

Topic: progressive & regressive taxes.

progressive: high earners pay higher %

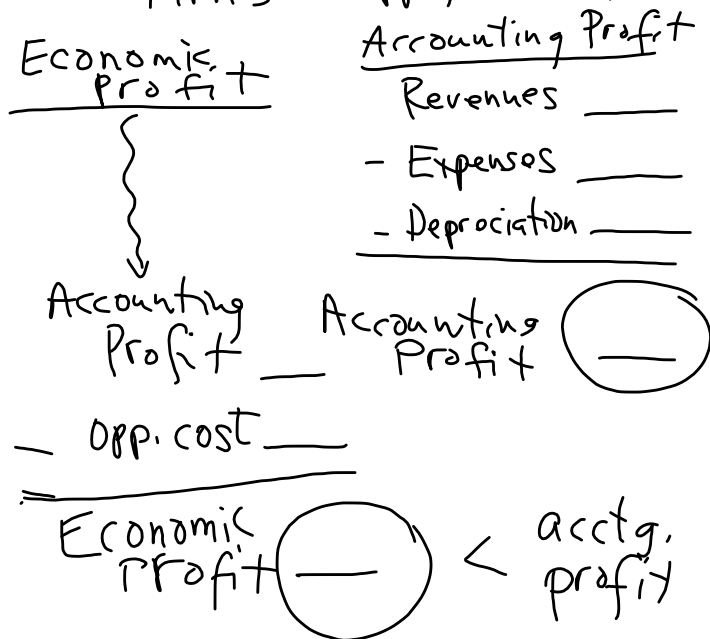
example: income tax

regressive: low earners pay higher %

example: Social Security tax (FICA)

Topic: Profit; Normal Profit

Firms: supply stuff.



Economic profit
recognizes opportunity
cost. All cost curves
in economics are assumed
to include opportunity cost.

"Normal" profit is an
economic profit of zero.
This is OK! Means you
are doing as well,
economically speaking,
as you can.