

Exam Title: Economics

Courses Assessed by this Exam: Economics with Financial Literacy (2102335), Economics with Financial Literacy Honors (2102345), Comparative Economics with Financial Literacy Pre-IB (2102800)

Key Vocabulary: inflation, deflation, peak, trough, expansion, contraction, reserve ratio, renewable resource, recession, depression, factors of production, production possibilities curve, supply and demand, consumer, supply curve, price ceiling, opportunity cost, law of diminishing returns, import, export, fiat money, commodity money, capital, “easy money” policy, Department of Treasury, Internal Revenue Service, domestic economy, expenditures, goods and services, indirect tax, Social Security Tax.

Student Tasks:

- Understand the phases of the business cycle and its implications on the economy.
- Identify characteristics of a recession/depression and strategies for recovery.
- Understand the differences between types of money.
- Analyze graphs showing production possibilities curve.
- Analyze supply and demand graphs.
- Understand the role of the Federal Reserve.
- Analyze circular flow models.
- Understand the different types of taxes and relate to examples from daily life.
- Understand the concepts of deficits and budgets and how they related to the federal economy.
- Understand factors that contribute to employment rates and wages.