


Recession, Stimulus, Deficits, & Debt Preparing for the Hereafter

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- I Current Challenges & Prospects
 - II Putting Brains to Work
 - III Implications for State Policies

PIRATA 2009 8/16



UNEMPLOYMENT
OFFICE

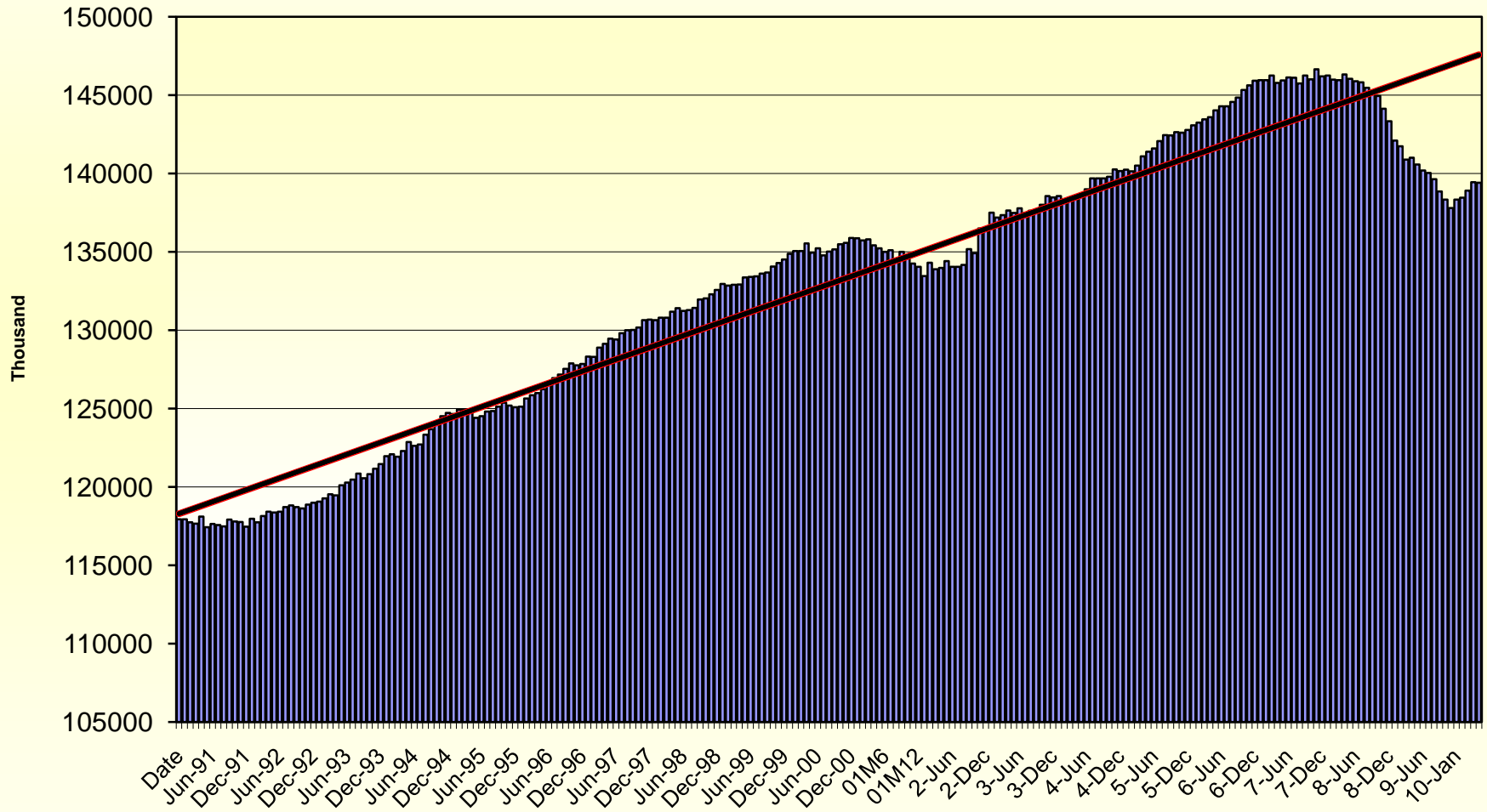
2009

UNEMPLOYMENT
COMPENSATION

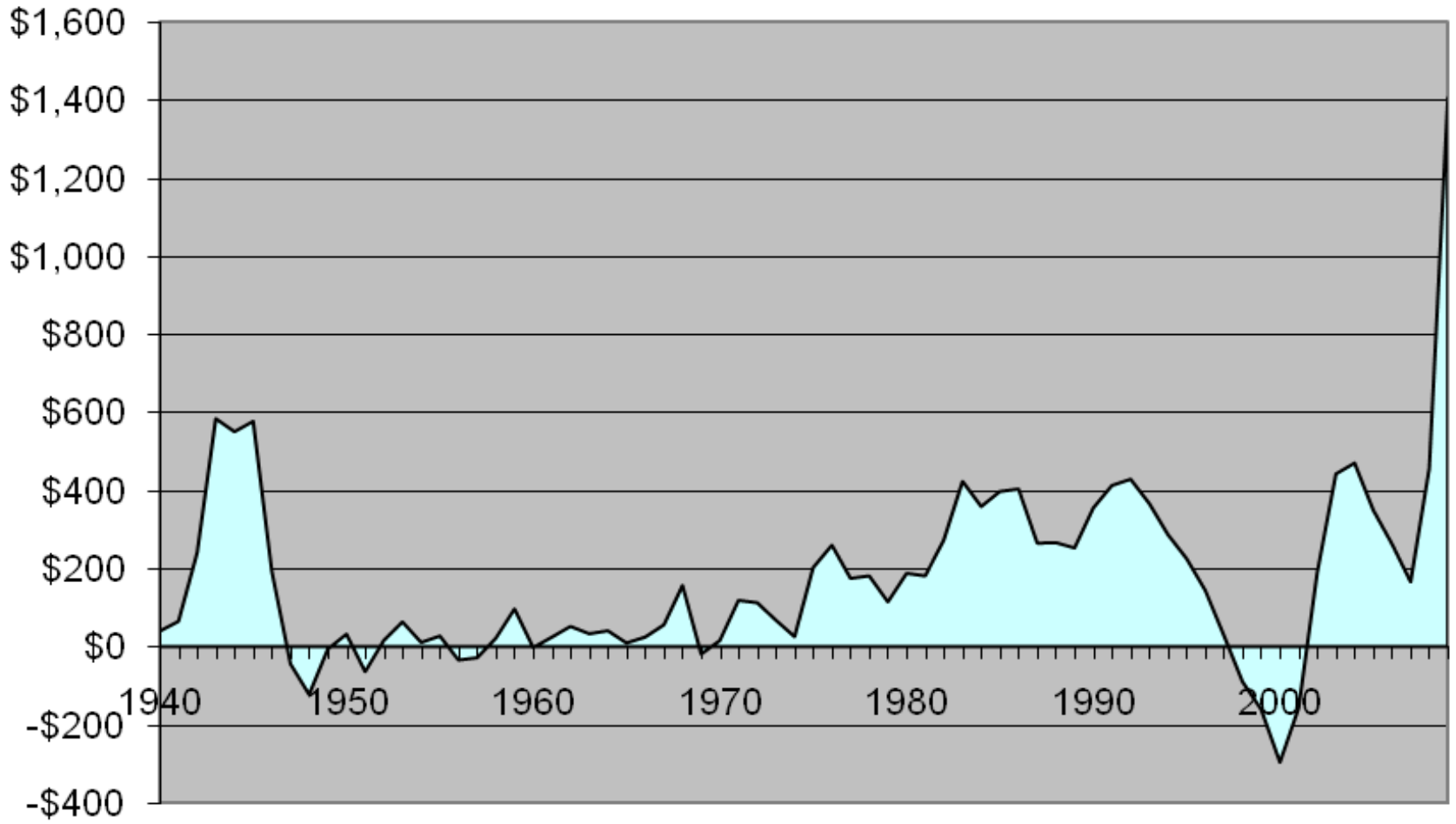
THE RECESSION'S
OVER - PASS IT
ON ...



