‘The alarm’s gone off’: The economy is showing one important sign of heading in recession

Published 2 days ago on July 3, 2019
By Travis Gettys
A leading indicator of an impending recession is sounding — loudly, according to analysts.

The U.S. Treasury yield curve, as of this week, has been inverted for a full quarter, which has flipped ahead of each of the last official recessions over the past 50 years, without a single false alarm, reported Slate.

A yield curve becomes inverted when the return on long-term U.S. government bonds dip below short-term bonds, which is seen as a sign the market expects weak or nonexistent growth in the next few years, and little inflation.

Yield curves don’t cause recessions, but their inversion can make business leaders reluctant to hire or invest because they’re worried about economic slowdown.

The last time an inverted yield curve didn’t signal a recession was a brief inversion in the 1960s, when growth dropped but did not fall all...
The yield curve started to invert this year in March, which prompted concerns, but it has now stayed upside-down for a full quarter — which has been the leading indicator of recession.

“The alarm’s gone off,” said Campbell Harvey, the Duke University finance professor who first noticed the relationship between yield curves and recessions.
Nativist rhetoric is nothing new — but ideas once considered fringe are now being absorbed into the mainstream.
In one of the less discussed but still enjoyable moments of the final season of *Game of Thrones*, Tormund Giantsbane, the leader of the free folk, and Edd Tollett, the lord commander of the Night’s Watch, bump into each other among the ruins of a castle destroyed by the notorious White Walkers. “Stay back, he’s got blue eyes!”, shouts Edd, suspecting that Tormund has been turned into a White Walker – zombies who are distinguishable by their trademark icy blue eyes. “I’ve always had blue eyes!”, Tormund shouts back angrily, before the two old friends greet each other.
It’s a question that’s reverberated through the ages – are humans, though imperfect, essentially kind, sensible, good-natured creatures? Or are we, deep down, wired to be bad, blinkered, idle, vain, vengeful and selfish? There are no easy answers, and there’s clearly a lot of variation between individuals, but here we shine some evidence-based light on the matter through 10 dispiriting findings that reveal the darker and less impressive aspects of human nature:

We view minorities and the vulnerable as less than human.

One striking example of this blatant dehumanisation came from a brain-
Two men were caught on video ranting at a group of black teenagers in Missouri who wanted to enjoy the neighborhood pool.

Cell phone video posted on Facebook shows the men accusing the teens of a recent string of vandalism and questioning whether they...
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Name

Philip J. Fry • 2 days ago

Can we call this recession the Trump slump? That has a nice ring to it.

Mr559rick • 2 days ago

29 • Reply • Share

https://www.rawstory.com/2019/07/the-alarms-gone-off-the-economy-is-showing-one-important-sign-of-heading-into-recession/
Philip J. Fry ➔ Mr559rick • 2 days ago
foxnews and trump will blame obama

AcupOfCoffee ➔ Philip J. Fry • 2 days ago
They'll also try and blame us for not being a supporter of that moron.

Peperazzi ➔ Mr559rick • 2 days ago
If only it would be a slump (a relatively short period of small contraction). It will probably be the £ Recession Ever In The History Of Mankind.

(and republicans will blame Obama, Hillary and Bill Clinton, Carter. The recession was probably in Hillary’s missing e-mails and the Strzok text messages. And Google executives planned it as stopping T* re-election). /s

shivabeach • 2 days ago
This is about to become Obama's economy

Captain Snowflake ➔ shivabeach • 2 days ago
LOOLOLOL - they're kind of stupid - wouldn't surprise me if some of them blamed Hillary too

leathersmith ➔ Captain Snowflake • 2 days ago • edited
that Uranium 1 deal always sounded fishy! Who just takes one uranium? usually its the v

Matheo in Geneva, SUI • 2 days ago
America has a $1.1 trillion dollar auto loan bubble, $1 trillion dollar credit card bubble, $6 trillion dollar housing loan bubble and another massive housing bubble.

