Inefficiency of the US Economy

Pascal Michaillat https://pascalmichaillat.org/c2/

US labor manket

25% Unemployment 20% Share of labor force 12% 10% Bubble Volde Inefficiently tight 5% 0% Ś 1930 1945 2005 2022 1960 1975 1990 u/v: NBER hiotay CPS \mathcal{U} : W: CBS V. Conference Board JOUS ~ 1950 ~1000 US economy i's generaley too slach \bigcirc (in general, Fed could stimulate economy more) Fed voo right 2 US economy is pometimes too tight (none) -> usually during wars WW2 o knea · Victuam .+ Covid

Laber-market tightness in US.

