

## Unemployment!

- ⊙ Employed – people work as paid employees, own their own business, unpaid workers in a family business, people who had jobs but temporarily absent
  - Full-time and part-time workers
- ⊙ Unemployed – workers without jobs, were available for work and tried to find employment in the past 4 weeks
- ⊙ Not in labor force – do not fit in previous two categories, full-time student, homemaker, or retiree

### Labor Force

- ⊙ Labor force – Total number of workers; number of employed + unemployed workers

### Calculating the Unemployment Rate

Use the following formula to calculate the unemployment rate:

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| $\text{Unemployment rate} = \frac{\text{Number of people unemployed}}{\text{Labor force}} \times 100$ |
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### Types of Unemployment

|          |   |
|----------|---|
|          | always present in the economy, resulting from temporary transitions made by workers and employers; occurs when people take time to find a job |
| Seasonal |   |
|          |   |
|          |   |

### Measuring Unemployment

- ⊙ Number of unemployed people divided by the total labor force multiplied by 100
- ⊙ Unemployment rate – percentage of the nations' labor force that is unemployed
  - Unemployment rate is an indication of the health of a nation's economy

-Underemployment –

-Discouraged workers –