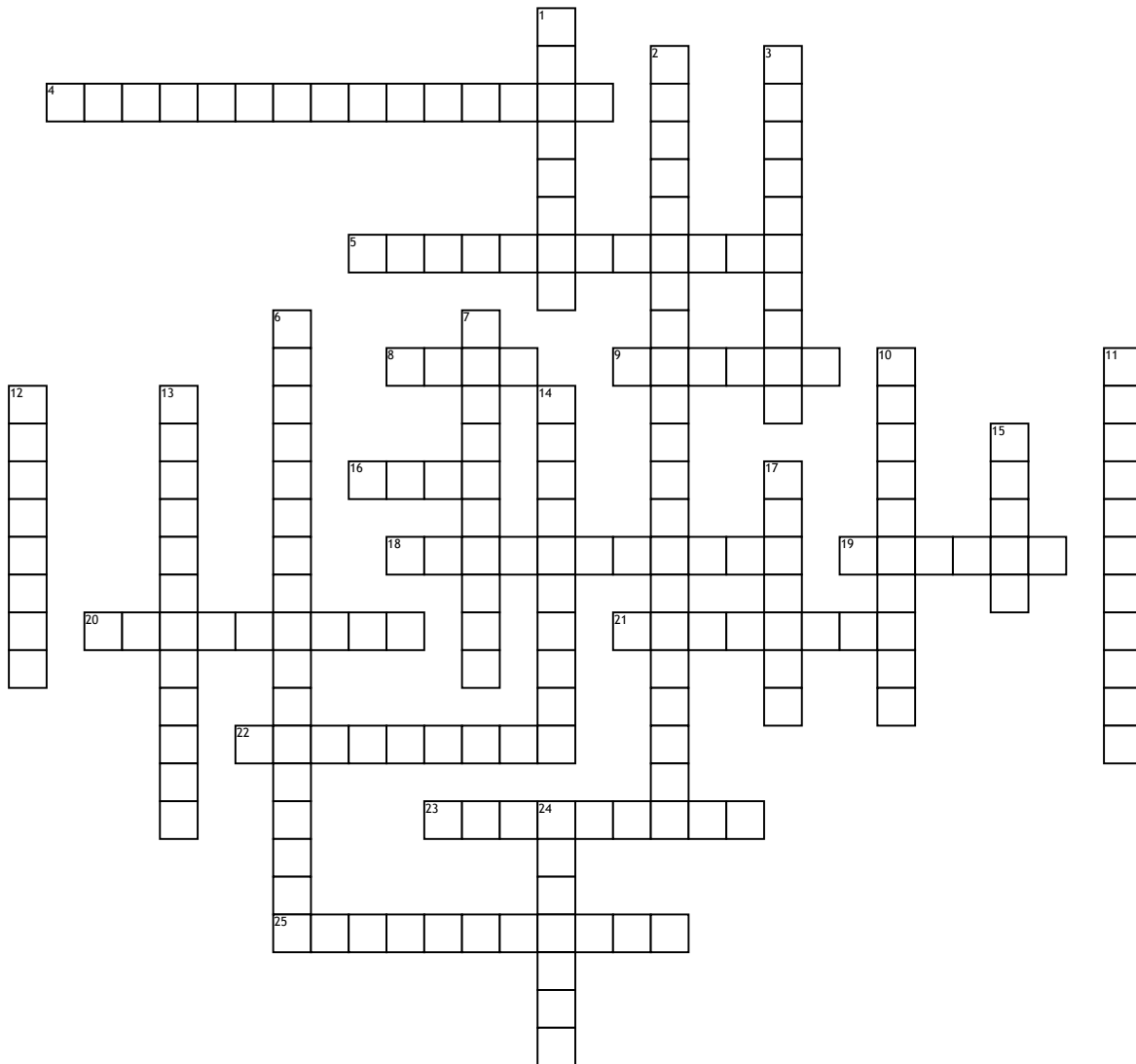


Name: \_\_\_\_\_

Date: \_\_\_\_\_

# Chapter 3 - American Free Enterprise Vocab



## Across

4. The concept that everyone can compete in the marketplace  
 5. The force that encourages people and organizations to improve their material well-being  
 8. Free Rider- Someone who would not choose to pay for a certain good or service, but who would get the benefits of it anyway if it were provided as a public  
 9. In-Kind Benefits- Goods and services provided for free or at greatly reduced  
 16. Welfare- Government aid to the  
 18. The rivalry among sellers to attract customers while lowering costs  
 19. Cash Transfers- Direct payments of money to eligible poor  
 20. Public Good- A shared good or service for which it would be impractical to make consumers pay individually and to exclude

21. Public Disclosure Laws- Laws requiring companies to provide full information about their

22. Macroeconomics- The study of the behavior and decision making of entire

23. Interest Group- A private organization that tries to persuade public officials to act or vote according to group members'

25. Market Failure- A situation in which the market does not distribute resources

## Down

1. Work Ethic- A commitment to the value of work and purposeful

2. The concept that people have the right and privilege to control their possessions as they wish

3. Microeconomics- The study of the economic behavior and decision making of small units, such as individuals, families, and

6. The concept that people may decide what and when they want to buy and sell

7. Public Sector- The part of the economy that involves the transactions of the

10. Private Sector- The part of the economy that involves the transactions of individuals and

11. Business Cycle- A period of macroeconomic expansion followed by a period of

12. Technology- The process used to produce goods and

13. The concept that people may decide what agreements they want to enter into

14. Poverty Threshold- An income level below that which is needed to support families or

15. Public Interest- The concerns of the public as a

17. Externality- An economic side effect of a good or service that generates benefits or costs to someone other than the person deciding how much to produce or

24. GDP- The total value of all final goods and services produced in a particular