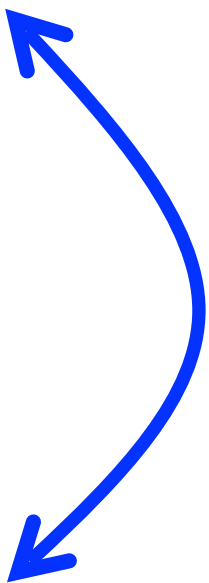


Personal Consumption Expenditures	9,734
Depreciation	1,687
Wages	7,874
Indirect Business Taxes	1,041
Rental Income	65
Gross Private Domestic Investment	2,125
Profits	2,638
Exports	1,643
Government Purchases	2,690
Interest	603
Imports	2,351
Income received from other countries	818
Income paid to other countries	722

Should
be equal



In practice there is always a difference because there is a lag between the time when production and incomes are measured. This difference is called the Statistical Discrepancy = $NNP - NI = 29$

$GDP = C + I + G + X - M$	$13,841$
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**National Income = Wages +
Interest+Rents+Profits+Indirect
Business Taxes**

12,221

GNP = GDP - income paid to other
countries + income received from
other countries

13,937

$$\text{NNP} = \text{GNP} - \text{Depreciation} \quad 12,250$$







N





Total Incomes
\$12,221

Total Production *is always equal* to Total Incomes



United States as Internal Disposal

Total Production
\$12,250



Should
be equal

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National Income = Wages + Interest+Rents+Profits+Indirect Business Taxes	12,221
GNP = GDP - income <i>paid</i> to other countries + income <i>received</i> from other countries	13,937
NNP = GNP - Depreciation	12,250



Total Production
\$12,250



Total Incomes
\$12,221

Should
be equal

In practice there is always a difference because there is a lag between the time when production and incomes are measured. This difference is called the Statistical Discrepancy = NNP – NI =29

Should
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Total Production **is always equal** to Total Incomes

