

Name: _____ Date: _____

1. Employment is:
 - A) the total labor force.
 - B) the total population of working age.
 - C) the total number of people actively working.
 - D) the total number of people not unemployed.

2. The labor force is:
 - A) the total of people employed.
 - B) the total population.
 - C) the total of the population of working age.
 - D) the total of people employed and unemployed.

3. The unemployment rate is:
 - A) the percent of the labor force that is unemployed.
 - B) the number of people unemployed.
 - C) the ratio of the labor force to the number of people unemployed.
 - D) the average length of time someone is unemployed.

4. If a country has a working-age population of 200 million, 135 million people with jobs, and 15 million people unemployed and seeking employment, then its unemployment rate is:
 - A) 4%.
 - B) 7.5%.
 - C) 10%.
 - D) 67.5%.

5. If a country has a working-age population of 200 million, 135 million people with jobs, and 15 million people unemployed and seeking employment, then its labor force is:
 - A) 335 million.
 - B) 200 million.
 - C) 155 million.
 - D) 150 million.

6. The labor force is equal to the:
 - A) sum of employment and unemployment.
 - B) population minus the number of employed.
 - C) sum of the employed and the underemployed.
 - D) number of people working in the economy.

7. You are a college student and not working or looking for work. You are:
- A) unemployed.
 - B) in the labor force but not employed.
 - C) not part of the labor force.
 - D) not described by any of the above.
8. A person who has no job but is looking for one is:
- A) unemployed.
 - B) a discouraged worker.
 - C) part of the labor force.
 - D) unemployed and part of the labor force.
9. Suppose there are 70 million people in the labor force, of whom 60 million are employed. The unemployment rate is:
- A) 7%.
 - B) 10%.
 - C) 14.28%.
 - D) impossible to calculate.
10. Which one of the following calculations is correct?
- A) $\text{Unemployment rate} = \text{unemployed} / \text{employed} \times 100$.
 - B) $\text{Unemployment rate} = \text{unemployed} / \text{population} \times 100$.
 - C) $\text{Unemployment rate} = \text{employed} / \text{labor force} \times 100$.
 - D) $\text{Unemployment rate} = \text{unemployed} / \text{labor force} \times 100$.
11. In 2011, 10 million people did not have a job but were actively looking for employment and 85 million people had either a full-time or a part-time job. Based on this information, the unemployment rate in 2011 was:
- A) 10%.
 - B) 9.5%.
 - C) 10.5%.
 - D) 8.5%.
12. The country of Livonia has an adult population of 100 million; 60% of Livonia's population is employed, but 10% of the people are unemployed. The labor force participation rate in Livonia is:
- A) 70%.
 - B) 60%.
 - C) 7%.
 - D) 10%.

13. If the labor force totals 100 million workers and 90 million are actively working, then the unemployment rate is:
- A) 1%.
 - B) 5%.
 - C) 10%.
 - D) 90%.

Use the following to answer questions 14-15:

Table: Labor Force Distribution

Employed adults	200 million
Labor force	208 million
Unemployed adults	8 million
Adults not in labor force	30 million
Non-adults (under 16) population	40 million

14. (Table: Labor Force Distribution) Based on the accompanying table, the unemployment rate is:
- A) 3.85%.
 - B) 10%.
 - C) 4.55%.
 - D) 6.75%.
15. (Table: Labor Force Distribution) Based on the accompanying table, the total population is:
- A) 486 million.
 - B) 253 million.
 - C) 278 million.
 - D) 283 million.

