

Jonathan Gruber

Public Finance and Public Policy

First Edition

Chapter 7: Public Goods

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■ TABLE 7-1

Defining Pure and Impure Public Goods

		Is the good rival in consumption?	
		Yes	No
Is the good excludable?	Yes	Private good (ice cream)	Impure public good (cable TV)
	No	Impure public good (crowded city sidewalk)	Pure public good (national defense)

Table 7.1

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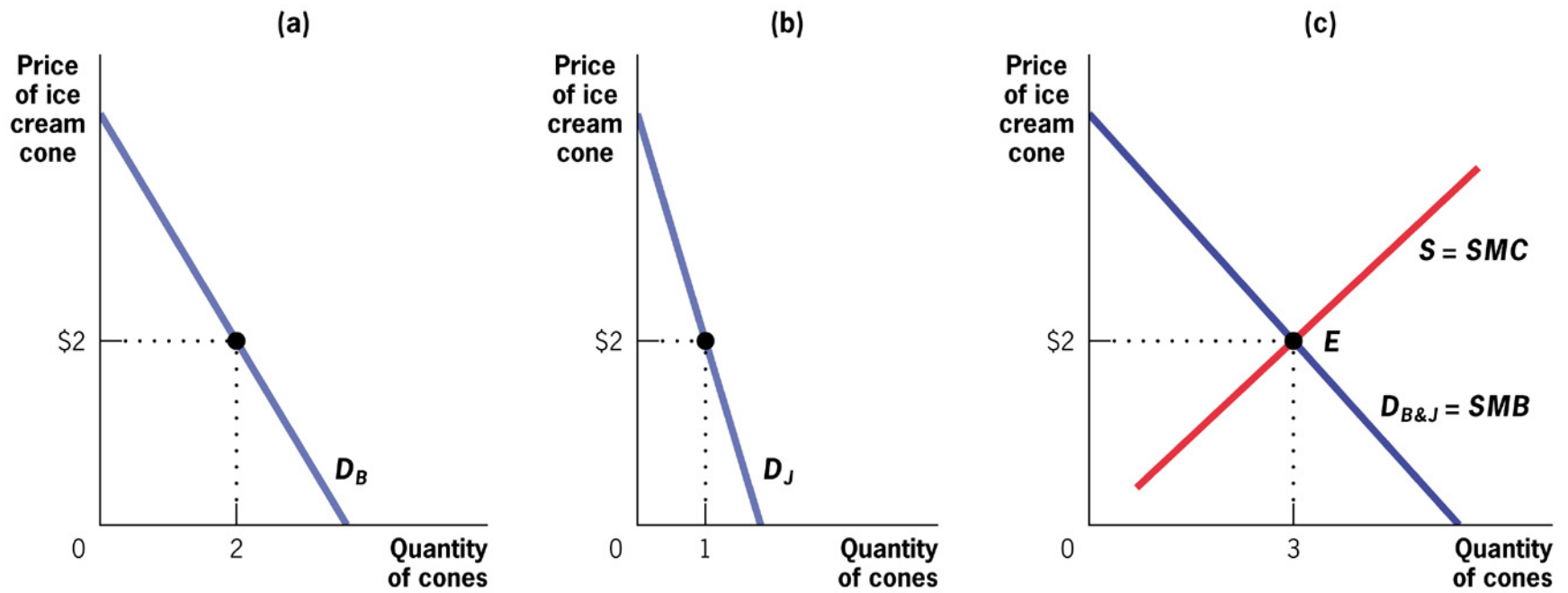


