1.(t/f) According to Gangs, the assumption concerning corporations in early America was that they were inherently dangerous because of their capacity to accumulate power.

2.(m/c) According to Gangs, the people in early America believed that corporations were necessary to:

a. create jobs b. provide goods and services to consumers c. serve the public good

d. a and b e. all of above

3.(m/c) According to Gangs, the \_\_\_\_\_\_(s) was (were) given the power to regulate corporations through charters.

a. Federal government b. the States

4.(m/c) According to Gangs, all of the following were pre-Civil War controls that charters usually imposed on corporations EXCEPT:

a. charters limited the life span of corporations to 20-30 years.

b. charters limited the size of corporations c. charters imposed limited liability on corporate shareholders

d. charters limited profit e. none are exceptions

5.(m/c) According to Gangs, the judicial phase of corporate empowerment gave corporations all of the following rights EXCEPT:

a. Fifth Amendment: compensation for government takings. b. Sixth Amendment: jury trial in criminal cases

c. Fifth Amendment: due process d. Fourth Amendment: freedom from unreasonable search and seizure

e. none are exceptions

6..(t/f) According to Aftershock, the “basic bargain” of consumer capitalism is that workers are also consumers and their earnings are continually recycled to buy consumer goods and services. Therefore workers need a proportionate gain in income growth to keep the economy going.

7.(m/c) According to Aftershock, there are strong parallels between the Great Depression and the Great Recession. Which of the following are examples?

a. There were booms in the financial sectors based on speculative bubbles.

b. Middle class wages were stagnant and the middle class was forced to go into debt.

c. Consumer demand increased d. a and b e. all of above

8.(m/c) According to Aftershock, all of the following made the middle class more secure after the Great Depression EXCEPT:

a. unemployment insurance b. social security c. disability insurance

d. forty hour work week e. none are exceptions

9.(m/c) According to Aftershock, the “multiplier effect” means that money spent has which of the following positive outcomes for the economy and workers?

a. creates jobs b. creates a larger tax base c. provides revenue for scientific research and development

d. a and b e. all of above

10.(m/c) According to Aftershock, the rescue plan proposed and enacted by the Bush and Obama administrations to solve the crisis of the Great Recession was designed to save the \_\_\_\_\_\_\_\_\_

a. real economy, aka Main Street b. financial economy, aka Wall Street