

# Grades 3 to 5

## Fundamentals of Economics

**B Identify the three basic questions that all economic systems attempt to answer:** 6.1.3-5.B

- 1 What goods and services should be produced? 6.1.3-5.B.1
- 2 How will goods and services be produced? 6.1.3-5.B.2
- 3 Who will consume goods and services? 6.1.3-5.B.3

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**C Define scarcity and how it impacts personal, household, and community decision-making.** 6.1.3-5.C

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**F Explain the costs and benefits of an economic decision.** 6.1.3-5.F

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**G Define opportunity cost and describe the opportunity cost of a personal choice.** 6.1.3-5.G

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**H Explain how negative and positive incentives affect choices.** 6.1.3-5.H

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**I Define specialization and identify examples of interdependence.** 6.1.3-5.I

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**J Explain why countries trade.** 6.1.3-5.J

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**K Identify and define imports, exports, and international trade.** 6.1.3-5.K

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**M Explain why some products are produced locally while others are not.** 6.1.3-5.M

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## Microeconomics

**A Describe how consumers purchase goods and services from producers.** 6.2.3-5.A

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**B Identify ways local businesses compete for customers.** 6.2.3-5.B

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**C Define and provide an example of a monopoly.** 6.2.3-5.C

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**D Explain how markets bring together buyers and sellers.** 6.2.3-5.D

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**E Explain how the location of resources and transportation have affected Pennsylvania economic patterns.** 6.2.3-5.E

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**H Describe businesses that provide goods and businesses that provide services.** 6.2.3-5.H

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**I Define profit and loss.** 6.2.3-5.I

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**J Identify historical and contemporary entrepreneurs in Pennsylvania.** 6.2.3-5.J

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**Macroeconomics**

**A Define unemployment and inflation.** 6.3.3-5.A

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**E Explain how taxes affect the price of goods and services.** 6.3.3-5.E

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**F Explain how the government pays for goods and services through taxes.** 6.3.3-5.F

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**H Identify unintended consequences of market activities (e.g., pollution, noise, traffic).** 6.3.3-5.H

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**I Distinguish between public and private goods and services.** 6.3.3-5.I

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**Money and Economic Institutions**

**A Explain the advantages AND DISADVANTAGES of using money instead of bartering.** 6.4.3-5.A

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**B Explain why most countries create their own form of money.** 6.4.3-5.B

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**D Explain how banks bring savers and borrowers together.** 6.4.3-5.D