Total Employed, 16 and Over, Seasonally Adjusted
Household Survey, with Trend
1/1991 - 6/2010



Federal Deficit, Billions , 2009 Dollars

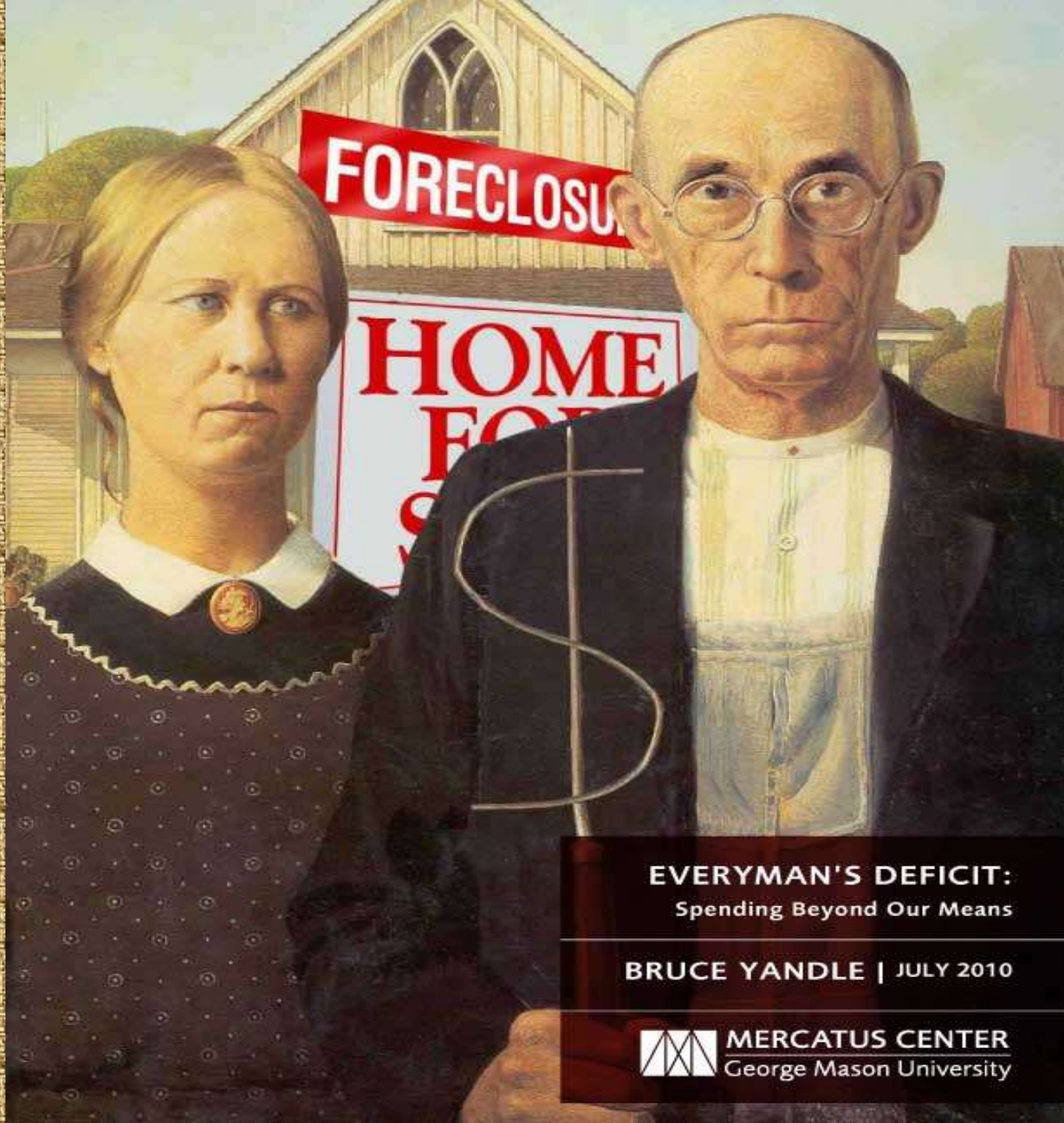


Source: Author's calculations based on OMB (2010, Table 1.3).

OBAMA'S

A TRIPLE-TRILLION-MEGA-BUDGET BURGER... SUPERSIZED DEFICIT FRIES... AND A *DIET* DISCRETIONARY SPENDING COLA - 'CAUSE, MAN, YOU GOTTA START WATCHING YOUR WEIGHT!





