

CGI Economic History • A New Nation Emerges
AP Test Review

Multiple Choice (50 points) topics will include but are not limited to:

- A. Articles v. Constitution
 - 1. Powers granted and denied under each
 - 2. Separation of powers
 - 3. Each as an economic document
- B. Jefferson v. Hamilton
- C. Hamilton's Economic Plan – Know this in detail!
 - 1. Funding the debt
 - 2. Excise Tax
 - 3. Protective Tariffs
 - 4. Assumption of State Debts
 - 5. The First National Bank
- D. Jefferson's Presidency
 - 1. LA Purchase
 - 2. Lewis & Clark and other explorers
 - 3. Embargo Act
- E. Madison
 - 1. Macon's Bill No. 2
 - 2. Results of War of 1812
 - 3. Post War Era - Economics
- F. Henry Clay's "American System"
- G. Panic of 1819
- H. Command Economy
- I. Market Economy
- J. Gross Domestic Product
- K. Free Trade Zone
- L. Rules of the Game

Short Answer (5 pts) Topics: Answer each of the following in a thoughtful, well-formed, brief response.

- 1. Direct v. Indirect Tax
- 2. The Article of Confederation v. The Constitution

Essay (20pts): Answer the following in a thoughtful, well-formed essay including an introduction containing a strong thesis, a body with analysis of historically relevant information, and a conclusion.

- 1. In the eyes of many historians and economists, the Panic of 1819 is America's first experience with the "boom-bust" cycle. Support or refute this statement.
- 2. In his decision in *McCulloch v. Maryland*, Chief Justice John Marshall asserted, "the power to tax is the power to destroy." Based upon the United States' tariff policies between the years 1816 to 1860 assess the validity of his assertion?

The test will include multiple choice, short answer, and an essay of my choice. The above topics will be covered on the test, but it is not limited to only these items. Be sure to have read the sections in *The American Pageant*, *Economic Episodes in American History*, and all other assigned readings.