

Name: _____ Date: _____ Period: _____

Complete the questions below using the information from this Web site:

http://www.socialstudieshelp.com/Eco_Inflation.htm

1. What is inflation?

2. To measure the price level, economists select a variety of goods and construct a price index such as the _____ (CPI).

3. Describe two reasons for the causes of inflation.
 - 1.

 - 2.

4. What types of people are most negatively affected by inflation and the depreciation of the dollar?

5. _____ are generally hurt more than _____ during long inflationary periods which mean that loans made earlier are repaid later in inflated dollars.