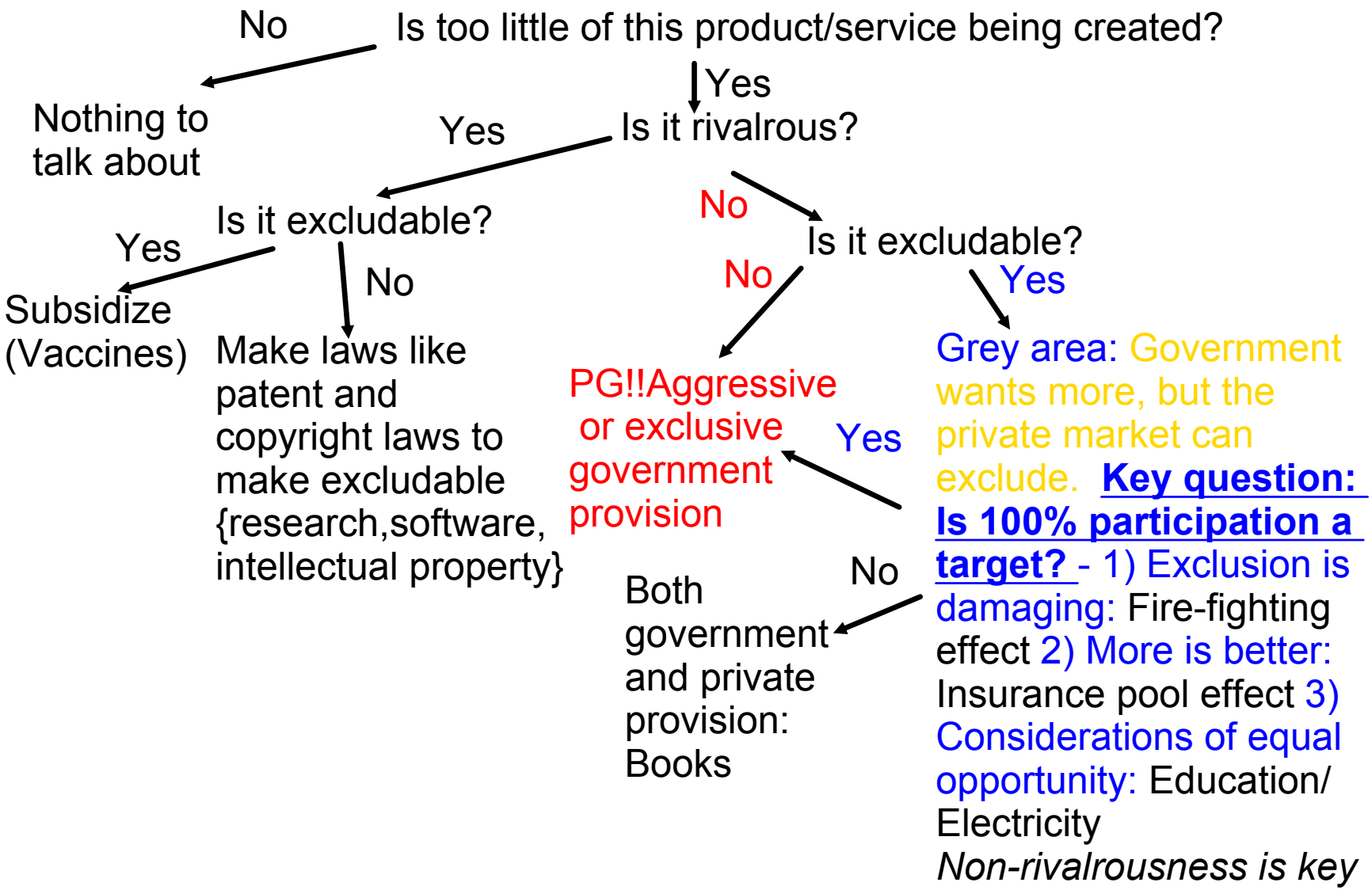
Is too little of this product/service being created?
No
Nothing to talk about
Yes
Is it rivalrous?
Yes
Is it excludable?
Yes
Subsidize (Vaccines)
No
Make laws like patent and copyright laws to make excludable {research,software, intellectual property}
No
Is it excludable?
No
PG!!Aggressive or exclusive government provision
Yes
Grey area: Government wants more, but the private market can exclude. Key question: Is 100% participation a target? - 1) Exclusion is damaging: Fire-fighting effect 2) More is better: Insurance pool effect 3) Considerations of equal opportunity: Education/ Electricity
Non-rivalrousness is key
No
Both government and private provision: Books