

May 1950

SURVEY OF CURRENT BUSINESS

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quarter of that year. Nonagricultural personal income, also exclusive of the insurance dividends, exceeded even its previous peak in the final quarter of 1948.

Payrolls advance

Payrolls moved upward from the fourth quarter by about \$1½ billion, at annual rates. It should be noted, however, that not all of this increase was reflected in personal income. Employee contributions for social insurance, which are deducted in obtaining wage-and-salary receipts, rose by about \$½ billion as higher rates under the old-age and survivors insurance program became effective in January.

Distributive and service industries contributed to the first-quarter wage advance, but factory payrolls in durable-goods manufacturing establishments accounted for most of it. In part, the rise in these payrolls was due to the lesser effect of strikes than in the preceding quarter. More importantly, however, it reflected the character of the recent upturn in final demand, which, as already explained, was associated to a large extent with durable goods. March payrolls in durable-goods industries exceeded the presteel-strike figure of last September (as well as all intervening months). Average weekly hours worked in durable manufacturing have been increasing since the middle of 1949, and it would appear that the rate of increase accelerated somewhat in the first quarter after allowance is made for seasonal factors.

Wages in nondurable manufacturing showed little change from the fourth quarter. This was also true of other commodity-producing industries, among which small variations proved largely offsetting on balance. Government payrolls were stable.

Favorable showing of proprietors' income

Proprietors' and rental income amounted to \$45 billion at annual rates in the initial quarter of this year—roughly \$1 billion above the preceding quarter. Gains in this component of personal income centered in the nonagricultural business sector, as neither farm nor rental incomes showed much change.

Chiefly responsible for the favorable movement of nonfarm proprietors' earnings was the expansion of consumer spending early this year. Since apart from agriculture the noncorporate form of organization is concentrated heavily in retail trade, and since proprietors of such establishments benefited substantially from the increased volume of retail sales, they accounted for most of the rise in business and professional income. Proportionately large gains also accrued to manufacturing proprietors, but these were not great in absolute terms.

The stability of farm income resulted from an approximate balance between divergent movements of its major determinants. A decline in the seasonally adjusted volume of crops marketed was counterbalanced by increased marketings (seasonally adjusted) of livestock and livestock products. Prices received by farmers differed very little, on the whole, from the fourth quarter.

Other components of personal income

Among the principal components of personal income, the only one to decline in the first quarter was dividends. This drop, however, reflected inclusion in the fourth quarter figures of an unusually large declaration of an extra dividend in December by a single great manufacturing corporation, and did not signify a basic downturn. The rate of distribution of profits to stockholders remained higher than in any previous quarter except the fourth of 1949.

(Continued on p. 24)

Table 3.—National Income and Product, Fourth Quarter 1949 and First Quarter 1950¹
[Billions of dollars]

Item	Unadjusted		Seasonally adjusted, at annual rates	
	1949	1950	1949	1950
	IV ²	I	IV ²	I
NATIONAL INCOME BY DISTRIBUTIVE SHARES				
National income	55.1	(3)	219.1	(3)
Compensation of employees	35.7	35.2	140.9	142.8
Wages and salaries	34.4	33.6	135.3	136.7
Private	28.8	28.1	113.5	115.1
Military	1.1	1.1	4.5	4.4
Government civilian	4.5	4.4	17.3	17.2
Supplements to wages and salaries	1.3	1.5	5.6	6.1
Proprietors' and rental income ⁴	10.9	11.2	43.7	44.7
Business and professional	6.0	6.3	24.0	25.0
Farm	3.2	3.2	12.9	12.9
Rental income of persons	1.7	1.7	6.8	6.8
Corporate profits and inventory valuation adjustment	7.4	(3)	30.2	(3)
Corporate profits before tax	7.2	(3)	29.5	(3)
Corporate profits tax liability	2.7	(3)	11.2	(3)
Corporate profits after tax	4.5	(3)	18.2	(3)
Inventory valuation adjustment	.2	-.2	.7	-.7
Net interest	1.1	1.1	4.3	4.3
Addendum: Compensation of general Government employees	5.3	5.2	20.7	20.3
GROSS NATIONAL PRODUCT OR EXPENDITURE				
Gross national product	68.0	63.3	256.7	263.9
Personal consumption expenditures	48.7	43.1	179.8	182.7
Durable goods	7.2	5.9	25.2	26.9
Nondurable goods	27.4	22.6	97.7	98.1
Services	14.2	14.5	56.9	57.7
Gross private domestic investment	8.3	10.4	33.7	41.1
New construction	4.8	4.2	18.7	20.1
Producers' durable equipment	4.8	4.8	18.7	19.3
Change in business inventories, total	-1.3	1.4	-3.7	1.7
Nonfarm only	-1.1	1.6	-2.8	2.5
Net foreign investment	.0	-.6	-.5	-.2
Government purchases of goods and services	11.0	10.4	43.7	42.2
Federal	6.3	5.9	25.2	23.4
Less: Government sales	1	0	2	2
State and local	4.8	4.5	18.8	18.9
DISPOSITION OF PERSONAL INCOME				
Personal income	53.6	54.3	209.3	219.9
Less: Personal tax and nontax payments	3.6	6.8	18.6	18.7
Federal	3.1	6.0	16.1	16.1
State and local	.5	.8	2.5	2.6
Equals: Disposable personal income	49.9	47.5	190.7	201.3
Less: Personal consumption expenditures	48.7	43.1	179.8	182.7
Equals: Personal saving	1.2	4.4	10.8	18.6
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME				
Gross national product	68.0	63.3	256.7	263.9
Less: Capital consumption allowances	4.3	4.4	17.2	17.5
Indirect business tax and nontax liability	5.5	5.3	21.4	21.6
Business transfer payments	.2	.2	.6	.6
Statistical discrepancy	3.0	(3)	-1.4	(3)
Plus: Subsidies less current surplus of Government enterprises	.1	.1	.3	.4
Equals: National income	55.1	(3)	219.1	(3)
Less: Corporate profits and inventory valuation adjustment	7.4	(3)	30.2	(3)
Contributions for social insurance	1.3	1.7	5.6	6.6
Excess of wage accruals over disbursements	.0	0	0	0
Plus: Government transfer payments	3.0	5.2	11.8	20.7
Net interest paid by Government	1.3	1.2	4.7	4.7
Dividends	2.7	2.0	8.9	8.6
Business transfer payments	.2	.2	.6	.6
Equals: Personal income	53.6	54.3	209.3	219.9

¹ Detail will not necessarily add to totals because of rounding.

² Data for the fourth quarter of 1949 are the same as those in the February issue of the SURVEY, with two exceptions: An actual estimate of fourth-quarter corporate profits, not previously available, has been introduced; and a revised figure for net foreign investment has been included. Comprehensive revisions of the national income and product estimates for 1949 to incorporate recent information will be made in the July issue of the SURVEY.

³ Not available.

⁴ Includes noncorporate inventory adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

United States merchandise exports in the second quarter increased, but only to an extent roughly commensurate with the concomitant rise in government grants under the European Recovery Program. Since such grants are included in the Government purchases component of gross national product, equivalent amounts of exports are excluded from the international balance as measured by net foreign investment. The change in nongovernment financed exports in the June quarter was negligible.

Merchandise imports, after recovering from the mid-1949 low in response to expanding domestic industrial activity and other factors, levelled off in the second quarter at a dollar volume not far below that prevailing prior to the 1949 downturn. Changes in receipts and payments on service transactions were largely seasonal in character, and in combination had little net effect upon the foreign balance.

Government purchases maintained

The share of the Nation's output bought by the Federal and State and local governments held steady in the June quarter at an annual rate of \$41½ billion. This figure was moderately below the corresponding total a year earlier, but remained larger than in any postwar quarter prior to 1949.

Declines in Government purchases of goods and services since the middle of last year have been concentrated in a few major Federal programs—notably foreign aid (including civilian relief in occupied areas), military and stockpiling activities, and farm price support. Trends in these programs during the second quarter were mixed, but resulted, on balance, in an arrest of the previous downdrift.

A slight further drop in military expenditures of the Defense Department was offset only to a minor extent by a small pickup in outlays for strategic and critical materials. The outlook for these programs subsequent to the second quarter, however, has of course been altered radically upward by the United States response to the Korean hostilities. Both procurement and military payrolls, as well as a wide variety of supporting outlays, will mount rapidly as the announced expansion of our military strength gets under way.

Farm price support expenditures also moved downward in the second quarter, as the continuing recovery of agricultural prices diminished dependence upon government support. Difficulties of seasonal adjustment impair the precision of quarterly data on this component of Federal purchases, but the general declining trend is clear.

