

# **GEOGRAPHY of ECONOMIC ACTIVITY**

## **GOALS**

To find the best location for the activity  
involving minimum costs and resulting in maximum profits.

## **EXISTING CONDITIONS**

<b>1. Location:</b> <u>Site</u> <u>Situation</u> <u>Nodes</u> (focus points) <u>Hierarchy</u> (activity levels) as accessibility, speed and cost	<b>2. Transportation:</b> <u>Linkages</u> , as routes and networks ( <i>connect the nodes</i> ) <u>Time/distance factors</u> , as accessibility, speed and cost	<b>3. Spatial Patterns:</b> <u>Distribution</u> (where?) <u>Land use</u> (why?) <u>Patterns of interaction</u> (relationship between places)	<b>4. Economic Factors:</b> <u>Resources</u> –location, quality, quantity, cost, transportation <u>Environmental issues</u> –laws, regulations, philosophical, cost <u>Supply and demand</u> – Is there need? Can it be satisfied? Cost?
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## **DECISION MAKING VARIABLES**

<b>1. Comparative Advantage:</b> Best suited	<b>2. Human Elements:</b> People considerations ( <i>cultural, political, historical, economic, social and technological</i> )	<b>3. Agglomeration:</b> Clustering ( <i>concentration for mutual benefit</i> )	<b>4. Environmental Concerns:</b> Care about the environment Perception Sustainable development Compliance	<b>5. Transportation Characteristics:</b> Existing routes/equipment Reliability of routes and equipment Schedules and on-time performance Possibility and cost of change?
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## **FINAL CHOICE**

Select the best location at least cost  
for maximum profit from what is available.