



Government  
Purchases vs. Transfers

Included

Excluded

Purchase

**Government receives a new good or a service**

# Transfer

Government receive nothing in exchange



Payment



\$15,000

Receives a new motorcycle

A blue arrow pointing to the right, containing the text "\$65,000" in white. The arrow has a black outline and a solid blue fill. The text is centered within the arrow's shaft.

\$65,000

Lab Services of Police Officer

Payment

A large red arrow pointing to the right, with a black outline. The text "\$20,000" is written in white inside the arrow.

\$20,000

# Unemployment Compensation



Farmer Subsidies

Included

Included

Excluded

Excluded

Included

# Government

Excluded

## Purchases vs. Transfers

**Purchase**      **Government receives a new good or a service**

Payment

\$65,000

Labor Services of Police Officer

Included

\$15,000

Receives a new motor vehicle

Included

Transfer

**Government receive nothing in exchange**

Payment

\$20,000

Unemployment Compensation

Excluded

Farmer Subsidies

Excluded

Purchases made by federal, state and  
local governments