Figure 7.1 Horizontal Summation in Private Goods Markets
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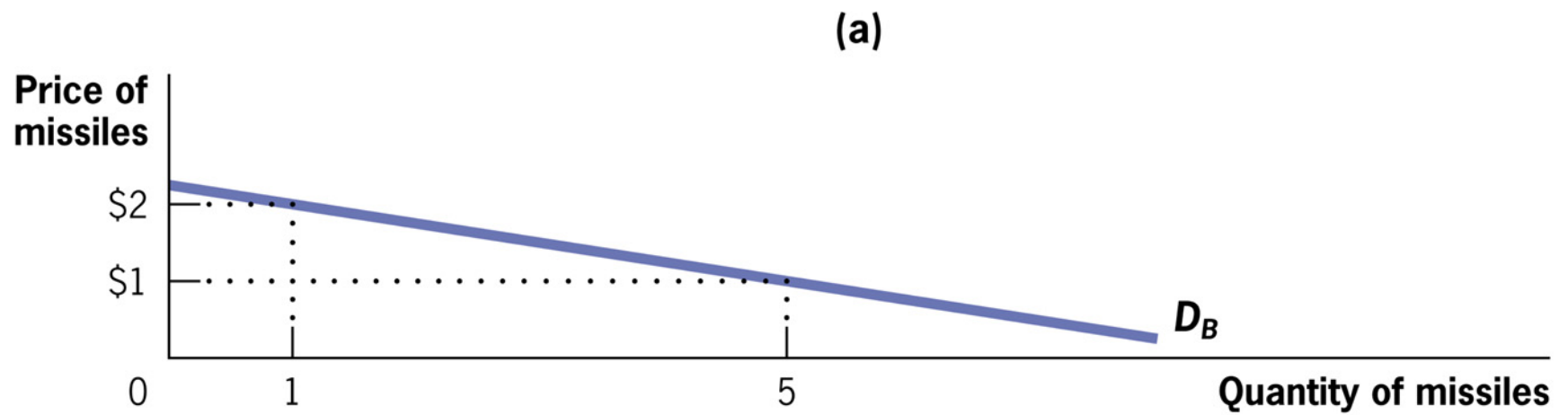


Figure 7.2 (a) Vertical Summation in Public Goods Markets
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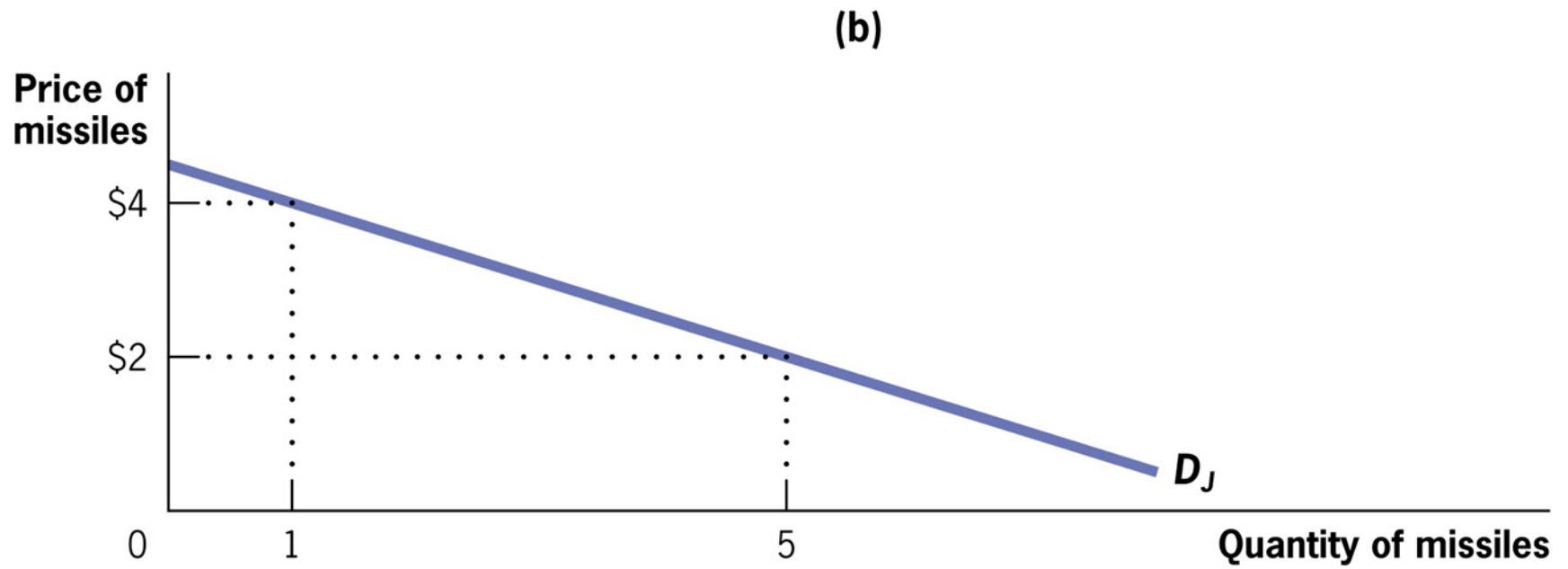