EVERYMAN'S DEFICIT:
Spending Beyond Our Means

BRUCE YANDLE | JULY 2010



MERCATUS CENTER
George Mason University

Looking for Growth Indicators



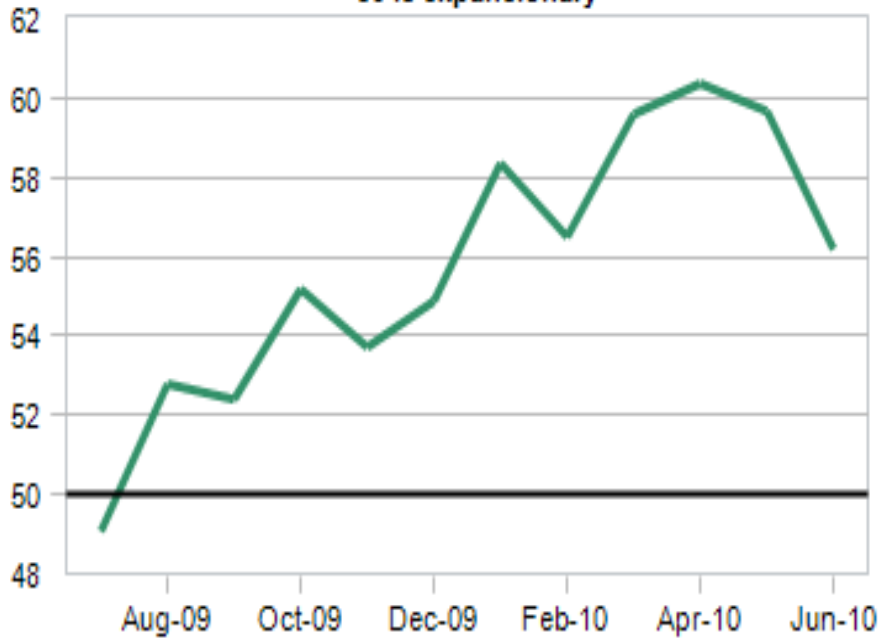
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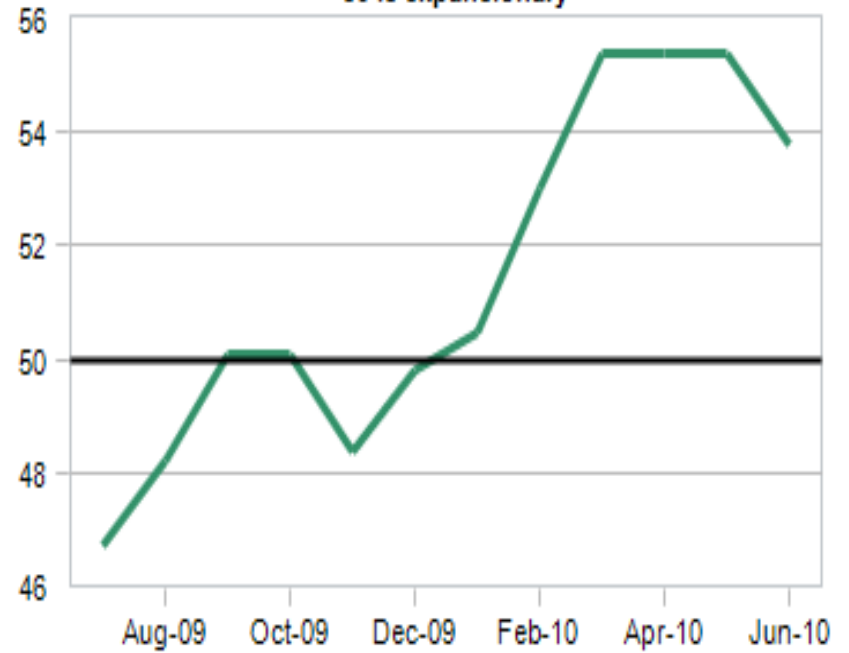


TWO KEY U.S. INDICATORS

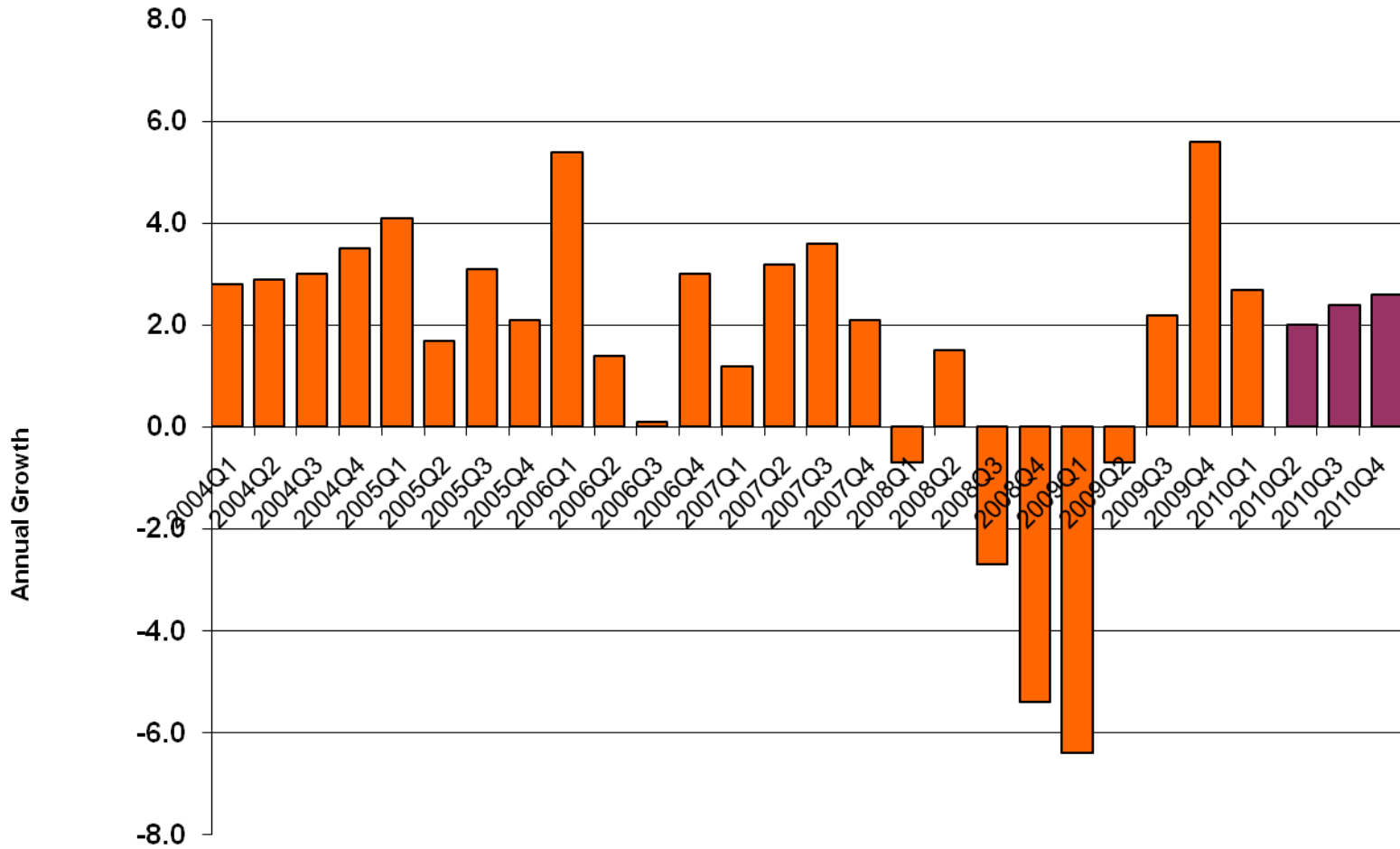
ISM Purchasing Managers Index
> 50 is expansionary



