Questions you should be able to answer after doing the reading and attending class

1. What is an internal labor market?
2. How is pay determined in the internal labor market?
3. How does the internal labor market determine movement from job to job?
4. What market problems is the internal labor market thought to efficiently solve?
5. What role does training play in the creation and perpetuation of internal labor markets?
6. Under what conditions do internal labor markets arise?
7. What forces create internal labor markets that are not taken into account by traditional economic theory?
8. What are the key differences in how decisions are made in the internal labor market versus in the market described by the neoclassical model?