

**Tests for Higher Standards in History/Social Science
Curriculum Framework - Simulation Test for Civics and Economics**

(CE.11a)

46. Which of the following is NOT a method utilized by the government to promote competition within the United States?

- F** encouraging businesses to start
- G** passing and enforcing laws in order to prevent monopolies
- H** participation in global trade
- J** limiting small business start-up loans

(CE.11b)

47. What does the government use to finance the public goods and services it produces?

- A** taxes
- B** tariffs
- C** tax on imported goods
- D** interest payments

(CE.11c)

48. If the government reduces the taxes on its citizens, what effect will this have on business and private spending?

- F** funds available for growth will decrease
- G** more funds will be available for capital improvements and growth
- H** the economy will experience a slow down in growth
- J** businesses will have more difficulty starting up

(CE.11d)

49. In the United States when the government wants to encourage economic growth, the Federal Reserve is called on. What will the Reserve do?

- A** It will take money out of circulation.
- B** The Federal Reserve is not used here.
- C** It will put money into circulation.
- D** It will sell government bonds to banks and individuals.

(CE.11e)

50. Governmental agencies have been created to protect:

- F** only consumer safety.
- G** consumer safety, against fraud, and bad luck.
- H** consumer safety, against fraud and deception.
- J** consumer safety, against fraud, but not against deception.