

Review Quiz



1. What is the difference between regulations and laws?

- A. There is no difference
- B. Regulations are made by the executive branch, and laws are made by the legislative branch
- C. Regulations are not as strong or important as laws
- D. Regulations are only for businesses and not individuals

2. Who delegates authority to make regulations?

- A. The Legislature
- B. The President
- C. The Supreme Court
- D. Corporations

3. What is another name for the body that makes regulations?

- A. Senate
- B. Judiciary
- C. Bureaucracy
- D. Media

4. The only regulation debate in America is how much or how little regulation should exist.

- A. True
- B. False

5. One style of regulation is:

- A. Preventative regulation
- B. Passive regulation
- C. Peer regulation
- D. Prescriptive regulation

6. What does “performance regulation” mean?

- A. Things should be doing according to a defined process**
- B. Things should be done in the best way possible no matter the cost**
- C. Things should be done to achieve a desired goal**
- D. Things should be done in order to make the most money**

7. What is one negative consequence of prescriptive regulation?

- A. It might limit innovation**
- B. It might cause people to cut corners**
- C. It might lead to different standards for different people**
- D. It might leave businesses unregulated**

8. What is one negative consequence of performance regulation?

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9. If regulators focus on performance, businesses and innovators will not be regulated anymore.

- A. True, they would no longer have oversight checking that their products are safe**
- B. True, performance cannot be defined or reviewed for safety**
- C. False, they would be regulated more strictly and receive more attention because the process is not standardized**
- D. False, they would still be regulated, but under a different standard based on the final outcome rather than process or procedure**

10. Which method of regulation leads to the most predictable and consistent outcomes?

- A. Performance regulation**
- B. Prescriptive regulation**

Answers on next page.

Answer Key

1. (B)

2. (A)

3. (C)

4. (B)

5. (D)

6. (C)

7. (A)

8. (B)

9. (D)

10. (B)