

**Social Studies Coalition of Delaware  
Selected Response**

**Standard: Economics 1**

**Grade Cluster 6-8**

Economics is the study of choices. All people and all nations must make choices because of limited resources. Resources are generally considered to be land (natural resources), labor (work people do), and capital (tools/factors). Models are used to assist in studying economics. An economic model is a simple representation of the real world.

**FOOD VS. CLOTHING**

CHOICE	PIZZAS	SWEATERS
A	110	0
B	80	15
C	50	30
D	10	40
E	0	55

**Selected Response Prompt:**

Refer to the economic model above (the chart) to determine the opportunity cost. At point "A" the country would be choosing to use all of their resources to produce pizzas and no sweaters. At point "E" the country would be choosing to use all of its resources to produce sweaters and no pizzas.

**What would be the opportunity cost of moving from point "B" to point "C"?**

- A. 15 pizzas.**
- B. 30 pizzas.**
- C. 30 sweaters.**
- D. 15 sweaters.**

**Correct Response:**

  **B**