

Unit 7: Economic Fundamentals

1. what is the fundamental economic problem
 2. 4 factors of production are land, labor, entrepreneurship and what
 3. physical capital consists of machinery while human capital consists of what
 4. What factor of production is an office building
 5. what factor of production is water
 6. what factor of production is job training
 7. what factor of production is a hammer
 8. what factor of production is a worker that places goods in boxes
 9. what factor of production is roads
 10. what factor of production is a CEO of Fed Ex
 11. what types of workers are typically paid a wage and perform manual labor
 12. Doctors and lawyers would be an example of what type of worker
 13. Jan wants to go to eat with her friends but she also needs to study for a test. Jan decides to stay home and study. what is the opportunity cost?
 14. why can a society not produce all the guns and butter it wants
 15. If one thinks about the benefits of using one more unit, what is this called
 16. what is the degree to which resources are being used efficiently to produce goods and services
 17. what graph shows ways to use an economy's resources is called the production possibilities _____
 18. what term do we use to describe using fewer resources than an economy is capable of using
 19. In what ways could an economy increase their productivity and promote economic growth
 20. an assembly line is an example of
 21. Growth in an economy can cause the frontier to shift to the
- A. Resources are scarce
 - B. land
 - C. labor
 - D. Improve Efficiency
 - E. wealth of nations
 - F. right
 - G. human
 - H. fixed cost
 - I. Division of Labor
 - J. man-made
 - K. capital
 - L. underutilization
 - M. white-collar
 - N. entrepreneurship
 - O. physical
 - P. Blue-collar
 - Q. productivity
 - R. Marginal product of labor
 - S. Variable cost
 - T. Going with friends
 - U. land

22. What costs would wages to pay workers be V. Marginal Cost
23. What costs would mortgage payment for the building be W. marginal revenue
24. The money earned by opening the pizza shop one additional day would be what kind of cost X. physical
25. The additional cost of opening the store on Thursday evening Y. SCARCITY
26. what work by Adam Smith provides the foundation for a free-market economic system Z. Curve