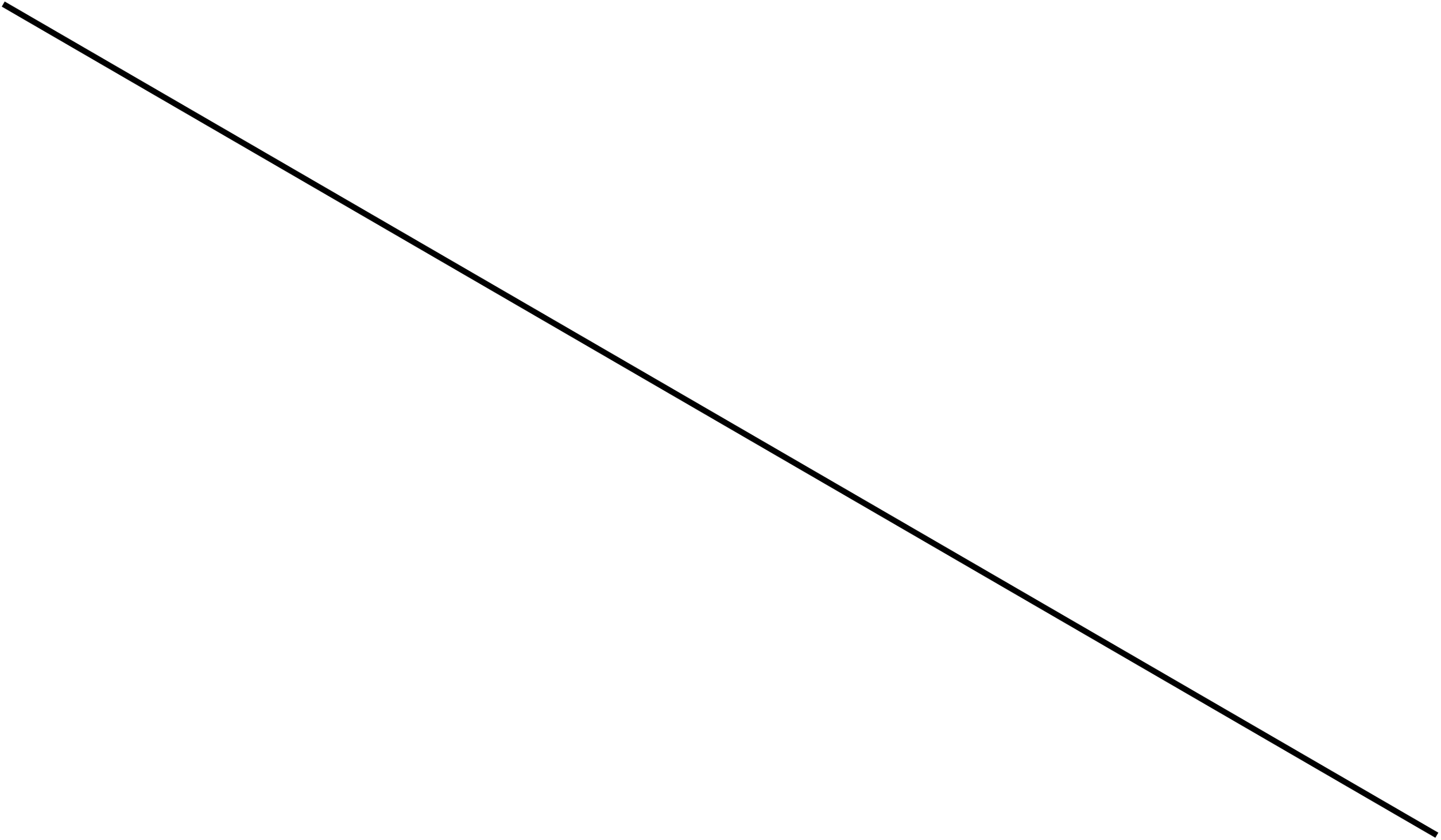
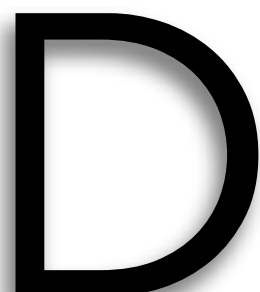
