University of Toronto
ECO333—Urban Economics
Midterm Test
2024

There are a total of 100 points.

1. (4 points) Complete the statement: Large urban areas provide specialized cultural, legal, medical, financial, and other services that are not available in smaller urban areas because these specialized services are characterized by . . .

2. (4 points) The monocentric city model predicts how the amount of land a city uses will respond to changes in four variables. What are the four variables, and how do increases in them affect city size (in terms of land area)? Give a one or two sentence explanation for why.