**Economics Unit 6 Economic Performance**

Key Words: keep a notebook of all key terms they will be used throughout the lessons so a quick guide to remind yourself of the meanings while reading and before assessments will be helpful.

Define Gross Domestic Product (GDP )

Real GDP: define/ how does it work/how do you find it

Nominal GDP define/calculate

Intermediate goods

Finished goods

**Calculate GDP**: Formula and complete the chart **(Sample Work Assignment)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| GDP= | Consumption C+ | Investments I+ | Gov. Spending G+ | Net Exports NX+ |
| Define what is included |  |  |  |  |
| Examples |  |  |  |  |

GDP deflator: price index that measures the change in average prices of all finished goods and services produced with in a country’s boarders over time.

Aggregate Supply

Aggregate Demand

Formula to calculate unemployment

Consumer Price Index define

Formula to calculate Inflation rate using Consumer Price Index (CPI)

Formula for measuring increase in labor productivity

Official poverty measure

Supplemental poverty measure

Negative income tax

Income redistribution

Increasing productivity: How? Characteristics,

|  |  |  |  |
| --- | --- | --- | --- |
| Type of unemployment | Cyclical | Structural | frictional |
| Definition |  |  |  |
| Example |  |  |  |

|  |  |  |
| --- | --- | --- |
| Type of Inflation | Cost push | Demand Pull |
| Definition |  |  |
| Example |  |  |

|  |  |  |
| --- | --- | --- |
| Business Cycle Definition | Causes | Impact on output/ prices |
| Recession |  |  |
| Depression |  |  |
| Trough |  |  |
| Peak |  |  |