Offsetting the diminution of military and price-support disbursements in the April-June period was an upswing in expenditures for foreign aid, mainly under the European Recovery Program. This rise was temporary, reflecting chiefly the make-up of earlier lags behind original schedules for fiscal 1950, and the rate of ERP payments is expected to subside in coming months. Expenditures from the Mutual Defense Assistance appropriation, on the other hand, first appeared in more than nominal volume in the second quarter, and will be a growing factor as the year progresses. This rise will be very sharply reinforced, of course, if the President's recommendation of an additional \$4 billion for this purpose is adopted.

The steady advance of State and local government purchases, which has persisted throughout the entire postwar period, began to taper off somewhat last year. This tapering off appeared to be confirmed in the second quarter, when State and local outlays for goods and services showed no further increase.

THE FLOW OF INCOME

Basic personal income flow higher

Personal income in the second quarter—other than the special insurance dividend payments to veterans—was at an annual rate of \$213 billion, \$5 billion above the March quarter.

Table 4.—National Income and Product, Fourth Quarter 1949 and First two Quarters 1950¹

[Billions of dollars]

Item	Unadjusted			Seasonally adjusted at annual rates		
	1949		1950	1949		1950
	IV	I	II	IV	I	II
NATIONAL INCOME BY DISTRIBUTIVE SHARES						
National income	54.1	53.8	(2)	214.2	217.2	(2)
Compensation of employees	35.6	35.0	36.9	140.2	142.3	147.6
Wages and salaries	34.0	33.2	35.0	133.6	135.2	140.2
Private	28.6	27.9	29.6	112.7	114.3	119.2
Military	1.2	1.1	1.1	4.6	4.5	4.5
Government civilian	4.3	4.2	4.3	16.4	16.4	16.5
Supplements to wages and salaries	1.6	1.8	1.9	6.6	7.1	7.4
Proprietors' and rental income ²	10.2	10.4	10.3	40.7	41.5	41.3
Business and professional	5.1	5.4	5.6	20.6	21.4	22.3
Farm	3.2	3.2	3.0	12.8	12.8	11.8
Rental income of persons	1.8	1.8	1.8	7.3	7.3	7.2
Corporate profits and inventory valuation adjustment	7.1	7.2	(2)	28.4	28.4	(2)
Corporate profits before tax	6.9	7.3	(2)	27.6	29.2	(2)
Corporate profits tax liability	2.7	2.9	(2)	10.6	11.4	(2)
Corporate profits after tax	4.2	4.5	(2)	16.9	17.8	(2)
Inventory valuation adjustment	.2	-.2	-.6	.8	-.7	-.2.3
Net interest	1.2	1.2	1.3	4.8	5.0	5.0
Addendum: Compensation of general government employees	5.1	5.1	5.1	20.0	19.7	19.8
GROSS NATIONAL PRODUCT OR EXPENDITURE						
Gross national product	67.2	63.1	65.7	253.8	262.5	269.9
Personal consumption expenditures	48.9	43.2	45.7	180.6	182.4	184.5
Durable goods	7.2	6.0	6.5	25.3	26.9	26.7
Nondurable goods	27.4	22.6	24.4	97.9	97.5	99.0
Services	14.3	14.6	14.8	57.4	58.0	58.8
Gross private domestic investment	7.7	10.4	10.0	31.2	40.5	45.9
New construction	4.7	4.1	5.2	18.2	19.9	20.9
Producers' durable equipment	4.7	4.8	5.6	18.7	19.3	21.6
Change in business inventories, total	-1.7	1.4	-.8	-5.7	1.3	3.4
Nonfarm only	-1.5	1.5	-.7	-4.7	2.1	4.0
Net foreign investment	-.1	-.5	-.5	-.7	-1.9	-2.0
Government purchases of goods and services	10.8	10.1	10.5	42.8	41.4	41.4
Federal	6.1	5.7	5.7	24.6	22.8	22.8
Less: Government sales	.1	.1	.1	.3	.3	.2
State and local	4.7	4.4	4.9	18.5	18.9	18.8
DISPOSITION OF PERSONAL INCOME						
Personal income	52.6	53.4	53.6	205.4	216.4	214.7
Less: Personal tax and nontax payments	3.7	6.8	3.8	18.7	18.7	19.2
Federal	3.1	6.0	3.2	16.1	16.1	16.6
State and local	.5	.8	.6	2.5	2.6	2.6
Equals: Disposable personal income	49.0	46.6	49.7	186.8	197.7	195.5
Less: Personal consumption expenditures	48.9	43.2	45.7	180.6	182.4	184.5
Equals: Personal saving	.1	3.4	4.0	6.2	15.3	11.0
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME						
Gross national product	67.2	63.1	65.7	253.8	262.5	269.9
Less: Capital consumption allowances	4.8	4.9	5.1	19.3	19.7	20.4
Indirect business tax and nontax liability	5.5	5.3	5.6	21.5	21.7	22.7
Business transfer payments	.2	.2	.2	.7	.7	.7
Statistical discrepancy	2.6	-1.0	(2)	-1.9	3.4	(2)
Plus: Subsidies less current surplus of government enterprises	.0	.1	.1	.0	.2	.5
Equals: National income	54.1	53.8	(2)	214.2	217.2	(2)
Less: Corporate profits and inventory valuation adjustment	7.1	7.2	(2)	28.4	28.4	(2)
Contributions for social insurance	1.3	1.8	1.8	5.7	6.7	6.9
Excess of wage accruals over disbursements	.0	.0	.0	.0	.0	.0
Plus: Government transfer payments	3.0	5.3	3.5	11.8	20.9	14.2
Net interest paid by government	1.3	1.1	1.4	4.7	4.7	4.7
Dividends	2.5	1.9	1.8	8.2	8.1	8.1
Business transfer payments	.2	.2	.2	.7	.7	.7
Equals: Personal income	52.6	53.4	53.6	205.4	216.4	214.7

¹ Detail will not necessarily add to totals because of rounding.

² Not available.

³ Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

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Table 4.—National Income and Product, 1948, 1949, and 1950¹

[Billions of Dollars]

