EMPLOYMENT/UNEMPLOYMENT

Unemployment Types:

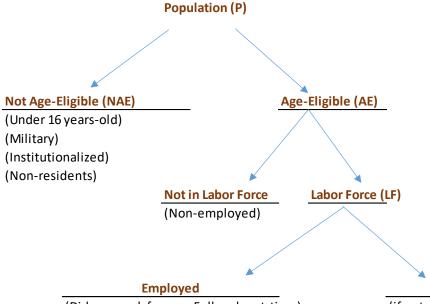
Structural unemployment: Unemployment caused by changes in the industrial makeup of the economy. This occurs when people lose jobs due to improvements in technology (market innovations) that replace the human element.

Frictional unemployment: Unemployment caused by delays in matching available jobs and workers which can result from information availability and government policies. The temporary transition time from leaving one job, and finding a new one.

Cyclical Unemployment: Caused by recessions, or economic downturns.

Natural unemployment Frictional + structural

Actual unemployment Natural + Cyclical



(Did any work for pay: Full and part-time) (Worked in own business with or without pay) (Worked in family business 15+ hours a week without pay) (Temporarily absent from a regular job)

(if not employed AND

1. Looked for work durig the previous four weeks OR

Unemployed

- 2. Waiting to start new job within next four weeks OR
- 3. Waiting for recall from a lay-off

Equations:

Population = Not Age- Eligible + Age Eligible

Population = Not Age-Eligible + (Not in Labor force + Labor Force)

Population = Not Age-Eligible + [Not in Labor Force + (Employed + unemployed)]

Labor Force = Employed + unemployed

Age Eligible = Not in Labor force + Labor Force

Labor Force

Participation = #in labor force Rate #of Age-Elibigle

Employment = #employed Rate # of Age-Elibigle

Unemployment

Rate (UR) = #unemployed #in LF