



Economics Unit Study Questions

1. What are the three types of business organizations?
2. Which type of business organization has only one owner?
3. What type of business organization limits liability to the money invested?
4. What type of business organization is treated like a legal person no matter how many owners there are?
5. In which type of business organization do the owners share all the risk and all of the profits?
6. What type of government has private ownership of property and resources?
7. What is the most common type of economic system?
8. The government is the most important economic decision maker in what type of economy?
9. Which type of economy is based on consumer sovereignty?
10. What determines the type of economy a country has?
11. What is the term for the amount of a product consumers are willing to buy?
12. What is the term for the amount of goods a producer will provide at a given price?
13. What does the law of demand dictate?
14. How is price determined in the market place?
15. What are the types of resources that business use?
16. Why do businesses buy resources from households?
17. What does the government provide with the taxes it receives?
18. The circular flow is made up of a continuous interaction of what three groups?
19. What do the savings and investments made by individuals provide?
20. Name three government agencies and what each regulates.
21. How does the U.S. government ensure fair competition?
22. In the U.S., the government is a decision maker for which sector of the economy?
23. Define the following: scarcity, price, incentives, entrepreneur, factors of production

