

Public Economics ECS3704

Course structure



Learn without limits.

UNISA

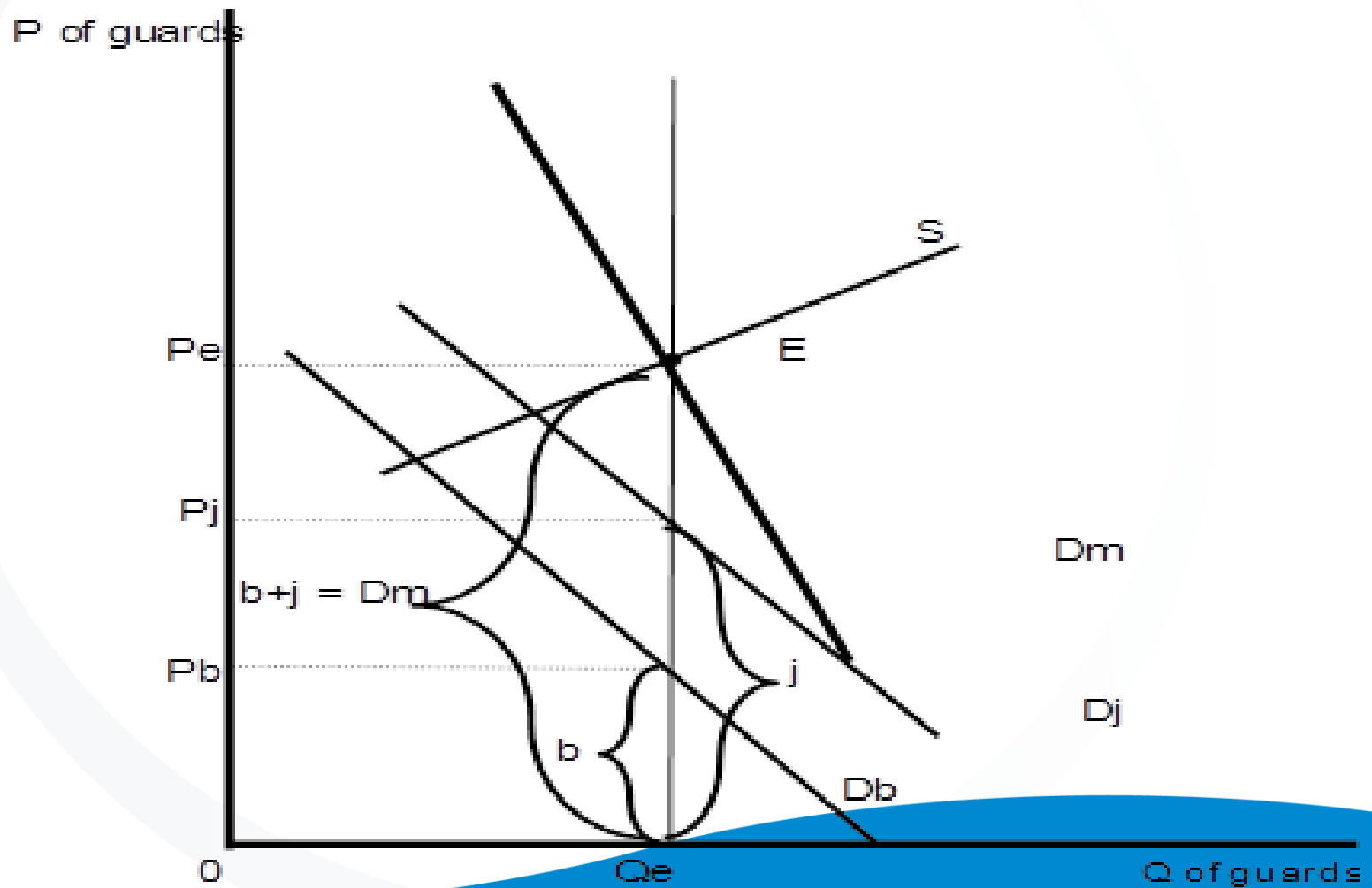

college of
economic and
management sciences

Study unit 2

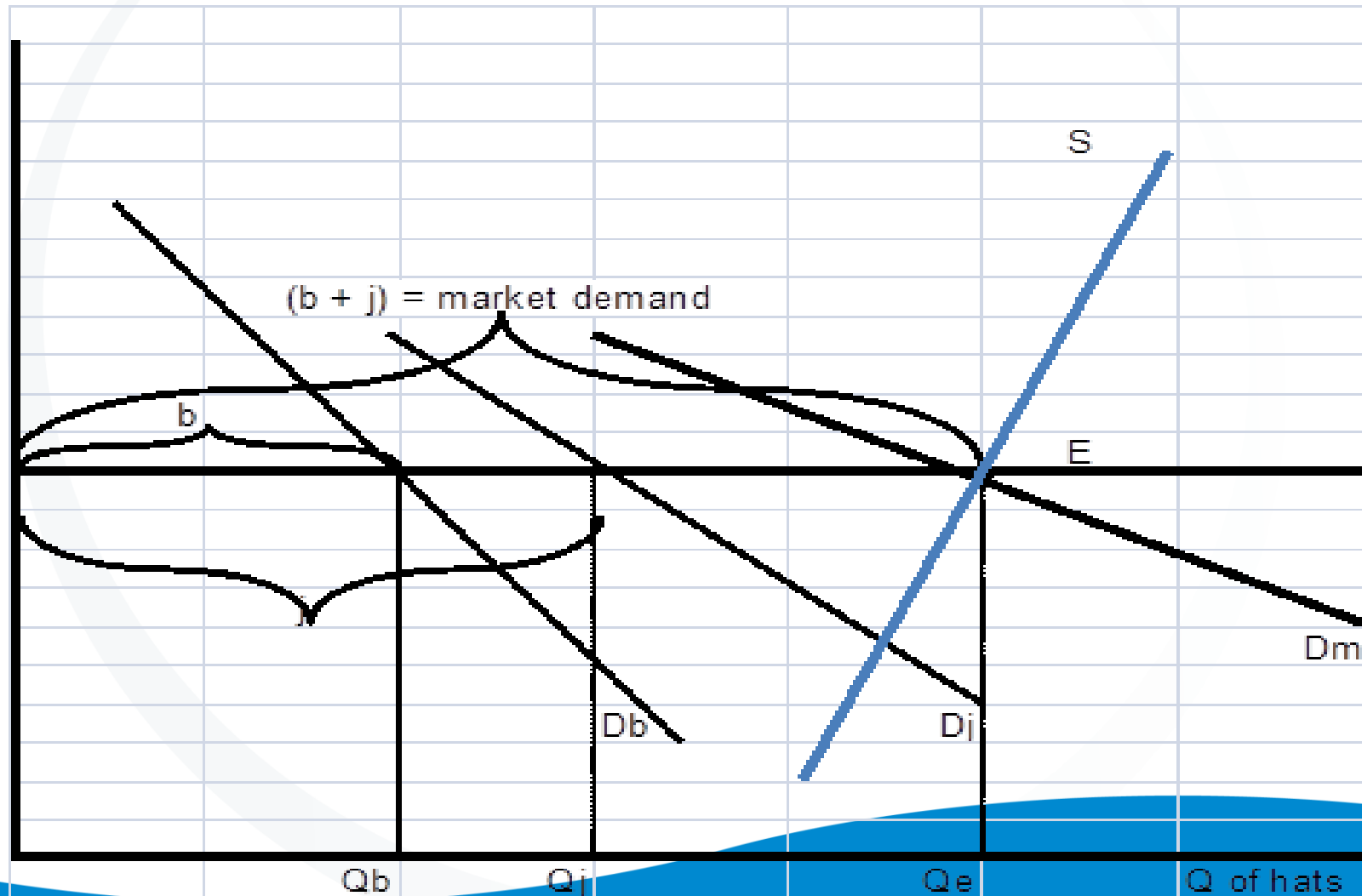
Public goods and externalities

- Vertical vs Horizontal summation
- Non-rival and non-excludable
- Fig.3.1 vs Fig. 3.2 (BCS)
- Positive and negative externalities
- Fig. 3.3 and 3.4 (BCS)
- How could government intervene?

