

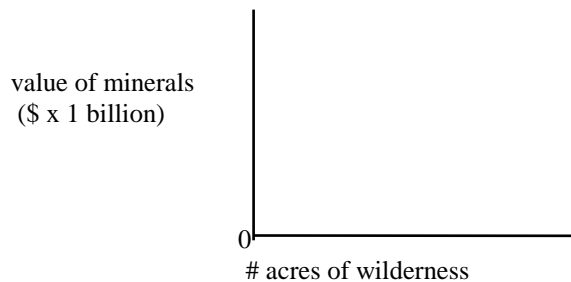
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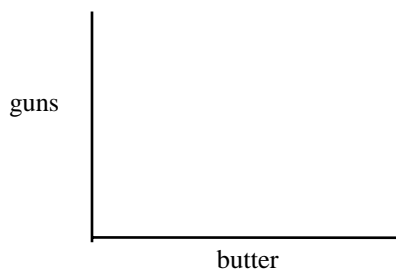
## "ECONOMICS U. S. A. : RESOURCES & SCARCITY"

1. What did Congress decide to do in the Alaskan Lands Act?
2. What were the opportunity costs of the decisions which you identified in #1?
3. Draw a production possibilities frontier for the value of minerals vs. the acres of wilderness in Alaska. Assume the total value of minerals is \$15 Billion and a total of 200 acres of wilderness.

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4. What allowed U.S. production to expand rapidly during WWII despite the fact that so many men were at war?
5. What is meant by "guns?"  
What is meant by "butter?"
6. Draw a production possibilities frontier which illustrates the expansion of production during WWII.



7. What was the opportunity cost of increasing worker health in the textile industry?
8. Fill in the blanks to form the name of the U.S. government agency which regulates worker health.  
Occupational S\_\_\_\_\_ and H\_\_\_\_\_ A\_\_\_\_\_
9. The argument of those who said that increasing worker health costs ever increasing amounts of dollars is called the **Law of Diminishing Returns**. What does the "law" say?
10. Why is the production possibilities frontier a curved line?