

Time left 1:27:29

Question 11

Not yet answered

Marked out of 1.00

The second of the three ranges of production is characterized by _____ marginal returns.

Select one:

- ☐ a. increasing
- ☐ b. constant
- ☐ c. diminishing
- ☐ d. negative

Question 12

Not yet answered

Marked out of 1.00

Which of the following reduces the duration of frictional unemployment?

Select one:

- ☐ a. retraining unemployed workers to equip them with new skills
- ☐ b. subsidizing firms that are willing to train new entrants in the labor market
- ☐ c. establishing employment agencies which give out information about job vacancies
- ☐ d. establishing labor unions which will protect workers from being laid off.

Question 13

Not yet answered

Marked out of 1.00

Which of the following is the best measure for comparing the standard of living across countries?

Select one:

- ☐ a. productivity
- ☐ b. gross national product
- ☐ c. real gross national product
- ☐ d. real gross national product per person

Question 14

Not yet answered

Marked out of 1.00

The short run is a period that is:

Select one:

- ☐ a. less than one week.
- ☐ b. less than one month.
- ☐ c. long enough in which to vary output but not plant capacity.
- ☐ d. long enough in which to make all economic adjustments.

Question 15

Not yet answered

Marked out of 1.00

For a factor of production to be called capital it must:

Select one:

- ☐ a. Contribute to the production process by enhancing productivity.
- ☐ b. Occur in the natural environment.
- ☐ c. Be a part of human skill.
- ☐ d. Be a result of a stock issue.

Question 16

Not yet answered

Marked out of 1.00

Which of the following will not lead to economic growth?

Select one:

- ☐ a. increased immigration
- ☐ b. restrictions on international trade
- ☐ c. introduction of faster computers
- ☐ d. opening all federal lands to mining

Question 17

Not yet answered

Marked out of 1.00

The economic way of thinking includes:

Select one:

- ☐ a. attention paid to the opportunity costs involved in any choice.
- ☐ b. the assumption that individuals choose to average out some objective.
- ☐ c. concern with the biological make up of decision makers.
- ☐ d. emphasis on how choices affect total values rather than marginal values.

Question 18

Not yet answered

Marked out of 1.00

Which of the following statements is true of the economy in the long run? In the long run,

- I. real GDP eventually moves to potential because all wages and prices are assumed to be flexible.
- II. the economy can achieve its natural level of employment and potential output at any price level.
- III. there is no cyclical unemployment.

Select one:

- ☐ a. I only
- ☐ b. I and II only
- ☐ c. I and III only
- ☐ d. I, II, and III

Question 19

Not yet answered

Marked out of 1.00

Which of the following is true regarding a budget constraint?

Select one:

- ☐ a. The budget constraint indicates that consumers desire more income.
- ☐ b. The budget constraint indicates that there are limits on the consumption possibilities for a consumer.
- ☐ c. The budget constraint is based on some, but not all of the prices for goods that consumers may want to buy.
- ☐ d. All of the above statements describe the budget constraint.

Question 20

Not yet answered

Marked out of 1.00

When the Federal Reserve conducts open market transactions, it:

Select one:

- ☐ a. buys or sells corporate bonds in the bond market.
- ☐ b. issues government bonds to raise funds for the government.
- ☐ c. makes credit available to financial institutions in crises.
- ☐ d. buys or sells previously issued government bonds.