

Contents

I. A METHOD OF ANALYSIS	1
The Competitive Norm – Deviations from the Competitive Norm – Linear Programming – Efficient and Competitive Norms for the Coal Industry	
II. A SHORT-RUN MODEL FOR THE COAL INDUSTRY	13
Classification of Deposits and Consuming Areas – Demand Requirements – Capacity Restrictions – Extraction Costs – Transport Costs – The Allocation Problem – The Programming Format – The Dual Problem – A Method of Solution	
III. APPLICATIONS OF THE MODEL	41
Output Index – Classification of Deposits – The Data – Tests of the Model	
IV. THE OPTIMUM SOLUTIONS	61
Stability of the Short-Run Solutions – Comparative Statics – Errors of Observation – Solutions of the Dual System	
V. MEASURES OF EFFICIENCY AND DISTRIBUTION	81
Measures of Efficiency – The Distribution of the Costs of Inefficiency	
VI. SECULAR INEFFICIENCY	92
The Conformity of Surface Outputs – Regional Impacts of Secular Changes – The Organization of the Coal Industry – Possible Capacity Reductions – Methods of Control	

Contents

VII. CYCLICAL INEFFICIENCY	106
Output Declines: 1947 to 1949 – Union Restrictions – Conclusions	
VIII. SUMMARY	113

APPENDICES

A. DATA: SOURCES AND RECTIFICATION	119
Demands – Capacities – Extraction Costs – Transport Costs – Conversion to Heating Value Units	
B. A SHORT-RUN MODEL FOR AGRICULTURE	133
Classification of Land – Demand Requirements – Capacity Restrictions – Cultivation Costs – Transport Costs – The Allocation Problem – Programming Format – Dual Program	
A SELECTED BIBLIOGRAPHY	139
INDEX	145