Teacher Answer Key

Case Study

1. The government stepped in and set up rationing, which capped how much fuel any one person could buy. That spread the limited supply around instead of letting it run out for whoever showed up late.

2. People started paying attention to how much gas they burned, and carmakers responded by building more fuel-efficient models. Conservation went from an afterthought to something drivers actually thought about.

Multiple Choice

1. D

2. B

3. C

Matching

1-E, 2-D, 3-A, 4-C, 5-B

Fill-in-the-Blank

1) choices, 2) prices, 3) fuel

Short Answer (Sample Responses)

Q1: Scarcity impacts personal finances by requiring individuals to prioritize spending, save for important expenses, and decide what is essential.

Q2: Businesses can adapt to scarcity by using alternative materials, improving efficiency, or innovating new products that require fewer resources.

Q3: Scarcity makes budgeting essential as it helps individuals manage limited funds, ensure they meet their needs, and prepare for unexpected expenses.