ISM Nonmanufacturing Index
> 50 is expansionary

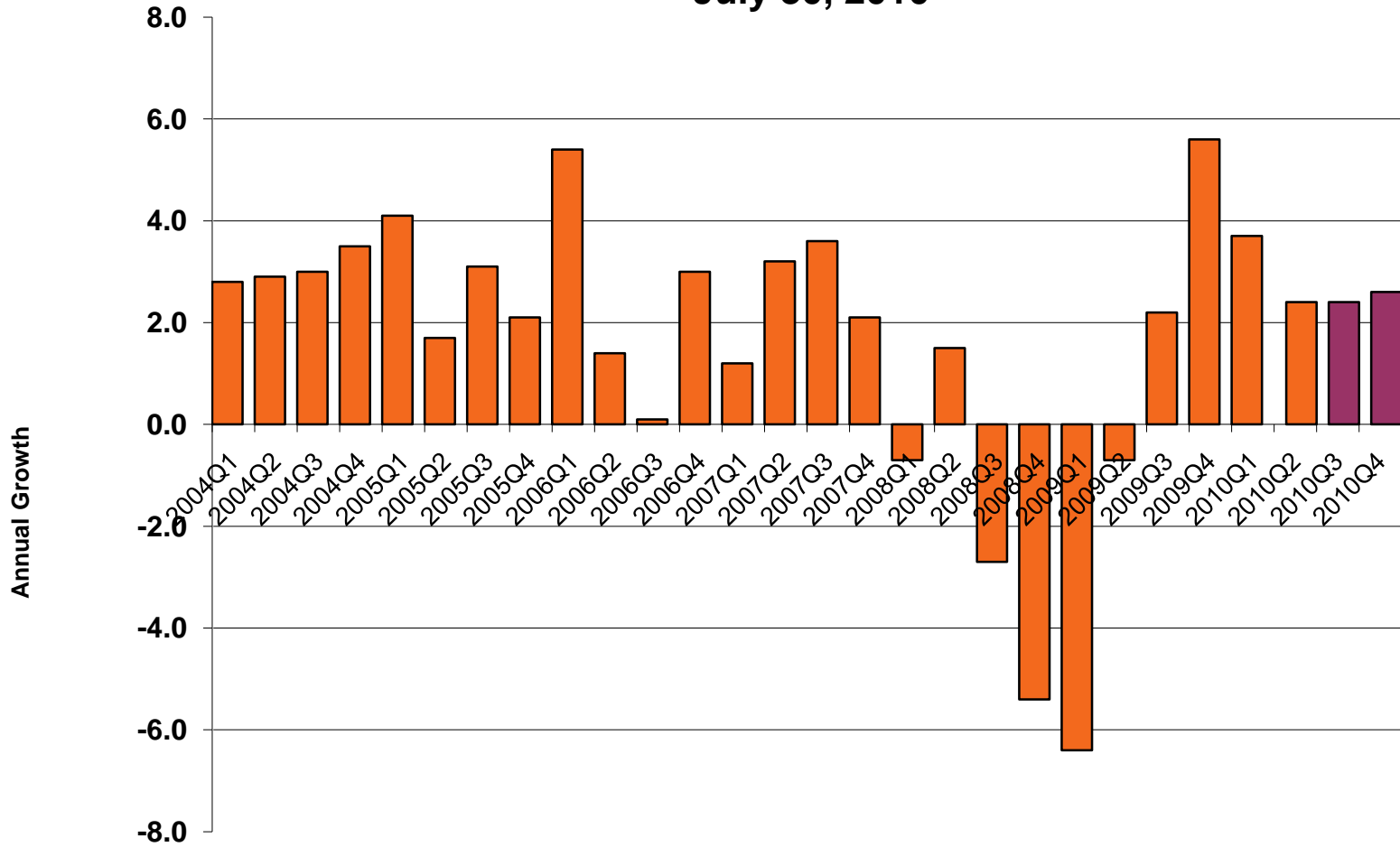


Real GDP Growth, 2004-2010e



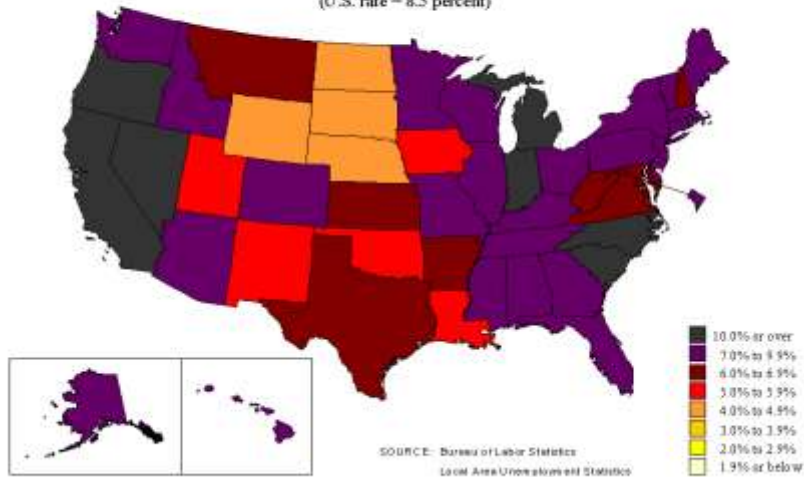
Real GDP Growth, 2004-2010e

July 30, 2010



**Unemployment rates by state,
seasonally adjusted, March 2009**

(U.S. rate = 8.5 percent)



**Unemployment rates by state,
seasonally adjusted, March 2010**

(U.S. rate = 9.7 percent)



**Unemployment rates by state,
seasonally adjusted, March 2008**

(U.S. rate = 5.1 percent)