Item	1948	1949	1950	Quarterly, 1950							
				Unadjusted				Seasonally adjusted at annual rates			
				I	II	III	IV	I	II	III	IV
NATIONAL INCOME BY DISTRIBUTIVE SHARES											
National income	223.5	216.8	2235.6	53.7	57.2	61.1	(3)	216.9	229.1	244.0	(3)
Compensation of employees	140.2	140.6	152.2	35.0	36.9	39.0	41.2	142.3	147.9	155.3	162.7
Wages and salaries	134.4	134.2	144.9	33.2	35.1	37.1	39.5	135.2	140.6	147.8	155.1
Private	115.7	113.7	122.6	27.9	29.7	31.9	33.2	114.3	119.5	125.3	130.3
Military	4.0	4.3	(3)	1.1	1.1	(3)	(3)	4.5	4.5	(3)	(3)
Government civilian	14.7	16.1	(3)	4.2	4.3	(3)	(3)	16.4	16.6	(3)	(3)
Supplements to wages and salaries	5.8	6.4	7.3	1.8	1.9	1.8	1.8	7.1	7.3	7.4	7.6
Proprietors' and rental income ⁴	47.3	41.7	43.6	10.4	10.3	11.4	11.6	41.5	41.2	45.5	46.3
Business and professional	22.1	21.0	23.2	5.4	5.6	6.2	6.1	21.4	22.3	24.6	24.3
Farm	17.7	13.4	13.1	3.2	2.9	3.4	3.6	12.8	11.7	13.5	14.4
Rental income of persons	7.5	7.3	7.4	1.8	1.8	1.8	1.9	7.3	7.1	7.4	7.6
Corporate profits and inventory valuation adjustment	31.8	29.9	34.8	7.1	8.7	9.5	(3)	28.1	35.0	38.1	(3)
Corporate profits before tax	33.9	27.6	39.8	7.3	9.3	11.4	(3)	29.2	37.4	46.4	(3)
Corporate profits tax liability	13.0	10.6	217.7	3.3	4.1	5.1	(3)	13.2	16.5	20.6	(3)
Corporate profits after tax	20.9	17.0	22.1	4.0	5.2	6.4	(3)	16.0	20.9	25.8	(3)
Inventory valuation adjustment	-2.0	2.2	-5.1	-3	-6	-2.1	-2.1	-1.0	-2.4	-8.3	-8.5
Net interest	4.1	4.7	5.0	1.2	1.3	1.3	1.3	5.0	5.0	5.0	5.1
Addendum: Compensation of general Government employees	17.5	19.5	21.1	5.1	5.1	5.0	5.9	19.7	19.8	21.2	23.4
GROSS NATIONAL PRODUCT OR EXPENDITURE											
Gross national product	259.1	255.6	279.8	63.4	66.0	71.6	78.7	263.3	271.6	283.9	300.3
Personal consumption expenditures	177.4	178.8	190.8	43.2	46.0	49.1	52.5	182.6	185.8	198.9	195.8
Durable goods	22.9	23.8	29.2	5.9	6.5	8.6	8.3	26.4	26.5	34.0	30.0
Nondurable goods	100.9	98.5	101.6	22.7	24.6	25.5	28.9	97.9	99.9	104.5	104.3
Services	53.7	56.4	59.9	14.7	15.0	15.3	15.3	58.3	59.5	60.4	61.5
Gross private domestic investment	43.1	33.0	49.4	10.8	10.3	13.3	15.0	41.8	47.7	47.8	60.2
New construction	17.7	17.3	21.8	4.1	5.4	6.5	5.9	20.0	21.5	23.0	22.9
Residential nonfarm	8.6	8.3	12.5	2.2	3.1	3.9	3.3	11.2	12.4	13.6	12.9
Other	9.1	9.0	9.3	1.9	2.3	2.6	2.5	8.9	9.1	9.4	10.0
Producers' durable equipment	19.9	19.5	23.4	4.8	5.6	6.4	6.6	19.5	21.8	26.3	26.1
Change in business inventories, total	5.5	-3.7	4.1	1.8	-7	5	2.6	2.3	4.4	-1.5	11.2
Nonfarm only	4.4	-3.1	4.1	1.9	-7	4	2.5	2.7	4.3	-1.7	11.0
Net foreign investment	1.9	.4	-2.5	-4	-4	-9	-7	-1.7	-1.7	-3.3	-3.4
Government purchases of goods and services	36.6	43.3	42.1	9.9	10.2	10.2	11.9	40.5	39.9	40.4	47.6
Federal	21.5	25.7	22.9	5.5	5.3	5.3	6.8	22.1	21.4	21.1	27.1
Less: Government sales	.5	.4	.2	.1	.1	.1	.1	.3	.2	.2	.2
State and local	15.6	18.0	19.4	4.4	4.9	4.9	5.2	18.7	18.8	19.5	20.8
DISPOSITION OF PERSONAL INCOME											
Personal income	209.5	206.1	223.2	53.4	53.8	56.1	60.0	216.4	215.1	224.9	234.9
Less: Personal tax and nontax payments	21.2	18.7	20.5	7.0	3.9	4.8	4.8	19.0	19.5	20.3	23.3
Federal	19.0	16.2	17.8	6.2	3.2	4.2	4.2	16.3	16.8	17.5	20.4
State and local	2.2	2.5	2.8	.8	.7	.6	.6	2.7	2.7	2.8	2.8
Equals: Disposable personal income	188.4	187.4	202.7	46.4	49.9	51.3	55.2	197.4	195.6	204.6	211.6
Less: Personal consumption expenditures	177.4	178.8	190.8	43.2	46.0	49.1	52.5	182.6	185.8	198.9	195.8
Equals: Personal saving	10.9	8.6	11.9	3.2	3.9	2.2	2.7	14.8	9.8	5.7	15.8
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME AND PERSONAL INCOME											
Gross national product	259.1	255.6	279.8	63.4	66.0	71.6	78.7	263.3	271.6	283.9	300.3
Less: Capital consumption allowances	17.4	18.8	20.8	4.9	5.1	5.3	5.4	19.7	20.5	21.3	21.7
Indirect business tax and nontax liability	20.4	21.3	23.7	5.3	5.7	6.4	6.2	22.0	23.2	25.3	24.3
Business transfer payments	.7	.7	.7	.2	.2	.2	.2	.7	.7	.7	.7
Statistical discrepancy	-2.9	-1.9	-1.0	-8	-2.1	-1.4	(3)	4.1	-1.3	-7.6	(3)
Plus: Subsidies less current surplus of Government enterprises	.0	.1	.1	.0	.1	-1.1	.0	.2	.5	-3	-1
Equals: National income	223.5	216.8	2235.6	53.7	57.2	61.1	(3)	216.9	229.1	244.0	(3)
Less: Corporate profits and inventory valuation adjustment	31.8	29.9	34.8	7.1	8.7	9.5	(3)	28.1	35.0	38.1	(3)
Contributions for social insurance	5.2	5.7	6.8	1.8	1.8	1.7	1.6	6.7	6.8	6.9	7.2
Excess of wage accruals over disbursements	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
Plus: Government transfer payments	10.6	11.6	14.3	5.3	3.5	2.7	2.8	20.9	14.2	11.2	11.2
Net interest paid by government	4.5	4.7	4.8	1.1	1.4	1.1	1.2	4.7	4.7	4.8	4.8
Dividends	7.5	7.8	9.4	1.9	1.9	2.2	3.4	8.1	8.2	9.3	11.5
Business transfer payments	.7	.7	.7	.2	.2	.2	.2	.7	.7	.7	.7
Equals: Personal income	209.5	206.1	223.2	53.4	53.8	56.1	60.0	216.4	215.1	224.9	234.9

¹ Detail will not necessarily add to totals because of rounding.² Data for estimating fourth-quarter profits are not yet available. In order to arrive at national income and corporate profits for the year, fourth quarter corporate profits before tax were assumed to be the same as in the third quarter.³ Not available.⁴ Includes noncorporate inventory valuation adjustment.

NOTE: Data for prior years are published in the July 1950 SURVEY OF CURRENT BUSINESS and in the National Income Supplement to the July 1947 SURVEY.

Source: U. S. Department of Commerce, Office of Business Economics.

in several years, foreign buyers—influenced by many of the same anticipatory considerations that have motivated domestic consumers and businessmen—were able to continue the step-up in procurement from this country which they began last fall. Domestic supply shortages do not appear to have seriously impeded the rise so far, but may cut into the volume of goods available for export as the mobilization program proceeds.

As noted above, United States imports also rose in the first quarter, continuing a trend which began with the upturn in domestic economic activity in the second half of 1949, and which has been reinforced since the middle of last year by expanded demand for such strategic materials as rubber, copper, and tin. Following the pattern of other recent quarters, the dollar import totals reflected a considerably larger element of price increase than did exports.

The Flow of Income

Personal income in the opening quarter of 1951 reached an annual rate of \$242 billion—up \$7 billion from the fourth quarter of last year. All major components shared in the advance, with the exception of dividends, which dropped sharply, not because of a change in corporate earnings, but by reason of the special circumstances noted below. Total income exclusive of dividends rose by \$9 billion, an amount approximately equivalent to the increases in each of the two preceding quarters.

Large gain in wages and salaries

Of this \$9 billion increment, \$7 billion was in the form of wages and salaries. At an annual rate of \$162 billion, these were 20 percent higher than a year ago and 4½ percent above the fourth quarter figure.

Government wages and salaries, which began to expand rapidly in the second half of 1950 after a long period of virtual constancy, again accounted for a more-than-proportionate share of the increase. The growth of military payrolls with enlargement of our Armed Forces, of course, was primarily responsible for this movement. However, civilian government wages and salaries—chiefly because of the increased activities of Federal facilities engaged in producing goods or servicing the military, and of the defense and stabilization agencies—also contributed.

Payrolls in private industries rose from \$130½ billion (at annual rates) in the fourth quarter to \$135½ billion in the first. The further growth of employment was a factor in this change, but about three-fourths of it appears to have been attributable to higher hourly earnings. The relative importance of these two factors thus shifted appreciably as compared with the early phases of the recent industrial expansion, when rising employment was the dominant influence upon the course of total private payrolls. The average workweek in the initial months of this year differed little, with due allowance for seasonal variations, from that of the December quarter.

Payroll advance widespread

The latest quarterly payroll increase was much more evenly distributed industrially than those which occurred in 1950. In general, this reflected the tapering-off of employment gains—which were concentrated in manufacturing, especially in durable-goods plants—and the growing relative contribution of wage rate increases, which were gradually spreading throughout the economy.