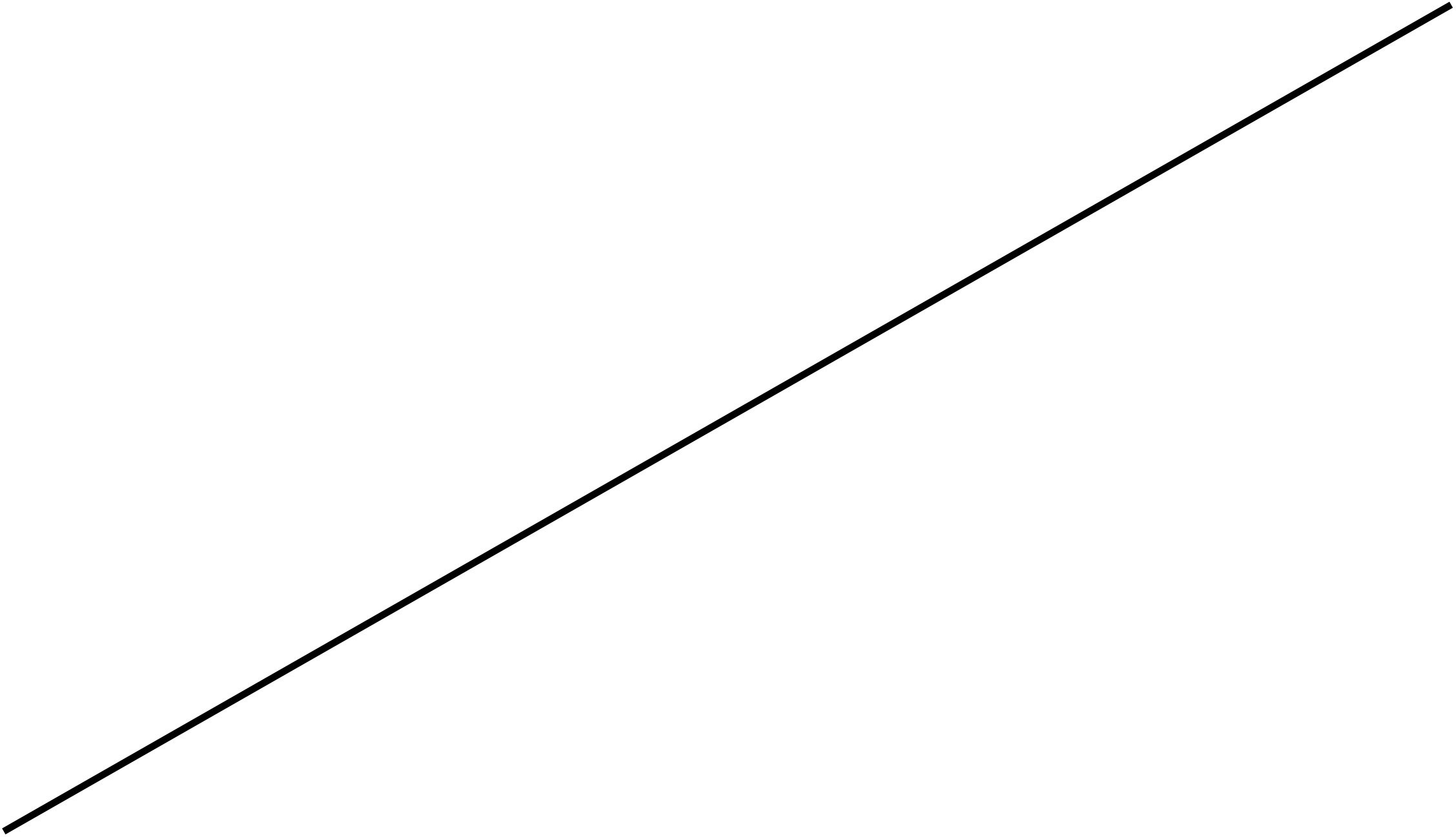
A price Ceiling prohibits prices above





