ALICE IN ORLEANS PARISH

2018 Point-in-Time Data

Population: 391,006 • **Number of Households:** 155,104 **Median Household Income:** \$38,423 (state average: \$47,905)

Unemployment Rate: 7.9% (state average: 6.4%)

ALICE Households: 33% (state average: 33%) • **Households in Poverty:** 24% (state average: 18%)

Sources: ALICE Threshold, 2018; American Community Survey, 2018

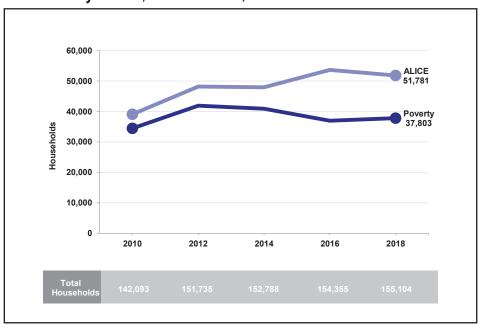
How has the number of ALICE households changed over time?

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). While conditions improved for some households from 2010 to 2018, many continued to struggle, especially as wages failed to keep pace with the cost of household essentials (housing, child care, food, transportation, health care, and a basic smartphone plan).

What types of households are struggling?

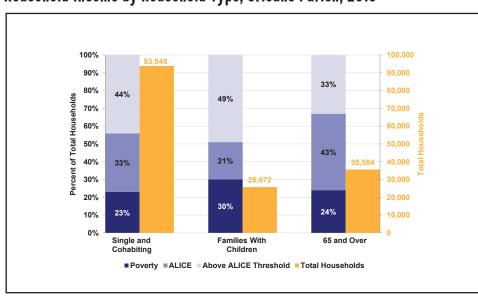
In the past few decades, there have been major shifts in household composition. The share of American adults who have never been married is at a historic high, as is the number of senior households. There is also a growing number of people who live alone or with roommates, and an increasing share of grown children who live with their parents. Yet all types of households continue to struggle: ALICE and poverty-level households exist across all of these living arrangements.

Households by Income, Orleans Parish, 2010 to 2018



Sources: ALICE Threshold, 2010-2018; American Community Survey, 2010-2018

Household Income by Household Type, Orleans Parish, 2018



Sources: ALICE Threshold, 2018; American Community Survey, 2018

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Why do so many households struggle?

The cost of household basics outpaces wages...

The Household Survival Budget reflects the bare minimum cost to live and work in the modern economy and includes housing, child care, food, transportation, health care, technology (a smartphone plan), and taxes. It does not include savings for emergencies or future goals like college or retirement. In 2018, household costs were well above the Federal Poverty Level of \$12,140 for a single adult and \$25,100 for a family of four.

Household Survival Budget, Orleans Parish, 2018		
	SINGLE ADULT	2 ADULTS, 1 INFANT, 1 Preschooler
Monthly Costs		
Housing	\$758	\$1,066
Child Care	\$-	\$1,282
Food	\$326	\$986
Transportation	\$382	\$850
Health Care	\$212	\$844
Technology	\$55	\$75
Miscellaneous	\$208	\$597
Taxes	\$349	\$865
Monthly Total	\$2,290	\$6,565
ANNUAL TOTAL	\$27,480	\$78,780
Hourly Wage*	\$13.74	\$39.39

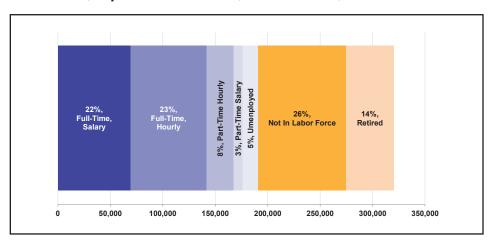
^{*} Wage working full-time required to support this budget

For ALICE Survival Budget Sources, see the 2020 Methodology Overview available at <u>UnitedForALICE.org/Methodology</u>

..and the labor landscape is challenging for ALICE workers

A breakdown of the labor force shows a small portion of adults (16 years and older) who were unemployed and a large number who were working in 2018. However, a significant portion of full- and part-time workers were paid by the hour; these workers were more likely to have fluctuations in income and less likely to receive benefits. There was also a high number of workers outside of the labor force (people who are not employed and not looking for work), which helped keep wages low: When more workers are available, employers have less incentive to raise wages to attract employees.

Labor Status, Population 16 and Over, Orleans Parish, 2018



Note: Data for full- and part-time jobs is only available at the national level; these national rates (51% of full-time workers and 75% of part-time workers paid hourly) have been applied to the total parish workforce to calculate the breakdown shown in this figure. Full-time represents a minimum of 35 hours per week at one or more jobs for 48 weeks per year. Sources: American Community Survey, 2018; Federal Reserve Bank of St. Louis, 2018

 Orleans Parish, 2018

 Town
 Total HH
 % ALICE & Poverty

 New Orleans
 155,104
 57%

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

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