THE SUMMER SURGE

IT HAPPENS EVERY SUMMER: UNEMPLOYMENT AMONG RECENT COLLEGE GRADUATES RISES, PROMOTING A RASH OF NEWS ARTICLES ABOUT THE WOES OF NEW GRADUATES.

STUDENTS GRADUATE

NEWLY MINTED GRADUATES ENTER THE WORKFORCE AT THE BEGINNING OF THE SUMMER, THEY INCREASE THE LABOR SUPPLY BY ABOUT 17%

JOB SEARCH BEGINS

THE SURGE IN LABOR SUPPLY LEADS TO A SPIKE OF 0.8 TO 1.2 PERCENTAGE POINTS IN THE UNEMPLOYMENT RATE OF RECENT COLLEGE GRADS DURING SUMMER MONTHS

UNEMPLOYMENT PEAKS

ABSORBED INTO WORKFORCE

AFTER A FEW MONTHS, AS THE LABOR MARKET ABSORBS THESE NEW GRADUATES, UNEMPLOYMENT DECLINES AGAIN IN THE FALL