

CONCEPT: INTRODUCING MACROECONOMIC CONCEPTS – ECONOMIC GROWTH

● **Economic Growth** – the state of the economy where output per person _____

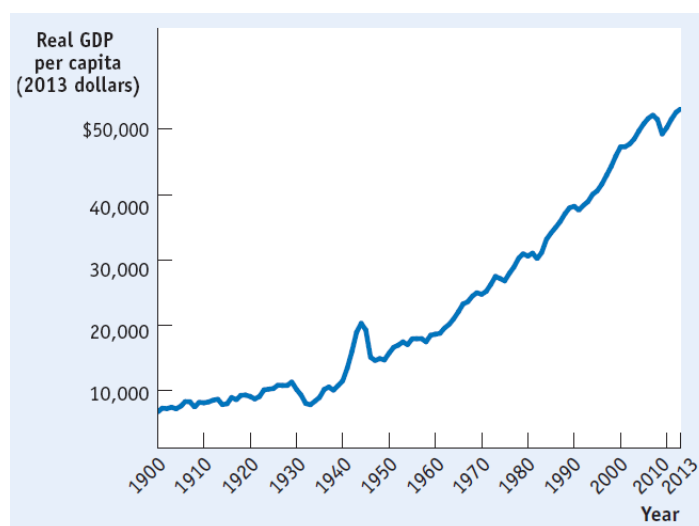
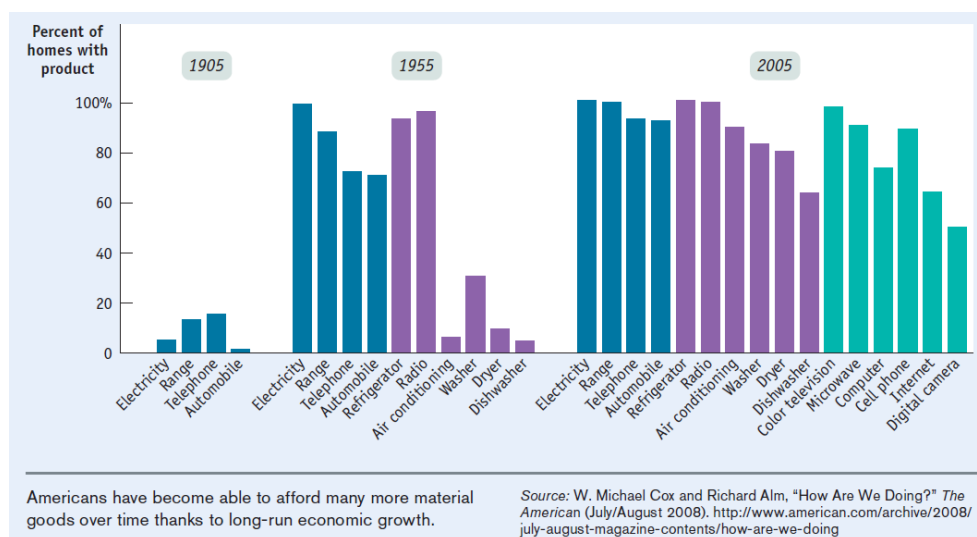
□ Economic growth is correlated to a higher standard of living

> Throughout most of history, the standard of living was essentially the same

- Even though empires grew, the increased output was matched by increased population

> Only since the start of the _____ has economic growth really kicked off

- Output began growing faster than _____



Source: Angus Maddison, *Statistics on World Population, GDP, and Per Capita GDP, 1–2008 AD*, <http://www.ggdc.net/MADDISON/oriindex.htm>; Bureau of Economic Analysis; The Conference Board Total Economy Database™, January 2014