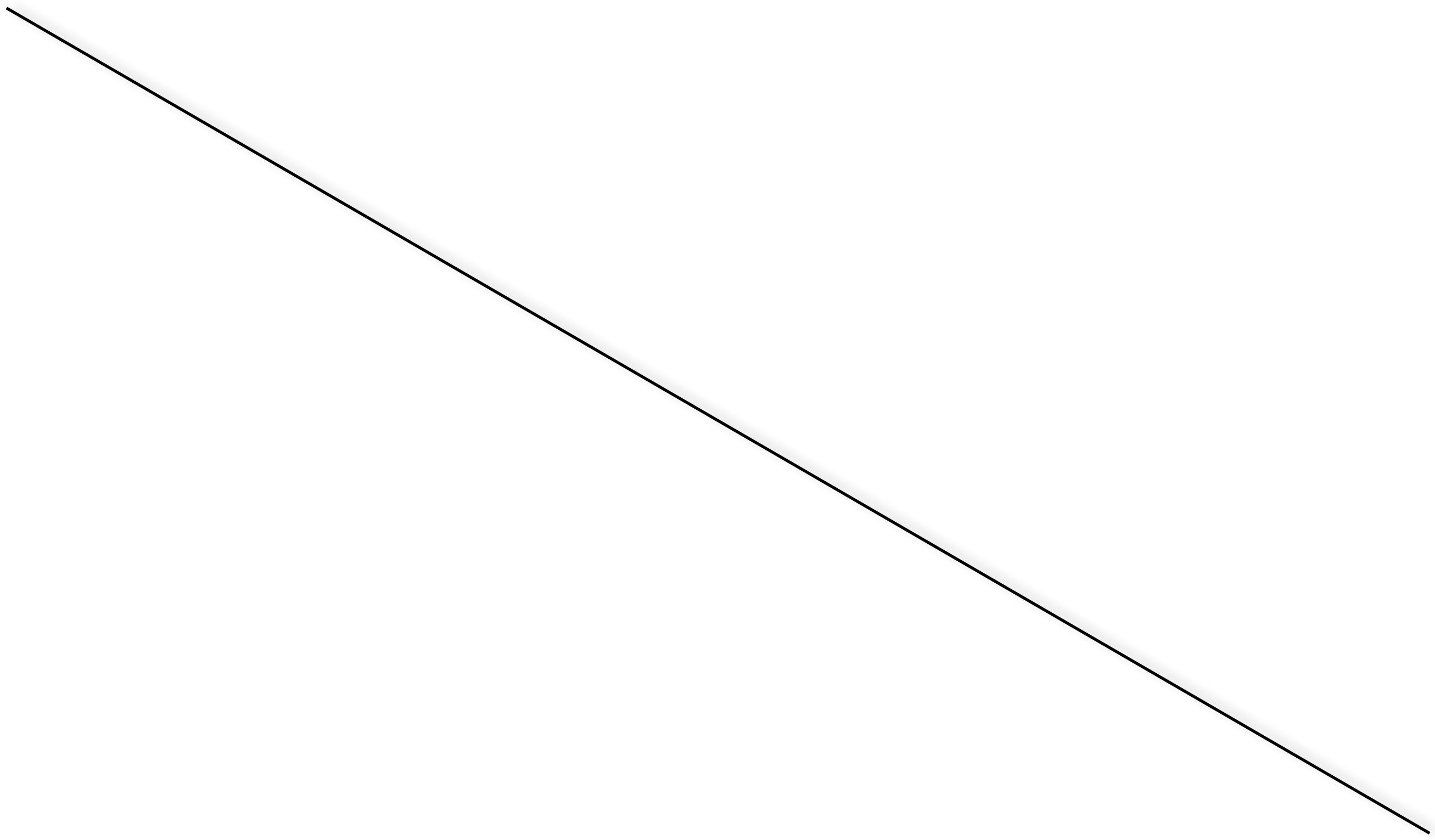


A price **Ceiling** prohibits prices **above**
the price ceiling

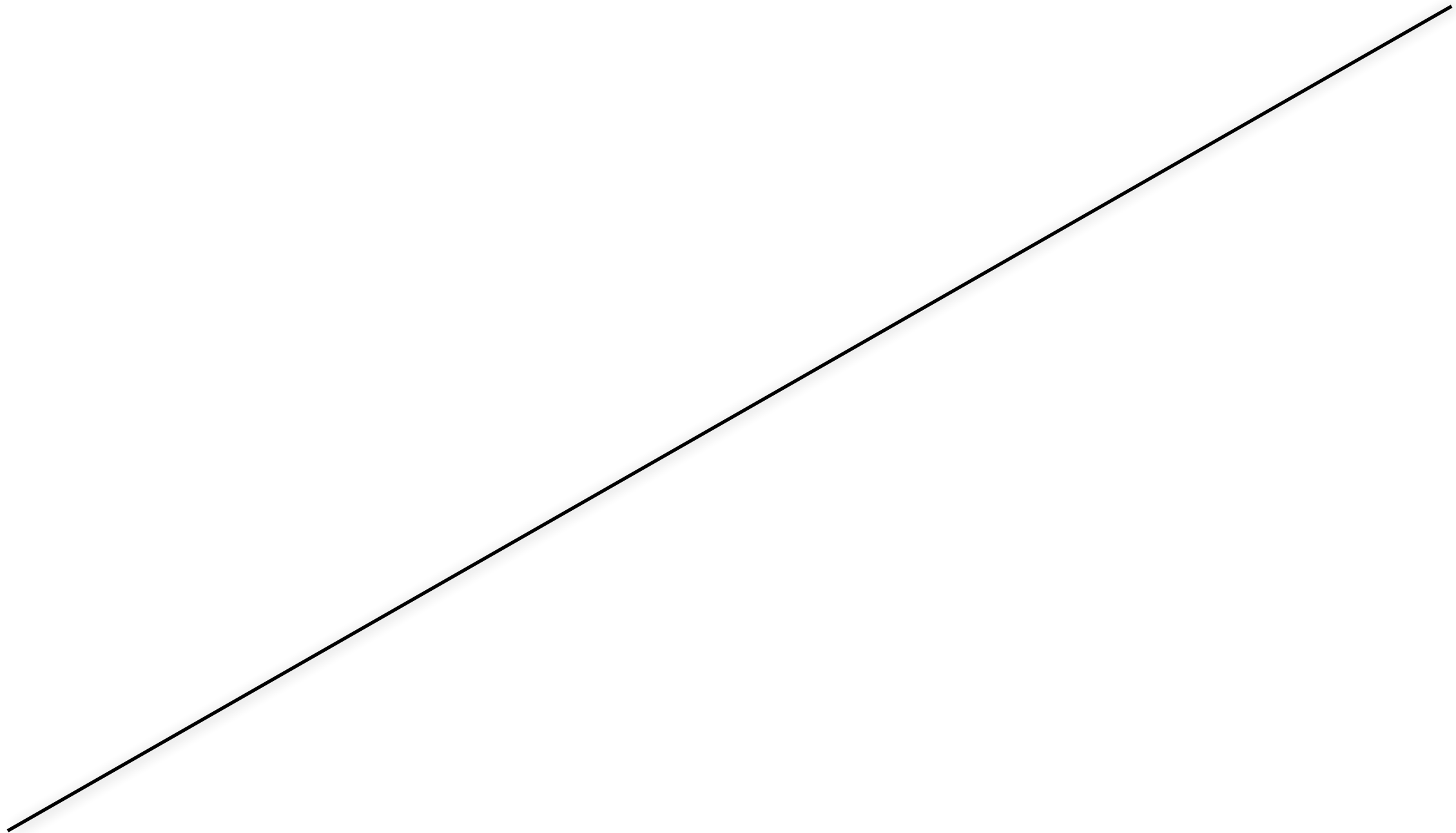




D

S

2,200

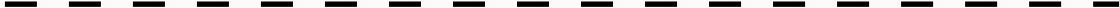






$$Q_e = 6000$$

$$P_e = 3,900$$




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



