GDP - Notes

Measuring Economic Growth



I. Gross Domestic Product (GDP)

 Definition

 Current/Nominal GDP -

 Real GDP

II. GDP is measured by \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ spent on \_\_\_\_ categories:

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 - GDP is = to

III. Consumer and Government Spending

 Consumer: The spending by \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ on \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ and

 \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

 - Examples:

 - Makes up \_\_\_\_\_\_% of GDP

 Government: Spending by \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ of government on \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

 and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

 - Examples:

 - \_\_\_\_\_\_\_\_\_\_\_% of GDP

IV. Investment

 Definition:

 - Examples:

 - \_\_\_\_\_\_\_\_ of Total GDP

V. Net Exports

 Definition: Spending by the people outside of the United States on \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

 goods and services (exports or \_\_\_\_\_) minus \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

 the people of the United States on \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ goods and services. ( )

 - (X-M) = \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

 - (X)

 - (M)

VI. What’s NOT included in the GDP

 The GDP includes only \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ that have been

 purchased for final use.

 NOT Included:

 \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

 \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

 \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

 \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

 \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

 \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

VII. An Alternative to GDP:

 GPI \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

* Developed in \_\_\_\_\_\_\_\_\_\_\_\_
* Attempts to measure factors \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
* Adds for

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VIII. Genuine Progress Indicator (GPI)

 Subtracts for

* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
* \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_