

Economic Systems & Institutions Study Guide

Be able to define, identify, & apply information about each of the following:

- Economic systems
 - Traditional economy
 - Command economy
 - Market economy
- The United States economy
 - Common characteristics
 - Voluntary exchange
 - Broad social goals – economic freedom, economic efficiency, economic equity, economic security, economic stability (job & price), economic growth
- Economic institutions
 - Households
 - Sole proprietorships
 - Partnerships
 - Corporations
 - Stocks & corporate bonds
 - Corporate combinations (mergers) – horizontal, vertical, conglomerate
 - Franchise
 - Cooperative
 - Nonprofit organization
- Economic incentives
 - Incentives effect individuals differently
 - Profit