Warm Up

**If you could start a business would you work on your own**

**or with a partner? Why?**

**Create your own business.**

|  |  |
| --- | --- |
| **STEPS** |  |
| 1. **Name Business**
 |  |
| 1. **State the major good or service you will be producing.**
 |  |
| 1. **For whom are you producing this product?**
 |  |
| 1. **State the TYPE of Business (corporation, sole proprietorship, partnership, etc?)**
	* Partnerships: Tell who your partner(s) will be.
	* Corporations: must state who the board of directors will be.
 |  |
| 1. **Identify your fixed costs**
 |  |
| 1. **What investments will you make or need to get started?**
* Human Capital (how many workers, what types of jobs, skilled or unskilled workers?)
* Financial Capital?
* Physical Capital?
 |  |

**NOTES Goal 7**

**→ Types of Businesses**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **Description** | **Pros** | **Cons** |
| **Sole Proprietorship** |  |  |  |
| **Partnerships** |  |  |  |
| **Corporations** |  |  |  |
| **Non-profit organization** |  |  |  |

**→ Investment—Spending Money to Make Money!**

***What you can invest in and how you can invest your money***

* **Human Capital**
	+ the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_—through pay, \_\_\_\_\_\_\_\_\_\_\_\_\_, education and \_\_\_\_\_\_\_\_\_\_\_to increase\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_!
* **Physical Capital**
	+ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, technology, \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, tools
* **Natural resources**
	+ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_(renewable & nonrenewable resources)
* **Financial Capital- MAKE MY $$$ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_!!!!**
	+ \_\_\_\_\_\_\_\_\_\_\_\_\_\_
	+ Certificate of Deposit (\_\_\_\_\_\_): \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
	+ Bond
* **Venture Capital**
	+ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ needed to create a \_\_\_\_\_\_\_\_\_ business

**OVERALL: Investment seeks to increase \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ by increasing inputs.**

* + - **EX: I invest in machinery (input) and I get more cars (output)**