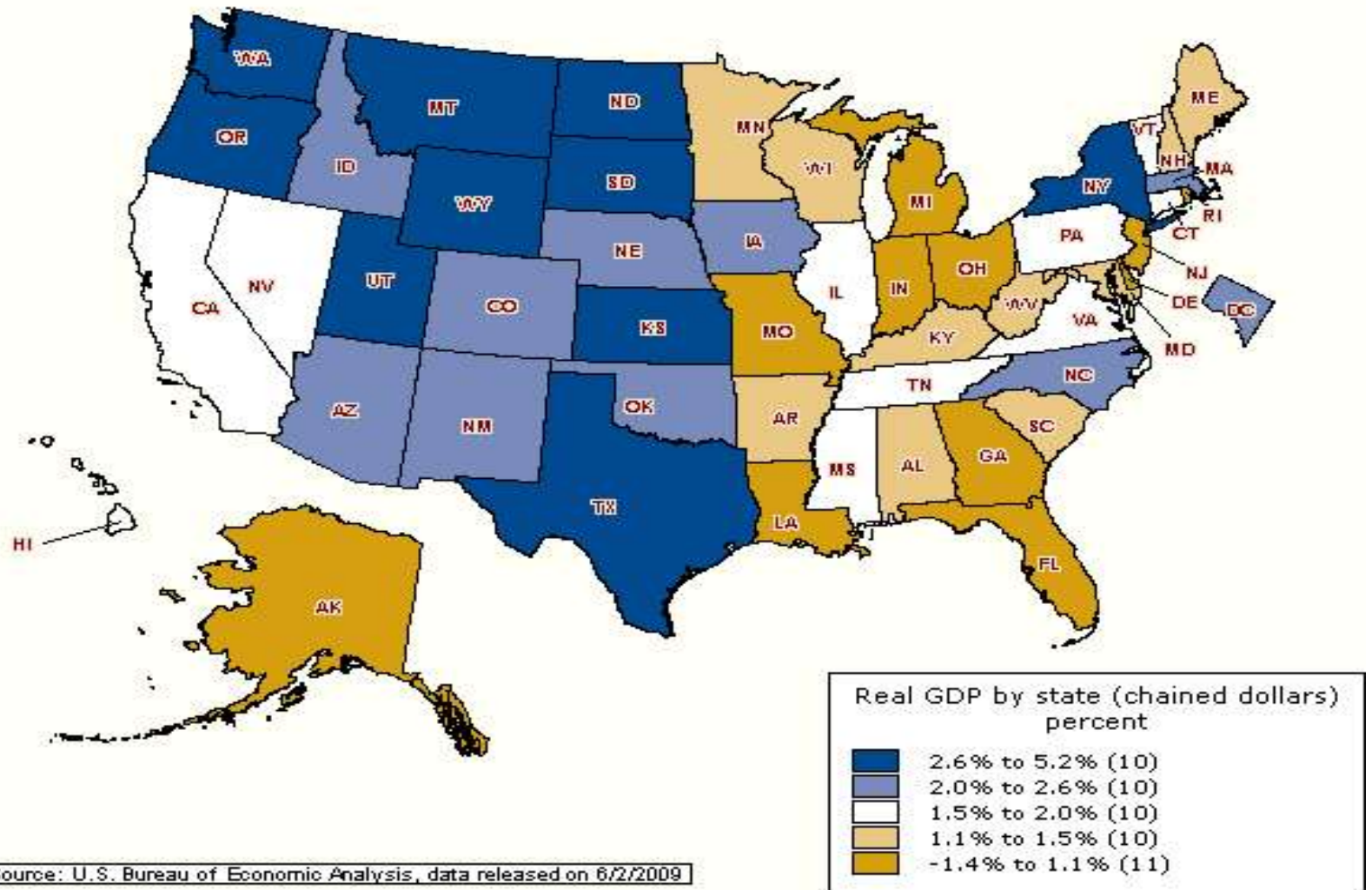


**Unemployment rates by state,
seasonally adjusted, June 2010**

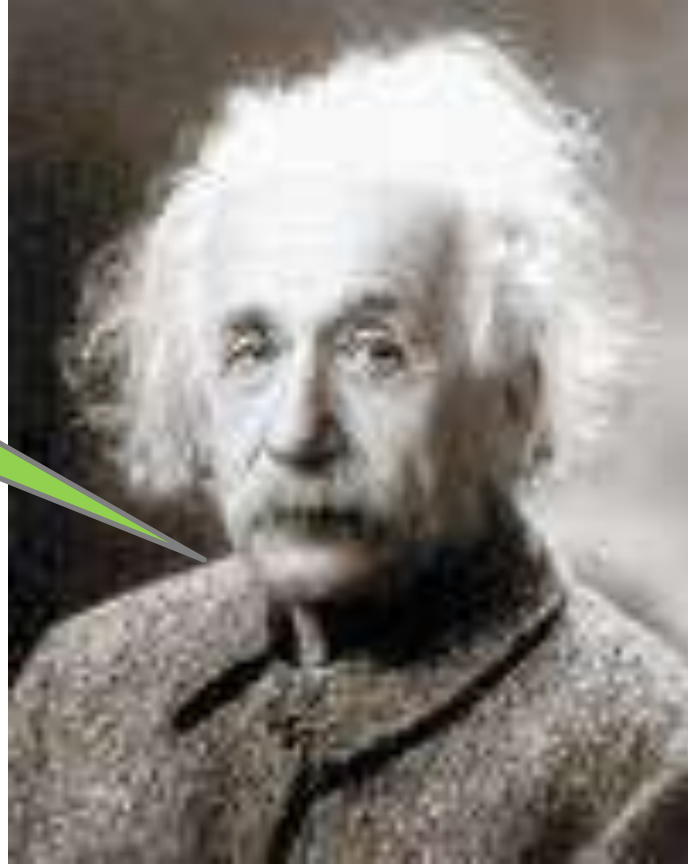
(U.S. rate = 9.5 percent)



Real GDP Growth: 2005-2008

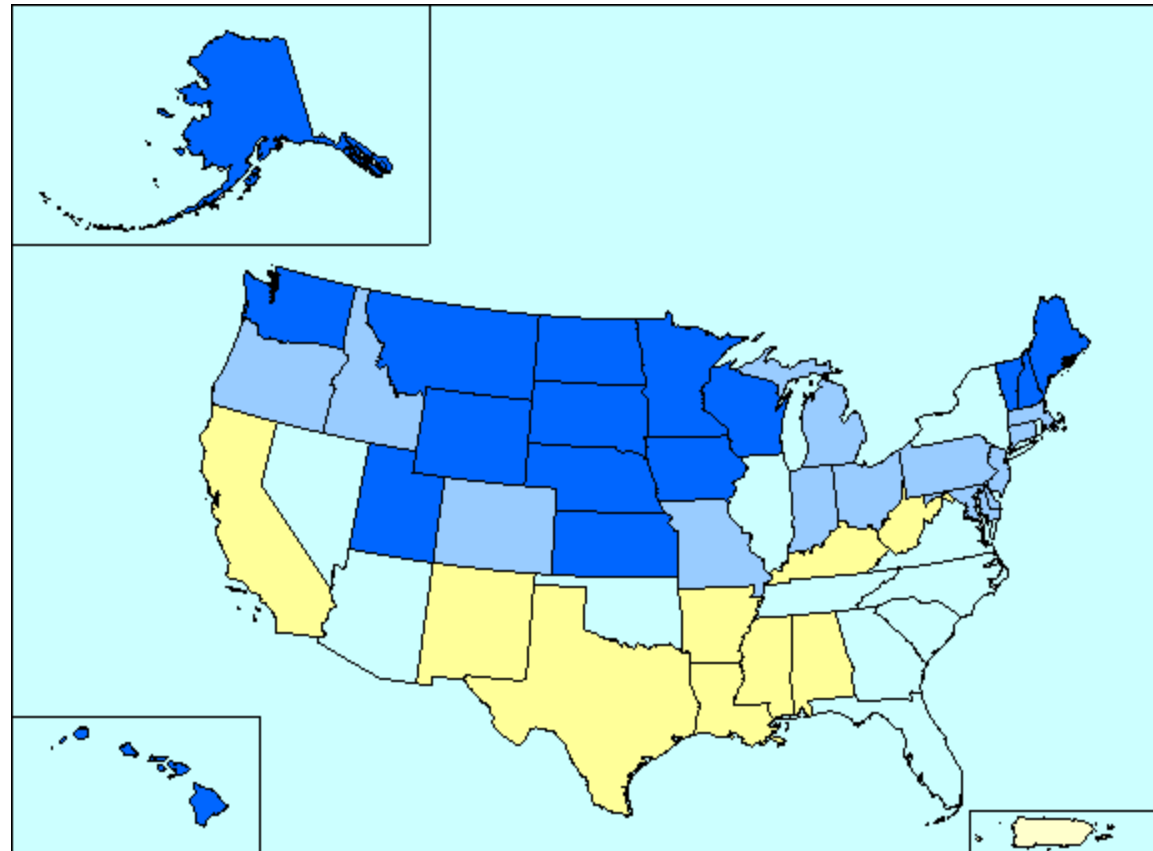
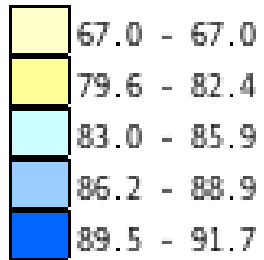


What about brains?



