**Questions for Chapters 15**

1. Who wrote the book: Wealth of Nations and what was its influence?

2. Explain the difference between a laissez-faire capitalist economy and a regulated capitalist economy.

3. Describe the differences between communism, socialism, and capitalism.

4. What is regulation and why is it used? Describe a specific regulation.

5. Describe deregulation. What ideology would support this?

6. Describe the difference between a depression and a recession.

7. Describe the difference between demand-side economics and supply side economics.

8. Describe the difference between a budget deficit and the national debt.

10. Describe the following: Capital gains taxes, graduated income taxes.

11. Describe the difference between the monetary policy and fiscal policy.

12. When was the Federal Reserve Board created? What does it do?

**Chapter 16**

1. What is the poverty line in the US? Why is there a poverty line in the US?

2. What is the difference between negative government and positive government? What ideology supports each idea?

3. What are entitlement programs?

4. Describe the difference between social insurance programs and public assistance programs, and provide an example of each.

5. Explain the difference between equality of opportunity and equality of result. What ideology supports each of these philosophies?

6. What is the federal government’s role in public education? Who has the primary responsibility for education policy and policy implementation?

**Chapter 17**

1. Describe the difference between an isolationist and an internationalist.

2. What was the cold war and containment?

3. What is the difference between multilateralism and unilateralism?

4. What is wrong with the statement made by the text’s author on the top of page 604 regarding unilateralism.

5. Why did the US invade Afghanistan in 2001 and Iraq in 2003?

6. Describe the difference between nuclear war, conventional war, and guerrilla war.

7. What is the Military Industrial Complex and who coined it as such?

8. Describe protectionism and why it would be used? What is the negative impact of protectionism?