**EPF.1 Blueprint**

The student will demonstrate knowledge of basic economic concepts and structures by

1. describing how consumers, businesses, and government decision makers face scarcity of resources and must make trade-offs and incur opportunity costs;
2. explaining that choices often have long-term unintended consequences;
3. describing how effective decision making requires comparing the additional costs (marginal costs) and additional benefits (marginal benefits);
4. identifying factors of production;
5. comparing the characteristics of market, command, tradition, and mixed economies; and
6. identifying Adam Smith and describing the characteristics of a market economy.

**Identifications**

1. Scarcity
2. Opportunity cost
3. Unintended consequences
4. Marginal benefit
5. Marginal cost
6. 4 factors of production
7. Natural resources
8. Human resources
9. Capital resources
10. Entrepreneurs
11. 3 basic economics questions
12. Command economy
13. Traditional economy
14. Mixed economy
15. Adam Smith’s economic theories
16. Characteristics of a market economy