At the end of these active notes, you will have to summarize (in 4-5 sentences) what **economics** is

**Warm Up Discussion**

| What international destination would you most like to travel to and why? | India because it is home to so many palaces, it has so much jewelry, there are so many social gatherings, there is livestock all over the place.I like the prime minister of india |
| --- | --- |

**$300 Million Assignment Most Unique Purchase**

| What was one of your most unique purchases? About how much did you spend on it? Why did you want to buy it? | Skip this. We talked about this yesterday |
| --- | --- |

**Bankruptcy Reading**

Choose ONE of the linked web stories below. Read the post and answer the questions using complete sentences

* [Lottery Winners Going Bankrupt](https://www.cnbc.com/2017/08/25/heres-why-lottery-winners-go-broke.html#:~:text=After%20winning%20the%20biggest%20undivided,in%20U.S.%20history%2C%20Mavis%20L.&text=Lottery%20winners%20are%20more%20likely,make%20you%20happier%20or%20healthier.)
* [Professional Athletes Going Bankrupt](https://www.cnbc.com/2018/05/14/money-lessons-learned-from-pro-athletes-financial-fouls.html#:~:text=Sixty%20percent%20of%20NBA%20players,just%20a%20handful%20of%20years.)
* [Celebrities Going Bankrupt](https://www.moneyguy.com/2019/09/how-do-celebrities-go-broke/)

| 1. Which story did you read? | [Lottery Winners Going Bankrupt](https://www.cnbc.com/2017/08/25/heres-why-lottery-winners-go-broke.html#:~:text=After%20winning%20the%20biggest%20undivided,in%20U.S.%20history%2C%20Mavis%20L.&text=Lottery%20winners%20are%20more%20likely,make%20you%20happier%20or%20healthier.) |
| --- | --- |
| 1. Discuss 3 major reasons why the people in your article ran out of money? | a)  b)  c) |
| 1. How is this relevant to you and your future? |  |

**3 Basic Needs**

| **Need** | **Photo Example (not the photo used in the presentation)** |
| --- | --- |
| 1. Food and Water | **Food - Wikipedia** |
| 1. Clothing | **The Invention of Clothing** |
| 1. Shelter | **Winter survival shelters you should know how to build** |

| What is a resource? | **Anything that people can use to make or obtain what they need or want** |
| --- | --- |
| What is a business term that essentially means “resource” (hint: 3 words)? | **Factors of Production** |

| 1st Assumption that Economists Make | People have unlimited wants |
| --- | --- |

| 2nd Assumption that Economists Make | * All resources are Limited/Finite |
| --- | --- |

| Economics exist because of these two assumptions. What do we have to do because of these assumptions? | * We have to make decisions because of limited resources |
| --- | --- |

| Explain the concept of **scarcity** in your own words | * People don't have all the supplies, money, resources, and need to get everything that satisfies, wants, and needs. We have to make decisions |
| --- | --- |

The 4 types of resources/factors of production

| Type | Explanation | Original Example (not brought up in the slidedeck) |
| --- | --- | --- |
| Land | * Natural Resources(all things found in nature) | OilComparing oils: Olive, coconut, canola, and vegetable oil |
| Labor | * Work that people do | The Different Types of PlumbersPlumbers |
| Capital  Physical Capital  Human Capital  Financial Capital | * Things that can help produce other things. * Physical Capital are manufactured items that people use to make other goods and services. * Human Capital is the skills,intellect, and ability of the labor. * It can be improved through training and education. * Think of your mom and dad travelling to a work conference. * Financial Capital is money | U.S. Factories Closing Due to Coronavirus Concerns but Some Must Keep  Producing  Scientists convert plastic waste into vanilla flavoring | Live Science  Millennial Money: Befriend your money and reap the benefitsHuman Capital: Definition, Examples, Impact  Money |
| Entrepreneurship | * **Determining what to do w/ the land, labor, and capital.** * **Organization/Managerial skills and risk taking necessary to start a new business or introduce a new product** | Jeff Bezos |

| Because of scarcity, what do people have to do? | They have to give up somethings |
| --- | --- |

| What are 5 things that you are giving up when you commit to doing the next homework assignment at home? | 1. Going on social media |
| --- | --- |
|  | 2) going on fishing |
|  | 3)Going to the gym |
|  | 4)Watching television |
|  | 5) going sleeping |

| What are **trade-offs** (in your own words)? | Trade offs are replacements for doing something that you usually do like going to the gym instead of school, or doing anything alternative to school/work. Things that we are willing to give up when making decisions |
| --- | --- |

| What is an **opportunity cost** (in your own words)? | The 2nd best alternative or another trade offf that has to be given up when you are making a decision if you cant give up your best trade off |
| --- | --- |

| What is your **opportunity cost** doing this assignment at home? | Watching Television because it is unnecessary for education and health and cause health problems and grades go down |
| --- | --- |

| What is an **opportunity benefit** (in your own words)? | What is gained or anything positive that happens when you make a decision for giving up something |
| --- | --- |

| What is your **opportunity benefit** to doing this assignment? | Getting good grades in school and getting full points/credit on assignments. |
| --- | --- |

| What does the word “**efficient**” mean? | Performing or functioning in the best possible manner w/ no waste of time,effort, and resources |
| --- | --- |

| Describe a time that you can remember when you were really being **efficient** | Powering off my phone and putting my workout equipment away to do my homework and get it done faster. |
| --- | --- |

| Describe a time that you can remember when you were really being **inefficient** | During online school, I kept on having my workout equipment near me and not paying attention to my teacher on zoom. |
| --- | --- |

***After*** *your notes are returned, you will complete this last but important part*

| Summary paragraph (4-5 sentences): What is economics? | The study of how people and nations make choices about how to use scarce resources. It is also the study of how wealth is distributed. There are 4 types of resources, Land, Labor, Capital, and Entrepreneurship known as the Factor of Production.Trade offs are replacements for doing something that you usually do like going to the gym instead of school, or doing anything alternative to school/work. People have unlimited wants but limited resources. Efficient is performing or functioning in the best possible manner w/ no waste of time,effort, and resources. An opportunity benefit is what is gained after giving up something. People don't have all the supplies, money, resources, and need to get everything that satisfies, wants, and needs. We have to make decisions. |
| --- | --- |