

Unemployment

Economics

The types, and why each needs a different remedy.

Type and remedy.

Type	Cause	Remedy
Frictional	Between jobs, searching	Better matching, information
Structural	Skills or location mismatch	Training, mobility support
Cyclical	Weak aggregate demand	Demand stimulus
Seasonal	Predictable annual pattern	Income smoothing

Stimulating demand cannot fix structural unemployment. Attempting it produces inflation without lasting employment gains.