

Hawaii

Hawaii's 25,883 small employers and 96,263 nonemployers make significant contributions to the state's economy, and they bring innovative products and services to the marketplace.* They are an important source of employment and opportunity throughout the state. This profile by the Office of Advocacy uses the latest statistics to describe the small business contribution in the greatest possible detail. (Note: A small business is defined as one with fewer than 500 employees.)

- Hawaii's real gross state product increased by 0.7% and private-sector employment decreased by 1.7% in 2008. By comparison, real GDP growth in the United States was 0.7% and private-sector employment declined by 0.7%.
- The accommodation and food services industry was the state's largest small business and overall employer in 2006 (Table 1).
- Small businesses are a major force in the state's net job change, as shown in Table 2.
- The number of small employers in Hawaii was 25,883 in 2006, accounting for 96.9% of the state's employers and 56.1% of its private-sector employment. (Source: U.S. Dept. of Commerce: Bureau of the Census.)

For Further Information

- Data on all states and territories is available at www.sba.gov/advo/research/profiles.
- For other small business data and analysis, visit www.sba.gov/advo/research, call (202) 205-6533, or email advocacy@sba.gov.
- Visit <http://web.sba.gov/list> to subscribe to listservs for Advocacy's newsletter, press releases, regulatory news, and research reports.
- For RSS feeds, visit www.sba.gov/advo/rsslibrary.html

* Small employer data from 2006; nonemployer from 2007.

Hawaii Small Business Facts

	2007†	2006	2000
Number of Businesses			
Small employers (<500 employees)	n.a.	25,883	23,526
Large employers (500+ employees)	n.a.	840	799
Nonemployers	96,263	90,353	73,810
	2002‡	% Share in 2002	% Change 1997–2002
Business Owner Demographics			
Male-owned	50,984	51.4	4.2
Woman-owned	29,943	30.2	16.0
Equally male/female-owned	13,864	14.0	-11.7
African American-owned	817	0.8	28.1
Asian-owned	44,924	45.3	2.8
Hispanic-owned	3,095	3.1	-25.5
Native American/Alaskan-owned	892	0.9	n.a.
Hawaiian and Pacific Islander-owned	8,359	8.4	20.7
	2008‡	% Change from	
		2007	2000
Workforce (Thousands) /Unemployment (%)			
Private-sector employment	498	-1.7	12.3
Government employment	121	2.2	10.7
Self-employed (incorp. & uninc.)	76	3.8	4.1
Female self-employment	29	4.9	6.0
Male self-employment	47	3.1	3.0
Minority self-employment	48	2.8	21.1
Veteran self-employment	11	-0.6	5.3
Unemployment rate (%)	3.9	1.3	-0.1
Business Turnover			
Quarterly establishment openings	5,011	-10.5	-1.5
Quarterly establishment closings	6,722	22.1	47.6
Business bankruptcies	86	53.6	36.5
	2008‡	2007	2000
Income and Finance			
Proprietors' income (\$billion)	2.9	3.0	2.9
Number of bank branches	288	288	305
No. of bus. loans under \$100,000‡	n.a.	63,589	12,562
Total value of business loans under \$100,000 (\$million)‡	n.a.	702	206
Source: U.S. Dept. of Commerce, Bureau of the Census and Bureau of Economic Analysis; U.S. Dept. of Labor, Bureau of Labor Statistics; Administrative Office of the U.S. Courts; Federal Deposit Insurance Corporation; and U.S. Small Business Administration, Office of Advocacy (www.sba.gov/advo/research/sbl_08study.pdf , Table 4b.) n.a. not available.			
† Latest available data; certain figures are economywide. ‡ Data are for CRA loans.			

