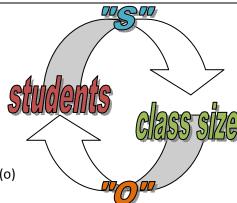
# CAUSAL LOOPS – TWO TYPES OF LOOPS Balancing Loops

S = same / o= opposite EXAMPLE - DR. CHRIS

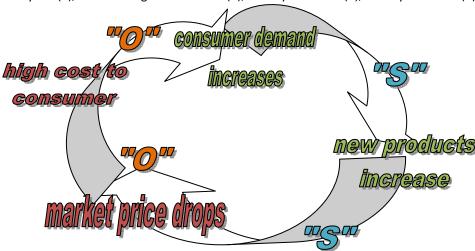
When student #s go UP, class size goes up (S) When class size goes UP, student #s go DOWN (o)



### **Reinforcing Loops**

Supply & demand & causal loops

increase in layoffs (0), confidence goes decreases (o), anxiety increases (o), anxiety increases (o), performance decreases (o)



high costs to consumer, consumer demand for organic food increases (o), new products increase (s), production increases (s), market price decreases (o)

#### **Reinforcing = Fly Wheels**

Generate exponential growth or great collapse Influences go up

#### **Balancing Loops**

Influences are to be self-correcting Keeps us from spinning out of control

## **Determining Balancing versus Reinforcing**

- Balancing = odd # of "o's"
- Reinforcing = no "o's" or even # of "o's"

Don't put a value on variables when looking at these loops