

Name: _____

Class Period: _____

Economics – Mr. DeWeese

Think about it...oh and reason your way through it!

Understanding prices is basic and simple. However, the government needs to fight for the people by getting their grubby little hands involved in price controls under certain circumstances.

Without utilizing ANY outside sources, including our class notes, I want you to coherently reason the governmental purpose of the following two price controls:

- PRICE FLOOR
- PRICE CEILING

In your reasoning, address the five basic questions. The use of a product or products in your argument should enhance your ability to convey your thoughts on the matter.

PRICE FLOORS

PRICE CEILINGS