## **ABSTRACT**

Unemployment is an important issue in economic development in the city of Tegal and some economic indicators that can influence the amount of which the unemployment rate is the rate of inflation, the amount of the prevailing wage rate, the rate of population growth, economic growth and employment opportunities levels. The increasing number of people sparked the increasing number of labor force, but it is not matched by an adequate number employment opportunities that impact on increasing the number of unemployed. Can be seen that in Tegal in unemployment is high in Central Java during the first last decade with an average unemployment rate of 11.12 percent per year.

The purpose of this study was to analyze the influence of wages, inflation, GDP, Dependency Ratio, and Employment Opportunities on the unemployment rate in the city of Tegaland analyze the factors that most strongly influence the level of unemployment in the city of Tegal. The data used are time series of quantitative secondary data obtained from the BPS. Regression model used is the method of multiple linear regression analysis (OrdinaryLeast Squares).

The results of regression analysis showed that overall the independent variables (wages, inflation, GDP, Dependency Ratio Population and Employment Opportunities) together have an influence on the level of unemployment that occurred in the city of Tegal.  $R^2$  value for 0.745 amounting to 74.5 percent, which means an explanation of the dependent variable. While the remaining 26.5 percent is explained by variables other than the model used.

Keywords: Unemployment, Inflation, Wages, GDP, Dependency Ratio, Employment Opportunities