tinal Good

A good (or service) purchased by the final user

No further transformation

Not used in production

Not for sale

GDP= Purchases of new final goods

All Goods and Services (final, intermediate and capital)

purchased by the Government are considered Final Goods

Even though the Government buys goods and services which it uses to produce (police protection, tax collection, enforcing contracts, national security) these services are not sold to the public: There is no problem of double counting



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