**JA BizTown Unit 1 Vocabulary**

**Unit 1 Lesson 1**

**Citizen**-a member of a town, city, country, state, or country

**Community**-a place where people live, work, trade, and share.

**Business**-a company that sells goods or other services

**Right**-the ability to act in a certain way

**Responsibility**-a duty

**Unit 1 Lesson 2**

**Economy**-a system of production, consumption, and distribution of goods, services, and resources.

**Resources**-things and people used to produce goods and services

**Human resources**- the skills and abilities of workers used in production

**Natural resources**- things used in production that occur naturally

**Capital** **resources**-resources made by people

**Market**-a system in which people buy and sell goods

**Circular Flow**-a model of how people and businesses meet in markets to exchange goods

**Unit 1 Lesson 3**

**Prototype**-a model or sample of a product to be produced

**Scarcity**-a situation in which people can’t have everything they want because of limited resources

**Free enterprise**-a system in which economic decisions are made in markets by people and businesses, with little government influence

**Profit**- the money that is left over after a business pays all its costs

**Unit 1 Lesson 4**

**Public goods and services-**those that provide benefits to many people, but people may not be restricted from using them

**Private goods and services** – Goods and services that are exchanged in markets for a price

**Taxes** – Required payments to government

**Unit 1 Lesson 5**

**Philanthropy**-the effort to increase the well-being of people through charitable giving

**Non-profit organizations**-businesses that do not seek a profit

**Opportunity costs** – the value of the next best alternative given up when a choice is made.