NAME\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**🡪CE Notes: Scarcity**

1. What is economics the study of?
2. What is scarcity?
3. What is the difference between *producers* and *consumers*?
4. What is the difference between *goods* and *services*? Give an example of each.
5. What is the difference between *needs* and *wants*? Give an example of each.
6. What is the difference between *immediate vs. delayed gratification*?
7. How does the **scarcity** of a resource impact the **price** of the resource? Use an example to help you explain.

🡪**CE NOTES: Factors of Production**

1. Which factor is it (land, labor, capital or entrepreneurship)??
   1. A factory: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   2. Bill Gates: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   3. A farm:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   4. Gasoline:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   5. Waitress:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   6. Lawyer:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   7. Sewing machine:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   8. Farm worker:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   9. Cash register:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   10. Tractor:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   11. Oprah:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
2. What is the difference between a **renewable resource** and a **non-renewable resource**? Give examples of each.
3. Why are entrepreneurs important to the economy?

**🡪CE NOTES: Trade-offs**

17. Describe the following terms

a) **monetary** **cost**-

b) **trade off**-

c) **opportunity cost-**

18. Provide the **opportunity cost** for each.

|  |  |
| --- | --- |
| **DESCRIPTION OF CHOICE** | **OPPORTUNITY COST** |
| Leann studied for her exam instead of watching American Idol last night. |  |
| Tiffany has decided to go to college instead of getting a full-time job. |  |
| Michael bought a pair of Air Jordans instead of buying his mom a nice birthday gift. |  |

**🡪CE Notes Labor and Productivity**

23. Define the following terms

a) **Division of Labor**-

b) **Specialization-**

23. What is **Human Capital**?

* 1. Give an example of an investment in **human capital:**