The manufacturing industries accounted for only about 40 percent of the first-quarter private payroll gain, as compared with 60 percent of the change from the third to the fourth quarter and a still higher proportion earlier last year. Within manufacturing, the bias in favor of durable-goods

Table 3.—National Income and Product, Last Two Quarters 1950 and First Quarter 1951¹

[Billions of dollars]

Item	Unadjusted			Seasonally adjusted at annual rates		
	1950		1951	1950		1951
	III	IV ²	I	III	IV ²	I
NATIONAL INCOME BY DISTRIBUTIVE SHARES						
National income	61.1	64.6	(3)	244.0	256.2	(3)
Compensation of employees	39.0	41.2	41.9	155.3	162.7	170.2
Wages and salaries	37.1	39.5	39.8	147.8	155.1	162.1
Private	31.9	33.2	33.1	125.3	130.3	135.5
Military	(3)	(3)	(2)	(3)	(3)	(3)
Government civilian	(3)	(3)	(3)	(3)	(3)	(3)
Supplements to wages and salaries	1.8	1.8	2.1	7.4	7.6	8.1
Proprietors' and rental income ⁴	11.4	11.6	12.0	45.5	46.3	48.0
Business and professional	6.2	6.1	6.4	24.6	24.3	25.8
Farm	3.4	3.6	3.7	13.5	14.4	14.8
Rental income of persons	1.8	1.9	1.9	7.4	7.6	7.4
Corporate profits and inventory valuation adjustment	9.5	10.5	(3)	38.1	42.2	(3)
Corporate profits before tax	11.4	12.6	(3)	46.4	50.8	(3)
Corporate profits tax liability	5.1	5.6	(3)	20.6	22.3	(3)
Corporate profits after tax	6.4	7.0	(3)	25.8	28.5	(3)
Inventory valuation adjustment	-2.1	-2.1	-2.3	-8.3	-8.5	-9.3
Net interest	1.3	1.3	1.3	5.0	5.1	5.2
Addendum: Compensation of general government employees	5.0	5.9	6.4	21.2	23.4	25.3
GROSS NATIONAL PRODUCT OR EXPENDITURE						
Gross national product	71.6	78.7	76.1	283.9	300.3	313.9
Personal consumption expenditures	49.1	52.5	48.5	198.9	195.8	204.8
Durable goods	8.6	8.3	7.0	34.0	30.0	31.6
Non durable goods	25.5	28.9	25.8	104.5	104.3	110.7
Services	15.0	15.3	15.7	60.4	61.5	62.6
Gross private domestic investment	13.3	15.0	15.4	47.8	60.2	59.0
New construction	6.5	5.9	4.9	23.0	22.9	23.5
Residential nonfarm	3.9	3.3	2.6	13.6	12.9	12.9
Other	2.6	2.5	2.4	9.4	10.0	10.7
Producers' durable equipment	6.4	6.6	6.8	26.3	26.1	27.6
Change in business inventories, total	.5	2.6	3.6	-1.5	11.2	7.9
Nonfarm only	.4	2.5	3.6	-1.7	11.0	7.6
Net foreign investment	-9	-7	-6	-3.3	-3.4	-2.6
Government purchases of goods and services	10.2	11.9	12.8	40.4	47.6	52.6
Federal	5.3	6.8	8.0	21.1	27.1	32.2
Less: Government sales	1	1	1	2	2	2
State and local	4.9	5.2	4.8	19.5	20.8	20.7
DISPOSITION OF PERSONAL INCOME						
Personal income	56.1	60.0	59.3	224.9	234.9	241.6
Less: Personal tax and nontax payments	4.8	4.8	10.4	20.3	23.3	26.7
Federal	4.2	4.2	9.5	17.5	20.4	23.8
State and local	.7	.6	.9	2.8	2.8	2.9
Equals: Disposable personal income	51.3	55.2	48.9	204.6	211.6	214.9
Less: Personal consumption expenditures	49.1	52.5	48.5	198.9	195.8	204.8
Equals: Personal saving	2.2	2.7	.4	5.7	15.8	10.1
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME						
Gross national product	71.6	78.7	76.1	283.9	300.3	313.9
Less: Capital consumption allowances	5.3	5.4	5.5	21.3	21.7	22.2
Indirect business tax and nontax liability	6.4	6.2	6.3	25.3	24.3	26.1
Business transfer payments	.2	.2	.2	.7	.7	.7
Statistical discrepancy	-1.4	2.3	(3)	-7.6	-2.7	(3)
Plus: Subsidies less current surplus of government enterprises	-1	.0	.0	-3	-1	-1
Equals: National income	61.1	64.6	(3)	244.0	256.2	(3)
Less: Corporate profits and inventory valuation adjustment	9.5	10.5	(3)	38.1	42.2	(3)
Contributions for social insurance	1.7	1.6	2.2	6.9	7.2	8.1
Excess of wage accruals over disbursements	.0	.0	.0	.0	.0	.0
Plus: Government transfer payments	2.7	2.8	2.8	11.2	11.2	11.5
Net interest paid by government	1.1	1.2	1.1	4.8	4.8	4.8
Dividends	2.2	3.4	2.1	9.3	11.5	9.3
Business transfer payments	.2	.2	.2	.7	.7	.7
Equals: Personal income	56.1	60.0	59.3	224.9	234.9	241.6

¹ Detail will not necessarily add to totals because of rounding.

² Data for the fourth quarter of 1950 are the same as those in the February issue of the SURVEY except that an actual estimate of fourth-quarter corporate profits not previously available has been introduced.

³ Not available.

⁴ Includes noncorporate inventory adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

National Income and Corporate Profits, First Quarter 1951

THE national income moved rapidly upward over the past year, reaching the annual rate of \$269 billion in the first quarter of 1951. The rise over the initial quarter of 1950 was \$50 billion, or more than one-fifth.

The advance in income during the past year flowed from an increase in all major shares of income. Expansion in wages and salaries stemmed from increases in employment and wage rates. The sharp upsurge in earnings of farmers and other individual business proprietors reflected the stimulus of expanding demand and higher prices. These same basic influences also accounted for the rapid advance in corporation profits. The movements of the income shares were reviewed in the May issue excepting the corporate profit component, for which data have only now become available.

Profit trends

Since early 1950, corporate profits have risen rapidly as all sectors of industry participated in the business upswing. Total book profits before taxes advanced from \$31.9 billion (annual rates) in the first quarter of last year to \$50.3 billion in the fourth quarter of 1950. Of the increase, over \$10.3 billion were carried into the net after taxes, raising the latter to \$27.8 billion in the fourth quarter. In that quarter dividends moved up to a postwar high as many companies passed on year-end extras. Nevertheless, dividends still represented only two-fifths of earnings after taxes, the remainder being retained by corporations to finance their large capital expenditure programs and for other working capital and reserve purposes.

In the first quarter of this year the rise in corporate profits before taxes slackened—the advance being about 3 percent, on a seasonally adjusted basis, over the fourth quarter rate. As a result of the new provisions of last year's tax bills becoming fully applicable in the first quarter, the tax liability was raised to an over-all rate of about 55 percent of profits before taxes, so that profits after taxes were reduced from \$27.8 billion in the fourth quarter to about \$23.3 billion in the first quarter of this year, at seasonally corrected annual rates. Dividend payments in the first quarter dropped below those of the final quarter of 1950, largely because of the unusual volume of year-end special dividends in the former period.

An important factor affecting profit trends in 1950 and early this year was the rise in prices, since, by usual accounting methods, inventory profits arise whenever prices are advancing. The inventory profits are calculated at over \$8 billion at annual rates in both the third and fourth quarters of 1950 and were of similar importance in the first quarter of 1951. Thus, in the fourth quarter of 1950, corporate profits on a national income basis—that is, with an adjustment to remove the effects of inventory profits—were \$42 billion at an annual rate, compared with reported book profits of \$50 billion.

Many industries showed lower book profits before taxes, unadjusted for seasonal variations, in the first quarter of this year than in the preceding quarter. Among those showing gains in unadjusted earnings before taxes from the final quarter of 1950 were the textiles, lumber, paper, chemicals, and machinery (except electrical) industries. The aircraft industry, notwithstanding a huge and growing backlog of Government business, had lower profits than in the preceding quarter and only moderately higher profits than a year ago. Table 4, (page 26), presents unadjusted quarterly profits by broad industrial groups.

