Finance/Foreign Policy Study Questions Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Chapter 16

1. Which tax is withheld from employee paychecks?

2. What is the largest entitlement program today?

3. What usually happens when GDP increases at a steady rate?

4. What can slow economic growth?

5. What happens when the Federal Reserve lowers the discount rate?

6. Why can’t Congress place a tax on automobiles manufactured in Michigan and exported to Canada?

7. What type of spending is highway construction?

8. What type of spending is interest on the public debt?

9. New Deal programs were examples of what type of economics?

10. A taxpayer preparing her federal tax return figures that she paid much more income tax than required. What will be the result?

11. Food stamps are an example of what type of program?

12. What happens when the Federal Reserve buys or sells government securities from or to banks?

13. What would happen if the Federal Reserve increased the discount rate?

14. How can Congress reduce federal spending on entitlement programs?

15. What happens during a period of inflation?

16. Medicare, Social Security and unemployment insurance are all examples of this type of tax. Name the tax.

17. Why are Social Security taxes regressive?

18. What economic goals does the government strive to attain?

Chapter 17

19. What are the foreign policy goals of the State Department?

20. Which trade policy in 1899 resulted in the US and China becoming allies?

21. What foreign policy was implemented by the Nixon administration after the Vietnam War?

22. How do Iran and North Korea threaten the world’s security today?

23. Why can’t the French home of the American ambassador be searched by the French police?

24. Which division of the UN has the main responsibility for keeping international peace?

25. What helped bring about the US policy of internationalism?

26. In 1979 when the Iranians took over the US embassy in Iran, why did their actions violate international law?

27. What is the purpose of the Joint Chiefs of Staff?

28. According to the Constitution, who has the power to declare war?

29. Who is responsible for protecting the US and its citizens from terrorism?

30. Which organization was created to improve the collection and sharing of security information after the 9-11 terrorist attacks?

31. Which policy warned European governments to stay out of the affairs of North America and South America?

32. What organization was formed in 1945 to promote international peace and security?

33. Which peace agreement between Israel and Egypt did President Carter help create?

34. What region of the world did the US help rebuild after WW II under the Marshall Plan?

35. What event led to many countries in Eastern Europe to join NATO?

36. What problem has sometimes resulted from disagreements between the US and the UN?

37. When the State Department uses Voice of America radio broadcasts to provide news and information about human rights to foreign nations, which foreign policy objective is it aiming to achieve?

38. How did the Framers guard against the threat a military force can pose to a free government?

39. Why might a nation in the Middle East be more likely to receive US foreign aid than a small African nation?

40. Who are the permanent members of the UN Security Council?

41. What is NATO’s focus today?

42. Which organ of the UN has been referred to as the “town meeting of the world”?

43. Why were the summit conferences between Gorbachev and Reagan significant?

44. Which office was created after 9-11 to collect and share intelligence information?

45. What conditions are usually attached to American foreign aid packages?

46. Who has the major responsibility for making and conducting foreign policy?

47. The UN is an example of this foreign policy.