

BL Fall 2008 Second Quiz (Chapters 5-7)

True/False

Indicate whether the sentence or statement is true or false.

- ___ 1. According to Henry Shue, firms are not in the business of protecting the interests of their workers, except when this is a means to accomplish the organizational objectives.
- ___ 2. Today, shareholder activism within corporations continues to grow.
- ___ 3. The problems facing the EPA now are more blatant and traceable to a few major industrial sources now than they were 35 years ago, when the problems were more diffuse and insidious.
- ___ 4. Environmentalists have sought to work more closely with businesses for the past 40 years.
- ___ 5. Citizens have always been afforded freedom of speech after the ratification of the U.S. Constitution.
- ___ 6. The Federal Trade Commission was created to promote competition through its enforcement of the Sherman and Clayton Antitrust Acts.

Multiple Choice

Identify the letter of the choice that best completes the statement or answers the question.

- ___ 7. With the adoption of the _____, the U.S. began to address the need to prevent, or minimize, workplace accidents and health hazards.
 - a. Securities Act
 - b. Occupational Safety and Health Act
 - c. Environmental Protection Agency
 - d. National Insurance Act
- ___ 8. Employers have _____ been held criminally responsible for workplace injuries and deaths to workers.
 - a. rarely
 - b. marginally
 - c. mostly
 - d. always
- ___ 9. What state has prosecuted more employers for safety violations than any of the other states combined?
 - a. New York
 - b. Utah
 - c. Ohio
 - d. California

- ___ 10. Elements of human slavery include which of the following?
- I. Lack of legal ownership benefits slaveholders today.
 - II. Slaves are controlled through violence or the threat of violence.
 - III. Debt bondage is not used for today's slave market.
- a. I only
 - b. II only
 - c. III only
 - d. I and II only
- ___ 11. When were worker's compensation laws first adopted in the United States?
- a. 1911-1925
 - b. 1946, after World War II
 - c. 1964, the same year as the Civil Rights Act
 - d. 1972
- ___ 12. Which of the following is true about current carbon dioxide levels?
- a. They are the highest they have been in the past 20 million years.
 - b. They are the lowest they have been in the past 360,000 years.
 - c. They are the highest they have ever been.
 - d. They are the lowest they have ever been.
- ___ 13. Which piece of legislation was passed first?
- a. The Clean Water Act
 - b. The Resource Conservation and Recovery Act
 - c. The Clean Air Act
 - d. The Comprehensive Environmental Response, Compensation, and Liability Act
- ___ 14. Under the _____ plan, the EPA auctions a set number of sulfur dioxide emission allowances annually, with each allowance permitting one ton of emissions.
- a. allocation of resources
 - b. tradeable permit
 - c. green capitalism
 - d. shareholder activism
- ___ 15. Shareholder activism includes which of the following?
- a. the proxy system
 - b. recommendations with moral authority
 - c. preliminary management resistance
 - d. all of the above

- ____ 16. What piece of legislation outlawed “unfair methods of competition and unfair or deceptive acts and practices”?
- a. Federal Trade Act of 1914
 - b. Lanham Act of 1946
 - c. Federal Food and Drug Act of 1953
 - d. The Learned Intermediary Rule
- ____ 17. The Prescription Information Law of 2006 was passed to:
- a. aid pharmaceutical companies in obtaining information about patients’ prescription requirements.
 - b. protect patent and physician privacy.
 - c. protect physicians from unethical bribery by pharmaceutical companies.
 - d. protect patients from fraudulent claims about the effectiveness of prescription medication.
- ____ 18. Identify the true statement(s) regarding freedom of speech:
- I. It was not until the 1840s that legal doctrines protecting speech when offensive began to be recognized by the courts.
 - II. In the *First National Bank v. Bellotti* case, the Supreme Court struck down a state law prohibiting a corporation to advertise to influence voters on issues that did not “materially affect” its business.
 - III. In the *Virginia Board* case, the U.S. Supreme Court failed to link the “right to receive information and ideas” with the traditional values that underlie free speech.
 - IV. The Prescription Information Law expressly allows the transmission or use of both patient-identifiable data and prescriber-identifiable data for certain commercial purposes.
- a. I only
 - b. II only
 - c. III only
 - d. I and III

Name: _____

ID: A

____ 19. According to John Kenneth Galbraith, the theory of consumer demand is based on the following broad assumption(s):

I. Socialism will work in all societies because consumers are willing to share their wealth.

II. The urgency of wants does not diminish as more of them are satisfied.

III. Wants originate in the personality of the consumer.

a. I only

c. III only

b. I and II

d. II and III

**BL Fall 2008 Second Quiz (Chapters 5-7)
Answer Section****TRUE/FALSE**

- | | | |
|-----------|--------|---------------|
| 1. ANS: T | PTS: 1 | REF: Page 182 |
| 2. ANS: T | PTS: 1 | REF: Page 205 |
| 3. ANS: F | PTS: 1 | REF: Page 210 |
| 4. ANS: T | PTS: 1 | REF: Page 202 |
| 5. ANS: F | PTS: 1 | REF: Page 231 |
| 6. ANS: T | PTS: 1 | REF: Page 244 |

MULTIPLE CHOICE

- | | | |
|------------|--------|---------------|
| 7. ANS: B | PTS: 1 | REF: Page 162 |
| 8. ANS: A | PTS: 1 | REF: Page 170 |
| 9. ANS: D | PTS: 1 | REF: Page 170 |
| 10. ANS: D | PTS: 1 | REF: Page 170 |
| 11. ANS: A | PTS: 1 | REF: Page 180 |
| 12. ANS: A | PTS: 1 | REF: Page 193 |
| 13. ANS: C | PTS: 1 | REF: Page 200 |
| 14. ANS: B | PTS: 1 | REF: Page 201 |
| 15. ANS: D | PTS: 1 | REF: Page 205 |
| 16. ANS: A | PTS: 1 | REF: Page 241 |
| 17. ANS: B | PTS: 1 | REF: Page 234 |
| 18. ANS: A | PTS: 1 | REF: Page 231 |
| 19. ANS: D | PTS: 1 | REF: Page 231 |