

High School Economics Alignment to Michigan Economics Content Expectations

Note: Chapters and sections listed are where the concepts are taught.

E1 – The Market Economy

1.1 Individual, Business, and Government Choices

√ 1.1.1 Scarcity, Choice, Opportunity Costs, and Comparative Advantage:

Scarcity: Chapter 1, Section 1*

Choice: Chapter 1, Overview*

Opportunity Costs: Chapter 1, Section 1*

Comparative Advantage: Chapter 2, Section 1

***Note:** Every chapter emphasizes scarcity, choices and opportunity costs.

√ 1.1.2 Entrepreneurship:

Entrepreneurship: Chapter 1, Section 2, Chapter 5, Sections 1-3, Chapter 6, Sections 1-4

1.2 Competitive Markets

√ 1.2.1 Business Structures

Business Structures – small and large businesses: Chapter 5, Sections 1-3

Business Structures – labor unions: Chapter 7, Sections 1-3

Business Structures – banks: Chapter 12, Sections 2-4

Business Structures – households: Chapters 3, 4, 12, 17 and 18 (throughout textbook and chapters listed)

√ 1.2.2 Prices in the Market

Price in Competitive Market: Chapter 4, Section 1

√ 1.2.3 Investment, Productivity, and Growth

Investment: Chapter 5, Section 4, Chapter 8, Section 3, Chapter 14, Section 2, Chapter 16, Section 4 & 6

Productivity: Chapter 8, Section 3, Chapter 16, Section 6

Growth: Chapter 16, Section 6, Chapter 14, Section 3 & 4

1.3 Prices, Supply, and Demand

√ 1.3.1 Law of Supply

Law of Supply: Chapter 3, Section 5-7, Chapter 4, Section 3, Chapter 5, Section 5

√ 1.3.2 Law of Demand

Law of Demand: Chapter 3, Section 1-4, Chapter 4, Section 2

√ 1.3.3 Price, Equilibrium, Elasticity, and Incentives

Price, Equilibrium: Chapter 4, Section 1-3

Elasticity: Chapter 3, Sections 4 & 7, Chapter 4, Section 4

Incentives: Chapter 3, Sections 3 & 6, Chapter 4, Sections 2-4

1.4 Role of Government in the Market

√ 1.4.1 Public Policy and the Market

Public Policy and the Market: Chapter 8, Section 2, Chapter 9, Section 1-3, Chapter 10, Section 1-4, Chapter 11, Section 1-5, Chapter 13, Sections 3-4, Chapter 16, Sections 3-5

√ 1.4.2 Government and Consumers

Government and Consumers: Chapter 2, Section 2, Chapter 4, Section 5, Chapter 5, Section 6

√ 1.4.3 Government Revenue and Services

Government Revenue and Services: Chapter 9 & 10

√ 1.4.4 Functions of Government

Public Goods: Chapter 2, Section 2

Creation of Currency: Chapter 13, Section 2

Establishment of Property Rights: Chapter 2, Section 2

Enforcement of Contracts: Chapter 2, Section 2

Correcting Externalities: Chapter 11, Section 5

Redistribution of Income and Wealth: Chapter 11, Section 1 & 2

Regulation of Labor: Chapter 7, Section 2, Chapter 8, Section 2

Promotion of Economic Growth and Security: Chapter 16, Sections 3-5

√ 1.4.5 Economic Incentives and Government

Economic Incentives and Government: Chapter 5, Section 5, Chapter 16, Sections 3-5

E2 – The National Economy of the United States of America

2.1 Understanding National Markets

√ 2.1.1 Income

Income: Chapter 3, Section 1, Chapter 14, Section 1

√ 2.1.2 Circular Flow and the National Economy

Circular Flow and National Economy: Chapter 14, Section 1

√ 2.1.3 Financial Institutions and Money Supply

Financial Institutions and Money Supply: Chapter 13, Sections 3-5

√ 2.1.4 Money Supply, Inflation, and Recession

Money Supply, Inflation, and Recession: Chapter 13, Section 4

√ 2.1.5 GDP and Economic Growth

GDP and Economic Growth: Chapter 14, Section 2,

√ 2.1.6 Unemployment

Unemployment: Chapter 15, Sections 1 & 2, Chapter 16, Section 6

√ 2.1.7 Economic Indicators

Economic Indicators: Chapter 15, Sections 1-4

√ 2.1.8 Relationship between Expenditures and Revenue (Circular Flow)

