

Scope Database Link: <https://sdbindex.com/documents/00000161/00001-42473>

Article Link: <https://www.abacademies.org/articles/The-impact-of-government-expenditure-on-economic-growth-in-Southeast-European-countries-1532-5806-25-S1-024.pdf>

Manuscript ID : 00001-42473

Source ID : 00000161

Journal of Management Information and Decision Sciences

Volume 25, Issue Special Issue 1, 2022, Pages 1-7, Page Count - 7



THE IMPACT OF GOVERNMENT EXPENDITURE ON ECONOMIC GROWTH IN SOUTHEAST EUROPEAN COUNTRIES

Jehona Shkodra ⁽¹⁾ Arjeta Krasniqi ⁽²⁾ Njomza Ahmeti ⁽³⁾

⁽¹⁾ University of Pristina, Kosovo.

⁽²⁾ University of Pristina, Kosovo.

⁽³⁾ University of Pristina, Kosovo.

Abstract

Government expenditure on a country's economic growth is an important indicator for measuring sustainable economic development. Considering the importance of a country's economic development, as well as the impact of government expenditure on economic development, we have analyzed government expenditure for the period 2002-2019 in the countries of southeastern Europe (Bosnia, Kosovo, Northern Macedonia, Montenegro, Serbia and Albania).

As a dependent variable we have used economic growth while as independent variables the wages and salaries, goods and services, subsidies, social transfers and capital expenditures has been used. The purpose of this research is to examine the effect of government spending on economic growth in the context of Southeast European (SEE) countries. The analysis method used is the regression model between the variables, DW Test and VIF test for multicollinearity between the variables. The result shows that the beta coefficient of wages and salaries, social transfer, subsidies and capital interventions are positive, which means that the higher the investment in wages and salaries and social transfer, the higher would be the economic growth.

As a result, we conclude that our study supports the positive effect of government spending on economic growth.

Author Keywords

Economic growth, GDP, Southeast European countries, Government spending

ISSN Print: 1524-7252

Source Type: Journals

Publication Language: English

Abbreviated Journal Title: JMIDS

Publisher Name: Allied Business Academies

Major Subject: Social Sciences and Humanities

Subject area: Economics and Econometrics

ISSN Online: 1532-5806

Document Type: Journal Article

DOI:

Access Type: Open Access

Resource Licence: CC BY-NC

Subject Area classification: Economics, Econometrics and Finance

Source: SCOPEDATABASE