The perfect storm is brewing where these bubbles converge in 2020 or before. Prepare accordingly...

leathersmith ➔ Matheo in Geneva, SUI • 2 days ago
I already am living in my refrigerator box

Bob L. ➔ leathersmith • 2 days ago
Better make room for family.

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Setward • 2 days ago
We've tried to tell people to not let the mutant orange in the White House. This is one of the reasons why going to fuck up the economy that took Obama two terms to get it functioning again after son Bush fuck not hard to see that pattern, man. If people had just payed attention, and vote.

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Matheo in Geneva, SUI • Setward • 2 days ago • edited
Republicans are gluttons for punishment...they NEVER learn....... GW wrecked the economy an years later, Republicans enthusiastically vote for ANOTHER Republican who will ruin the econo no wonder every Republican candidate relies on hate, racism and xenophobia....it's the ONLY t constituents respond to.....

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leathersmith • Matheo in Geneva, SUI • 2 days ago
for Republicans the economy is a plaything, each one has some scam or grift that they a itching to set loose upon the world stage

Ans laws are simply a challenge to be flaunted, and to be seen flaunting them.

Republicans think like small time hoods

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casbott • 2 days ago
This is going to seem cruel but I want it to hit sooner rather than later so Trump can own it. If it hits afte most likely dem president will be blamed for it by FOX and the rubes will buy that. And there's the schadenfreude of watching Trump and co try to squirm out of responsibility. "But what about the lives it will ruin?" I hear you ask. Jock, it's coming no matter what, and the latter it hit worse it will be because GOP policies.

They are just piling up a massive deficit.

And the GOP may avoid the political impact if Trump's gone when it hits.

Plus the Dems have a chance of setting the narrative that the GOP always ruins the economy and have in the public consciousness to use in 8 years.

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crc3 • casbott • 2 days ago
A recession is gonna happen eventually anyway. It would be much sweeter for it to happen while still in office. He would never be able to spin out of it trying to blame somebody else like Obama
Matheo in Geneva, SUI • casbott • 2 days ago
I think it's going to hit hard around this time next year..... and it's going to be really really bad..... prepare accordingly
3  •  Reply • Share

crc3 • Matheo in Geneva, SUI • 2 days ago
I think it will be a full blown DEPRESSION...
2  •  Reply • Share

Michael Clark • 2 days ago
Of course it's sinking.
Everything the fat orange touches turns to shit.
8  •  Reply • Share

sixstring • 2 days ago
"Oh boy!! Alarm bells are going off. Better cut taxes on corporations and the rich." said Repugs everywhere
7  •  Reply • Share

Tyler Arlt • 2 days ago
Yep! It's coming and a lot of people are going to suffer! Goddamn Republican pieces of shit are going to screw the economy!
7  •  Reply • Share

Iconoclast Six • Tyler Arlt • 2 days ago
The idea is to rob our savings and leave us totally dependent on our employers.
3  •  Reply • Share

Bob L. • Iconoclast Six • 2 days ago
There goes your 401k again!
•  Reply • Share

Bob L. • Tyler Arlt • 2 days ago
They've been doing this for the past 50+ years! They come into a thriving economy based on lies and then screw the SOB!
1  •  Reply • Share

Lightfoot77 • 2 days ago
Take away borrowed money and this economy hasn't grown a bit in two years. This economy has all the signs of a house of cards.
6  •  Reply • Share

Bob L. • Lightfoot77 • 2 days ago
Exactly what the giant tax cut for the ultra rich and businesses was designed to do.

https://www.rawstory.com/2019/07/the-alarms-gone-off-the-economy-is-showing-one-important-sign-of-heading-into-recession/
I hate to say it, but this is not just Trump’s doing and this is a catastrophe in the making for 40 years, even Reagan started his Reagonomics Voodoo.

The rich few have been amassing money, rotting away in banks accounts without moving around. This essentially the same as taking money out of the economy and causing a minor deflation - one of the reasons inflation has been so low for years.

