# **PROJECT**Applying Chapters 1–3

# **Running a Business**

**OBJECTIVE** Comparing the expenses and income of a business to determine profitability.

Materials: paper, pencil, graphing calculator or computer (optional)

## **INVESTIGATION**

In Exercises 1-8, use the financial plan below.

My summer window-cleaning business: Financial Plans

- 1. Expenses:
  - · Paper towels cost \$.90 for a 60-sheet roll.
  - Spray window cleaner costs \$1.98 for a 33-ounce bottle.
  - · A step ladder costs \$25.00.
- 2. Income (per window):

Number of windows 1-14 15 or more
Outside only \$.60 \$.50
Outside and inside \$1.10 \$1.00

- **1.** You use two paper towels and 0.5 ounce of window cleaner to clean one side of a window. What is the total cost of materials to clean one side of a window?
- **2.** Write an equation to find the cost *C* of cleaning one side of *x* windows.
- **3.** Copy and complete the table. You may want to use a spreadsheet.

Number of windows	5	9	15	25
Cost for one side	?	?	?	?
Cost for both sides	?	?	?	?

- **4.** Write an equation for the income *I* for cleaning both sides of *x* windows when x < 15.
- **5.** How much profit will you make for cleaning both sides of 15 windows?
- **6.** What is your total profit for cleaning the windows of 6 houses (inside and outside) with 12, 17, 13, 9, 14, and 10 windows respectively?
- **7.** How many windows do you have to clean to pay for your step ladder? Explain your reasoning.
- **8.** What would it mean if you found a negative profit?



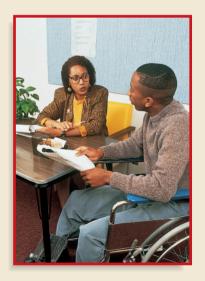
### **PRESENT YOUR RESULTS**

Write a report about your window cleaning plans.

- Include a discussion of income and expenses.
- Include your answers to Exercises 1–8.
- Explain how the cost of the ladder is a different kind of expense from the cost of paper towels and the window cleaner.

You may want to find out whether this business would work in your neighborhood.

- Survey some of your neighbors to find the price they would be willing to pay to have their windows cleaned.
- Do some research to find out what local businesses pay workers for similar work.
- Find out what the minimum hourly wage is. How many windows would you have to clean each hour to earn that amount?



#### **EXTENSION**

Think of a business that you would like to start.

- 1. If you can, interview someone who has experience with the type of business you are interested in. What advice can that person give you?
- **2.** Do some research to find out what kind of supplies or equipment you would need to get started and the cost of these items.
- **3.** Decide what you could charge customers for this service.
- **4.** Survey some of your friends and neighbors to find the price they would be willing to pay for such a product or service.
- **5.** Write a financial plan for your business.



