Government and the Economy Chapter 23

1. Explain and give an example of private goods.
2. Explain and give an example of public goods.

3. Answer questions on p. 632

4. What is a positive externality?

5. What is a negative externality?

6. Name two examples of positive and negative externalities.

7. What is a monopoly? Describe what a natural monopoly is and why they are beneficial.

8. What did the Sherman and Clayton Act do and why?

9. Why did the government deny the merger of OfficeMax and Staples?

10. Pick two of the government agencies that regulate the market from page 635 and describe their role in the market.

11. Answer questions about business cycle on page 638.

12. What does the real GDP show?

13. What is a normal characteristic of expansions?

14. What is a normal characteristic of recessions?

15. What do continuous recessions turn into to?

16. Answer questions on chart on page 640-641.

17. What does a high unemployment rate signify?

18. Why is fiscal policy an important economic tool?

19. How does inflation hurt the economy?

20. Why do people on fixed incomes have problems during times of inflation?

21. How do GDP and real GDP differ?

22. Answer question number 7 on page 644.

23. List and describe the THREE influences on income.

24. How does the government encourage people to obtain and education?

25. Identify and explain FOUR government programs that are meant to ease the problem of poverty.

26. What does the Americans with Disabilities Act provide?