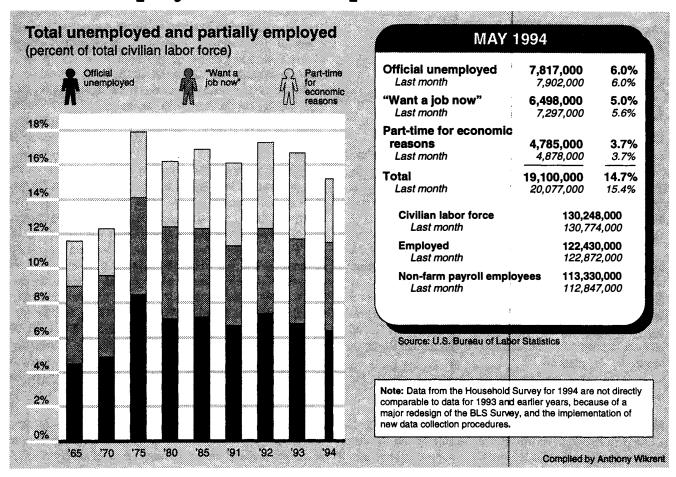
U.S. Unemployment Coverup



What the graph shows

The U.S. Labor Department's monthly unemployment rate (U-5b) is based on a statistical sampling of approximately 57,000 households. But in order for someone to be counted as unemployed, the respondent member of the household (often not the person who is out of work) must be able to state what specific effort that person made in the last four weeks to find a job. If no specific effort can be cited, the jobless person is classified as not in the labor force and is ignored in the official unemployment count. But over 6 million of these discarded people are also reported on the quarterly survey indicating that they "want a regular job now." These appear in the graph in dark gray shading. In addition, over 6 million more people are forced into part-time work for economic reasons, such as slack work or inability to find a full-time job. These people show up as employed in the official statistics, even if they worked only one hour during the survey week. These appear in the graph in lighter-gray shading.

Total unemployed and partially employed (1965-94)

(in thousands)

| Year | Civilian labor force (a) | Official unemployed | | "Want a job now" | | Part-time for economic reasons | | Total unemployed and underemployed | |
|-------|-----------------------------------|------------------------|------------|---------------------|------------|---|------------|---|----------------|
| | | (b) | % (b/a) | (c) | % (c/a) | (d) | % (d/a) | | % (b+c+d)/a |
| 1965 | 74,455 | 3,366 | 4.5% | na | | 1,928 | 2.6% | na¹ | |
| 1970 | 82,771 | 4,093 | 4.9% | 3,881 | 4.7% | 2,198 | 2.7% | 10,172 | 12.3% |
| 1975 | 93,775 | 7,929 | 8.5% | 5,271 | 5.6% | 3,541 | 3.8% | 16,741 | 17.9% |
| 1980 | 106,940 | 7,637 | 7.1% | 5,675 | 5.3% | 4,064 | 3.8% | 17,376 | 16.2% |
| 1985 | 115,461 | 8,312 | 7.2% | 5,933 | 5.1% | 5,334 | 4.6% | 19,579 | 17.0% |
| 1990 | 124,787 | 6,874 | 5.5% | 5,473 | 4.4% | 4,860 | 3.9% | 17,207 | 13.8% |
| 1991 | 125,303 | 8,426 | 6.7% | 5,736 | 4.6% | 6,046 | 4.8% | 20,208 | 16.1% |
| 1992 | 126,982 | 9,384 | 7.4% | 6,181 | 4.9% | 6,385 | 5.0% | 21,950 | 17.3% |
| 1993 | 128,040 | 8,734 | 6.8% | 6,319 | 4.9% | 6,348 | 5.0% | 21,401 | 16.7% |
| 19941 | 130,631 | 8,315 | 6.4% | 6,672 | 5.1% | 4,871 | 3.7% | 19,858 | 15.2% |
| 1 Cum | Ilativa avaran | Δ. | | | | | | | |

1. Cumulative average.

18 Economics EIR July 22, 1994