Chapter 23 Study Guide

What are private goods?

What is the exclusion principle?

What are public goods?

Why does the government provide them?

What are externalities?

What is the difference between a positive and negative externality?

What is a disadvantage of a monopoly?

How does the government try to encourage economic competition?

What is a natural monopoly?

What types of businesses are natural monopolies?

What group regulates food and product labels?

What group monitors product safety?

What is the GDP?

What does the GDP measure?

What is the business cycle?

Does the economy grow steadily?

What is an economic expansion?

What is a recession?

Which one lasts longer?

How does the government measure unemployment?

What is the civilian labor force?

What is fiscal policy?

What is inflation?

What happens when there is too much inflation?

What is the consumer price index?

What influences the price of stocks?

What are dividends?

What are capital gains?

Where are stocks traded?

What is a bull market?

What is a bear market?

What are three factors that can influence income?

How has the government tried to make sure all minority groups and women are treated fairly in the workplace?

What are the most effective programs that help those that live in poverty?

Know four programs that help those living in poverty.

What are workfare programs?

What are progressive tax policies? How do they help people with less income?

Short Answer Questions

What is the difference between a public good and a private good?

What is one reason that fiscal policies may not work?

What is one example of a positive externality; explain what makes it a positive externality?

How do tax policies help people in need?

What does the Federal Trade Commission do?

What is one way that a person can measure the economy?

What types of services are often natural monopolies?

List two factors that influence income.

Describe two government programs that help those living in poverty. Explain what each program does and what each program is designed to do.

**Define FIVE (5) the following ON THEBACK OF THE TEST**

Exclusion principle

Monopoly

Recession

Economic expansion

Dividends

Capital gains

Bull Market

Bear market

Temporary Assistance to Needy Families

Workfare

Fiscal Policy

Civilian Labor FoCE