

# Vocabulary

**scarcity:**

Economic resources are limited, that is, there is not enough of any commodity to go around. As a result, some people must do without them.

**economic resource (economic goods):**

land, labor or capital (money) which is used to produce other goods

**tradeoff:**

giving up one goal in order to achieve another goal

**opportunity cost:**

the cost of giving up one choice in order to select another choice

