

5.20: Assignment- Elasticity and Tuition

Part 1: Imagine that tuition for your schooling has increased by 20%. How do you think this will affect demand and consumer behavior? Why? How would you describe the elasticity of your tuition? Explain.

Part 2: Imagine that there are currently 10,000 students enrolled at your institution. The school decides to increase tuition, and enrollment falls to 9,000. Tuition started at \$4,000 per semester but has since gone up to \$4,800. What is the elasticity of demand?

Part 3: How will this impact total revenue for your institution? What inferences can you make from this information?

Criteria	Not Evident	Developing	Proficient	Distinguished	Weight
Describe the elasticity of tuition.					5
Explain how an increase in tuition will impact demand and consumer behavior.					5
Solve for the elasticity of demand					5
Explain the impact of the tuition increase on total revenue					5
				Total:	___/20

Contributors and Attributions

CC licensed content, Original

- Assignment: Elasticity and Tuition. **Provided by:** Lumen Learning. **License:** [CC BY: Attribution](#)

5.20: Assignment- Elasticity and Tuition is shared under a [not declared](#) license and was authored, remixed, and/or curated by LibreTexts.