



JUSTIFYING REGULATION

SYRACUSE UNIVERSITY
School of Information Studies

THINGS TO CONSIDER FOR POLICY MAKING

Extent of economies of scale

- Size of the market
- Growth

Extent of market power

- Elasticity of demand
- Substitutes
- Importance of product
- Alternative technologies

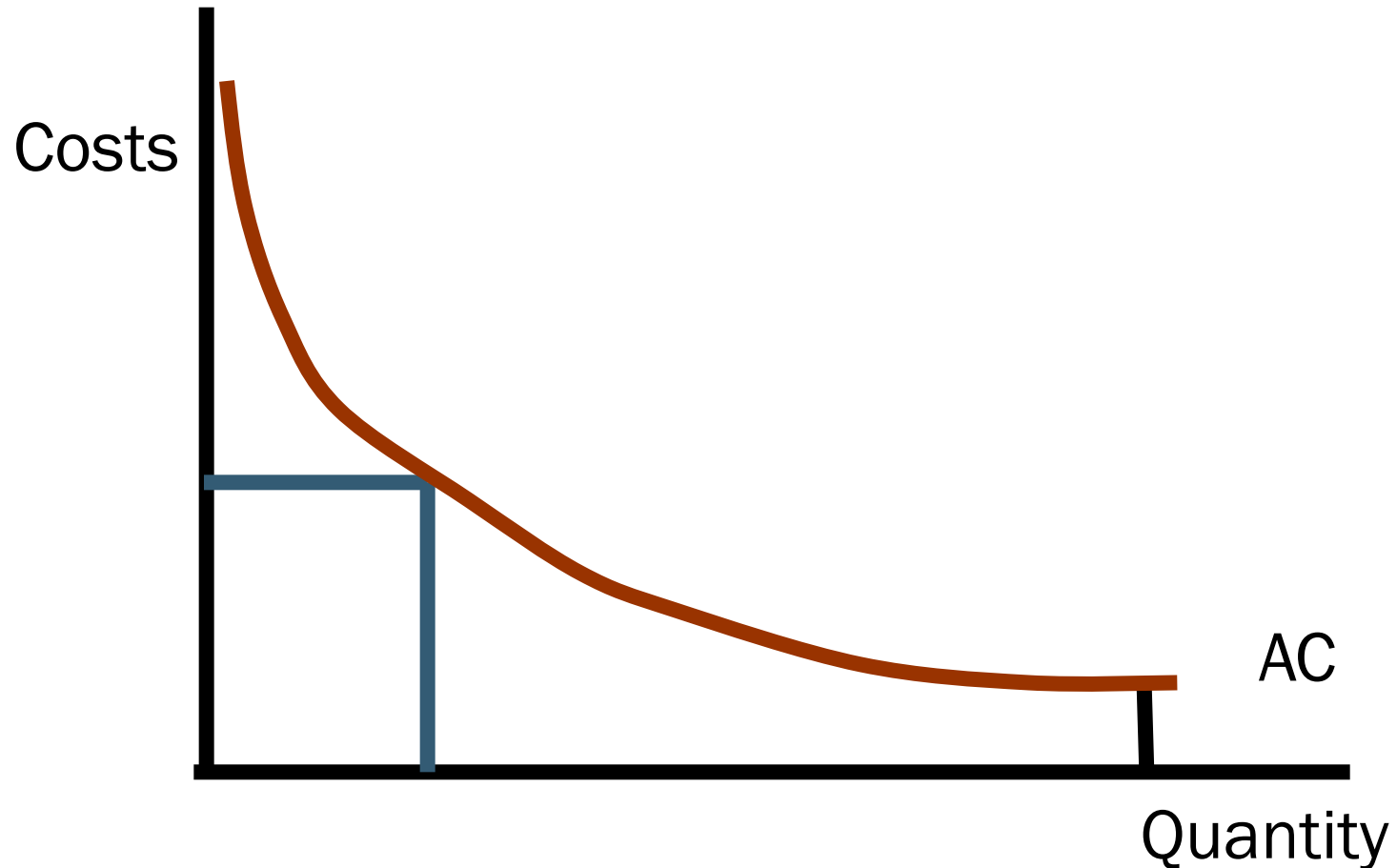
EFFECTIVE REGULATION

Cost of regulation

Timing

Other remedies

ECONOMIES OF SCALE: VERY STRONG



ECONOMIES OF SCALE: NOT AS STRONG