Figure 7.2 (b) Vertical Summation in Public Goods Markets
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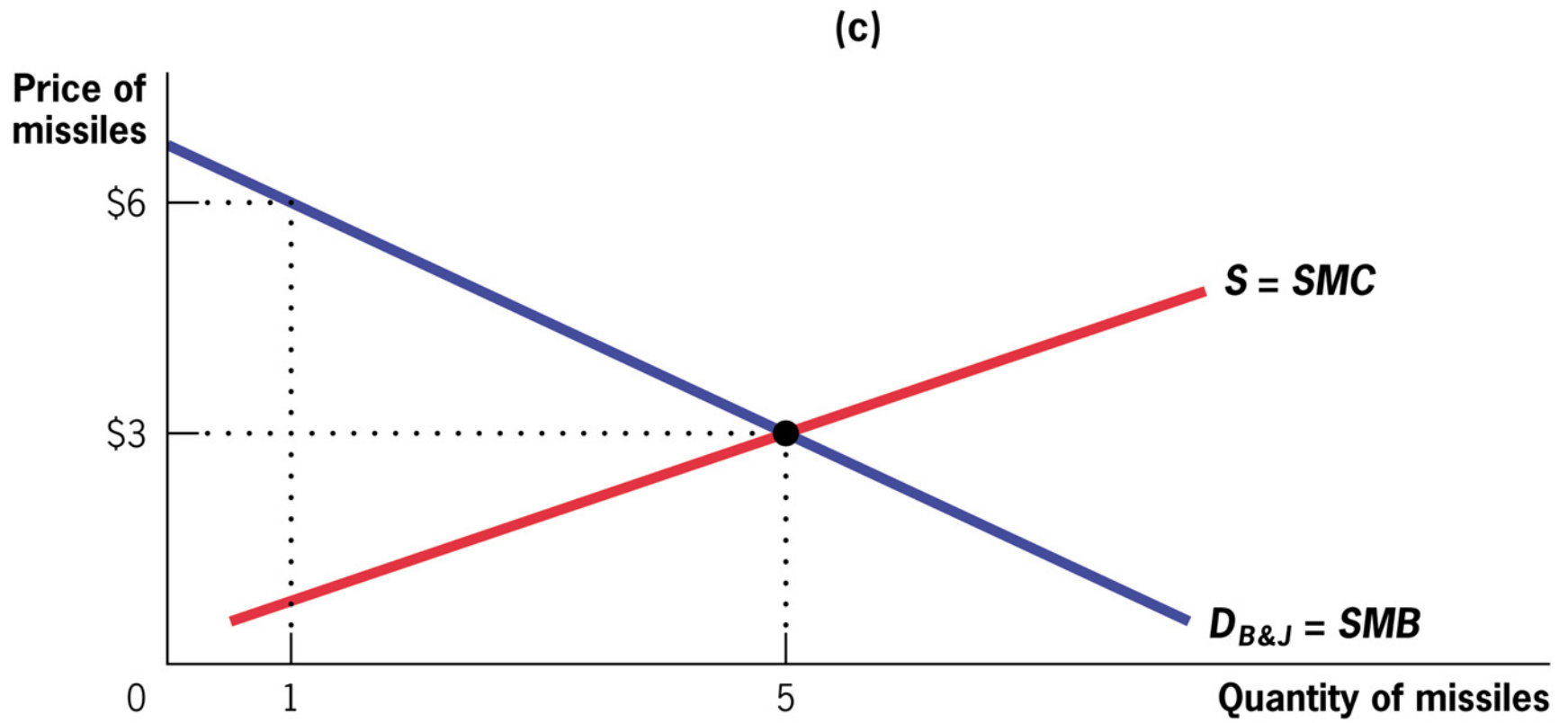


Figure 7.2 (c) Vertical Summation in Public Goods Markets
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