2,200



$$Q_e = 600$$

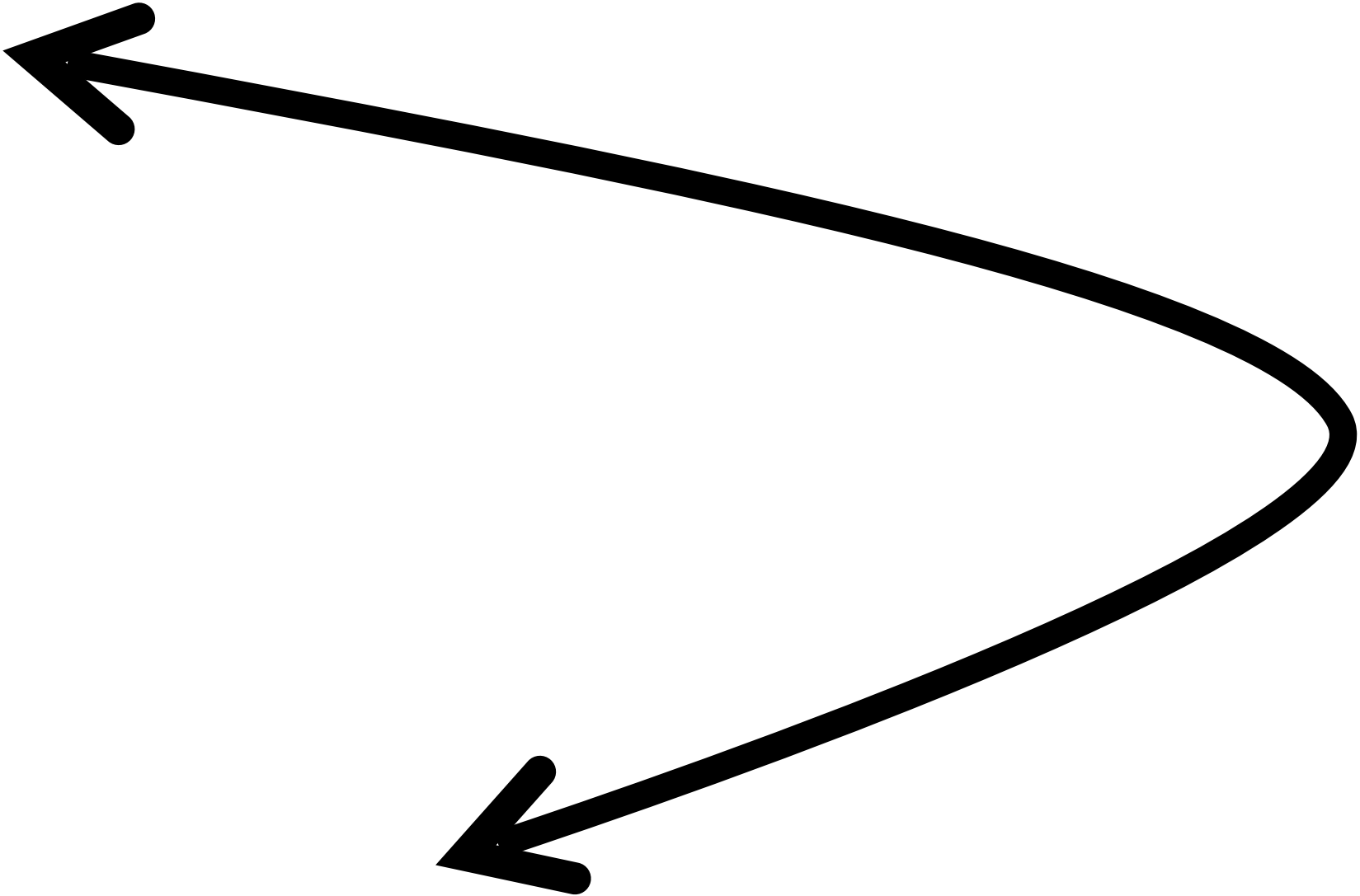
$$P_e = 3,900$$

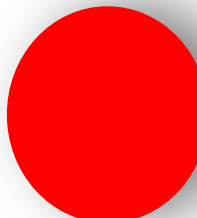
Rent Control: Landlords can't charge more than $2,200

