WHO KNEW FIRING PUBLIC WORKERS INCREASES UNEMPLOYMENT?



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BLS:

Total nonfarm payroll employment was essentially unchanged in June (+18,000). Following gains averaging 215,000 per month from February through April, employment has been essentially flat for the past 2 months. Employment in most major private-sector industries changed little in June, while government employment continued to trend down.

[snip]

Employment in government continued to trend down over the month (-39,000). Federal employment declined by 14,000 in June. Employment in both state government and local government continued to trend down over the month and has been falling since the second half of 2008.

Meanwhile, wages declined.

In June, average hourly earnings for all employees on private nonfarm payrolls decreased by 1 cent to \$22.99. Over the past 12 months, average hourly earnings have increased by 1.9 percent. In June, average hourly earnings of privatesector production and nonsupervisory employees declined by 1 cent to \$19.41.

And DC's solution is going to be to fight about

corporate jet tax breaks for another week while cutting more government jobs.