

Task 2

Instruction: Watch the video and answer the questions IN THE SPACE PROVIDED.

Tip: You should turn on English subtitles. You should also read the questions first.

Your answer does not need to be long.

Video: <https://www.youtube.com/watch?v=XsRk9RThGt0&t=1s> (Main Video)

<https://youtu.be/5RDMdc5r5z8?t=111> (Key Diagram)

1. What are the four ways to spend money according to Milton Friedman?

1. Spend my money for myself
2. Spend my money for somebody else
3. Spend someone's money for myself
4. Spend someone's money for somebody else

2. How does each of the four ways differ? (Hint: watch the second video.)

When people spend their own money, they will economize their spend. On the other hand if it is not their money, they don't economize their budget. From the other view, when people buy something for themselves, they will seek for highest value. On the other hand, when they buy for others, they don't seek for the highest value.

3. Give real-life examples of the four ways to spend money.

ways

- ① When we buy a house, we will economize and seek highest benefit.
- ② When we buy a doll to be a present for a christmas party.
- ③ When we get a food budget from the school in the field trip.
- ④ When someone told me to buy water in case of they didn't told the detail of that water.

4. According to Milton Friedman, which way to spend money is the least efficient?

1. Spend someone's money for somebody else

5. What is the key message from the video?

The system that government provided to people is inefficient because employees in the system received tax (other's money) then they need to give to others. This situation likely the case that spend someone's money for somebody else which is the most inefficient case to spend money.

6. At the end of the second video, the speakers mention that public/government schools have some problems. Do you think private schools better address the same problems? Why or Why Not?

From the VDO, he mention that government schools have a problem because teacher got money from tax (others' money) for somebody else. So, it will be the worst case to spend money.

Is the private schools are better? In my opinion it is better but not much because teacher will do the same situation. One thing that different is the owner will control the employee to be more intention to teach because it is their own school like their own asset, the owner will take care more public school.