

## Arizona

Advanced industries employ

**210,970**

full-time workers. (2013)

These direct jobs supports an additional

**168,780**

indirect jobs in other industries in the region.

Advanced industries produce

**\$41.6**

billion dollars in output in the region.  
(2013, 2005 Chained)

Advanced industries pay, on average

**\$85,110**

dollars per year (2013).

Advanced industries directly account for

**8.1%**

of all jobs in the region.

This employment share is

**#24**

among all states.

This accounts for

**15.9%**

of all output in the region (2013).

This compares to average pay of

**\$47,270**

for all industries (2013).

Advanced industry annual average growth, 2010-2013

**JOBS**

2.0%

2.7%

**OUTPUT**

3.9%

3.8%

Arizona

U.S.

Arizona

U.S.

### What are Advanced Industries?

The Metropolitan Policy Program at Brookings defines advanced industries as those that: 1) Spend at least \$450 per worker per year on R&D and 2) employ at least 20 percent of their workforce in STEM-intensive occupations. The definition identifies 50 4-digit NAICS industries across the manufacturing, energy, and services sectors that together constitute the advanced industries super-sector.

### Why do Advanced Industries Matter?

Advanced industries encompass the nation's "tech" sector at its broadest and most consequential. They represent a sizable economic anchor for the U.S. economy and have led the post-recession employment recovery. Their competitiveness and growth are prerequisites for any future broadly shared prosperity. As such, the sector encompasses the country's best shot at supporting innovative, inclusive, and sustainable growth. Advanced industries are present in nearly every U.S. region, but the sector's geography is uneven.

### For More Information

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#### DATA NOTES

All figures reflect Brookings analysis of data from Moody's Analytics.

# Arizona

## Twenty-Five Largest Advanced Industries (2013)

There are 6 advanced industries in Arizona with LQs over 1.5. LQs over 1.5 indicate specialization †

Industry 4-Digit NAICS Code	Industry Title	Industry Employment (2013)	Industry Location Quotient (LQ) † 2013	Industry Share of Total Advanced Industries Employment (2013)	Industry Employment Annual Growth 2010-2013	Industry Share of Total Advanced Industries Output (2013)	Industry Output Annual Growth 2010-2013
3364	Aircraft Products & Parts	26,350	2.90	12.5%	-1.1%	11.3%	3.1%
5415	Computer Systems Design	25,880	0.83	12.3%	3.5%	9.0%	5.3%
5413	Architecture & Engineering	24,090	0.98	11.4%	2.4%	6.8%	3.6%
3344	Semiconductors	23,750	3.47	11.3%	1.6%	12.1%	5.3%
5416	Management Consulting	20,070	0.93	9.5%	0.0%	5.9%	-0.2%
3345	Precision Instruments	10,970	1.53	5.2%	-4.1%	5.6%	-1.8%
2122	Metal Ore Mining	10,960	13.54	5.2%	8.3%	12.8%	6.1%
2211	Power Generation & Supply	8,840	1.23	4.2%	-0.7%	11.6%	-0.2%
5182	Data Processing & Hosting	8,270	1.69	3.9%	12.7%	2.1%	11.1%
6215	Medical and Diagnostic Laboratories	6,610	1.47	3.1%	1.0%	1.4%	1.4%
3391	Medical Equipment & Supplies	5,980	1.07	2.8%	6.5%	2.3%	9.4%
5417	R&D Services	5,380	0.46	2.5%	4.8%	2.1%	8.4%
3399	Misc. Manufacturing	4,120	0.82	2.0%	0.4%	1.2%	4.1%
5172	Wireless Telecom Carriers	3,690	1.31	1.7%	-3.3%	1.9%	1.4%
5112	Software Products	2,890	0.53	1.4%	7.9%	2.5%	11.8%
3363	Motor Vehicle Parts	2,570	0.28	1.2%	10.1%	0.9%	19.9%
5191	Web Search Portals and Internet Publishing	1,900	0.53	0.9%	15.2%	0.6%	8.8%
3254	Pharmaceuticals	1,770	0.35	0.8%	14.6%	1.8%	11.6%
3342	Communications Equipment	1,260	0.69	0.6%	2.4%	0.7%	6.2%
3315	Foundries	1,070	0.47	0.5%	3.3%	0.5%	29.2%
3333	Commercial & Service Machinery	1,060	0.67	0.5%	-11.4%	0.4%	-9.5%
3331	Agri., Constr., Mining Machinery	980	0.21	0.5%	0.0%	0.3%	2.9%
3359	Misc. Electrical Equipment	950	0.41	0.5%	-1.2%	0.3%	-2.9%
5152	Cable and Other Subscription Programming	950	0.73	0.5%	4.4%	0.6%	8.4%
3279	Stone & Mineral Products	940	0.74	0.4%	4.4%	0.2%	4.6%
Advanced industries manufacturing		90,020	0.90	42.7%	0.3%	41.9%	3.7%
Advanced industries energy		19,910	1.71	9.4%	4.1%	24.4%	2.9%
Advanced industries services		101,030	0.89	47.9%	3.1%	33.7%	4.7%
<b>ADVANCED INDUSTRIES TOTAL</b>		<b>210,970</b>	<b>0.94</b>	<b>100.0%</b>	<b>2.0%</b>	<b>100.0%</b>	<b>3.9%</b>

† Location quotients are a measure of specialization for an industry using employment. A LQ of over 1 indicates that an industry employs more workers, as a share of total employment, than the nation as a whole.