Circular Flow... National Income: Chapter 14, Section 1 & 3

Decreased Expenditures: Chapter 14, Section 3, Chapter 16, Section 2

√ 2.1.9 American Economy in the World

American Economy in the World: Chapter 8, Section 4 & 5, Chapter 12, Section 5,
Chapter 13, Section 5, Chapter 14, Section 2 & 4

2.2 Role of Government in the American Economy

√ 2.2.1 Federal Government and Economic Goals

Macroeconomic Goals: Chapter 15, Sections 1-4, Chapter 16, Sections 3-6

√ 2.2.2 Macroeconomic Policy Alternatives

Macroeconomic Policy Alternatives: Chapter 16, Sections 3-5

√ 2.2.3 Fiscal Policy and its Consequences

Fiscal Policy and its Consequences: Chapter 16, Section 3

√ 2.2.4 Federal Reserve and Monetary Policy

Fed and Monetary Policy: Chapter 13, Sections 1-5, Chapter 16, Section 5

√ 2.2.5 Government Revenue and Services

Government Revenue and Services: Chapter 9, Sections 2 & 3, Chapter 10, Sections 1-4

E3 – The International Economy

3.1 Economic Systems

√ 3.1.1 Major Economic Systems

Major Economic Systems: Chapter 1, Section 4, Chapter 2, Sections 2-4, Chapter 16, Section 1

√ 3.1.2 Developing Nations

Developing Nations: Chapter 2, Section 5, Chapter 8, Section 4

√ 3.1.3 International Organizations and the World Economy

International Organization and the World Economy: Chapter 2, Section 5

√ 3.1.4 GDP and Standard of Living

GDP and Standard of Living: Chapter 14, Section 2-5

√ 3.1.5 Comparing Economic Systems

Comparing Economic Systems: Chapter 2, Section 3 & 4

√ 3.1.6 Impact of Transitional Economies

Impact of Transitional Economics: Chapter 2, Section 4 & 5, Chapter 8, Section 4, Chapter 14, Section 2

3.2 Economic Interdependence – Trade

√ 3.2.1 Absolute and Comparative Advantage

Absolute and Comparative Advantage: Chapter 2, Section 1

√ 3.2.2 Domestic Activity and World Trade

Trade Policies: Chapter 8, Section 4

Monetary Policy and Interest Rates: Chapter 13, Section 5

Exchange Rates: Chapter 12, Section 5

√ 3.2.3 Exchange Rates and the World Trade

Exchange Rates: Chapter 12, Section 5

√ 3.2.4 Monetary Policy and International Trade

Monetary Policy and International Trade: Chapter 13, Section 5

√ 3.2.5 The Global Economy and the Marketplace

Global Economy and Marketplace: Chapter 8, Section 4, Chapter 14, Section 2-5

E4 – Personal Finance

4.1 Decision Making

√ 4.1.1 Scarcity and Opportunity Costs

Scarcity and Opportunity Costs: Chapter 1, Section 1, Chapter 17, Section 1

√ 4.1.2 Marginal Benefit and Cost

Marginal Benefit and Cost: Chapter 1, Section 1, Unit 1 Project 1, Unit 8, Project 1 & 2

√ 4.1.3 Personal Finance Strategy

Personal Finance Strategy: Chapter 17, Section 1-7, Chapter 18, Section 1-4, Unit 8 Projects 1, 2 & 3

√ 4.1.4 Key Components of Personal Finance

Key Components of Personal Finance: Chapter 17, Sections 1-7, Chapter 18, Sections 1-4

√ 4.1.5 Personal Decisions

Personal Decisions: Chapter 17, Sections 1-7, Chapter 18, Sections 1-4, Unit 8 Projects 1, 2, & 3

√ 4.1.6 Risk Management Plan

Risk Management Plan: Chapter 17, Sections 1-7, Chapter 18, Sections 1-4, Unit 8 Projects 1, 2, & 3