

Quiz: **On Behalf of the People**

**Question 1a of 10** ( 1 economic policy 244326 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: Which of the following is *not* a goal of federal economic policy?

Choice	Feedback
1. Full employment	
2. Growth	
3. Keynesian economics	Correct!
4. High savings rate	
5. All of the above	

**Global Incorrect Feedback**  
The correct answer is: Keynesian economics. Keynesian economics is a tool used to achieve economic policy goals.

**Question 1b of 10** ( 1 economic policy 244327 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: Which of the following is *not* a goal of federal economic policy?

Choice	Feedback
1. Smoothing out the business cycle	
2. Growth	
3. Low inflation	
4. High savings rate	
5. All of the above are goals of federal economic policy	Correct!

**Global Incorrect Feedback**  
The correct answer is: All of the above are goals of federal economic policy.

**Question 1c of 10** ( 1 economic policy 244328 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: Which of the following is *not* a goal of federal economic policy?

Choice	Feedback
1. Full employment	
2. The Federal Reserve	Correct!
3. Low inflation	
4. High savings rate	
5. All of the above	

**Global Incorrect Feedback**  
The correct answer is: The Federal Reserve. The Federal Reserve is a government organization that makes and carries out economic policy.

**Question 2a of 10** ( 1 economic policy 244330 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: What economic policy uses government spending to manage the business cycle?

Choice	Feedback
1. Monetary policy	
2. Fiscal policy	Correct!
3. Interest policy	
4. Expenditures	

**Global Incorrect Feedback**  
The correct answer is: Fiscal policy.

**Question 2b of 10** ( 1 economic policy 244331 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: Which economic policy that manages the business cycle by changing government spending is called \_\_\_\_\_.

Choice	Feedback
1. the national bank	
2. monetary policy	
3. fiscal policy	Correct!
4. spending policy	
5. fiscal policy	Correct!

**Global Incorrect Feedback**  
The correct answer is: fiscal policy.

**Question 2c of 10** ( 1 economic policy 244332 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: \_\_\_\_\_ is the use of government spending as a form of economic policy, specially when managing the business cycle.

Choice	Feedback
1. Fiscal policy	Correct!
2. Expenditures	
3. The national debt	
4. Monetary policy	

**Global Incorrect Feedback**  
The correct answer is: Fiscal policy.

**Question 3a of 10** ( 2 economic policy 244334 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: What is the business cycle?

Choice	Feedback
1. A recurring cycle of booms and busts, recoveries and recessions	Correct!
2. The preferred mode of transport for ecologically aware business owners	
3. A system of managing the economy by increasing or decreasing the supply of money	
4. A system of managing the economy by increasing or decreasing federal expenditures	

**Global Incorrect Feedback**  
The correct answer is: A recurring cycle of booms and busts, recoveries and recessions.

**Question 3b of 10** ( 2 economic policy 244335 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: \_\_\_\_\_ define the business cycle.

Choice	Feedback
1. The preferred mode of transport for ecologically aware business owners	
2. A system of managing the economy by increasing or decreasing the supply of money	
3. A recurring cycle of booms and busts, recoveries and recessions	Correct!
4. A system of managing the economy by increasing or decreasing federal expenditures	

**Global Incorrect Feedback**  
The correct answer is: A recurring cycle of booms and busts, recoveries and recessions.

**Question 3c of 10** ( 2 economic policy 244336 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: Which of these phrases best describes the business cycle?

Choice	Feedback
1. A system of managing the economy by increasing or decreasing the supply of money	
2. A system of managing the economy by increasing or decreasing federal expenditures	
3. The process of creating policy for businesses, beginning with agenda setting and ending with evaluating the policy's effect on the business's bottom line	
4. A recurring cycle of booms and busts, recoveries and recessions	Correct!

**Global Incorrect Feedback**  
The correct answer is: A recurring cycle of booms and busts, recoveries and recessions.

**Question 4a of 10** ( 3 economic policy 244339 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: How might the Federal Reserve respond to a slowdown in the economy or recession?

Choice	Feedback
1. By buying bonds in the open market	Correct!
2. By increasing the discount rate	
3. By selling bonds in the open market	
4. By increasing the reserve requirement	

**Global Incorrect Feedback**  
The correct answer is: By buying bonds in the open market. Buying bonds increases the supply of money in the economy, which leads to growth. Selling bonds, increasing the discount rate, and increasing the reserve requirement all decrease the money supply, raise interest rates, and slow the growth of the economy.

**Question 4b of 10** ( 3 economic policy 244340 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: How might the Federal Reserve respond to an overheated economy or boom?

