

Measuring Prices

- The **Consumer** Price Index (CPI) measures inflation as experienced by **consumers** in their day-to-day living expenses

- The **Producer** Price Index (**PPI**) measures inflation at earlier stages of the production process

- The **Employment Cost Index (ECI)** measures inflation in **labor costs**

- The BLS International Price Program measures price changes for imports and exports

- The **Gross Domestic Product** Deflator (GDP Deflator) measures inflation experienced by both **consumers** themselves as well as **governments** and **other institutions** providing goods and services to consumers.

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Inflation Rate in the United States since 1870