[Continued on page 26]

Table 3.—National Income and Product, 1948-1950, Last Two Quarters 1950 and First Quarter 1951

[Billions of dollars]

	1948	1949	1950	Seasonally adjusted at annual rates		
				1950		1951
				III	IV	
NATIONAL INCOME BY DISTRIBUTIVE SHARES						
National income	223.5	216.7	239.0	245.8	260.1	269.
Compensation of employees	140.2	139.9	153.3	157.3	165.2	172.
Wages and salaries	134.4	133.4	145.8	149.7	157.2	163.
Private	115.7	113.0	123.6	127.2	132.7	137.
Military	4.0	4.2	5.1	5.0	6.6	—
Government civilian	14.7	16.1	17.2	17.5	17.9	—
Supplements to wages and salaries	5.8	6.5	7.5	7.7	7.9	8.
Proprietors' and rental income	47.3	41.4	44.0	45.6	47.2	48.
Business and professional	22.1	20.9	22.3	23.2	23.0	24.
Farm	17.7	13.0	13.7	14.3	15.8	16.
Rental income of persons	7.5	7.5	8.0	8.1	8.4	8.
Corporate profits and inventory valuation adjustment	31.7	30.5	36.2	37.4	42.2	42.4
Corporate profits before tax	33.8	28.3	41.4	45.7	50.3	51.8
Corporate profits tax liability	13.0	11.0	18.6	20.5	22.5	28.4
Corporate profits after tax	20.7	17.3	22.8	25.2	27.8	23.2
Inventory valuation adjustment	-2.1	2.1	-5.1	-8.3	-8.2	-8.4
Net interest	4.3	4.9	5.4	5.5	5.6	5.6
Addendum: Compensation of general government employees	17.4	19.4	20.9	21.1	23.1	25.2
GROSS NATIONAL PRODUCT OR EXPENDITURE						
Gross national product	259.0	257.3	282.6	287.4	303.7	318.5
Personal consumption expenditures	177.9	180.2	193.6	202.5	198.4	208.2
Durable goods	22.9	23.9	29.2	34.3	29.4	31.5
Non durable goods	100.9	98.7	102.3	105.5	104.9	111.5
Services	54.1	57.6	62.1	62.7	64.0	65.2
Gross private domestic investment	42.7	33.0	48.9	47.3	60.2	59.6
New construction	17.7	17.2	22.1	23.5	23.3	23.9
Residential nonfarm	8.6	8.3	12.6	13.7	13.1	12.9
Other	9.1	9.0	9.5	9.8	10.2	11.0
Producers' durable equipment	19.9	19.0	22.5	24.5	25.0	26.5
Change in business inventories, total	5.0	-3.2	4.3	-7	11.8	9.3
Nonfarm only	3.7	-2.5	3.6	-1.8	10.6	8.1
Net foreign investment	1.9	.5	-2.3	-3.2	-2.7	-2.3
Government purchases of goods and services	36.6	43.6	42.5	40.8	47.8	52.9
Federal	21.7	25.9	23.1	21.4	27.5	32.1
State and local	.6	.4	.2	.2	.2	.2
Less: Government sales	15.6	18.1	19.7	19.7	20.4	21.1
DISPOSITION OF PERSONAL INCOME						
Personal income	209.5	205.1	224.7	227.3	238.3	244.1
Less: Personal tax and nontax payments	21.1	18.6	20.5	20.2	23.1	26.6
Federal	19.0	16.2	17.8	17.5	20.3	23.8
State and local	2.1	2.5	2.7	2.7	2.7	2.8
Equals: Disposable personal income	188.4	186.4	204.3	207.1	215.2	217.5
Less: Personal consumption expenditures	177.9	180.2	193.6	202.5	198.4	208.2
Equals: Personal saving	10.5	6.3	10.7	4.6	16.8	9.3
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME						
Gross national product	259.0	257.3	282.6	287.4	303.7	318.5
Less: Capital consumption allowances	17.6	19.1	21.2	21.8	22.2	22.6
Indirect business tax and nontax liability	20.4	21.7	23.8	25.3	24.3	25.9
Business transfer payments	.7	.7	.8	.8	.8	.8
Statistical discrepancy	-3.2	-8	-1.8	-6.4	-3.4	.5
Plus: Subsidies less current surplus of Government enterprises	0	0	.3	-1	.2	.8
Equals: National income	223.5	216.7	239.0	245.8	260.1	269.4
Less: Corporate profits and inventory valuation adjustment	31.7	30.5	36.2	37.4	42.2	42.9
Contributions for social insurance	5.2	5.7	7.0	7.0	7.4	8.3
Excess of wage accruals over disbursements	0	0	0	0	0	0
Plus: Government transfer payments	10.5	11.6	14.3	11.0	11.1	11.5
Net interest paid by Government	4.5	4.6	4.7	4.7	4.7	4.8
Dividends	7.2	7.6	9.2	9.4	11.1	8.8
Business transfer payments	.7	.7	.8	.8	.8	.8
Equals: Personal income	209.5	205.1	224.7	227.3	238.3	244.1

Source: U. S. Department of Commerce, Office of Business Economics.

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SURVEY OF CURRENT BUSINESS

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Table 2.—National Income and Product, 1950, and First Two Quarters, 1951¹
[Billions of dollars]

