

# Economics - Regents Level Vocabulary

## Chapter 1

### Section 1:

Need	want	economics
Goods	services	scarcity
Shortage	factors of production	land
Labor	capital	physical capital
Human capital	entrepreneur	

### Section 2:

Trade-off	guns or butter	opportunity cost
Thinking at the margin		

### Section 3:

Production possibilities curve		production
possibilities frontier		
Efficiency	underutilization	cost
Law of increasing costs		

## Chapter 2

### Section 1:

Economic systems	factor payments	patriotism
Safety net	standard of living	traditional economy
Market economy	centrally planned economy	command economy
Mixed economy		

### Section 2:

Market	specialization	household
Firm	factor market	profit
Product market	self-interest	incentive
Competition	consumer sovereignty	

### Section 3:

Socialism	communism	authoritarian
Collective	heavy industry	

### Section 4:

Laissez faire	private property	free enterprise
Continuum	transition	privatize

## Chapter 3

### Section 1:

Profit motive	open opportunity	private property rights
Free contract	voluntary exchange	competition
Interest group	public disclosure laws	public interest

<u>Section 2:</u> Macroeconomics product (GDP) Business cycle	microeconomics  work ethic	gross domestic  technology
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<u>Section 3:</u> Public good Free rider	public sector market failure	private sector externality
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<u>Section 4:</u> Poverty threshold In-kind benefits	welfare	cash transfers
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**Chapter 4**

<u>Section 1:</u> Demand Income effect schedule Demand curve	law of demand demand schedule	substitution effect market demand
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<u>Section 2:</u> Ceteris paribus Compliments	normal good substitutes	inferior good
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<u>Section 3:</u> Elasticity of demand Unitary elastic	inelastic total revenue	elastic
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**Chapter 5**

<u>Section 1:</u> Supply Supply schedule schedule Supply curve	law of supply variable  market supply curve	quantity supplied market supply  elasticity of supply
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<u>Section 2:</u> Marginal product of labor returns Fixed cost Marginal cost	increasing marginal returns  variable cost marginal revenue	diminishing marginal  total cost operating cost
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<u>Section 3:</u> Subsidy	excise tax	regulation
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**Chapter 6**

<u>Section 1:</u> Equilibrium Excess supply Rent control	disequilibrium price ceiling minimum wage	excess demand price floor
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<u>Section 2:</u> Surplus	shortage	search costs
<u>Section 3:</u> Supply shock Spillover costs	rationing	black market
<b>Chapter 7</b>		
<u>Section 1:</u> Perfect competition Imperfect competition	commodity start-up costs	barrier to entry
<u>Section 2:</u> Monopoly Government monopoly License	economies of scale patent price discrimination	natural monopoly franchise market power
<u>Section 3:</u> Monopolistic competition Oligopoly Price fixing cartel	differentiation price war	non-price competition collusion
<u>Section 4:</u> Predatory pricing Merger	antitrust laws deregulation	trust
<b>Chapter 8</b>		
<u>Section 1:</u> Business organization Zoning law	sole proprietorship liability	business license fringe benefit
<u>Section 2:</u> Partnership Limited liability partnership (LLP) act (UPA)	general partnership articles of partnership	limited partnership uniform partnership
<u>Section 3:</u> Corporation corporation Publicly held corporation incorporation Dividend Conglomerate	stock  bond  horizontal merger multinational corporation (MNC)	closely held  certificate of  vertical merger
<u>Section 4:</u> Business franchise Consumer cooperative Nonprofit organization Trade association	royalty service cooperative professional organization	cooperative producer cooperative business association

## **Chapter 9**

### Section 1:

Labor force  
Contingent employment

learning effect

screening effect

### Section 2:

Derived dividend  
Unskilled labor  
Professional labor  
Featherbedding

productivity  
semi-skilled labor  
glass ceiling

equilibrium wage  
skilled labor  
labor union

### Section 3:

Strike  
White-collar worker  
Arbitration

right-to-know law  
collective bargaining

blue-collar worker  
mediation

## **Chapter 10**

### Section 1:

Money  
Unit of account  
Commodity money

medium of exchange  
store of value  
representative money

barter  
currency  
fiat money

### Section 2:

Bank  
Greenback  
system  
Central bank  
Great depression

national bank  
gold standard

bank run  
Federal Reserve

member bank  
Federal Reserve note  
Federal Deposit Insurance Corporation (FDIC)

### Section 3:

Money supply  
Money market  
Banking  
Credit card  
Debit card

liquidity  
mutual fund  
default  
interest  
creditor

demand deposit  
fractional reserve  
mortgage  
principal