The other part is that while wages have been stagnant for 40 years, a lot of the costs traditionally not counted in the inflation number (healthcare, education) have exploded. Housing for people entering the job market is not affordable at the starting salaries. People are not spending the money on discretionary expenditures - the driver for the US economic growth.

The average worker has been pushed to the point of financial ruin, and the only response Republicans have is cutting taxes for the people who really do not need to store more money. Relief for the average worker would result in more spending, reducing debt and crippling interest and more opportunities to get a better pay (workers can be trapped in their home because they cannot afford to move). Most of these taxes actually really grow the economy instead of just growing the stock market.

On the other hand, relief for the employers will be used to expand across the globe - growing wealth for themselves but not for their employees - and stock buybacks.

Look for the signs in foreclosures, credit card defaults, reduction in durable good sales (cars and appliances) and job losses in the retail industry. Look for more news items about 60% of families not being able to overcome a $1000 emergency without going further into debt, and rural hospitals going bankrupt because they can’t even afford to treat non-paying emergency room patients.
‘The alarm’s gone off’: The economy is showing one important sign of heading into recession – Raw Story

bingbingbong • 2 days ago
They want a depression fk the recession! They're coming for it all!

mongopat • 2 days ago
If we had a competent president, perhaps we could mitigate what's about to happen, Unfortunately, we're Presidunce and his RepubliKlan Party who "think" the answer to every economic question is moar tax cuts for the wealthy.

Matheo in Geneva, SUI • 2 days ago • edited

Canyon2 • 2 days ago
This is just another indicator that is proving that the economy is headed in the wrong direction. Shopko, Sears, are closing their stores in record numbers, the auto industry is suffering and closing plants like L Ohio, and dropping shifts like Chrysler in Belvidere, Illinois. The Market is going to break, it is just a man downward spiral effect and it will not be pretty.

defeatallrepubs • Canyon2 • 2 days ago
JC PENNEY is now going bankrupt

Mr. Bill • 2 days ago

https://www.rawstory.com/2019/07/the-alarms-gone-off-the-economy-is-showing-one-important-sign-of-heading-into-recession/
I can hear it now. America!!! The markets are dangerously close to collapse because patriotic Americans think the Democrats might win the election. These Patriotic investors stand with our Patriotic farmers, my military, and my bikers in asking you to keep America from failing because of the socialist-America-Democrats. Vote for Republicans and we'll continue to make America great. More importantly, send me re-election campaign and my second great inauguration-fund-for-American-Patriots.

AUh2o 🔄 Mr. Bill • a day ago

In other words, don't vote for republicans.......... Their policies always end up hurting the middle class.

Colette Scarpello • 2 days ago

Time for the rich to take more money from the rest of us.

Nux • 2 days ago • edited

In the 21st century Americans are addicted to everything will be okay; mostly because nothing in their life materially changed today. History, like life, often has a different plan.

Richard Stewart • 2 days ago

I am sad to say, but the only way Fascist Republicans will lose...is if the Stock Market takes a big dump help..

AUh2o • 2 days ago

I don't know how that could happen. He's made billions and should be regarded as a real businessman

Karl Hudnut 🔄 AUh2o • a day ago

I think you are using sarcasm. But just in case I want to point out, the evidence suggests he has billions than he made. In any case, he is certainly willing to go to any extent to hide his true financial record.

AUh2o 🔄 Karl Hudnut • a day ago

I am using the mentality of a typical trump voter.
My neighbor says it best "that he isn't a billionaire for nothing.
He's got to have something to get as far as he has".
All I say is that he is so full of BS that he's able to fool a lot of folks.

Bob L. • 2 days ago • edited

The real reason is because a republican is in the White House and another one controls the Senate.
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YesYesOhGawdYes — It sure is ironic hearing white people or anyone other than a Native Indian tell someone else to go back to where they came from …

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Matheo in Geneva, SUI — https://uploads.disq…EVERY speech, Trump sounds like a high sc… trying to bullshit …