	1950	Unadjusted						Seasonally adjusted at annual rates					
		1950				1951		1950				1951	
		I	II	III	IV	I	II	I	II	III	IV	I	II
NATIONAL INCOME BY DISTRIBUTIVE SHARES													
National income	239.0	53.8	57.6	62.0	65.6	66.0	(2)	219.3	230.6	245.8	260.1	269.4	(2)
Compensation of employees	153.3	35.0	37.1	39.5	41.8	42.4	44.2	142.2	148.6	157.3	165.2	172.1	177.4
Wages and salaries	145.8	33.1	35.2	37.5	40.0	40.2	42.0	135.2	141.3	149.7	157.2	163.6	168.8
Private	123.6	27.8	29.8	32.3	33.7	33.4	34.8	114.3	120.1	127.2	132.7	137.1	140.5
Military	5.1	1.1	1.1	1.3	1.6	(2)	(2)	4.4	4.4	5.0	6.6	(2)	(2)
Government civilian	17.2	4.2	4.3	4.0	4.6	(2)	(2)	16.4	16.8	17.5	17.9	(2)	(2)
Supplements to wages and salaries	7.5	1.9	1.9	1.9	1.8	2.3	2.3	7.0	7.4	7.7	7.9	8.5	8.7
Proprietors' and rental income ²	44.0	10.4	10.5	11.4	11.8	12.2	12.0	41.4	41.8	45.6	47.2	48.8	48.1
Business and professional	22.3	5.3	5.5	5.8	5.8	6.0	5.9	21.1	21.9	23.2	23.0	24.1	23.6
Farm	13.7	3.1	3.0	3.6	4.0	4.1	4.1	12.5	12.2	14.3	15.8	16.4	16.3
Rental income of persons	8.0	2.0	2.0	2.0	2.1	2.1	2.0	7.8	7.8	8.1	8.4	8.3	8.2
Corporate profits and inventory valuation adjustment	36.2	7.1	8.8	9.7	10.6	10.0	(2)	30.5	34.8	37.4	42.2	42.9	(2)
Corporate profit before tax	41.4	7.5	9.4	11.8	12.7	12.2	(2)	31.9	37.5	45.7	50.3	51.8	(2)
Corporate profits tax liability	18.6	3.4	4.2	5.3	5.7	6.7	(2)	14.4	16.9	20.5	22.5	28.5	(2)
Corporate profits after tax	22.8	4.1	5.2	6.5	7.0	5.5	(2)	17.5	20.6	25.2	27.8	23.3	(2)
Inventory valuation adjustment	-5.1	-3	-7	-2.1	-2.0	-2.2	-6	-1.4	-2.7	-8.3	-8.2	-8.9	-2.3
Net interest	5.4	1.3	1.3	1.4	1.4	1.4	1.4	5.2	5.3	5.5	5.6	5.6	5.7
Addendum: Compensation of general government employees	20.9	5.0	5.1	5.0	5.9	6.4	6.8	19.6	19.8	21.1	23.1	25.2	26.9
GROSS NATIONAL PRODUCT OR EXPENDITURE													
Gross national product	282.6	63.8	66.6	72.4	79.8	77.6	78.6	264.4	275.0	287.4	303.7	318.5	325.6
Personal consumption expenditures	193.6	43.6	46.6	49.7	53.6	49.4	49.7	184.7	188.7	202.5	198.4	208.2	201.7
Durable goods	29.2	5.8	6.4	8.5	8.4	6.9	6.3	26.3	26.6	34.3	29.4	31.5	25.9
Non durable goods	102.3	22.7	24.7	25.7	29.2	26.0	26.8	98.4	100.4	105.5	104.9	111.5	109.5
Services	62.1	15.1	15.5	15.5	16.0	16.4	16.7	60.1	61.6	62.7	64.0	65.2	66.2
Gross private domestic investment	48.9	10.6	10.2	13.3	14.8	15.9	13.6	40.1	47.9	47.3	60.2	59.6	63.5
New construction	22.1	4.2	5.3	6.6	6.0	5.0	5.6	20.1	21.4	23.5	23.9	22.3	23.3
Residential nonfarm	12.6	2.2	3.1	3.9	3.4	2.6	2.7	11.2	12.4	13.7	13.1	12.9	10.7
Other	9.5	1.9	2.2	2.7	2.6	2.4	2.9	8.9	9.0	9.7	10.3	10.9	11.6
Producers' durable equipment	22.5	4.7	5.5	6.0	6.3	6.6	6.9	18.9	21.4	24.5	25.0	26.5	26.7
Change in business inventories, total	4.3	1.8	-6	.7	2.5	4.3	1.2	1.1	5.2	-7	11.8	9.3	14.4
Nonfarm only	3.6	1.8	-8	.5	2.2	4.0	.9	1.1	4.4	-1.8	10.6	8.1	13.3
Net foreign investment	-2.3	-4	-4	-9	-6	-6	.1	-1.7	-1.6	-3.2	-2.7	-2.3	.5
Government purchases of goods and services	42.5	10.0	10.2	10.3	12.0	12.9	15.1	41.3	40.1	40.8	47.8	52.9	60.0
Federal	23.1	5.6	5.3	5.3	6.9	8.0	9.7	22.2	21.1	21.4	27.5	32.1	38.7
Less: Government sales	.2	.1	.1	.1	.1	.1	.0	.3	.2	.2	.2	.2	.2
State and local	19.7	4.5	5.0	5.0	5.2	4.9	5.5	19.3	19.2	19.7	20.4	21.1	21.4
DISPOSITION OF PERSONAL INCOME													
Personal income	224.7	53.3	54.1	56.5	60.8	60.0	62.2	216.3	217.1	227.3	238.3	244.1	250.0
Less: Personal tax and nontax payments	20.5	7.0	3.9	4.8	4.7	10.4	5.5	19.0	19.5	20.2	23.1	26.6	27.1
Federal	17.8	6.2	3.2	4.2	4.2	9.5	4.8	16.4	16.9	17.5	20.3	23.8	24.2
State and local	2.7	.8	.7	.6	.6	.9	.7	2.6	2.7	2.7	2.7	2.8	2.9
quals: Disposable personal income	204.3	46.3	50.2	51.7	56.1	49.6	56.6	197.3	197.5	207.1	215.2	217.5	222.8
Less: Personal consumption expenditures	193.6	43.6	46.6	49.7	53.6	49.4	49.7	184.7	188.7	202.5	198.4	208.2	201.7
quals: Personal saving	10.7	2.6	3.5	2.0	2.5	.3	.6	12.5	8.9	4.6	16.8	9.3	21.1
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME													
Gross national product	282.6	63.8	66.6	72.4	79.8	77.6	78.6	264.4	275.0	287.4	303.7	318.5	325.6
Less: Capital consumption allowances	21.2	5.0	5.2	5.4	5.5	5.7	5.7	20.1	20.7	21.8	22.2	22.6	22.9
Indirect business tax and nontax liability	23.8	5.4	5.8	6.4	6.2	6.3	6.2	22.3	23.3	25.3	24.3	25.9	24.8
Business transfer payments	.8	.2	.2	.2	.2	.2	.2	.7	.7	.8	.8	.8	.8
Statistical discrepancy	-1.8	-5	-2.0	-1.6	2.3	-4	(2)	2.3	4	-6.4	-3.4	.5	(2)
Plus: Subsidies less current surplus of government enterprises	.3	.1	.2	.0	.1	.2	.1	.2	.7	-1	.2	.8	.3
quals: National income	239.0	53.3	57.6	62.0	65.6	66.0	(2)	219.3	230.6	245.8	260.1	269.4	(2)
Less: Corporate profits and inventory valuation adjustment	36.2	7.1	8.8	9.7	10.6	10.0	(2)	30.5	34.8	37.4	42.2	42.9	(2)
Contributions for social insurance	7.0	1.8	1.8	1.8	1.6	2.3	2.3	6.6	6.8	7.0	7.4	8.3	8.4
Excess of wage accruals over disbursements	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
us: Government transfer payments	14.3	5.3	3.6	2.7	2.8	2.9	2.9	21.0	14.2	11.0	11.1	11.5	11.8
Net interest paid by government	4.7	1.1	1.4	1.0	1.2	1.1	1.4	4.7	4.7	4.7	4.7	4.8	4.8
Dividends	9.2	1.9	1.9	2.2	3.3	2.1	2.2	7.8	8.4	9.4	11.1	8.8	9.7
Business transfer payments	.8	.2	.2	.2	.2	.2	.2	.7	.7	.8	.8	.8	.8
quals: Personal income	224.7	53.3	54.1	56.5	60.8	60.0	62.2	216.3	217.1	227.3	238.3	244.1	250.0

Detail will not necessarily add to totals because of rounding.

Not available.

¹ Includes noncorporate inventory adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

ures receded after emphatic spurts, the tempo of civilian production was generally maintained at a uniform pace. In each case, the resultant excess of output was absorbed by business inventories. However, whereas this absorption was accomplished quite readily in the earlier period, a substantial portion of the accumulation of stocks from March through June appears to have been unplanned and invol-

untary, resulting from more conservative purchasing by consumers than had been expected. During the second quarter, widespread efforts were made by businessmen to limit the growth of their inventory-sales ratios. These efforts, partially successful as far as distributors were concerned, played a key role in the general tapering-off of prices during the quarter.

Table 2.—National Income and Product, 1950, and First Three Quarters, 1951¹

[Billions of dollars]