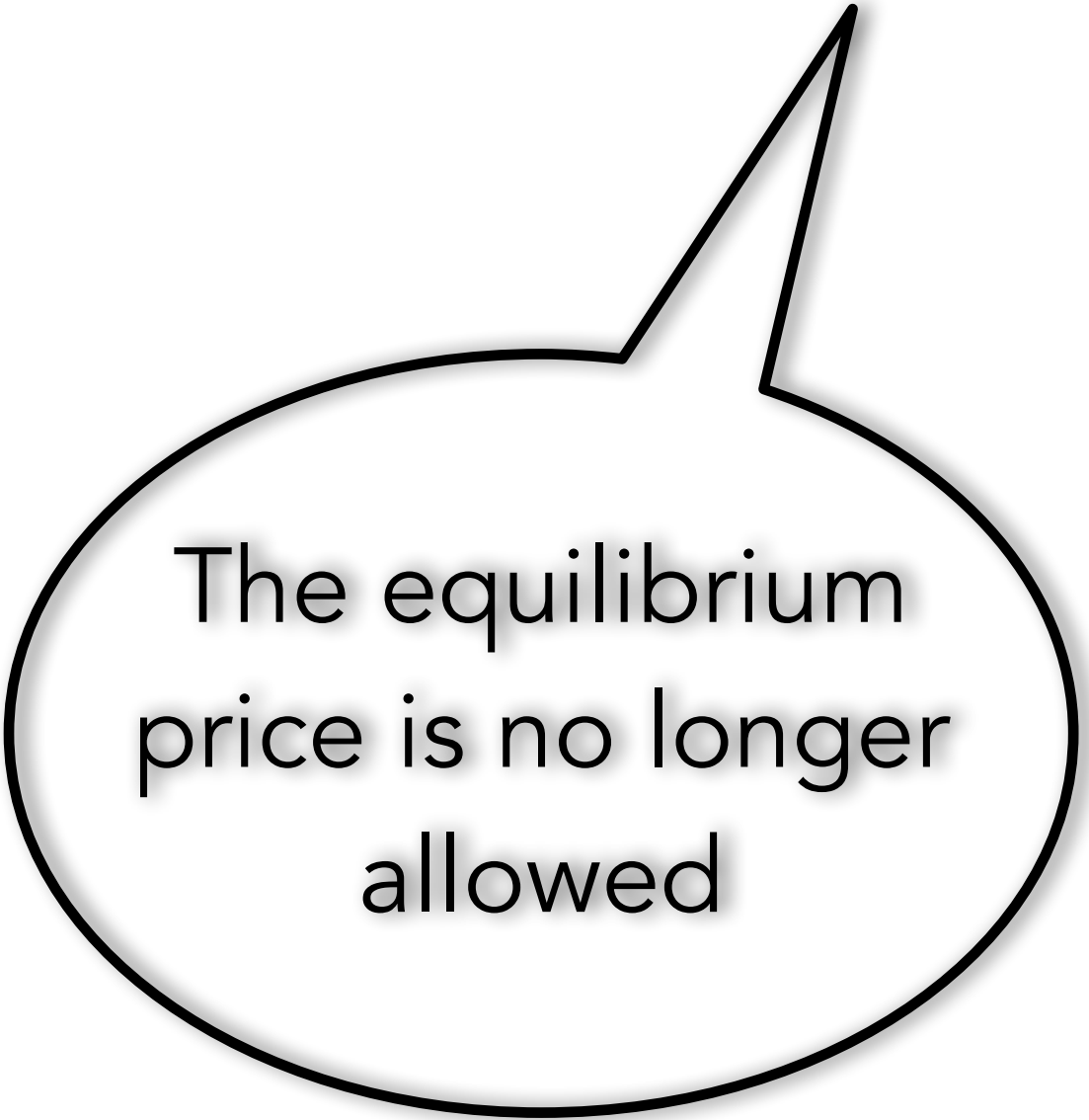
Price Ceiling

All these prices are
now prohibited

Prevents price from reaching equilibrium

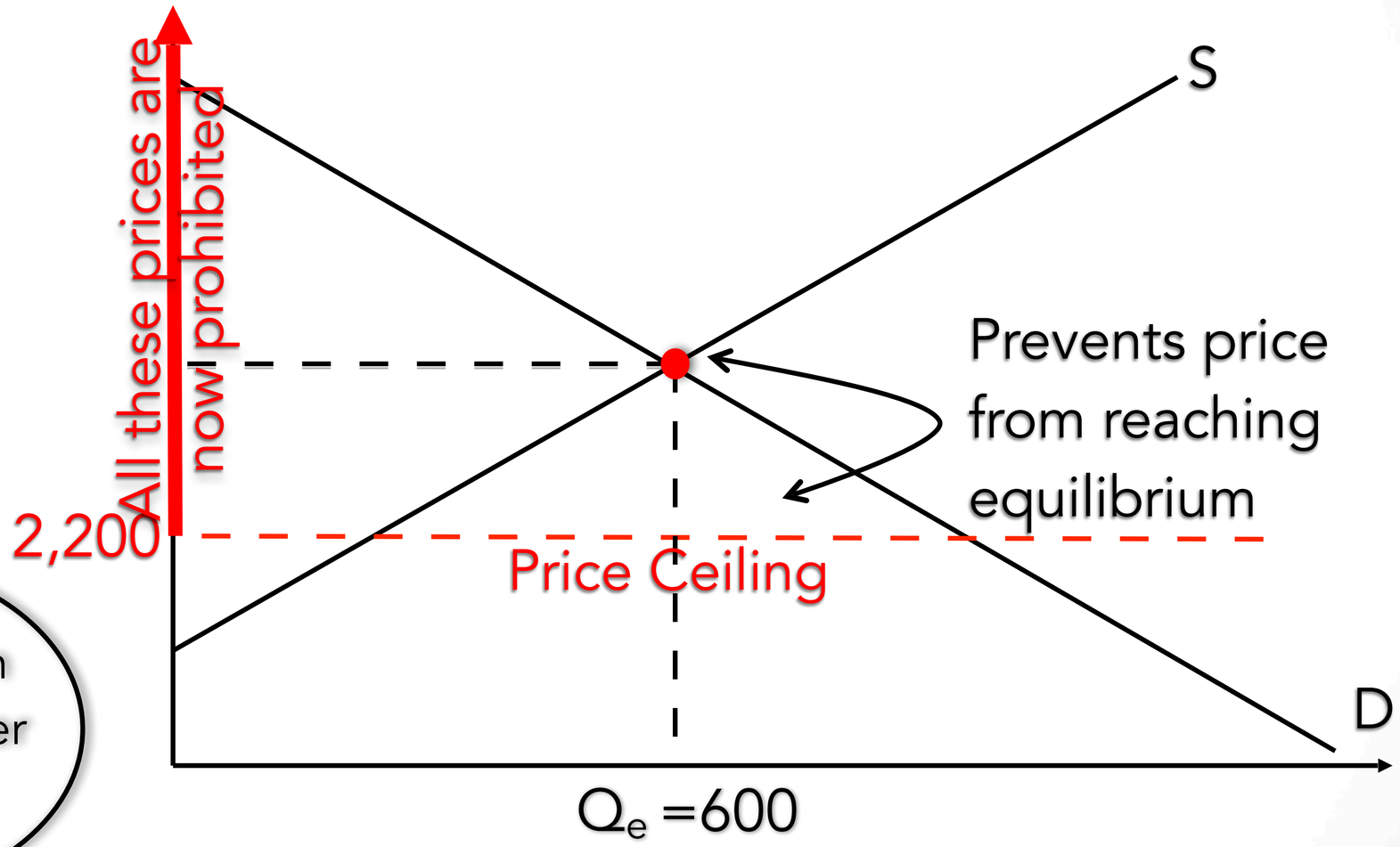


