

Opportunity Costs

Read *"A Mystery of Two Families"*

1. What is an opportunity cost?
2. Why is opportunity cost important when you make choices?
3. Why do people want to be wealthy?
4. Why do the choices we make now, matter in the future?
5. What incentives encourage people to save money?
6. Why are the Robinsons wealthier than the Murrays?

Consequences Lie in the Future

7. Name some decisions you might make now that will impact you in the future?
8. Name some future consequences of deciding to drop out of school AND stay in school.

Stay in School or Drop Out

- | | |
|-----------------------------------|---|
| <input type="checkbox"/> Stay In | High school dropouts can get a job and thus provide more financial help for their families than their friends in high school can. |
| <input type="checkbox"/> Drop Out | |
| <input type="checkbox"/> Stay In | High school graduates will have higher incomes in the future than the incomes of high school dropouts. |
| <input type="checkbox"/> Drop Out | |
| <input type="checkbox"/> Stay In | High school graduates are able to go on to college. |
| <input type="checkbox"/> Drop Out | |
| <input type="checkbox"/> Stay In | High school students must follow school rules, which limit freedom. |
| <input type="checkbox"/> Drop Out | |
| <input type="checkbox"/> Stay In | High school dropouts can work full-time and have a better car, clothes, and social life than their friends in high school. |
| <input type="checkbox"/> Drop Out | |
| <input type="checkbox"/> Stay In | Parents are happy when their children graduate from high school. |
| <input type="checkbox"/> Drop Out | |
| <input type="checkbox"/> Stay In | School activities, such as sports and the arts, are fun for many students. |
| <input type="checkbox"/> Drop Out | |
| <input type="checkbox"/> Stay In | Increased knowledge opens up increased choices and opportunities. |
| <input type="checkbox"/> Drop Out | |
9. Name some future consequences of deciding to drop out of school AND stay in school.

Description of account	Answer the questions from the presentation about this type	Benefits	Drawbacks
Cash			
Checking Account			
Savings Account			
Certificate of Deposit (CD)			
Individual Retirement Account			

Pick a local bank, preferably the one you bank with. Look up the interest rate offered for each of the accounts below.

Bank:	
Checking:	
Savings:	
Certificate of Deposit (CDs)	6 month
	12 month
	24 month
	36 month
	48 month
	60 month