

Name _____

Date _____

Class _____

Teacher _____

Quiz: Sugar's Sweetheart Deal

Directions: Select the answer that best completes the sentence

- 1) America's biggest welfare recipients are _____.
 - A) foreign companies
 - B) people who can work but choose not to
 - C) politically connected corporations
 - D) oil and gas producers in the United States

- 2) We often hear people say that the United States has a free market, but _____.
 - A) the market is not free if we have to pay for our own healthcare
 - B) we pay taxes, and that shows we do not have a free market
 - C) sugar growers have to compete in a worldwide market without any government assistance
 - D) the federal government regulates and subsidizes some markets in the United States

- 3) The U.S. government keeps sugar prices in America about double the world average by restricting the amount of sugar that can be imported and _____.
 - A) by limiting how much sugar people can consume
 - B) by allowing poor quality sugar to be sold only if it is used for baking
 - C) enacting quotas on sugar growers, limiting how much sugar can be produced
 - D) trying to get people to reduce their sugar consumption

- 4) The economic concept known as concentrated benefits / dispersed costs helps explain why consumers do not often fight government subsidies to businesses. That's because _____.
 - A) such regulations cost each American a little but benefit those business owners a lot
 - B) prices of products usually decrease when government limits imports
 - C) quotas on sugar growers leads to much lower sugar prices
 - D) people realize how important it is to keep U.S. sugar growers in business and happy.

- 5) The main idea of this video is that because of government regulation of the sugar market, _____.
 - A) there are more jobs in the economy
 - B) candy makers have to pay higher prices, but that's better for Americans' health
 - C) products that use sugar are more expensive to produce and that hurts consumers
 - D) consumers pay lower prices, and that benefits everyone

Sugar's Sweetheart Deal – Answer Key:

1. C
2. D
3. C
4. A
5. C