44. The labor market for teachers in a small, isolated community that has one school district would be best described as a(n):
A. Natural monopoly
B. Bilateral monopoly
C. Monopsony
D. Oligopsony

45. For a monopsonist in the labor market, the marginal resource cost of labor is:
A. Higher than the wage rate or price of labor
B. Less than the wage rate or price of labor
C. Equal to the wage rate or price of labor
D. Inversely related to the wage rate or price of labor

46. Professional sports leagues, like the NFL and the NBA, are good examples of monopsony because:
A. They are dominant providers of sports entertainment
B. They are the only employers of professional athletes in their respective sports
C. They are large corporations owned be small groups
D. They operate large facilities and stadiums

  

47. A firm faces the labor productivity and cost schedule in the table above. What is the marginal resource cost of the seventh worker?
A. $11
B. $13
C. $15
D. $17

48. A firm faces the labor productivity and cost schedule in the table above. How many workers will this profit-maximizing firm employ?
A. 6
B. 7
C. 8
D. 9

49. A firm faces the labor productivity and cost schedule in the table above. The wage rate schedule suggests that the firm:
A. Is purely competitive in the labor market
B. Is purely competitive in the product market
C. Has some monopoly power in the product market
D. Is not purely competitive in the labor market

  

50. The profit-maximizing level of employment by the monopsonist in the labor market shown above will be:
A. *A*
B. *B*
C. *C*
D. *D*

  

51. Refer to the above graph. Under purely competitive conditions in this labor market, the equilibrium wage rate will be:
A. *W*1 and *Q*1 workers will be hired
B. *W*2 and *Q*2 workers will be hired
C. *W*2 and *Q*1 workers will be hired
D. *W*3 and *Q*1 workers will be hired

52. Refer to the above graph. Under a monopsony in this labor market, the equilibrium wage rate will be:
A. *W*1 and *Q*1 workers will be hired
B. *W*2 and *Q*2 workers will be hired
C. *W*2 and *Q*1 workers will be hired
D. *W*3 and *Q*1 workers will be hired

53. Refer to the above graph. Comparing a monopsony against a purely competitive labor market, the difference in the equilibrium wage rate will be:
A. *W*0 - *W*1
B. *W*1 - *W*2
C. *W*2 - *W*3
D. *W*1 - *W*3

54. Compared to a purely competitive firm, a monopsonist will pay:
A. A higher wage rate to its workers
B. Lower wages but hire more workers than the purely competitive firm
C. Lower wage rates and hire fewer workers than the purely competitive firm
D. Lower wages while hiring the same quantity of workers as the purely competitive firm