Choice	Feedback
1. By decreasing the discount rate	
2. By selling bonds in the open market	Correct!
3. By buying bonds in the open market	
4. By decreasing the reserve requirement	

**Global Incorrect Feedback**  
The correct answer is: By selling bonds in the open market. This will remove money from circulation, which will slow the economy. Buying bonds, decreasing the discount rate, or decreasing the reserve requirement will all add money to the economy, lower interest rates, and lead to further, more inflation.

**Question 4c of 10** ( 3 economic policy 244341 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: What is the primary tool used by the Federal Reserve when it responds to economic booms and recessions?

Choice	Feedback
1. The changing of the discount rate it charges when it lends money to banks	
2. The buying and selling of bonds in open market operations	Correct!
3. The printing of money or destroying of money previously printed	
4. The changing of the reserve requirements controlling how many assets banks have to keep on hand	

**Global Incorrect Feedback**  
The correct answer is: The buying and selling of bonds in open market operations. Changing the discount rate is a major step that is taken only once every few years. Changing the reserve requirements puts serious strains on the banking system and is almost never done. The Department of the Treasury is in charge of printing and destroying money.

**Question 5a of 10** ( 1 social policy 244344 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: What is the general name for policies that affect the welfare, or well-being, of people?

Choice	Feedback
1. Health policies	
2. Welfare policies	
3. Governmental policies	
4. Social policies	Correct!

**Global Incorrect Feedback**  
The correct answer is: Social policies.

**Question 5b of 10** ( 1 social policy 244345 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: Which policies that affect the national welfare of the people are called \_\_\_\_\_ policies?

Choice	Feedback
1. welfare	
2. social	Correct!
3. New Deal	
4. well-being	

**Global Incorrect Feedback**  
The correct answer is: social.

**Question 5c of 10** ( 1 social policy 244346 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: \_\_\_\_\_ policies are governmental policies that are aimed at the welfare, or well-being, of the people.

Choice	Feedback
1. Welfare	
2. Federal	
3. Progressive	
4. Social	Correct!

**Global Incorrect Feedback**  
The correct answer is: Social.

**Question 6a of 10** ( 1 social policy 244348 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: What was the New Deal?

Choice	Feedback
1. A collection of social programs put together under President Franklin Roosevelt in the 1930s to lessen human misery while ending the economic downturn called the Great Depression	Correct!
2. A federal department created in the 1950s to enhance the health and well-being of Americans by providing for effective health and human services	
3. A collection of programs created in 1935, particularly Old-Age, Survivors, Disability, and Hospital Insurance (OASDHI), partially financed by mandatory payroll taxes and provided for older and disabled Americans	

**Global Incorrect Feedback**  
The correct answer is: A collection of social programs put together under President Franklin Roosevelt in the 1930s to lessen human misery while ending the economic downturn called the Great Depression.

**Question 6b of 10** ( 1 social policy 244349 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: What was the Great Society?

Choice	Feedback
1. A federal department created in the 1950s to enhance the health and well-being of Americans by providing for effective health and human services	
2. A collection of programs created in 1935, particularly Old-Age, Survivors, Disability, and Hospital Insurance (OASDHI), partially financed by mandatory payroll taxes and provided for older and disabled Americans	
3. A collection of social programs put together under President Lyndon Johnson in the 1960s to improve life for needy Americans	Correct!
4. A collection of social programs put together under President Franklin Roosevelt in the 1930s to lessen human misery while ending the economic downturn called the Great Depression	

**Global Incorrect Feedback**  
The correct answer is: A collection of social programs put together under President Lyndon Johnson in the 1960s to improve life for needy Americans.

**Question 6c of 10** ( 1 social policy 244350 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: What is Social Security?

Choice	Feedback
1. A collection of social programs put together under President Franklin Roosevelt in the 1930s to lessen human misery while ending the economic downturn called the Great Depression	
2. A collection of programs created in 1935, particularly Old-Age, Survivors, Disability, and Hospital Insurance (OASDHI), partially financed by mandatory payroll taxes and provided for older and disabled Americans	Correct!
3. A collection of social programs put together under President Lyndon Johnson in the 1960s to improve life for needy Americans	
4. A federal department created in the 1950s to enhance the health and well-being of Americans by providing for effective health and human services	

**Global Incorrect Feedback**  
The correct answer is: A collection of programs created in 1935, particularly Old-Age, Survivors, Disability, and Hospital Insurance (OASDHI), partially financed by mandatory payroll taxes and provided for older and disabled Americans.

