



Video: Goods & Services

Source: <https://youtu.be/hriOz9yl-Ro>

Transcript

When you grow up, there are a lot of different jobs you can do. People can pay you to fly planes, build buildings, bake cakes or be a doctor. You can also sell things to people such as cars, clothes, books or even pets. The first group of things are services. The second group of things are goods. So what is the difference between goods and services? Goods are things that you can touch, feel and take home with you. If you buy a good you then own it. Services are things other people do for you which you pay them for. If you get a haircut that is a service because you are paying the hairdresser to cut your hair. If you pay a bus driver to take you somewhere that's also a service. You can't touch a bus ride or take it home with you. A bus ride is a service not a good. Let's look at some more examples. Every day in Shopville people are buying goods and services. Let's look at some of the things they buy. Your teacher will pause the video and you can guess which ones are goods and which ones are services. Remember goods are the things that you can touch, feel and take home with you. Services are things that you pay people to do for you. Okay. Here we go. This is Jenkins. Today he went to the shops and bought some clothes, some books and got his bike fixed. Which of these are goods and which of these are services? Why don't you pause now and figure out which one is which. Great job. Clothes and books are goods because they are things that you can take home with you. Getting your bike fixed is a service because Jenkins paid the repairman to do something for him. Now let's see what Sally is doing in Shopville today. Today Sally went to the post office and paid for a letter to be delivered. She also had lunch at a restaurant and bought a new TV. Which of these things are goods and which are services? Why don't you see if you can work out which of those things are goods and services? Well done. Sally paid for two services today. Mailing the letter was one service and the other service was lunch. She paid the people at the post office to mail her letter and she paid the people at the restaurant to cook her lunch. She also bought a TV and this is a good because she could take it home with her. So remember goods are things that you can touch, feel and take home with you at the end of the day. Services are things you pay other people to do for you.