**Table 1. Firms and Employment in Hawaii by Industry and Firm Size, 2006 and 2007
(Nonfarm, Thousands)**

Industry	Nonemployer Firms (2007)	Employer Firms (2006)			Employment (2006)		
		Total	1-19 Employees	1-499 Employees	Total	1-19 Employees	1-499 Employees
Total	96.3	26.7	22.6	25.9	512.5	97.7	287.6
Forestry, etc. and agriculture support	1.7	0.0	0.0	0.0	(D)	(D)	(D)
Mining	0.0	0.0	0.0	0.0	(D)	(D)	(D)
Utilities	0.1	0.0	0.0	0.0	2.8	(D)	(D)
Construction	8.0	2.8	2.5	2.8	32.1	10.6	28.2
Manufacturing	2.1	0.9	0.7	0.9	15.2	3.9	11.2
Wholesale trade	2.6	1.7	1.3	1.5	20.8	6.1	15.2
Retail trade	9.5	3.4	2.8	3.2	72.6	13.1	32.4
Transportation and warehousing	2.7	0.7	0.5	0.6	30.0	2.4	11.0
Information	1.2	0.4	0.3	0.3	10.5	1.1	2.9
Finance and insurance	3.1	0.9	0.7	0.8	20.1	2.5	7.2
Real estate and rental and leasing	11.9	1.8	1.6	1.7	16.1	5.1	9.8
Professional, scientific, and technical svcs.	14.1	3.1	2.7	3.0	25.8	9.3	19.0
Management of companies and enterprises	--	0.2	0.0	0.1	5.7	0.1	1.6
Admin., support, waste mgt., remed. svcs.	7.8	1.6	1.3	1.5	41.8	5.7	21.9
Educational services	2.2	0.5	0.4	0.5	17.4	1.9	8.4
Health care and social assistance	7.0	2.9	2.6	2.8	61.9	11.4	33.9
Arts, entertainment, and recreation	6.5	0.5	0.3	0.5	12.4	(D)	(D)
Accommodation and food services	1.5	2.7	2.0	2.7	101.2	12.0	51.6
Other services (except public admin.)	14.3	3.1	2.8	3.1	25.7	10.9	22.1
Unclassified	--	0.1	0.1	0.1	(D)	(D)	(D)

Source: U.S. Dept. of Commerce, Bureau of the Census, Statistics of U.S. Businesses. (See www.sba.gov/advo/research/data.html for data from other years, and for starts, closures, job creation and destruction by industry and by size category.)

(D) Data suppressed to protect the confidentiality of individual firms.

Table 2: Net Job Change by Firm Size, 2003–2006 (Nonfarm)

	Total Net New Jobs	Employment Size of Firm						
		1-4	5-9	10-19	20-99	100-499	<500	500+
2003 - 2004	13,596	4,042	1,350	592	1,613	-672	6,925	6,671
2004 - 2005	17,679	3,789	997	606	2,351	2,519	10,262	7,417
2005 - 2006	20,970	4,744	1,842	1,374	2,606	4,123	14,689	6,281

Source: U.S. Dept. of Commerce, Bureau of the Census. (For more detailed data see www.sba.gov/advo/research/data.html.)

Table 3: Establishment and Employment Turnover by Quarter, 2008 (Nonfarm, Thousands)

	Establishments				Employment Change Due To:			
	Openings	Expansions	Contractions	Closings	Openings	Expansions	Contractions	Closings
Quarter 1	1.2	6.9	7.2	1.6	4.4	23.0	23.4	5.4
Quarter 2	1.2	6.6	7.5	1.7	4.7	22.0	27.3	7.7
Quarter 3	1.2	6.4	7.5	1.7	4.7	19.9	28.5	5.7
Quarter 4	1.4	5.7	8.1	1.7	4.7	19.1	27.5	5.7

Source: U.S. Dept. of Labor, Bureau of Labor Statistics, Business Employment Dynamics. (For more detailed data see www.bls.gov/bdm/home.htm.)

Note: These figures contain all firm sizes; Census data from 2006 show that 86 percent of establishment births and deaths were in firms with fewer than 500 employees.