

18-Lecture-18-Externalities-Part-2

SURVEY

- 1 How was the second exam?
 - A Brutal
 - B Challenging – bordering on unreasonable
 - C Challenging – but reasonable
 - D 🍰 🚶 ➡️

- 2 What problem are commuters solving when they decide to take bridge vs. tunnel?
 - ☒ A Minimize marginal private cost of travel
 - B Minimize marginal social cost of travel

- 3 Is the equilibrium allocation of cars among roads likely to be socially efficient?
 - A Yes
 - ☒ B No
 - C Indeterminant

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