ARIZONA ECONOMICS · UNIT 1

Microeconomics — Practice Test

Arizona Economics • 10 questions

This practice test was made by AI and there may be mistakes. If a question or answer looks wrong, use the Flag a mistake button to let Brett know so he can fix it.

1 **A tax is placed on a good with inelastic demand. Who bears most of the burden?**

- A Buyers
- B Sellers
- C The government
- D Foreign firms

Understand It with Pulse | Flag a mistake

2 **A government subsidy to producers of a good will most likely**

A Shift supply right

B Shift supply left

C Raise buyer price

D Cut quantity sold

Understand It with Pulse | Flag a mistake

3 **An import quota limits how much of a good can be imported What happens to the domestic price?**

A It falls

B It stays the same

C It rises

D It becomes zero

Understand It with Pulse | Flag a mistake

4 **A minimum wage is set above the equilibrium wage What labor market outcome is most likely?**

- A A shortage of workers
- B A surplus of workers
- C No change
- D Equilibrium

Understand It with Pulse | Flag a mistake

5 **Which market structure has many firms selling differentiated products?**

- A Perfect competition
- B Monopoly
- C Oligopoly
- D Monopolistic competition

Understand It with Pulse | Flag a mistake

6 **In an oligopoly, firms are best described as**

A Price takers

B Interdependent

C Independent

D Identical

Understand It with Pulse | Flag a mistake

7 **A firm should shut down in the short run when price falls below**

A Average total cost

B Marginal cost

C Average variable cost

D Total revenue

Understand It with Pulse | Flag a mistake

8 **The tragedy of the commons describes a shared grazing field that is**

A Underused because no one owns it

B Protected by high prices

C Used only by one firm

D Overused because no one owns it

Understand It with Pulse | Flag a mistake

9 **Total revenue is 800 when 40 units are sold and 845 when 41 units are sold What is the marginal revenue of the 41st unit?**

ANSWER _____

Understand It with Pulse | Flag a mistake

10 **A worker can make 10 bracelets or 5 necklaces in one day What is the opportunity cost of one necklace, in bracelets?**

ANSWER _____

Understand It with Pulse | Flag a mistake

ANSWER KEY

1. A
2. A
3. C
4. B
5. D
6. B
7. C
8. D
9. 45
10. 2

© 2026 Brett Robbins. All Rights Reserved.