

Personal Finance

Unit 1 · Economics & the Consumer · Lesson 1.1

Skill Application Task

Trace the Money

National: Economics & Consumer Literacy

A hands-on performance task. Read the scenario and complete all parts.

Scenario

Your neighbor Dev gets his first paycheck of \$400 from a part-time job. He spends \$250 at local stores, saves \$100, and keeps \$50 as cash. A new gym also opens nearby, and Dev signs up because all his friends did.

Your Task

- **Part 1 - Trace it:** Follow Dev's \$250 of spending through the circular flow. Who gets it next, and then what?
- **Part 2 - Signal:** Explain what Dev and his friends joining the gym signals to other businesses.
- **Part 3 - Roles:** Identify where Dev is acting as an earner, a consumer, and a saver.
- **Part 4 - Stability:** Explain how Dev's \$100 of savings could help him AND the local economy later.

Scored with the Skill Task Rubric in folder 06. Use complete sentences.