

When $S = S_0$, the constraint is irrelevant.

When
$$S = S_1$$
, $S_1 < S_0$ so that $\frac{S_1 - PA}{PB - S_1} < \frac{B_{op}}{A_{op}}$

$$C(A_{S_1}, B_{S_1}) = C(A_{op}, B_{op})$$

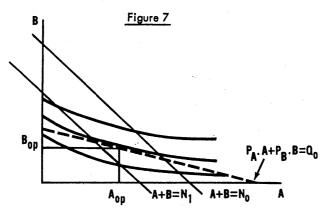
 $E(A_{op}, B_{op}) > E(A_{S_1}, B_{S_1}).$

but

Thus when the average-salary constraint is not irrelevant, it always reduces effectiveness in terms of productivity per dollar of cost.

3.3 Effect of Control over Total Spaces

The statement of this constraint is A + B = N.



Once again, when ${\rm N}={\rm N}_{\rm O}$ the constraint is irrelevant, and when ${\rm N}={\rm N}_{\rm 1}$ it reduces effectiveness.