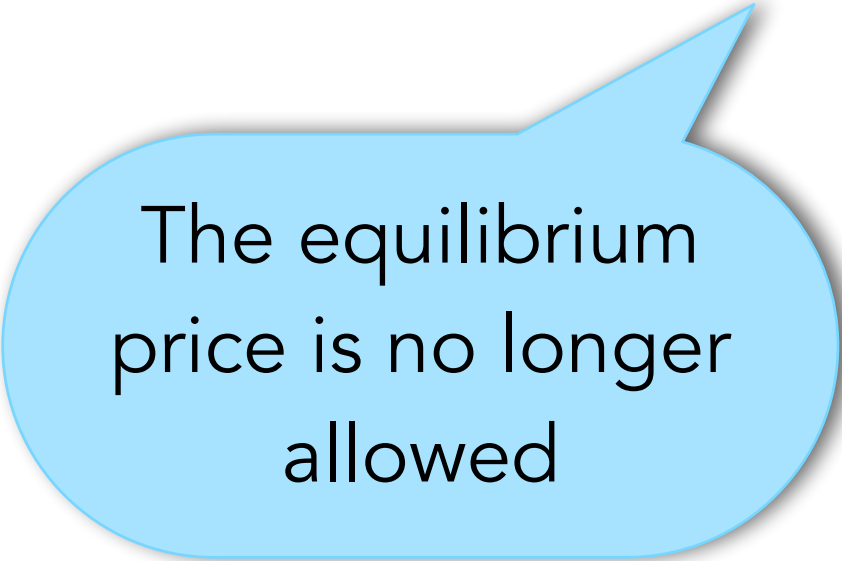
Price Ceiling

All these prices are
now prohibited



Prevents (prohibits) price
from being equal to the
equilibrium price





The equilibrium
price is no longer
allowed

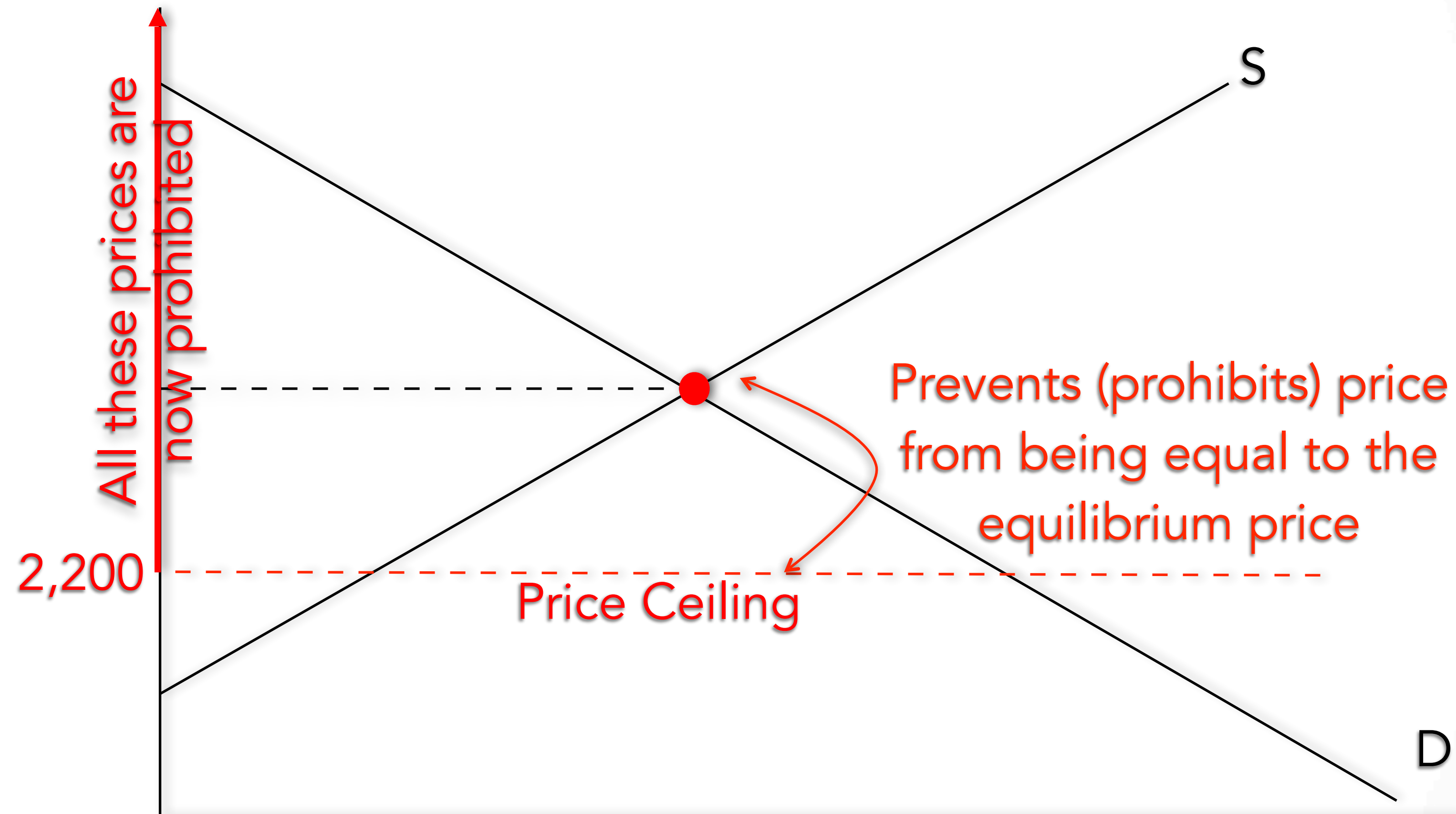


To be **effective**, a price **Ceiling** must be placed **below**
the equilibrium price

A price **Ceiling** prohibits prices **above** the price ceiling

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

The equilibrium
price is no longer
allowed



To be **effective**, a price **Ceiling** must be placed **below** the equilibrium price

