Moral Hazard and Rand Experiment

Ex. Define moral hazard in health insurance. What evidence is there for the existence of moral hazard? Why is important to know the extent of moral hazard for setting the insurance coverage?

Ex. What is the main motivation for conducting Rand Health Insurance Experiment? What are the main findings?

Demand Inducement and Income Effect

Ex. Define what Winnie Yip means by
1. demand inducement
2. income effect

Ex. Would would be the empirical implications in Winnie Yip’s data of the effect of the Medicare fee changes in the following cases:
1. demand inducement exists but no income effect
2. an income effect exists but no demand inducement
3. demand inducement

Ownership and Hospital Behavior

Ex. According to Phelps, why is there non-for-profit organization? Why is non-for-profit organization particular prevalent in health sector?

Ex. Summarize the findings of Sloan, Picone, Taylor and Chou (2001) in one page.

Ex. According to Grabowski and Hirth (2003) in one page, what is the overall benefit for the society from having non-for-profit hospitals?