

8/30

Business Decisions

Budget	Interest
Income	Savings Account
Expense	Checking Account
Savings	
Debt	

Businesses →	1 emp \$500,000	500 emp \$1,000,000	1,000 emp \$2,000,000
Administrative Costs	\$5,000	\$8,000	\$10,000
Credit Costs	\$300	\$2,000	\$6,000
Wages / Benefits	\$45,000	\$450,000	\$900,000

Business scenarios

- "What do you change when responding to outside conditions?"
- "What is a line of credit?"
 - open loan from the bank to borrow against

What can country do to get more money?

- ask other countries to share military costs
- raise taxes
- look for new desirable products to trade to world
- use tax money differently
- cut on unemployment
- tax new items

What are taxes used for?

- internal improvements (roads, bridges...)
- paying govt employees
- military
- welfare
- education

Why do we need money?