	1950	Unadjusted								Seasonally adjusted at annual rates							
		1950				1951				1950				1951			
		I	II	III	IV	I	II	III	I	II	III	IV	I	II	III		
NATIONAL INCOME BY DISTRIBUTIVE SHARES																	
National income	239.0	53.8	57.6	62.0	65.6	66.0	68.5	(2)	219.3	230.6	245.8	260.1	269.4	274.3	(2)		
Compensation of employees	153.3	35.0	37.1	39.5	41.8	42.4	44.2	45.3	142.2	148.6	157.3	165.2	172.1	177.4	180.4		
Wages and salaries	145.8	33.1	35.2	37.5	40.0	40.2	42.0	43.1	135.2	141.3	149.7	157.2	163.6	168.8	171.6		
Private	123.6	27.8	29.8	32.3	33.7	33.4	34.8	35.8	114.3	120.1	127.2	132.7	137.1	140.5	141.1		
Military	5.1	1.1	1.1	1.3	1.6	1.9	(2)	(2)	4.4	4.4	5.0	6.6	7.8	(2)	(2)		
Government civilian	17.2	4.2	4.3	4.0	4.6	4.8	(2)	(2)	16.4	16.8	17.5	17.9	18.8	(2)	(2)		
Supplements to wages and salaries	7.5	1.9	1.9	1.9	1.8	2.3	2.3	2.2	7.0	7.4	7.7	7.9	8.5	8.7	8.8		
Proprietors' and rental income ³	44.0	10.4	10.5	11.4	11.8	12.2	12.0	12.3	41.4	41.8	45.6	47.2	48.8	48.1	49.1		
Business and professional	22.3	5.3	5.5	5.8	5.8	6.0	5.9	5.8	21.1	21.9	23.2	23.0	24.1	23.6	23.4		
Farm	13.7	3.1	3.0	3.6	4.0	4.1	4.1	4.3	12.5	12.2	14.3	15.8	16.4	16.3	17.3		
Rental income of persons	8.0	2.0	2.0	2.0	2.1	2.1	2.0	2.1	7.8	7.8	8.1	8.4	8.3	8.2	8.4		
Corporate profits and inventory valuation adjustment	36.2	7.1	8.8	9.7	10.6	10.0	10.8	(2)	30.5	34.8	37.4	42.2	42.9	43.0	(2)		
Corporate profits before tax	41.4	7.5	9.4	11.8	12.7	12.2	11.4	(2)	31.9	37.5	45.7	50.3	51.8	45.4	(2)		
Corporate profits tax liability	18.6	3.4	4.2	5.3	5.7	7.3	6.8	(2)	14.4	16.9	20.5	22.5	31.1	27.0	(2)		
Corporate profits after tax	22.8	4.1	5.2	6.5	7.0	4.9	4.6	(2)	17.5	20.6	25.2	27.8	20.7	18.4	(2)		
Inventory valuation adjustment	-5.1	-3	-7	-2.1	-2.0	-2.2	-6	7	-1.4	-2.7	-8.3	-8.2	-8.9	-2.3	2.8		
Net interest	5.4	1.3	1.3	1.4	1.4	1.4	1.4	1.4	5.2	5.3	5.5	5.6	5.6	5.7	5.8		
Addendum: Compensation of general government employees	20.9	5.0	5.1	5.0	5.9	6.4	6.8	6.9	19.6	19.8	21.1	23.1	25.2	26.9	28.9		
GROSS NATIONAL PRODUCT OR EXPENDITURE																	
Gross national product	282.6	63.8	66.6	72.4	79.8	78.3	79.1	81.7	264.4	275.0	287.4	303.7	319.0	327.8	327.6		
Personal consumption expenditures	193.6	43.6	46.6	49.7	53.6	49.4	49.7	49.7	184.7	188.7	202.5	198.4	208.2	201.7	202.5		
Durable goods	29.2	5.8	6.4	8.5	8.4	6.9	6.3	6.2	26.3	26.6	34.3	29.4	31.5	25.9	25.3		
Nondurable goods	102.3	22.7	24.7	25.7	29.2	26.0	26.8	26.8	98.4	100.4	105.5	104.9	111.5	109.5	110.0		
Services	62.1	15.1	15.5	15.5	16.0	16.4	16.7	16.7	60.1	61.6	62.7	60.2	66.2	67.2			
Gross private domestic investment	48.9	10.6	10.2	13.3	14.8	16.6	14.1	14.6	40.1	47.9	47.3	60.2	60.1	65.6	55.7		
New construction	22.1	4.2	5.3	6.6	6.0	5.0	5.6	6.0	20.1	21.4	23.5	23.3	23.9	22.5	21.5		
Residential nonfarm	12.6	2.2	3.1	3.9	3.4	2.6	2.7	2.8	11.2	12.4	13.7	13.1	12.9	10.8	9.7		
Other	9.5	1.9	2.2	2.7	2.6	2.4	2.9	3.2	8.9	9.0	9.7	10.3	10.9	11.7	11.8		
Producers' durable equipment	22.5	4.7	5.5	6.0	6.3	6.4	7.0	6.8	18.9	21.4	24.5	25.0	25.9	27.2	28.1		
Change in business inventories, total	4.3	1.8	-6	7	2.5	5.2	1.5	1.8	1.1	5.2	-7	11.8	10.3	15.9	6.1		
Nonfarm only	3.6	1.8	-8	5	2.2	4.9	1.2	1.5	1.1	4.4	-1.8	10.6	9.1	14.8	5.1		
Net foreign investment	-2.3	-4	-4	-9	-6	-7	0	2	-1.7	-1.6	-3.2	-2.7	-2.7	0	1.2		
Government purchases of goods and services	42.5	10.0	10.2	10.3	12.0	13.0	15.2	17.2	41.3	40.1	40.8	47.8	53.4	60.4	68.2		
Federal	23.1	5.6	5.3	5.3	6.9	8.1	9.8	11.7	22.2	21.1	21.4	27.5	32.5	39.1	46.8		
Less: Government sales	.2	.1	.1	.1	.1	.0	.0	.0	.3	.2	.2	.2	.2	.2	.2		
State and local	19.7	4.5	5.0	5.0	5.2	4.9	5.5	5.5	19.3	19.2	19.7	20.4	21.1	21.4	21.6		
DISPOSITION OF PERSONAL INCOME																	
Personal income	224.7	53.3	54.1	56.5	60.8	60.0	62.2	63.2	216.3	217.1	227.3	238.3	244.1	249.9	253.2		
Less: Personal tax and nontax payments	20.5	7.0	3.9	4.8	4.7	10.4	5.7	6.4	19.0	19.5	20.2	23.1	27.4	28.0	28.4		
Federal	17.8	6.2	3.2	4.2	4.2	9.6	4.9	5.7	16.4	16.9	17.5	20.3	24.4	25.1	25.4		
State and local	2.7	.8	.7	.6	.6	.9	.8	.7	2.6	2.7	2.7	2.7	2.9	3.0	3.0		
Equals: Disposable personal income	204.3	46.3	50.2	51.7	56.1	49.5	56.5	56.8	197.3	197.5	207.1	215.2	216.8	221.8	224.7		
Less: Personal consumption expenditures	193.6	43.6	46.6	49.7	53.6	49.4	49.7	49.7	184.7	188.7	202.5	198.4	208.2	201.7	202.5		
Equals: Personal saving	10.7	2.6	3.5	2.0	2.5	.2	6.8	7.0	12.5	8.9	4.6	16.8	8.5	20.1	22.2		
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME																	
Gross national product	282.6	63.8	66.6	72.4	79.8	78.3	79.1	81.7	264.4	275.0	287.4	303.7	319.0	327.8	327.6		
Less: Capital consumption allowances	21.2	5.0	5.2	5.4	5.5	5.6	5.8	6.0	20.1	20.7	21.8	22.2	22.6	23.1	23.9		
Indirect business tax and nontax liability	23.8	5.4	5.8	6.4	6.2	6.3	6.2	6.3	22.3	23.3	25.3	24.3	25.9	24.9	25.0		
Business transfer payments	.8	.2	.2	.2	.2	.2	.2	.2	.7	.7	.8	.8	.8	.8	.8		
Statistical discrepancy	-1.8	-5	-2.0	-1.6	2.3	.3	-1.5	(2)	2.3	.4	-6.4	-3.4	.8	5.0	(2)		
Plus: Subsidies less current surplus of government enterprises	.3	.1	.2	.0	.1	.1	.1	.0	.2	.7	-1.1	.2	.6	.3	.1		
Equals: National income	239.0	53.3	57.6	62.0	65.6	66.0	68.5	(2)	219.3	230.6	245.8	260.1	269.4	274.3	(2)		
Less: Corporate profits and inventory valuation adjustment	36.2	7.1	8.8	9.7	10.6	10.0	10.8	(2)	30.5	34.8	37.4	42.2	42.9	43.0	(2)		
Contributions for social insurance	7.0	1.8	1.8	1.8	1.6	2.3	2.3	2.1	6.6	6.8	7.0	7.4	8.3	8.4	8.4		
Excess of wage accruals over disbursements	.0	.0	.0	.0	.0	.0	.0	.0	2.9	2.9	0	0	0	0	0		
Plus: Government transfer payments	14.3	5.3	3.6	2.7	2.8	2.9	2.9	2.9	21.0	14.2	11.0	11.1	11.5	11.8	11.8		
Net interest paid by government	4.7	1.1	1.4	1.0	1.2	1.1	1.4	1.1	4.7	4.7	4.7	4.7	4.7	4.8	4.8		
Dividends	9.2	1.9	1.9	2.2	3.3	2.1	2.2	2.2	7.8	8.4	9.4	11.1	8.8	9.6	9.6		
Business transfer payments	.8	.2	.2	.2	.2	.2	.2	.2	.7	.7	.8	.8	.8	.8	.8		
Equals: Personal income	224.7	53.3	54.1	56.5	60.8	60.0	62.2	63.2	216.3	217.1	227.3	238.3	244.1	249.9	253.2		

¹ Detail will not necessarily add to totals because of rounding.² Not available.³ Includes noncorporate inventory adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

However, additional light is thrown on the recent movements of consumption and income by the comparison presented in Chart 4, which shows the aggregates in question not only in current dollars, but also in terms of constant (1950) dollars. Prices of consumer goods, although virtually stable from February through September, averaged about 7 percent higher for the first three quarters of this year than

for 1950. Allowance for this difference in prices substantially dampens, but does not eliminate, the rise in disposable income. A gain in real terms of about 1½ percent—roughly proportionate to the growth of the population—is implied.

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SURVEY OF CURRENT BUSINESS

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Table 3.—National Income and Product, 1949, 1950, and 1951¹

[Billions of dollars]

