

Name _____

ECO1001

Fall 2021

Supply and Demand Quiz

Send answered quiz to instructor's hotmail account by the end of class on October 27

Market for Health Services in the USA. 1) Start with 'perfect competition' S&D graph, labeling everything correctly. 2) In your own words describe why the state might intervene in this market. 3) What happens to S&D when Demand is subsidized, show on graph and describe in words. 4) Why can't the market on the Supply-side react to increased prices? 5) Who gains and who loses through subsidized and/or state-provided health-insurance?