Federal Government and Government (Federal, and Federal/State/Local) Expenditures and Receipts

Defense/GNP, 9/11

Federal Purchases/GNP

Federal Receipts/GNP

Government Receipts/GNP

Notes:

Government Story of Past Decade: High G and Low T

(1) Defense Spending Has Risen By 1.4 Percent of GNP. This Started Right After 9/11
(2) Federal Purchases Rose by More (a ‘Guns and Butter’ Policy), about 2 Percent of GNP
(3) Total Government Purchases Rose by About 4 Percent of GNP
(4) Federal Receipts Dropped a lot More, by 4 Percent of GNP (Partly Tax Cuts and Partly Recession)
(5) General Government Receipts Dropped by Amount of Federal