# ALICE IN ORLEANS PARISH

#### 2016 Point-in-Time Data

Population: 391,495 • Number of Households: 154,355
Median Household Income: \$38,681 (state average: \$45,146)
Unemployment Rate: 8.2% (state average: 7.0%)
ALICE Households: 29% (state average: 29%) • Households in Poverty: 24% (state average: 19%)

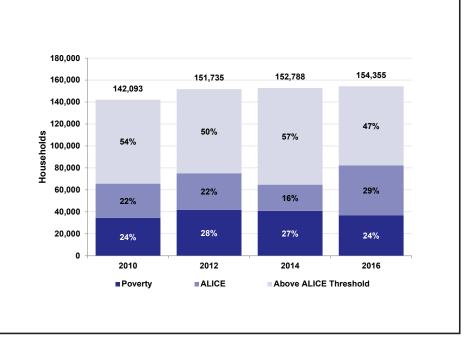
### How has the number of ALICE households changed over time?

ALICE is an acronym for Asset Limited, Income Constrained, Employed – households that earn more than the Federal Poverty Level, but less than the basic cost of living for the parish (the ALICE Threshold). Combined, the number of ALICE and poverty-level households equals the total population struggling to afford basic needs. The number of households below the ALICE Threshold changes over time; households move in and out of poverty and ALICE status as their circumstances improve or worsen. The recovery, which started in 2010, has been uneven across the state. Conditions have improved for some families, but with rising costs, many still find themselves struggling.

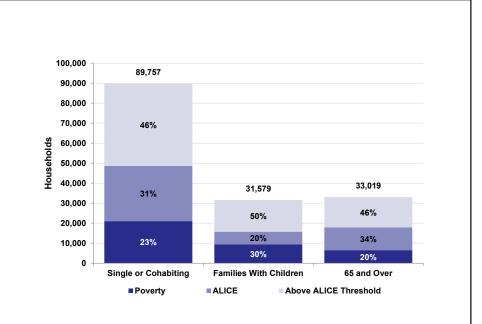
# What types of households are struggling?

The way Americans live is changing. There are more different family and living combinations than ever before, including more adults living alone, with roommates, or with their parents. Families with children are changing: There are more non-married cohabiting parents, same-sex parents, and blended families with remarried parents. The number of senior households is also increasing. Yet all types of households continue to struggle: ALICE and povertylevel households exist across all of these living arrangements.

### Households by Income, 2010 to 2016



### Household Types by Income, 2016



### Why do so many households struggle?

#### The cost of living continues to increase...

The Household Survival Budget reflects the bare minimum that a household needs to live and work today. It does not include savings for emergencies or future goals like college. In 2016, costs were well above the Federal Poverty Level of \$11,880 for a single adult and \$24,300 for a family of four. Family costs increased by 33 percent statewide from 2010 to 2016, compared to 9 percent inflation nationally.

| Household Survival Budget, Orleans Parish |              |                                      |  |  |
|---|--------------|--------------------------------------|--|--|
|   | SINGLE ADULT | 2 ADULTS, 1 INFANT,<br>1 preschooler |  |  |
| Monthly Costs                             |              |                                      |  |  |
| Housing                                   | \$669        | \$963                                |  |  |
| Child Care                                | \$—          | \$1,125                              |  |  |
| Food                                      | \$164        | \$542                                |  |  |
| Transportation                            | \$322        | \$644                                |  |  |
| Health Care                               | \$196        | \$726                                |  |  |
| Technology                                | \$55         | \$75                                 |  |  |
| Miscellaneous                             | \$168        | \$460                                |  |  |
| Taxes                                     | \$274        | \$526                                |  |  |
| Monthly Total                             | \$1,848      | \$5,061                              |  |  |
| ANNUAL TOTAL                              | \$22,176     | \$60,732                             |  |  |
| Hourly Wage                               | \$11.09      | \$30.37                              |  |  |

#### ...and wages lag behind

Employment and wages vary by location; firms generally pay higher wages in areas with a higher cost of living, although those wages still do not always cover basic needs. Employment and wages also vary by firm size: Large firms tend to offer higher wages and more job stability; smaller businesses can account for more jobs overall, especially in rural areas, but may pay less and offer less stability. Medium-size firms pay more but typically employ the fewest workers.

Private-Sector Employment by Firm Size With Average Annual Wages, 2016

#### 100,000 90,000 Firm Size by \$46,596 80,000 Number of Employees 70.000 ■ 500+ Number of Jobs 60,000 \$39,276 250-499 50-249 50.000 20-49 \$50,052 40,000 0-19 \$35.592 30,000 20.000 \$35,808 10,000 0 Small Firms Large Firms

Sources: 2016 Point-in-Time Data: American Community Survey. ALICE Demographics: American Community Survey; the ALICE Threshold. Budget: U.S. Department of Housing and Urban Development; U.S. Department of Agriculture; Bureau of Labor Statistics; Internal Revenue Service; Tax Foundation; and Louisiana Department of Education, 2016.

Note: Municipal-level data on this page is 1 or 5-year averages for Incorporated Places. Totals will not match county-level numbers because some places cross county borders, data is not available for the smallest places, and county-level data is often 1-year estimates.

