

Final 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 goods)
purchased by the Government are considered **Final** Goods

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



Included

Government purchases of **all** Goods and Services (final, intermediate and capital) **are included into GDP**

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