

#### URBANLABS POVERTY LAB

## Science in Service of Cities.

January 26, 2017

## Secure Choice Illinois Projected impact across worker subpopulations



# 4 million

workers at private Illinois firms with 20+ employees

# 1.3 million

workers out of 4 million currently without access to an employer-sponsored retirement plan

projected impact of Secure Choice

# Retirement-plan access estimated from sector-level access rates

+ % without access in construction x total # construction workers
+ % without access in manufacturing x total # manufacturing workers
+ ...

1.3 million

. . .

## 1.3 million without access across 19 sectors

#### **Over half in 4 sectors**

- Accommodation, Food Services
- Administrative, Support, Waste Management, Remediation Services
- Health Care, Social Assistance
- Retail

## 1.3 million without access across 19 sectors

#### One third in 2 sectors

- Accommodation, Food Services
- Administrative, Support, Waste Management, Remediation Services

## 1.3 million without access across 19 sectors

#### One fifth in 1 sector

Accommodation, Food Services

#### Average monthly wages

Accommodation, Food Services \$1,745 Administrative, Support, Waste Management, **Remediation Services** \$2,830 Health Care, Social Assistance \$3,716 Retail \$2,509

# One third of workers across all sectors lack access to employer-sponsored retirement plan

#### **Sector-level rates range from 3% to 71%**

Utilities 3% Finance, Insurance 8% Information 12%

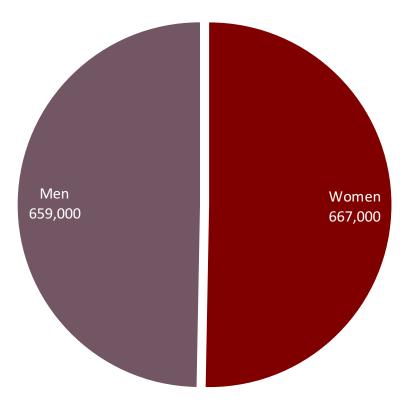
# One third of workers across all sectors lack access to employer-sponsored retirement plan

#### **Sector-level rates range from 3% to 71%**

Arts, Entertainment, Recreation 70%
Accommodation, Food Services 71%
Administrative, Support, Waste Management, Remediation Services 56%

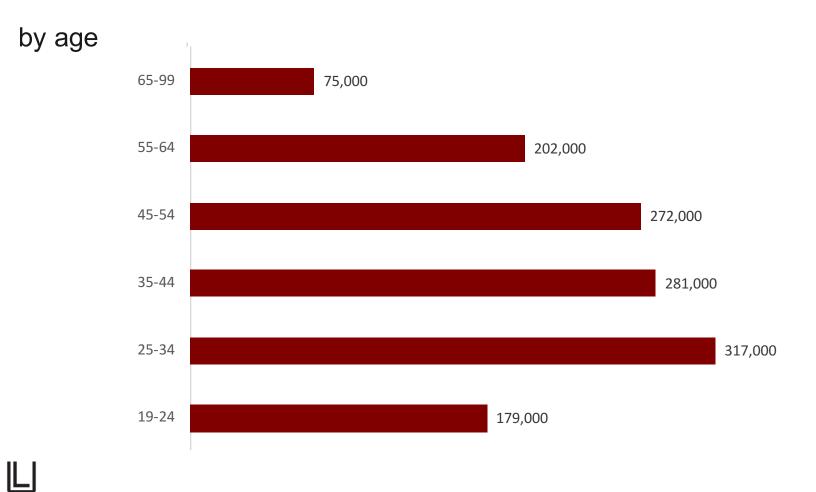
# Who are the workers without access?

#### by gender



# Women are slightly over-represented among workers without access

# Women are 49% of the total workforce but 50% of workers without access



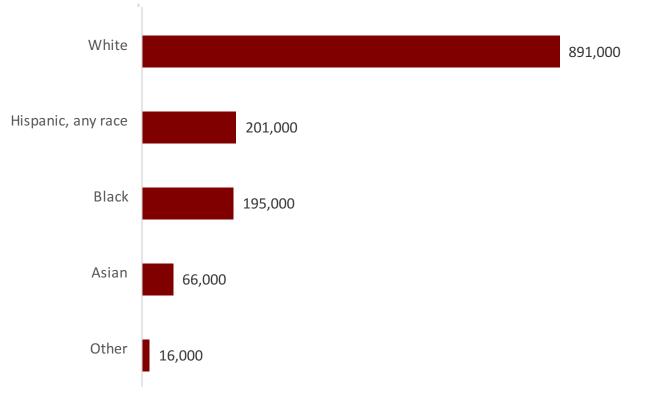
Younger workers are slightly over-represented among workers without access

19-24 year-olds are 11% of the total workforce but 14% of workers without access

25-34 year-olds are 23% of the total workforce but 24% of workers without access

#### by race/ethnicity

IL



Black and Hispanic workers are slightly overrepresented among workers without access

Blacks are 13% of the total workforce but 14% of workers without access

Hispanics are 14% of the total workforce but 15% of workers without access

## About the data

Longitudinal-Employer Household Dynamics (LEHD) database

- Identified, individual-level data
- Quarterly workforce indicators, e.g., employment, employment change, earnings
- Publicly available at aggregate level by geography (county, MSA, WIA, state) across individual and firm specifications

### About the data

#### Longitudinal-Employer Household Dynamics (LEHD) database

employment • wages bration • Illinois UI reporting for covered workers unique employee - employer pair Social Security Numident database Business Dynamics Statistics database fim size age • Sex •

• race, ethnicity

# Thank you