

Economics Study Guide – Final Exam

Directions – Answer the questions to the best of your ability.

1. The resources used to make all goods and services are the
2. What kind of system is the United States economy based on
3. Human capital includes
4. When prices rise, which of the following happens to your purchasing power if your income does not go up
5. What is one kind of monopoly that the U.S. government generally permits
6. What incentive motivates a manufacturer to sell a product
7. In what kind of an economy does the government make all the decisions
8. Demand for movie rentals is **highly elastic**. A video store that raises the price of a rental will
9. To stabilize the economy, policymakers try to achieve three main outcomes: high employment, steady growth, and
10. What is the term for the total value of all goods and services produced in a particular economy
11. When a consumer is able and willing to buy a good or service, he or she creates which of the following
12. What are organizations that are in the business of **benefiting society** and do not make a profit
13. If you are the only owner of a family business you are a
14. Your uncle owns a convenience store that has branches nationwide. His store is an example of a
15. What job would a blue-collar worker have
16. What is a mortgage used to purchase
17. What is collective bargaining
18. The equilibrium wage for doctors is high because the
19. What happens when you make a purchase using a credit card
20. What is something that serves as money but has alternative uses called
21. An example of ownership in a company is

22. A bear market is
23. What does it mean when a person is underemployed
24. Which is discretionary spending
25. A progressive tax..
26. The two tools of Fiscal Policy are
27. The Federal deficit is...
28. Local government revenues mostly come from
29. The difference between Classical and Keynesian economics is

Terms

30. tax base
31. tariff
32. Medicare
33. discretionary spending
34. balanced budget
35. Federal Reserve System
36. fiat money
37. default
38. interest
39. principal
40. right-to-work law
41. glass ceiling
42. productivity
43. labor union
44. semiskilled labor