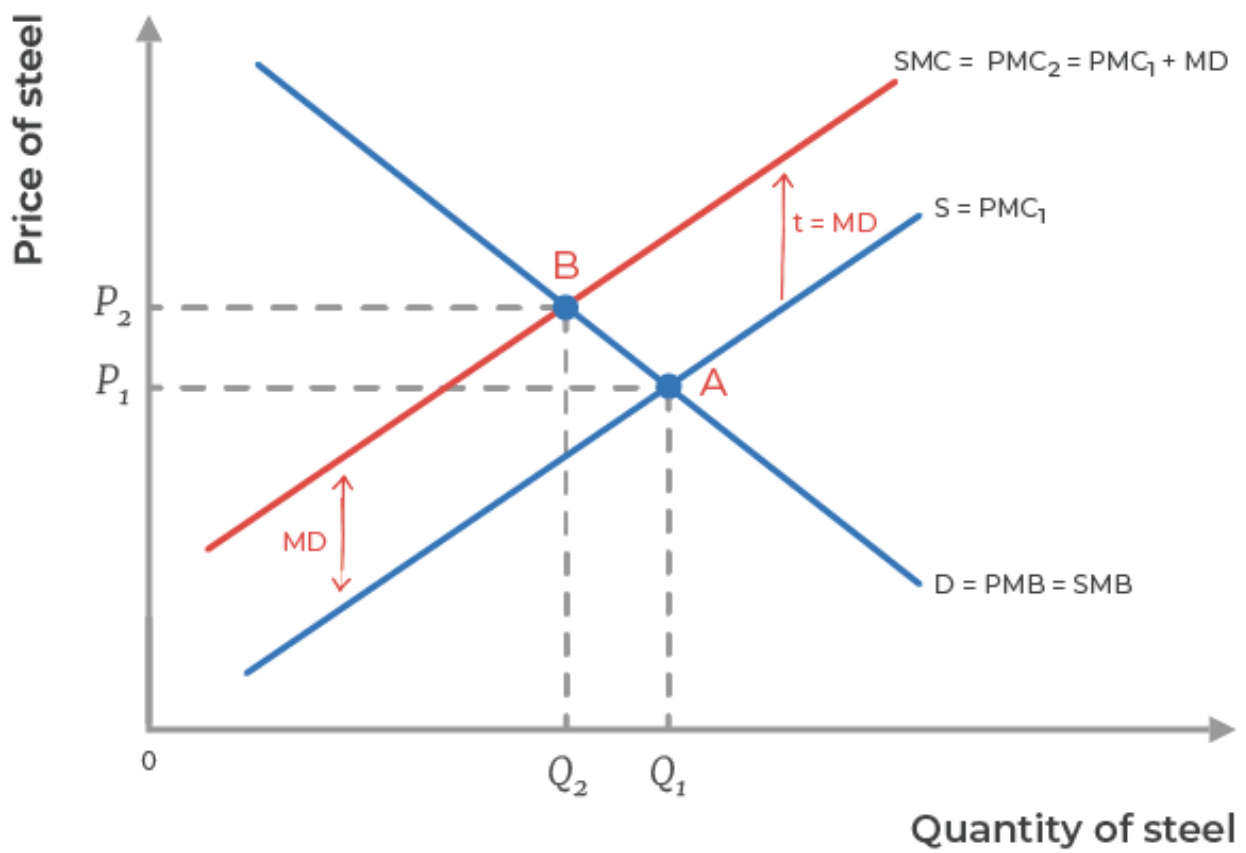


Figure 23-3

### Corrective Taxation

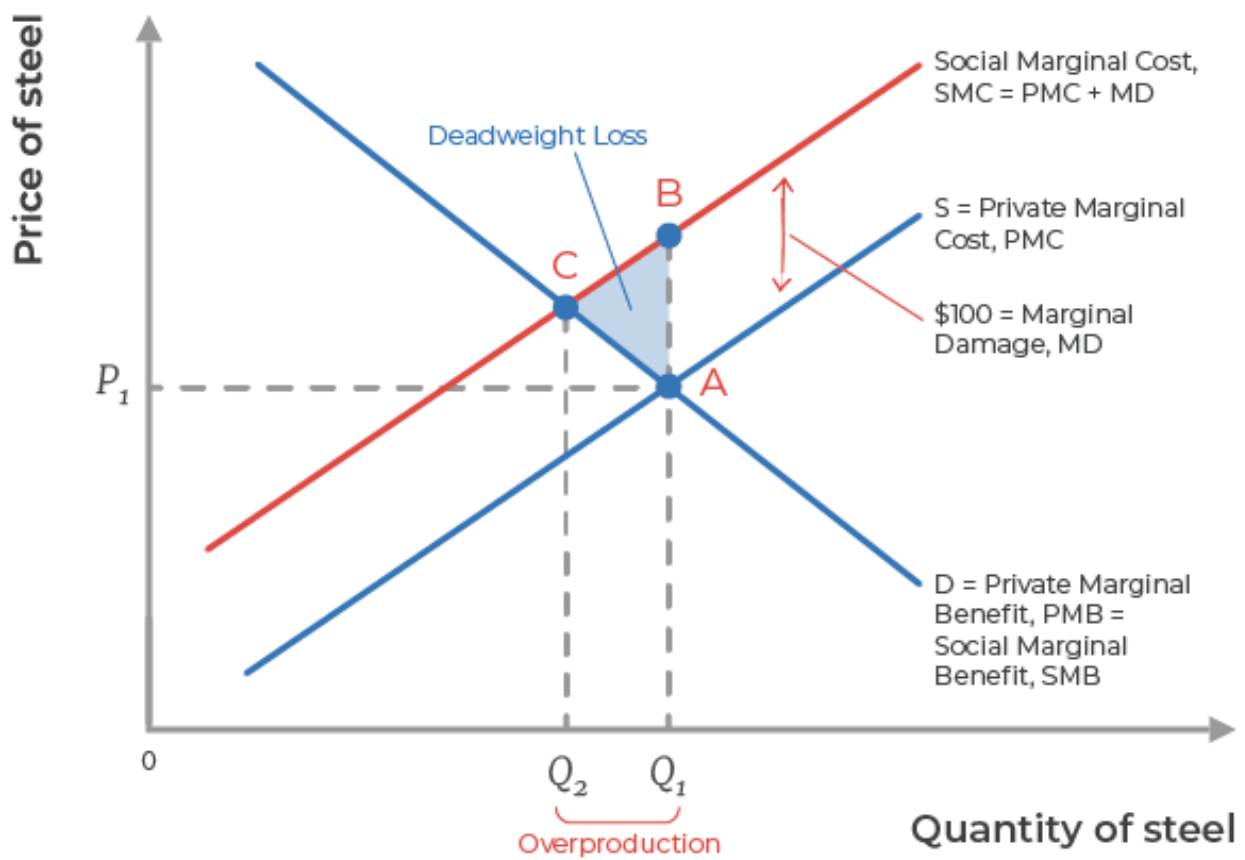


Taxation as a Solution to Negative Production Externalities in the Steel Market

Image by Jaki King (designbyjaki.com) for MIT OpenCourseWare

Figure 23-1

### Negative Production Externality

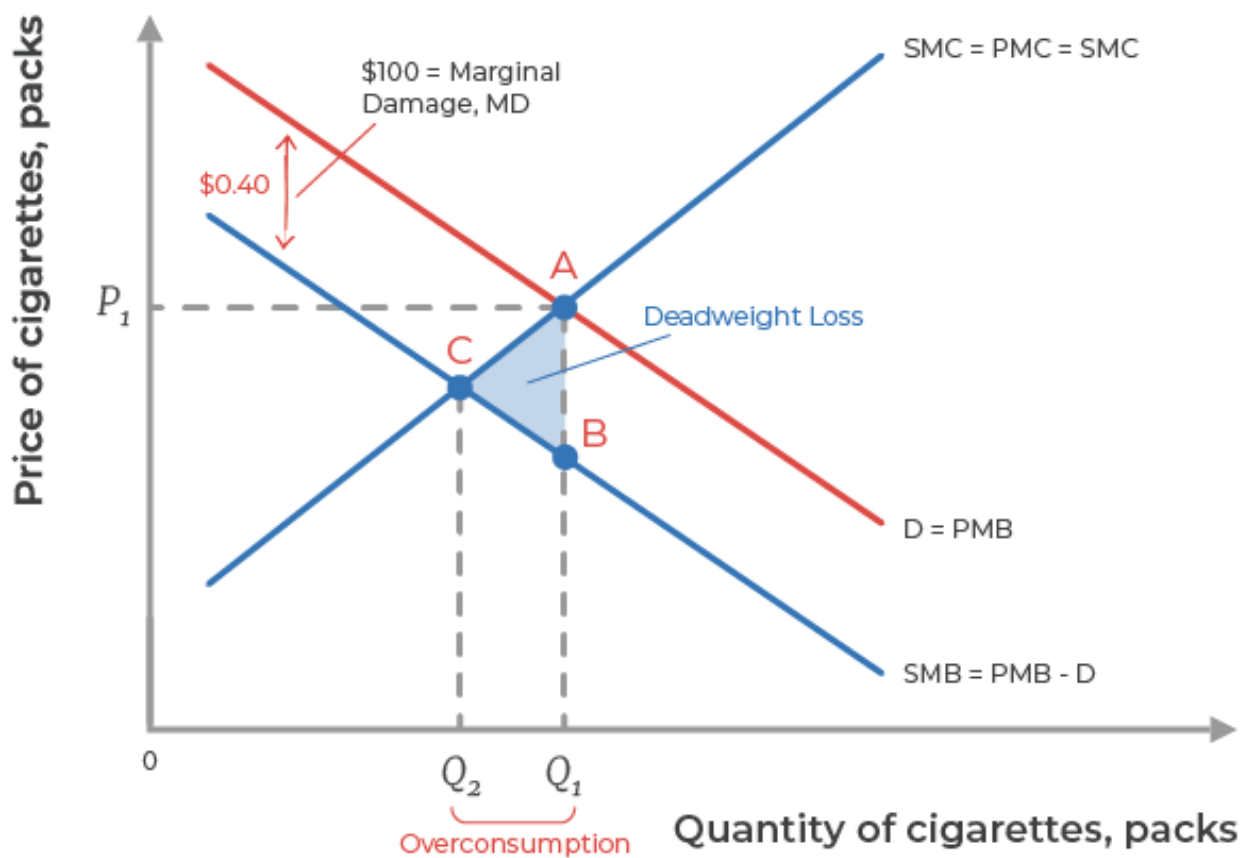


Market Failure Due to Negative Production Externalities in the Steel Market

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Figure 23-2

### Negative Consumption Externality



Market Failure Due to Negative Consumption Externalities in the Cigarette Market

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