I. **Background**

Phelps Chapter 1. "Why Health Economics"


II. **Demand for Medical Care and Health Insurance**

A. Demand for Medical Care: Overview

Phelps Chapter 4. "The Demand for Medical Care: Conceptual Framework"

B. Risk Aversion and the Demand for Health Insurance

Phelps Chapter 10. "The Demand for Health Insurance"

C. Insurance Background


D. Moral Hazard

Chapter 5. "Empirical Studies of Medical Care Demand and Applications"

E. Adverse Selection

Phelps Chapter 11. "Health Insurance in the Marketplace"

F. "Noneconomic" Determinants of Demand


Daviglus, Martha L., Kiang Liu, Philip Greenland, Alan R. Dyer, Daniel B. Garside, Larry

III. Managed Care


Lurie, Nicole et al., "Does Capitation Affect the Health of the Chronically Mentally Ill? Results from a Randomized Trial," NEJM, June 24, 1992, pp. 3300-04.


IV. The Market for Hospital Services

A. Models of Hospital Behavior and Overview

Chapter 8. "The Hospital as a Supplier of Medical Care"


B. Hospital Pricing and "Cost Shifting"

C. Hospital Ownership and Performance


D. Regulation and Competition Among Hospitals

Phelps Chapter 9. "Hospitals in the Marketplace"

Phelps Chapter 16. "Regulation in the U.S. Health Care Sector"

E. Medicare Prospective Payment System


F. Technological Change


V. The Market for Physicians' Services

A. Overview


B. Competition, Regulation and Induced Demand

Chapter 7. "Physicians in the Marketplace"

C. Too Many? Too Few?

Chapter 6, pp. 172-84

Schwartz, William B. et al., "Why There is Likely to be Little or No Physician Surplus in the Year 2000," NEJM, 318, April 7, 1988, pp. 892-97.


D. Paying the Physician


Chapter 12, pp. 354-62

E. Medical Malpractice

Phelps Chapter 14. "Medical Malpractice"

VI. Health Reform


Mark, Daniel B. et al., "Use of Medical Resources and Quality of Life after Acute Myocardial Infarction in Canada and in the United States, NEJM, 331, October 27, 1994, pp. 1130-35.


VII. Cost-Benefit and Cost-Effectiveness Analysis


Key
AER American Economic Review
HA Health Affairs
JAMA Journal of American Medical Association
JAHP Journal of American Health Policy
JEL Journal of Economic Literature
JHE Journal of Health Economics
JHR Journal of Human Resources
NEJM New England Journal of Medicine
RES Review of Economics and Statistics

* Will be available on the web.