**Question 7a of 10** ( 2 social policy 244353 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: Which of the following items is *not* a major component of Social Security?

Choice	Feedback
1. Old-Age, Survivors, Disability, and Hospital Insurance (OASDHI)	
2. Grants to States for Medical Assistance Programs (Medicaid)	
3. Federal Deposit Insurance Corporation (FDIC)	Correct!
4. State Children's Health Insurance Program (CHIP)	

**Global Incorrect Feedback**  
The correct answer is: Federal Deposit Insurance Corporation (FDIC).

**Question 7b of 10** ( 2 social policy 244354 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: Which of the following items is *not* a major component of Social Security?

Choice	Feedback
1. Old-Age, Survivors, Disability, and Hospital Insurance (OASDHI)	
2. Civilian Conservation Corps (CCC)	Correct!
3. Temporary Assistance for Needy Families (TANF)	
4. Health Insurance for the Aged and Disabled (Medicare)	

**Global Incorrect Feedback**  
The correct answer is: Civilian Conservation Corps (CCC).

**Question 7c of 10** ( 2 social policy 244355 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: Which of the following items is *not* a major component of Social Security?

Choice	Feedback
1. Federal Emergency Relief Administration (FERA)	Correct!
2. Old-Age, Survivors, Disability, and Hospital Insurance (OASDHI)	
3. Unemployment Insurance	
4. Grants to States for Medical Assistance Programs (Medicaid)	

**Global Incorrect Feedback**  
The correct answer is: Federal Emergency Relief Administration (FERA).

**Question 8a of 10** ( 1 foreign policy 244357 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: What foreign policy tool focuses on communicating with other nation states?

Choice	Feedback
1. Alliances	
2. Diplomacy	Correct!
3. Federal aid	
4. War	

**Global Incorrect Feedback**  
The correct answer is: Diplomacy.

**Question 8b of 10** ( 1 foreign policy 244358 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: What foreign policy tool generates goodwill for the United States through gifts of money or other assistance?

Choice	Feedback
1. Foreign aid	Correct!
2. War	
3. Diplomacy	
4. Alliances	

**Global Incorrect Feedback**  
The correct answer is: Foreign aid.

**Question 8c of 10** ( 1 foreign policy 244359 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: What foreign policy tool provides the nation with partners it can rely on in times of crisis?

Choice	Feedback
1. Diplomacy	
2. War	
3. Alliances	Correct!
4. Foreign aid	

**Global Incorrect Feedback**  
The correct answer is: Alliances.

**Question 9a of 10** ( 2 foreign policy 244363 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: In foreign policy, what is meant by the word "prevention"?

Choice	Feedback
1. The use of force to prevent an attack in a situation where immediate action is the only possible option	
2. The technique of undermining another nation's actions by declaring your own policy before they have a chance, as President Monroe did with the Monroe Doctrine	
3. An attack made on another nation because it might attack you in the future	Correct!
4. The policy of preventing war through a strong system of international alliances	

**Global Incorrect Feedback**  
The correct answer is: An attack made on another nation because it might attack you in the future.

**Question 9b of 10** ( 2 foreign policy 244362 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: In foreign policy, what is meant by the word "preemption"?

Choice	Feedback
1. An attack made on another nation because it might attack you in the future	
2. The policy of preventing war through a strong system of international alliances	
3. The technique of undermining another nation's actions by declaring your own policy before they have a chance, as President Monroe did with the Monroe Doctrine	
4. The use of force to prevent an attack in a situation where immediate action is the only possible option	Correct!

**Global Incorrect Feedback**  
The correct answer is: The use of force to prevent an attack in a situation where immediate action is the only possible option.

**Question 9c of 10** ( 2 foreign policy 244363 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: In foreign policy, what is a *pre*ventive war?

Choice	Feedback
1. The use of force to prevent an attack in a situation where immediate action is the only possible option	
2. An attack made on another nation because it might attack you in the future	Correct!
3. The technique of undermining another nation's actions by declaring your own policy before they have a chance, as President Monroe did with the Monroe Doctrine	
4. The policy of preventing war through a strong system of international alliances	

**Global Incorrect Feedback**  
The correct answer is: An attack made on another nation because it might attack you in the future.

**Question 10a of 10** ( 2 current policy 244366 )

Maximum Attempts: 1  
Question Type: Multiple Choice

Maximum Score: 1  
Question: The Bush Doctrine is a foreign policy strategy that incorporates all of the following except:

Choice	Feedback
1. there is no distinction between terrorists and the nations that harbor terrorists.	
2. the United States will strike preemptively at those nations that mean it harm.	
3. the United States will use	