

Guided Notes: You, Your Family & the Economy

Name: _____ Period: _____ Date: _____

Fill in the blanks as we move through the slides.

Bell Ringer

If every family in your town stopped spending money for one week, what would happen to the stores, the workers, and the town?

My response:

One way I am already part of the economy is _____

I. What Is an Economy?

An economy is a system for making, sharing, and using goods and _____

- **Goods** are things you can _____, like food and phones.
- **Services** are _____ done for you, like haircuts or streaming.

One good and one service I used this week:

II. The Circular Flow of Money

Four Steps

1. **WORK** - households give businesses their _____.
2. **INCOME** - businesses pay households _____ for that work.
3. **SPEND** - households _____ that income on goods and services.
4. **REVENUE** - that spending becomes business _____, and the loop repeats.

The two main players in the circular flow are households and _____

III. The Consumer Is the Engine

- **Consumer:** a person who _____ and uses goods and services.
- **Spending = votes:** every dollar tells businesses what to _____.
- **Demand drives:** more demand means more workers get _____.

Consumer spending is about _____ of all U.S. economic activity (roughly two-thirds)

IV. Self-Sufficient Families & Stability

- **Self-sufficient:** a family that covers its needs from its own _____ .
- **In hard times:** self-sufficient families keep spending _____ .
- **Result:** the whole economy becomes more _____ .

One habit that would make a family more financially self-sufficient:

V. Exit Reflection (3-2-1)

3 economic terms I can define:

2 of my own roles in the economy:

1 way my spending affects other people:
