

Name: _____

Date: _____

Period: _____

Competency Goal #8

Study Questions

1. What are the four types of economic systems?
2. What decisions must be made by each economic system?
3. Explain traditional economies.
4. Explain command economies
5. Explain mixed economies
6. What is a free enterprise system
7. Why are private property rights important in a free enterprise system? What can this ownership do
8. What are some of the roles of government in a free enterprise system?
9. What is a patent? Give an example
10. What is a copyright? Give an example
11. What are the advantages of a free enterprise system
12. What are the disadvantages of a free enterprise system?
13. What does a circular flow diagram show?
14. Explain household, business and government
15. How do households, businesses and government come together in the circular flow model?
16. What is economic interdependence?
17. What is supply?
18. Explain the law of supply
19. Use a supply schedule and supply curve to represent the law of supply
20. Explain the purpose of the supply schedule and supply curve.
21. What is demand?
22. Explain the law of demand.
23. Explain the purpose of the demand schedule and demand curve.

24. Explain the law of supply and demand.
25. What is the equilibrium or market price
26. Explain personal and disposable income.
27. Why is competition an important aspect of supply and demand
28. Explain complementary and substitute goods.
29. How are prices affected by consumer tastes?
30. Describe shortages and the effects of a shortage.
31. Describe surpluses and the effects of a surplus.
32. Explain the government's wage and price controls
33. What is inflation?
34. How can interest rates affect pricing?
35. Describe perfect competition
36. What are monopolies?
37. What are oligopolies?
38. What are conglomerates?
39. What is a sole proprietorship?
40. Give the advantages and disadvantages in a sole proprietorship
41. What is a partnership?
42. Give the advantages and disadvantages in a partnership
43. What is a corporation?
44. Give the advantages and disadvantages in a corporation/
45. What is a cooperative?
46. What is a franchise?
47. Give the advantages and disadvantages in a franchise.
48. What is collective bargaining?
49. What is a court injunction?

50. What was the Social Security Act?
51. What was the Taft-Hartley Act?
52. Explain mediation and arbitration.
53. Explain strikes and lockouts.
54. Explain bartering
55. Define Currency
56. Explain purchasing items with credit cards.
57. Explain each of the following financial institutions
 - a. Commercial banks
 - b. Savings and loan associations
 - c. Credit unions
58. Explain the ways individuals can invest their money
59. What does the FED do?
60. How are deposits protected?
61. Explain the reserve ratio
62. How many districts is the Federal Reserve divided into?
63. How is the Board of Governors of the Fed chosen? What is the term?
64. Federal Deposit Insurance Corporations insure accounts up to what value?