

TERMS & TOPICS – Exam 2, Public Goods/Common Property Resources

Characteristics of Goods:

- Excludability

- Rivalry in consumption

property rights

Categorizing Goods by Characteristics:

- private good

- club good/natural monopoly

- public goods

- common resources

externalities

free rider

role for govt in public good

Public Goods

Cost-benefit analysis

Common resources

open-access resources

role for govt in common resources

The Tragedy of the Commons

Garrett Hardin

private incentives v. social incentives

Policy Options to Prevent Overconsumption of Common Resources