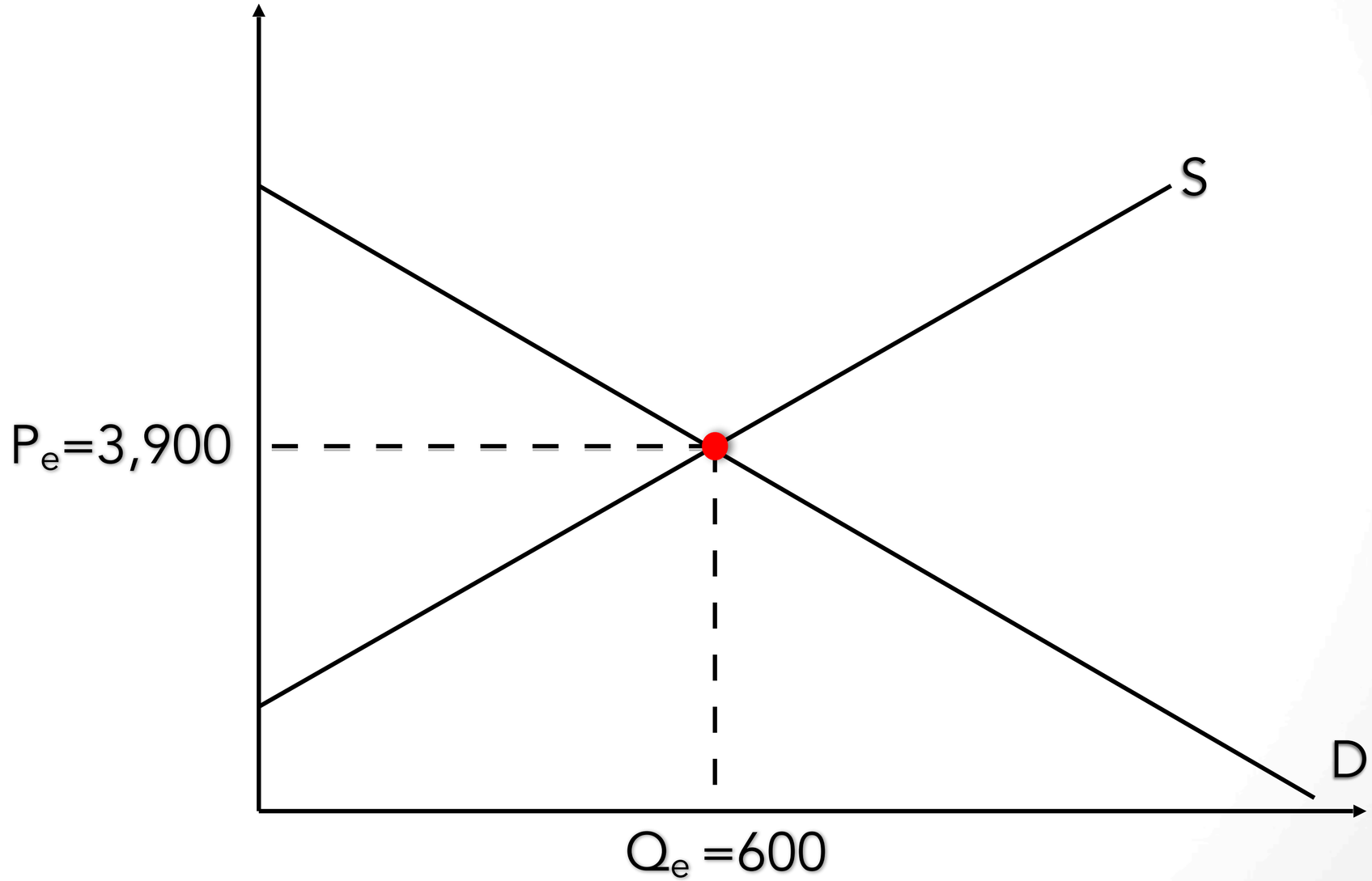



The equilibrium price is no longer allowed

A price Ceiling prohibits prices above

Rent Control: Landlords can't charge more than $2,200



The equilibrium price is no longer allowed

To be effective, a price Ceiling must prohibit the equilibrium price