





Economy Self Adjusts



Depression

Government must measure production, inflation and unemployment

Government Manages the **Economy**

The Goals of Macroeconomic Policy



Chapter Introduction

- 6-1 The Goal of Economic Growth
- 6-2 The Capacity to Produce: Potential GDP and the Production Function
- 6-3 The Growth Rate of Potential GDP
- 6-4 The Goal of Low Unemployment
- 6-5 The Human Costs of High Unemployment
- 6-6 Counting the Unemployed: The Official Statistics
- 6-7 Types of Unemployment
- 6-8 How Much Employment Is "Full Employment"?
- 6-9 Unemployment Insurance: The Invaluable Cushion

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Measuring Unemployment (Since 1940)