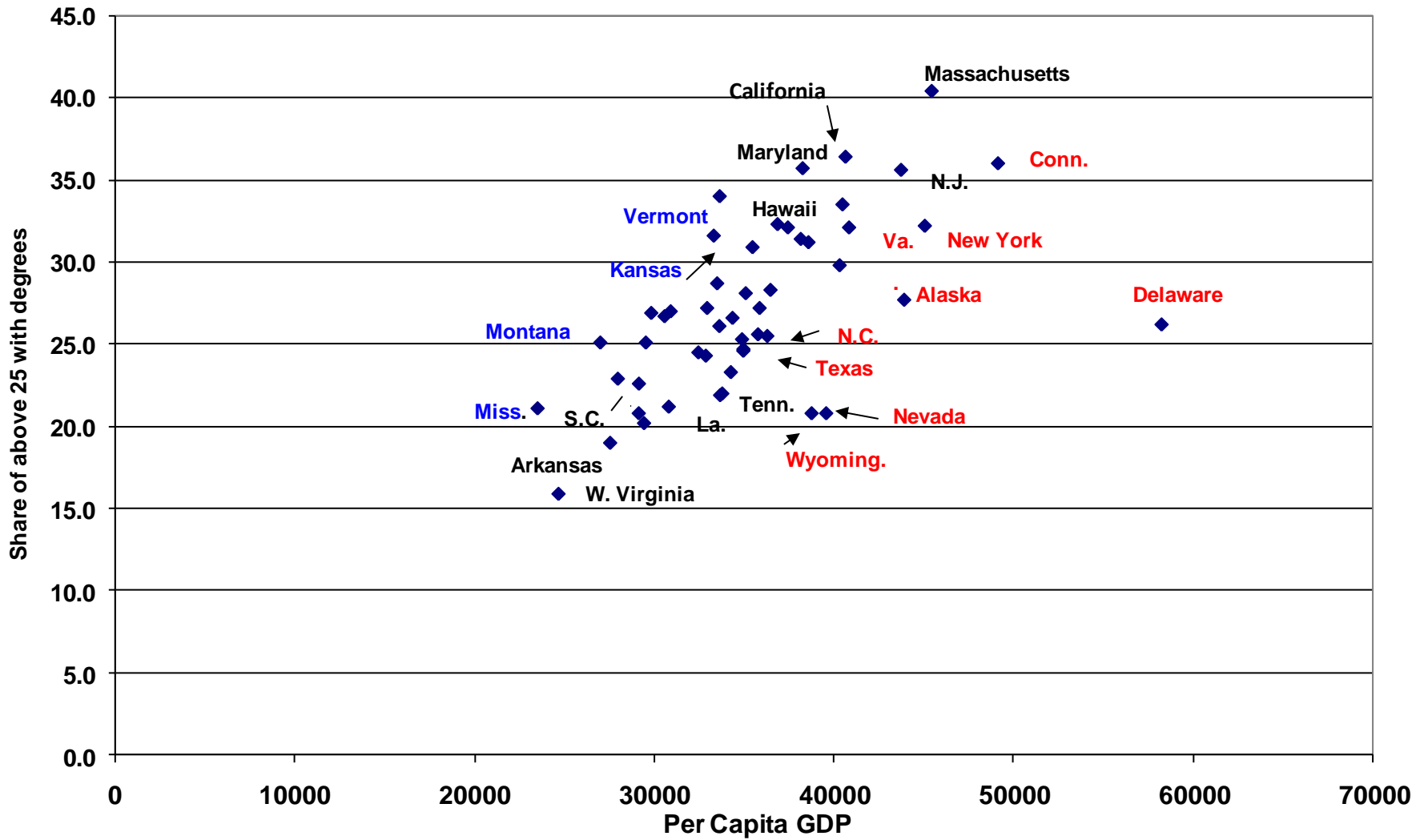
Data Classes

Percent

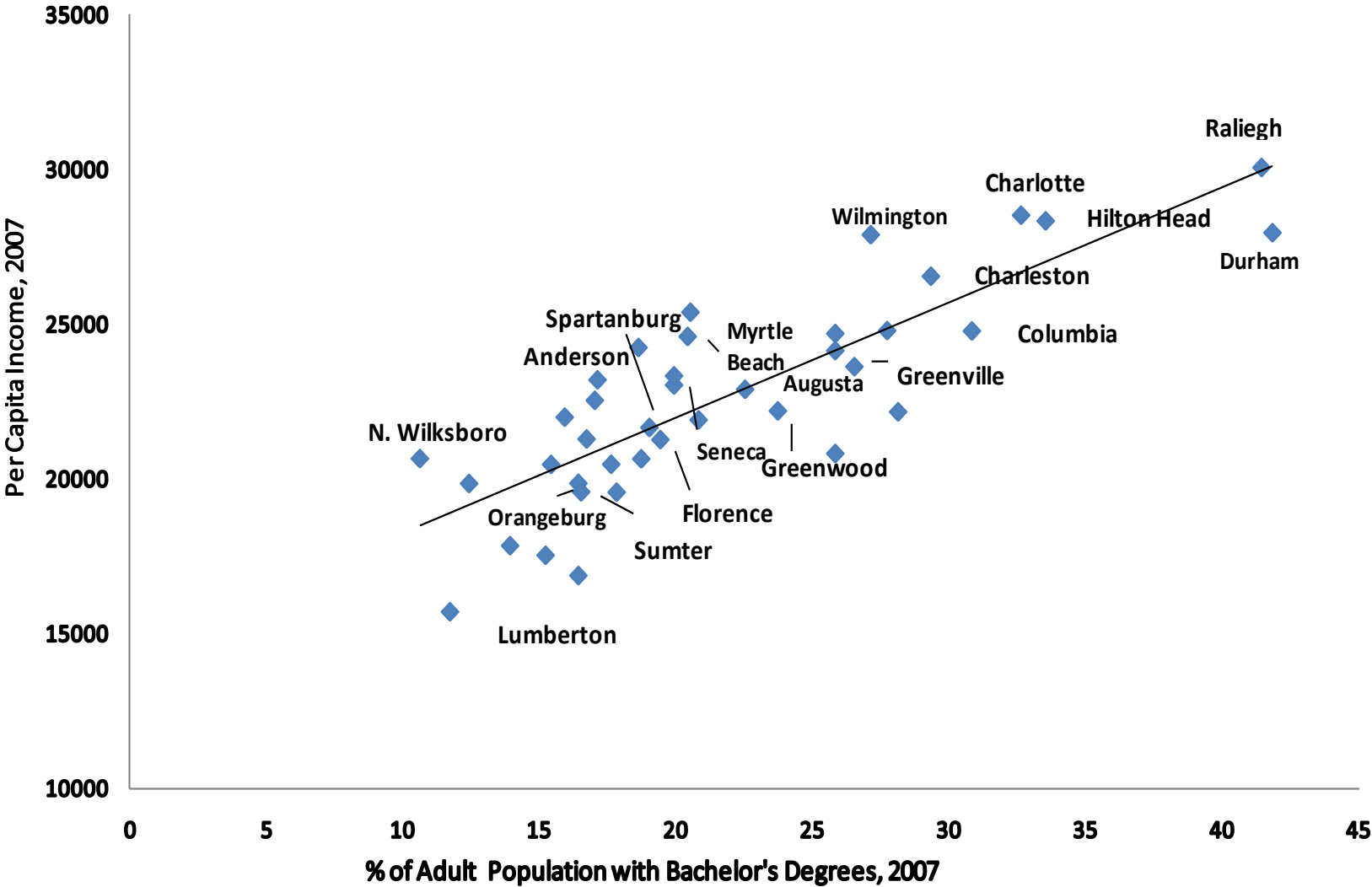


2008 Over-25 Population with High School Education

Bachelor's Degrees & Per Capita GDP, 2006



Per Capita Income by % Bachelor's Degrees, 2007





EXPERIENCED
MIT GRAD
FOR HIRE
917-650-8700