#### Orleans Parish, 2016

| Town        | Total HH | % ALICE &<br>Poverty |
|-------------|----------|----------------------|
| New Orleans | 154,355  | 53%                  |

# ORLEANS PARISH, LA, 2016

### **ALICE HOUSEHOLD SURVIVAL BUDGET**

|                | Single<br>Adult | Married<br>Couple | 1 Adult, 1 School-<br>Age Child | 1 Adult,<br>1 Infant | 2 Adult, 2 School-<br>Age Children | 2 Adults, 1 Infant,<br>1 Preschooler |
|----------------|-----------------|-------------------|---------------------------------|----------------------|------------------------------------|--------------------------------------|
| Housing        | \$669           | \$787             | \$787                           | \$787                | \$963                              | \$963                                |
| Child Care     | \$-             | \$-               | \$313                           | \$604                | \$625                              | \$1,125                              |
| Food           | \$164           | \$372             | \$309                           | \$258                | \$621                              | \$542                                |
| Transportation | \$322           | \$403             | \$403                           | \$403                | \$644                              | \$644                                |
| Health Care    | \$196           | \$392             | \$461                           | \$345                | \$726                              | \$726                                |
| Miscellaneous  | \$168           | \$240             | \$262                           | \$295                | \$403                              | \$460                                |
| Technology     | \$55            | \$75              | \$55                            | \$55                 | \$75                               | \$75                                 |
| Taxes          | \$274           | \$372             | \$297                           | \$383                | \$376                              | \$526                                |
| Monthly Total  | \$1,848         | \$2,641           | \$2,887                         | \$3,130              | \$4,433                            | \$5,061                              |
| Annual Total   | \$22,176        | \$31,692          | \$34,644                        | \$37,560             | \$53,196                           | \$60,732                             |
| Hourly Wage    | \$11.09         | \$15.85           | \$17.32                         | \$18.78              | \$26.60                            | \$30.37                              |

Note: The budgets reflect different costs based on the age of children in the household; full-day care for infants and preschoolers (4-year-old) and after school care for school-age children. To create budgets for additional family types: For an additional infant, increase the total budget by 15 percent; for an additional 4-year-old, by 13 percent; and for a school-age child, by 8 percent.

Source: U.S. Department of Housing and Urban Development; U.S. Department of Agriculture; Bureau of Labor Statistics; Internal Revenue Service; Tax Foundation; and Louisiana Department of Education, 2016.

### ALICE HOUSEHOLD STABILITY BUDGET

|                | Single<br>Adult | Married<br>Couple | 1 Adult, 1 School-<br>Age Child | 1 Adult,<br>1 Infant | 2 Adult, 2 School-<br>Age Children | 2 Adults, 1 Infant,<br>1 Preschooler |
|----------------|-----------------|-------------------|---------------------------------|----------------------|------------------------------------|--------------------------------------|
| Housing        | \$984           | \$1,204           | \$1,204                         | \$1,204              | \$1,475                            | \$1,475                              |
| Child Care     | \$-             | \$-               | \$375                           | \$625                | \$750                              | \$1,333                              |
| Food           | \$318           | \$685             | \$598                           | \$490                | \$1,204                            | \$1,039                              |
| Transportation | \$370           | \$740             | \$740                           | \$740                | \$1,184                            | \$1,184                              |
| Health Care    | \$250           | \$569             | \$953                           | \$953                | \$1,160                            | \$1,160                              |
| Miscellaneous  | \$203           | \$333             | \$398                           | \$412                | \$590                              | \$632                                |
| Savings        | \$203           | \$333             | \$398                           | \$412                | \$590                              | \$632                                |
| Technology     | \$109           | \$129             | \$109                           | \$109                | \$129                              | \$129                                |
| Taxes          | \$560           | \$836             | \$861                           | \$868                | \$1,420                            | \$1,704                              |
| Monthly Total  | \$2,997         | \$4,829           | \$5,636                         | \$5,813              | \$8,502                            | \$9,288                              |
| Annual Total   | \$35,964        | \$57,948          | \$67,632                        | \$69,756             | \$102,024                          | \$111,456                            |
| Hourly Wage    | \$17.98         | \$28.97           | \$33.82                         | \$34.88              | \$51.01                            | \$55.73                              |

Note: The budgets reflect different costs based on the age of children in the household; full-day care for infants and preschoolers (4-year-old) and after school care for school-age children. To create budgets for additional family types: For an additional infant, increase the total budget by 10 percent; for an additional 4-year-old, by 11 percent; and for a school-age child, by 6 percent. Source: U.S. Department of Housing and Urban Development; U.S. Department of Agriculture; Bureau of Labor Statistics; Internal Revenue Service; Tax Foundation; and Louisiana Department of Education, 2016.

Reference: UnitedWayALICE.org

The United Way *ALICE Project* is a collaboration of United Ways in Connecticut, Florida, Hawai'i, Idaho, Indiana, Iowa, Louisiana, Maryland, Michigan, New Jersey, New York, Ohio, Oregon, Texas, Virginia, Washington, and Wisconsin.

