**OUTSOURCING- Goal 8**

* Outsourcing: when American companies move their business to another country and employ people from the new country
	+ Why do they outsource?
		- Other countries have less government regulation than the U.S.; so if their factory is in another country like Bangladesh, they do not have to pay their workers \_\_\_\_\_\_\_\_\_\_\_\_\_\_, or worry about labor unions.
		- **Impact**: Less American jobs, \_\_\_\_\_\_\_\_\_\_\_\_\_ products for Americans to buy, higher profits for American companies

**DETERMINING A NATION’S WEALTH**

**CPI**

* A **consumer price index** (CPI) is defined by the Bureau of Labor Statistics as "a measure of the average change over time in the prices paid by urban consumers for a market basket of consumer goods and services.“
	+ Therefore, CPI is used to show inflation
	+ **\_\_\_\_\_\_\_\_\_\_\_\_\_** is a rise in the prices of goods and services in an economy over a period of time
	+ Sometimes workers pay does not increase at the same rate as inflation. This gives people less buying \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

**GDP**

* Gross Domestic Product: The value of all legal \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ produced within a country in a given period of time.
	+ GDP is usually used to determine the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ of a country.
	+ Who do you predict is in the top 3? The bottom 3?
	+ What 3 countries have the highest GDP?
	+ What 3 countries have the lowest GDP?
* Per Capita GDP (GDP/countries population) is used to show the standard of \_\_\_\_\_\_\_\_\_\_\_\_ of individual people in a country
	+ Who do you predict is at the top? The bottom?
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3. How has outsourcing affected India both economically and culturally?

4. Do you believe outsourcing is a good or a bad thing? Why?

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