JOSHUA.PERSKY@HOTMAIL.COM

Unemployment Rates, 6/2010

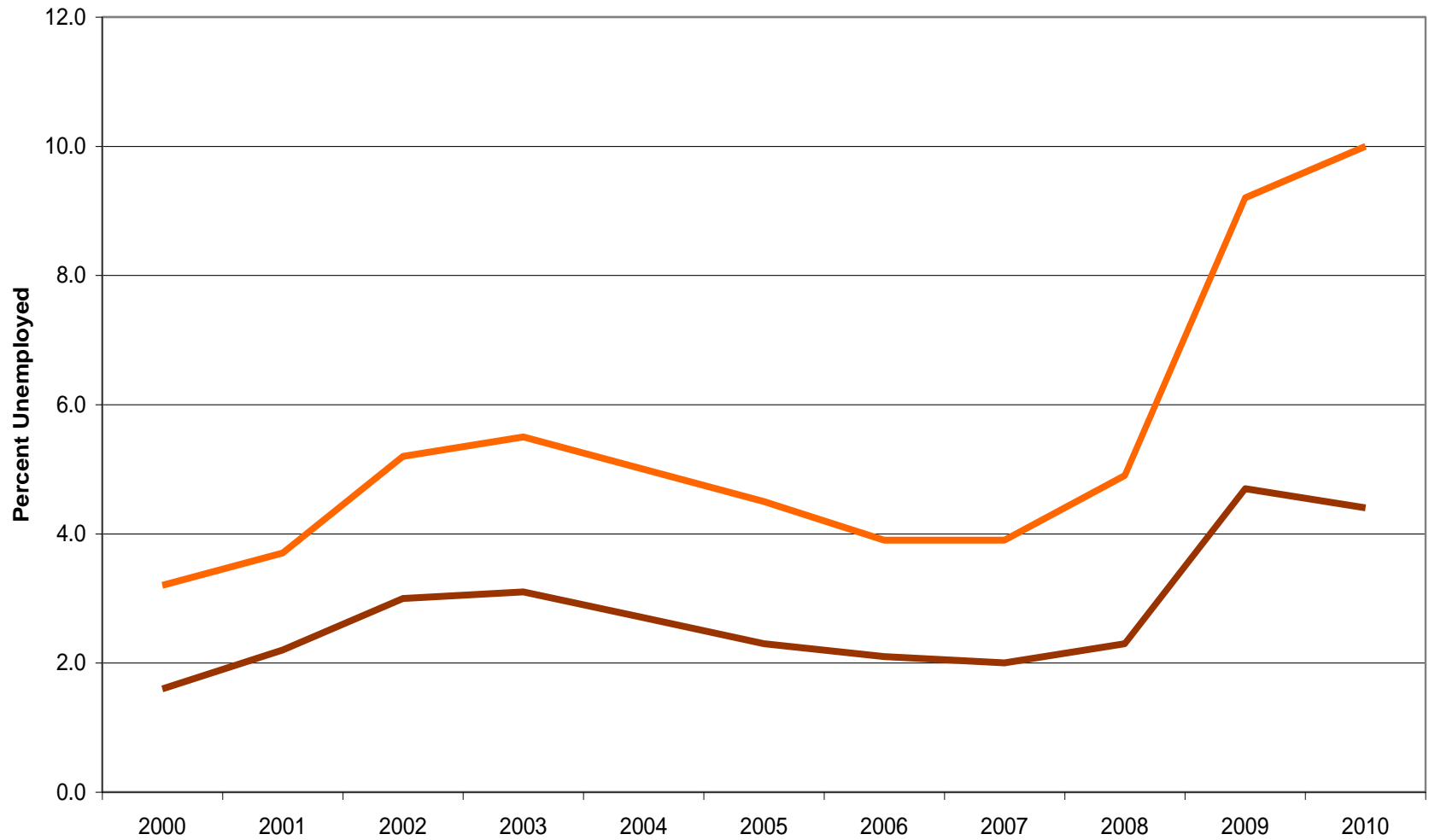
14.1% Less than H.S.

10.8% High School Diploma

8.2% Associate Degree

4.4% Bachelors and higher.

June Unemployment Rate for Adults based on Educational Attainment, 2000-2010



Source: U.S. Bureau of Labor Statistics.

