

Economics 121 A  
Prof. A. D. Becker

Quiz 3  
Spring 2000

March 14, 2000

Name: \_\_\_\_\_

In early November of 1998, voters in California approved Proposition 10, a measure to increase taxes on retail sales of cigarettes by \$1.00 per pack beginning on January 1, 1999. Suppose that demand for cigarettes is inelastic. Can you determine whether buyers or sellers will bear the larger burden of the tax? Explain.

**Pledge:**

I pledge my honor that during this quiz I neither gave nor received assistance and that I saw no dishonest work.

Signed: \_\_\_\_\_

I have not signed the pledge intentionally.  (Check only if appropriate.)