

The GNP categories and the corresponding labor and capital coefficients are as follows:

GNP category	Capital per dollar of output	Labor man-hours per dollar of output
Services:		
Government gross national product	0	0.478
Other	1.3	.404
Net exports	2.71	0
Housing	4.807	{ .045
Other consumption		
Construction	1.205	.650
Nondurables:		
Consumers	1.422	.530
Government	2.317	-----
Net exports	8.196	-----
Change in business inventories	1.534	-----
Durables:		
Consumers	1.345	.476
Government	1.322	-----
Net exports	2.502	-----
Change in business inventories	1.335	-----
Producer	1.02	-----

(37) The coefficients and their standard errors were:

Variable	Coefficient	Standard error
$\log \frac{La}{Lp}$	+ .9104	.0591
$\left[\log \frac{La}{Lp} \right]^2$	-3.39	.58
$\log k$	-5.6411	.7069
$\left[\log k \right]^2$	+10.356	1.358
t	+ .00884	.00025

The coefficients of Lp and K/Lp were stipulated on the final run as a result of the preceding tests. However, their coefficients were statistically significant on those runs where their coefficients came out close to the final values stipulated on the seventh run.

(38) See Douglas, *opere citato*, and Solow, *opere citato*, for discussion of relation of production function to returns to scale.

(39) See, for example, William Fellner, "Trend and Cycles in Economic Activity," Henry Holt & Co., New York, 1956, chapters 8 and 9.

(40) See Professor Douglas' presidential address, reprinted in the Kelly reprint of his "Theory of Wages," note (15) above.

(41) Solow, *opere citato*, page 319.

(42) Tintner, *opere citato*, pages 134-138.

(43) See for example, Tintner, *opere citato*, pages 301, 302.

(44) See hearings, part 2, pages 283-346.

(45) Solow, *opere citato*.

(46) Bureau of Labor Statistics, Bulletin No. 1249, "Trends in Output Per Man-Hour in the Private Economy, 1909-58."