

CONSUMER STUDIES 1202

Sample Test

Unit I – Chapter 4

Part A. MULTIPLE CHOICE

Select the best answer for each of the following statements.

1. The form of Government practiced in Canada is called:
 - a.) capitalism
 - b.) communism
 - c.) democracy
 - d.) modified, free enterprise

2. Canada was created on July 1, 1867 by the ...
 - a.) British North America Act
 - b.) Northern Canada Act
 - c.) Canada Act
 - d.) British Democratic Act of Canada

3. The capital of Canada is:
 - a.) Kingston
 - b.) Montreal
 - c.) Toronto
 - d.) Ottawa

4. Canada has a federal system of government. The men and women elected are called:
 - a.) Members of the Federal Assembly
 - b.) Members of the House of Assembly
 - c.) Members of Parliament
 - d.) Members of the Legislative Senate

5. The largest source of revenue for the Government is:
 - a.) personal income tax
 - b.) corporate income tax
 - c.) natural resource taxes
 - d.) bullion/gold sales

6. Which of the following taxes would be considered a hidden tax:
 - a.) personal income tax
 - b.) retail sales tax
 - c.) excise tax
 - d.) corporate income tax

7. Which of the following is the main source of revenue for municipal governments:

- a.) personal income tax
- b.) personal business tax
- c.) property taxes
- d.) governmental services tax

8. If you purchase an item for \$5.00 and the tax is 15%, how much tax would you pay?

- a.) .75
- b.) 1.05
- c.) .15
- d.) none of the above

9. A person who works for the government is called..

- a.) a civil servant
- b.) employer
- c.) mediator
- d.) member of government

10. Which levels of government do taxpayers pay personal income tax:

- a.) federal and municipal
- b.) federal and provincial
- c.) municipal and provincial
- d.) regional and municipal

Part B. Short Answer.

1. Briefly outline the two main goals of government in Canada.

2. Identify and briefly explain SIX characteristics of a good tax.