**Economics Final**

**Study Guide**

**Note: Use all your notes for the full definition of all the vocabulary terms listed below.**

1. Need
2. Want
3. Economics
4. Goods
5. Services
6. Scarcity
7. Shortage
8. Factors of Production
9. Land
10. Labor
11. Capital
12. Physical Capital
13. Human Capital
14. Entrepreneur
15. Trade-off
16. Guns or butter
17. Opportunity cost
18. Thinking at the margin
19. Production possibilities curve
20. Production possibilities frontier
21. Efficiency
22. Underutilization
23. Cost
24. Economic system
25. Factor payments
26. Patriotism
27. Safety Net
28. Standard of Living
29. Traditional economy
30. Market economy
31. Centrally planned economy
32. Command economy
33. Mixed economy
34. Market
35. Specialization
36. Household
37. Firm
38. Factor market
39. Profit
40. Product market
41. Self-interest
42. Incentive
43. Competition
44. Invisible hand
45. Consumer sovereignty
46. Socialism
47. Communism
48. Authoritarian
49. Collective
50. Heavy industry
51. Laissez-faire
52. Private property
53. Free enterprise
54. Continuum
55. Transition Privatize
56. Profit motive
57. Open opportunity
58. Private property rights
59. Free contract
60. Voluntary exchange
61. Competition
62. Interest group
63. Public disclosure laws
64. Public interest
65. Macroeconomics
66. Microeconomics
67. Gross domestic product (GPD)
68. Business cycle
69. Work ethic
70. Technology
71. Public good
72. Public sector
73. Private sector
74. Free rider
75. Market failure
76. Externality
77. Poverty threshold
78. Welfare
79. Cash transfers
80. In-kind benefit
81. Demand
82. Law of Demand
83. Substitution effect
84. Income effect
85. Demand schedule
86. Market demand schedule
87. Demand curve
88. Ceteris paribus
89. Normal good
90. Inferior good
91. Complements
92. Substitutes
93. Elasticity of demand
94. Inelastic
95. Elastic
96. Unitary elastic
97. Total revenue
98. Supply
99. Law of supply
100. Quantity supplied
101. Supply schedule
102. Variable
103. Market supply schedule
104. Supply curve
105. Elasticity of supply
106. Marginal product of labor
107. Increasing marginal returns
108. Diminishing marginal returns
109. Fixed cost
110. Variable cost
111. Total cost
112. Marginal cost
113. Marginal revenue
114. Operating cost
115. Subsidy
116. Excise tax
117. Regulation

**Ch. 6**

1. Equilibrium
2. Disequilibrium
3. Excess demand
4. Excess supply
5. Price ceiling
6. Price floor
7. Rent control
8. Minimum wage
9. Surplus
10. Shortage
11. Search costs
12. Supply shock
13. Rationing
14. Black market
15. Spillover costs