

Question 23
Benchmark A
Spring 2005

Economies must address how to produce goods and services. In the economy of a certain country, some factories are owned by individuals and private companies, and other factories are owned and controlled by the government.

What type of economy does this country have?

- A. mixed
- B. market
- C. traditional
- D. command

Question 9
Benchmark A
9th Practice 2004

When the government controls all major industries and decides what products will be produced and how many of each type of product will be produced, what type of economy is described?

- A. mixed
- B. market
- C. traditional
- D. command

Question 5
Benchmark B
Spring 2005

Ecuador has an ideal climate for growing bananas, whereas the United States would have a difficult time growing them.

In order to help U.S. consumers of bananas, the United States would likely

- A. increase the cost of U.S. goods traded with Ecuador.
- B. eliminate the tariff on bananas imported from Ecuador.
- C. put an excise tax on bananas grown in the United States.
- D. discourage world competition for the U.S. banana market.

Question 26
Benchmark B
Spring 2005

A newspaper headline states, "Federal Reserve Decides to Reduce the Money Supply; Slowing of the Economy Likely Impact."

According to the headline, the Federal Reserve

- A. wants banks to reduce lending.
- B. thinks the unemployment rate is too high.
- C. wants banks to give more customers loans.
- D. hopes that consumers will decide to spend more.

10th Grade Social Studies Ohio Graduation Test
Economics Standard

Question 36
Benchmark B
Spring 2005

If the U.S. government wanted to encourage businesses to hire more employees, would the government raise taxes or lower taxes on businesses? Explain your answer. Write your answer in the **Answer Document**. (2 points)

Question 13
Benchmark B
9th Practice 2004

Ecuador is a major exporter of bananas, a product in high demand in the United States. How might the United States adjust its trade policy toward Ecuador to assure a supply?

- A. eliminate the tariff on bananas from Ecuador
- B. increase export taxes on U.S. products sold to Ecuador
- C. increase tariffs on bananas from Ecuador
- D. prohibit the import of any other products from Ecuador

Question 24
Benchmark B
9th Practice 2004

One way the Federal Reserve System seeks to influence money supply in the United States is by setting the reserve requirement for banks. The reserve requirement is the percentage of deposits banks must keep on reserve and not lend out.

- Considering that the inflation rate rose significantly from 1976 to 1980, identify the change (increase or decrease) the Federal Reserve System could have made in the reserve requirement to reverse that trend.
- Describe the expected impact this change in the reserve requirement would have had on:
 - consumer spending
 - business spending
- Explain why this change in the reserve requirement would produce the desired effects on spending.

Write your answer in the **Answer Document**. (4 points)