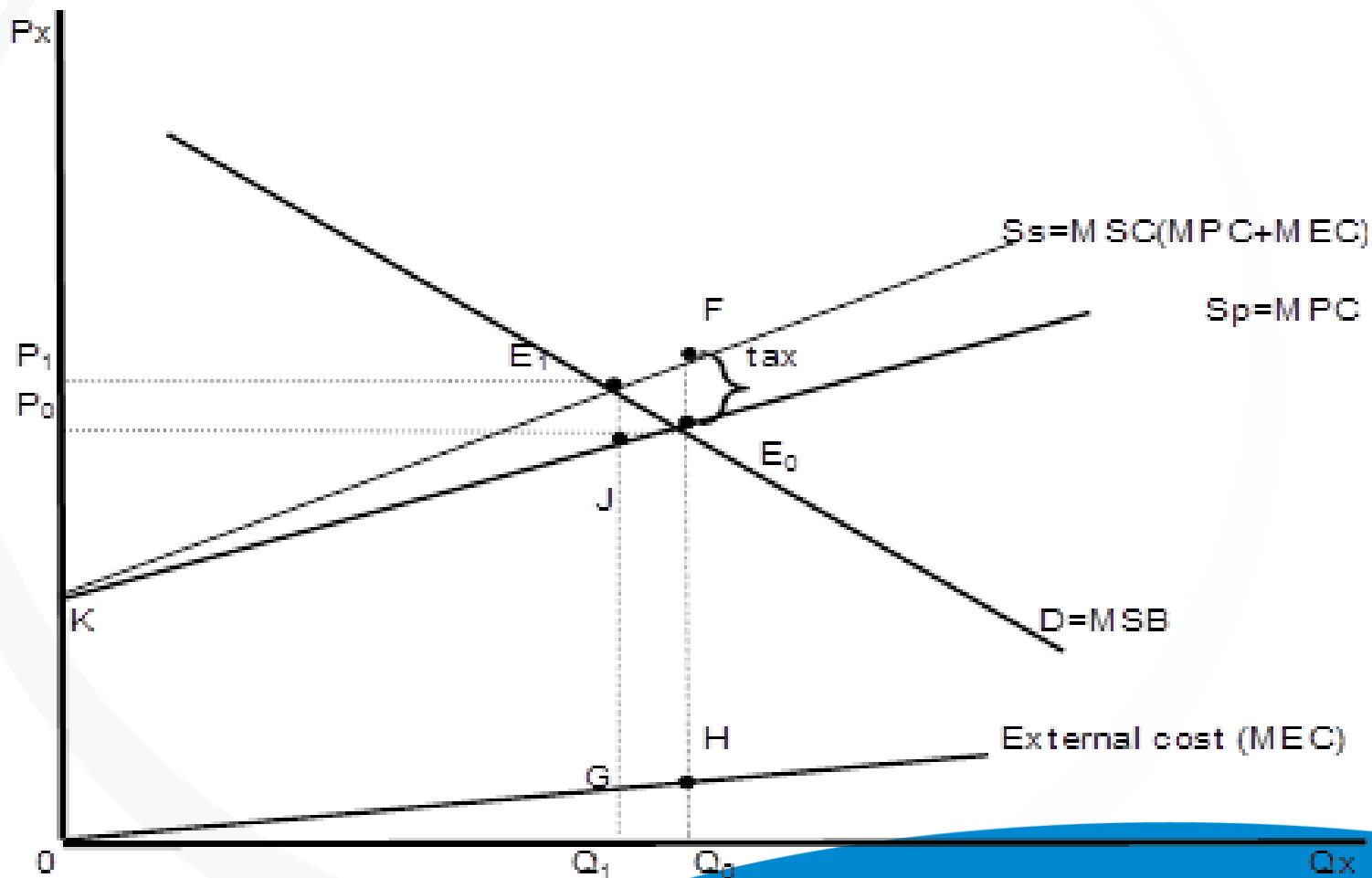
Pure public good



Private good



Negative production externality



Positive consumption externality

