

Schedule #5

Fall 2019

- Mon. 11/18** Begin Income Distribution: Read Module 69.
Includes marginal product theory and determinants of resource demand.
- Tues. 11/19** Marginal Product Theory and Wages: Read Module 71
Includes productivity, real wages, equilibrium wages, unions and min.wage.
- Wed. 11/20** More Marginal Productivity and Wage Differentials: Read Modules 72 and 73.
Wage section includes determinants and pay v. performance.
- Thurs. 11/21** Economic Rent and Interest: Read Module 70.
Includes economic rent, elasticity of supply, product differentiation and alternative uses and costs.
Includes supply and demand of funds, changes in supply or demand and Workbook Problems #16 due.
- Fri. 11/22** Profits section: Includes types of accounts and rates and economic, normal, and monopolistic profits and corporate growth.
Workbook Problems #18 due.
- Mon. 11/25** Income Inequality and Poverty: Read Module 78.
Includes historical basis, Lorenz Curve, why it has increased government redistribution and why there are differences.
Reffonomics – “Income Distribution”
- Tues. 11/26** Inequality – Who and why?
Group 9 Articles
- Wed-Fri 11/27-28** **Thanksgiving – Another economics related holiday!**
- Mon. 12/2** More Income Inequality - Equality v. Efficiency: Read more Module 78.
Includes economic trade-offs and why poverty exists.
Begin looking at possible solutions.
- Tues. 12/3** Graded Article Discussion – “The New American Divide”
- Wed. 12/4** Welfare Reform. Read more 78.
Includes solutions current programs and their short-comings as well as dicussion on reform plans.
- Thurs. 12/5** Debate – The United States should institute a \$1,000 per month UBI (universal basic income) for all citizens 18 and older.
- Fri. 12/6** Discrimination and Women in the Economy:

Includes types of discrimination, occupational segregation, cost of discrimination, comparative worth doctrine and statistics.

Mon. 12/9 Catch-up/Review
Group 10 Articles

Tues. 12/10 **Fourth Test.**

Tues-Mon. 12/11-16 Review.

Tues.-Thurs. 12/17-19 **Final Exams!**

Unit 5 – Factor Markets/Resource Costs and Inequality

I. Factor Markets

A. Derived Demand

1. MRP

B. Capital v. Labor and Substitution Effect

1. $MP_L/\$ = MP_C/\$$

C. Labor Markets

1. Perfect Competition

a. Firm v. Market

b. Profit Maximization – $MRP=MRC/MFC$

2. Monopsony

D. Land

1. Common/One Use v. Specific Use

E. Interest

1. Supply = savings

2. Demand = borrowing/expected returns

F. Profits

1. Role of Profits

2. How to create profits

II. Inequality

A. Causes

B. Impact

1. Efficiency v. Equity

C. Measurements

1. Lorenz Curve

2. Gini Index

D. Poverty

1. Disproportionately poor

2. Potential Solutions

a. Incentive v. Adequacy

E. Discrimination