

TABLE 4C08

ELASTICITIES OF RAIL COSTS WITH RESPECT TO OUTPUT

<i>Study</i>	<i>Functional form</i>	<i>Output specification</i>	<i>Cost elasticity</i>
Keeler (1974)	Nonlinear	Multiple products (spatial aggregation)	0.57
Harris (1977)	Linear	Single product (spatial aggregation)	0.64
Friedlander & Spady (1981)	Translog hedonic	Multiple products (spatial aggregation)	0.895
Caves, Christensen & Swanson (1981)	Translog	Multiple products (spatial aggregation)	0.605 to 0.716
Jara-Diaz & Winston (1981)	Quadratic	Multiple products (spatial disaggregation)	0.352 to 0.787

Source Winston (1985, table 2, p. 68).