## Short Run vs. Long Run

Run three shifts (hire more workers) but can't expand the size of the plant (can not build more factories)

## What can be done in the short run?

Long run: Firms can expand the plant size (build more factories) and hire more workers

Short Run: Plant size is fixed at 30K units

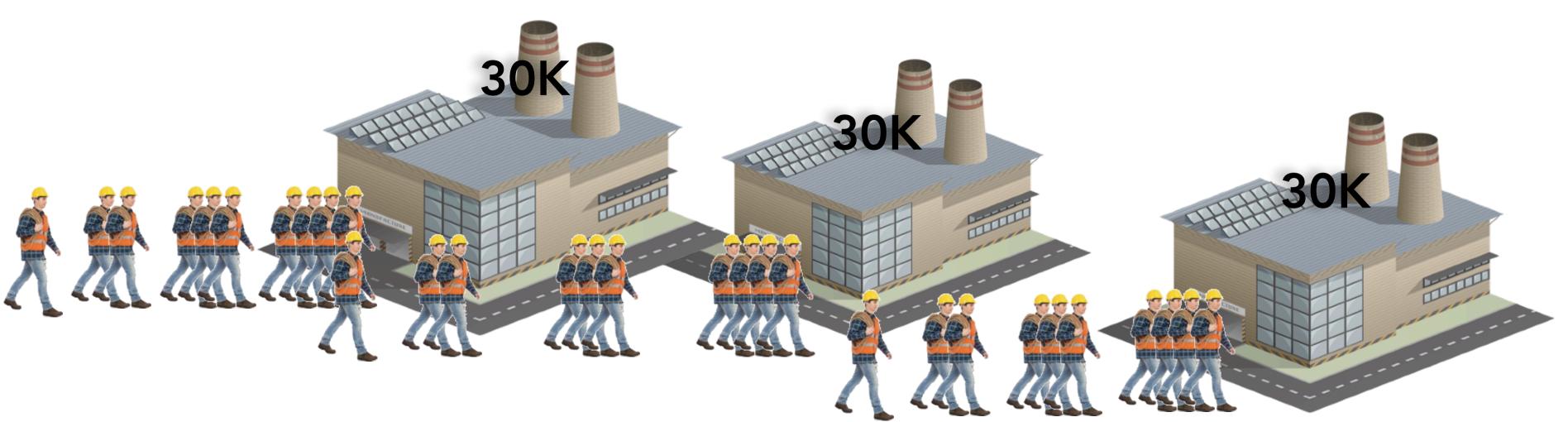








## Pandemic creates the need to produce more face masks



Pandemic creates the need to produce more face masks





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Long run: Firms can expand the plant size (build more factories) and hire more workers