College Graduates High School Graduates

Voting with their Feet



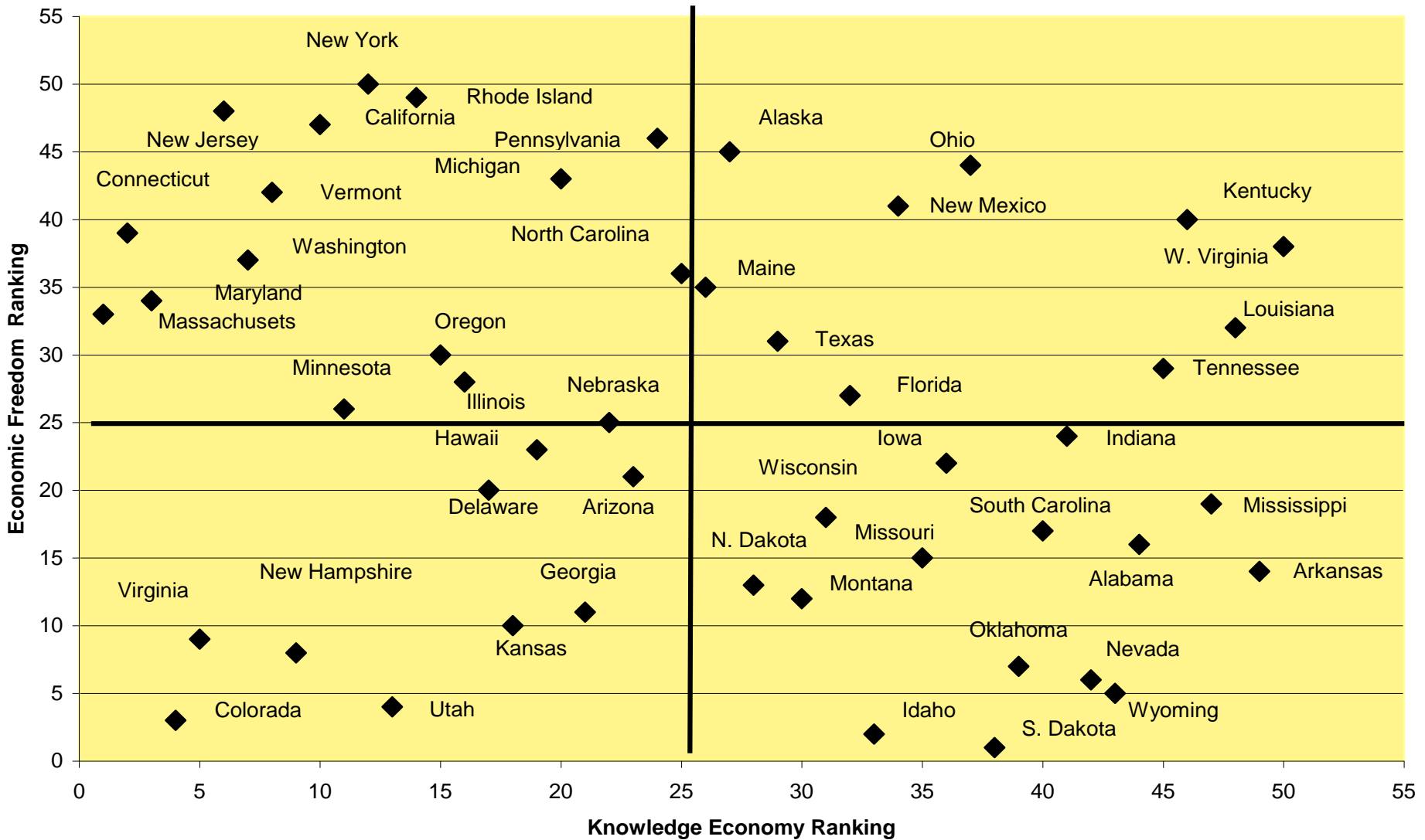


2008 Knowledge Economy Index



Mercatus Overall Freedom Index

2008 Economic Freedom & Knowledge Index Rankings

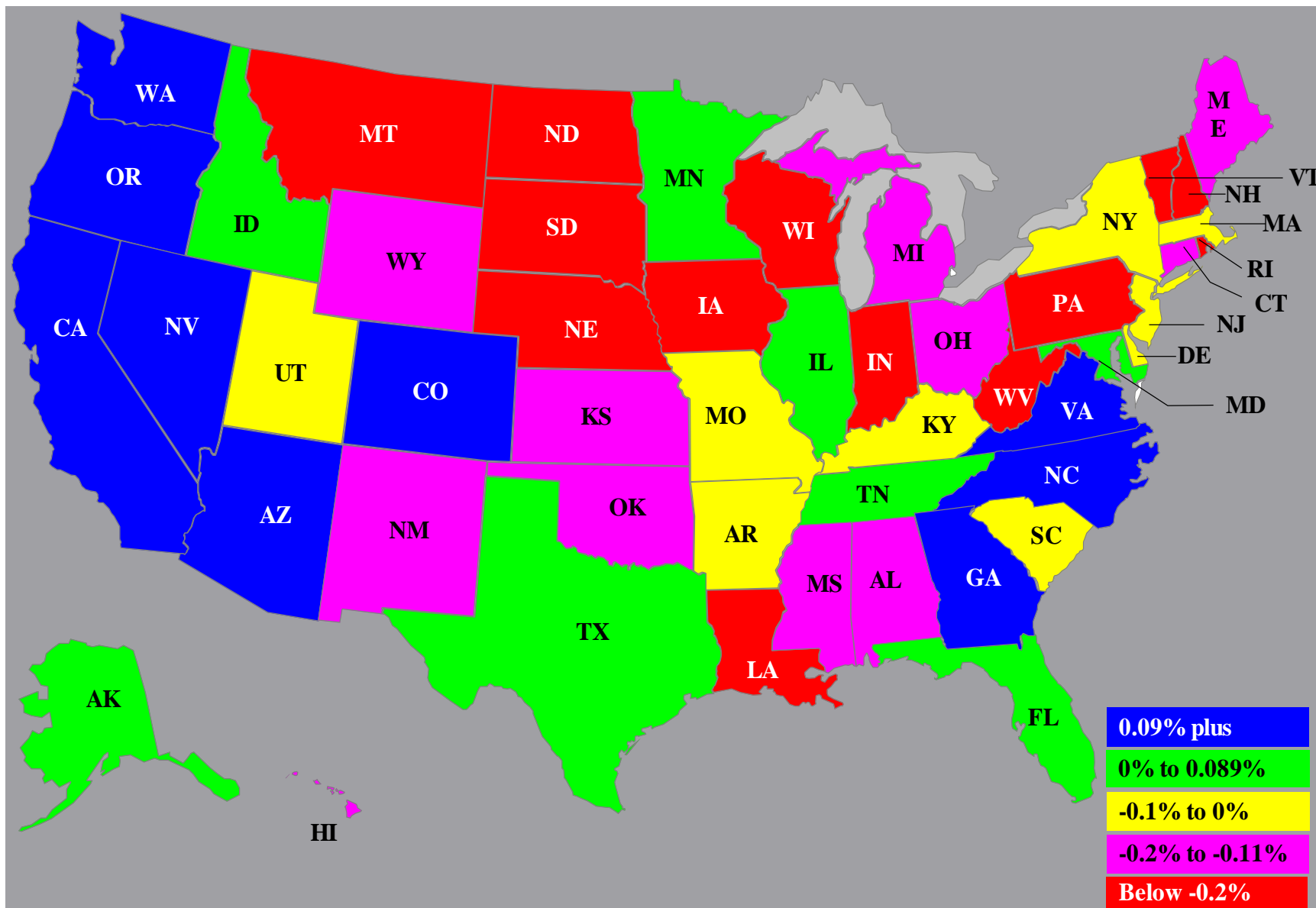




FINAL THOUGHTS

QUESTIONS

NET 1995-2000 INTERNAL MIGRATION OF PEOPLE WHO WERE 25-39, SINGLE &
COLLEGE EDUCATED
PERCENT OF 2000 POPULATION



Diffusion Index, 1/2006-6/2010

271 Industries over 1-month Span

