Chapter 9 – Unemployment and Inflation – Quick Quiz

TYPES OF UNEMPLOYMENT

1. When the U.S. economy has achieved full employment, the unemployment rate is between:
A. 5 and 6 percent.
B. 4 and 5 percent.
C. 3 and 4 percent.
D. 2 and 3 percent.

2. Which of the following constitute the types of unemployment occur at the natural rate of unemployment?
A. frictional and cyclical unemployment.
B. structural and frictional unemployment.
C. cyclical and structural unemployment.
D. frictional, structural, and cyclical unemployment.

3. Assume that Kyle is temporarily unemployed because he has voluntarily quit his job with company A and will begin a better job next week with company B. Kyle will be considered as:
A. cyclically unemployed.
B. frictionally unemployed.
C. secularly unemployed.
D. employed.

4. Susie has lost her job in a Vermont textile plant because of import competition. She intends to take a short course in electronics and move to Oregon where she anticipates that a new job will be available. We can say that Susie is faced with:
A. secular unemployment.
B. cyclical unemployment.
C. structural unemployment.
D. frictional unemployment.

5. The type of unemployment associated with recessions is called:
A. frictional unemployment.
B. structural unemployment.
C. cyclical unemployment.
D. seasonal unemployment.