

Money

Wednesday, February 17, 2010

20:43

$$\begin{aligned}\text{gross margin} &= \text{sales \$} - \text{cost of goods} \\ &= \frac{\text{sales} - \text{cost}}{\text{sales}} \times 100\%.\end{aligned}$$

Minimum Wages

Pros

→ "Fairness"
equal pay for equal work

Cons

→ may cause lack of jobs

Barto System

work → more valuable product

pay worker for work

Ramifications of Minimum Wage

→ less jobs

→ minimum wage vs living wage

→ food stamps good?