Item	1949	1950	1951	Quarterly, 1951							
				Unadjusted				Seasonally adjusted at annual rates			
				I	II	III	IV	I	II	III	IV
NATIONAL INCOME BY DISTRIBUTIVE SHARES											
National income.....	216.7	239.0	275.8	66.0	68.5	70.1	71.1	269.4	274.3	278.0	281.2
Compensation of employees.....	139.9	153.3	178.1	42.4	44.3	45.3	46.1	172.1	177.5	180.6	182.0
Wages and salaries.....	133.4	145.8	169.4	40.2	42.0	43.2	44.1	163.6	168.9	171.7	173.1
Private.....	113.0	123.6	140.3	33.4	34.8	35.9	36.1	137.1	140.6	141.3	142.0
Military.....	4.2	5.1	(3)	1.9	2.2	(3)	(3)	7.8	8.9	(3)	(3)
Government civilian.....	16.1	17.2	(3)	4.8	4.9	(3)	(3)	18.8	19.4	(3)	(3)
Supplements to wages and salaries.....	6.5	7.5	8.7	2.3	2.3	2.2	2.0	8.5	8.7	8.9	8.9
Proprietors' and rental income ⁴	41.4	44.0	48.9	12.2	12.0	12.3	12.4	48.8	48.1	49.1	49.8
Business and professional.....	20.9	22.3	23.7	6.0	5.9	5.8	5.9	24.1	23.6	23.4	23.6
Farm.....	13.0	13.7	16.9	4.1	4.1	4.3	4.4	16.4	16.3	17.3	17.6
Rental income of persons.....	7.5	8.0	8.3	2.1	2.0	2.1	2.1	8.3	8.2	8.4	8.5
Corporate profits and inventory valuation adjustment.....	30.5	36.2	43.0	10.0	10.8	11.1	11.1	42.9	43.0	42.6	43.6
Corporate profits before tax.....	28.3	41.4	44.5	12.2	11.4	10.4	10.5	51.8	45.4	39.8	41.1
Corporate profits tax liability.....	11.0	18.6	26.6	7.3	6.8	6.2	6.3	31.1	27.0	23.7	24.5
Corporate profits after tax.....	17.3	22.8	18.0	4.9	4.6	4.2	4.3	20.7	18.4	16.1	16.7
Inventory valuation adjustment.....	2.1	-5.1	-1.5	-2.2	-6	.7	.6	-8.9	-2.3	2.8	2.5
Net interest.....	4.9	5.4	5.7	1.4	1.4	1.4	1.5	5.6	5.7	5.8	5.8
Addendum: Compensation of general government employees.....	19.4	20.9	27.7	6.4	6.8	7.0	7.6	25.2	27.0	29.0	29.7
GROSS NATIONAL PRODUCT OF EXPENDITURE											
Gross national product.....	257.3	282.6	327.8	78.5	79.4	82.0	88.0	319.5	328.2	329.5	334.6
Personal consumption expenditures.....	180.2	193.6	205.5	49.5	49.9	50.0	56.1	208.8	202.4	204.0	206.7
Durable goods.....	23.9	29.2	26.8	6.9	6.3	6.2	7.4	31.3	25.9	25.2	25.0
Nondurable goods.....	98.7	102.3	111.8	26.1	26.9	27.1	31.7	112.1	110.1	111.5	113.6
Services.....	57.6	62.1	66.8	16.5	16.7	16.6	17.0	65.4	66.5	67.3	68.1
Gross private domestic investment.....	33.0	48.9	59.1	16.7	14.4	14.7	13.4	60.2	65.6	56.6	54.6
New construction.....	17.2	22.1	22.2	5.0	5.7	6.1	5.4	23.8	22.7	21.6	20.7
Residential nonfarm.....	8.3	12.6	10.9	2.6	2.8	2.9	2.7	12.9	10.9	9.8	10.1
Other.....	9.0	9.5	11.3	2.4	2.9	3.2	2.7	10.9	11.7	11.8	10.6
Producers' durable equipment.....	19.0	22.5	27.3	6.4	7.0	6.5	7.4	25.9	27.2	27.0	29.0
Change in business inventories, total.....	-3.2	4.3	9.7	5.3	1.7	2.0	.7	10.6	15.8	8.0	4.9
Nonfarm only.....	-2.5	3.6	8.0	4.9	1.2	1.6	.3	9.1	14.1	6.2	3.3
Net foreign investment.....	.5	-2.3	.2	-7	.0	.3	.6	-2.7	-1	1.2	2.5
Government purchases of goods and services.....	43.6	42.5	63.0	13.0	15.2	17.0	17.8	53.2	60.3	67.7	70.7
Federal.....	25.9	23.1	41.8	8.1	9.8	11.6	12.3	32.4	39.1	46.4	49.2
National security.....	19.3	19.1	37.5	7.2	8.8	10.5	11.0	28.9	35.3	41.8	44.1
National defense ⁵	13.6	14.9	34.1	6.4	7.9	9.6	10.1	25.6	31.7	38.6	40.5
Other national security ⁶	5.7	4.3	3.4	.8	.9	.8	.9	3.3	3.6	3.2	3.6
Other.....	6.6	3.9	4.2	.9	.9	1.2	1.3	3.5	3.7	4.6	5.1
Less: Government sales.....	.4	.2	.2	.0	.0	.0	.0	.2	.2	.2	.2
State and local.....	18.1	19.7	21.4	4.9	5.5	5.5	5.5	21.0	21.3	24.4	21.7
DISPOSITION OF PERSONAL INCOME											
Personal income.....	205.1	224.7	251.1	60.0	62.2	63.2	65.8	244.1	249.9	253.2	257.0
Less: Personal tax and nontax payments.....	18.6	20.5	28.4	10.5	5.7	6.4	5.9	27.6	28.1	28.4	29.7
Federal.....	16.2	17.8	25.5	9.6	4.9	5.8	5.2	24.7	25.1	25.4	26.7
State and local.....	2.5	2.7	3.0	.9	.8	.6	.6	2.9	3.0	3.0	3.1
Equals: Disposable personal income.....	186.4	204.3	222.6	49.5	56.5	56.7	59.9	216.5	221.8	224.9	227.2
Less: Personal consumption expenditures.....	180.2	193.6	205.5	49.5	49.9	50.0	56.1	208.8	202.4	204.0	206.7
Equals: Personal saving.....	6.3	10.7	17.2	.0	6.6	6.8	3.8	7.8	19.4	20.8	20.5
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME											
Gross national product.....	257.3	282.6	327.8	78.5	79.4	82.0	88.0	319.5	328.2	329.5	334.6
Less: Capital consumption allowances.....	19.1	21.2	23.5	5.6	5.8	5.9	6.1	22.6	23.1	23.7	24.5
Indirect business tax and nontax liability.....	21.7	23.8	25.4	6.3	6.2	6.3	6.6	25.9	24.9	25.1	25.8
Business transfer payments.....	.7	.8	.8	.2	.2	.2	.2	.8	.8	.8	.8
Statistical discrepancy.....	-.8	-1.8	2.9	.5	-1.1	-.5	4.0	1.6	5.9	2.3	2.5
Plus: Subsidies less current surplus of Government enterprises.....	.0	.3	.5	.2	.2	.1	.0	.8	.4	.4	.1
Equals: National Income.....	216.7	239.0	275.8	66.0	68.5	70.1	71.1	269.4	274.3	278.0	281.2
Less: Corporate profits and inventory valuation adjustment.....	30.5	36.2	43.0	10.0	10.8	11.1	11.1	42.9	43.0	42.6	43.6
Contributions for social insurance.....	5.7	7.0	8.5	2.3	2.3	2.1	1.8	8.3	8.4	8.5	8.6
Excess of wage accruals over disbursements.....	.0	.0	.0	.0	.0	.2	-.2	.0	.0	.7	-.7
Plus: Government transfer payments.....	11.6	14.3	11.7	2.9	2.9	3.0	3.0	11.5	11.8	11.8	11.8
Net interest paid by Government.....	4.6	4.7	4.9	1.1	1.4	1.1	1.3	4.8	4.8	4.8	4.9
Dividends.....	7.6	9.2	9.4	2.1	2.2	2.2	2.9	8.8	9.6	9.6	9.8
Business transfer payments.....	.7	.8	.8	.2	.2	.2	.2	.8	.8	.8	.8
Equals: Personal income.....	205.1	224.7	251.1	60.0	62.2	63.2	65.8	244.1	249.9	253.2	257.0

¹ Detail will not necessarily add to totals because of rounding.² Since the usual source materials on corporate profits are not yet available for the fourth quarter, tentative and preliminary estimates of profits in that period, based upon the past relationship of corporate profits and inventory valuation adjustment to private nonfarm gross national product, are utilized above.³ Not available.⁴ Includes noncorporate inventory valuation adjustment.⁵ Includes the purchases of the following agencies: Atomic Energy Commission, Defense Department, Maritime Administration (before 1950), National Advisory Committee for Aeronautics, and Selective Service System; and for the following programs: Defense production and economic stabilization, foreign military assistance administered by Mutual Security

Agency (formerly Mutual Defense Assistance program), and the stockpiling of strategic and critical materials.

⁶ Includes the purchases of the following agencies: Maritime Administration (after 1949), National Security Council, National Security Resources Board, Philippine War Damage Commission, and State Department; and for the following foreign economic assistance programs: Those now administered by the Mutual Security Agency, government and relief in occupied areas, India Emergency Food Aid, International Children's Emergency Fund, and Yugoslav Emergency Relief Assistance.

Source: U. S. Department of Commerce, Office of Business Economics.

rates of inventory accumulation as much as by the increases in national output. The average quarterly increase in final purchases since mid-1951 has amounted to \$9 billion, at annual rates, whereas the average increase in national output has amounted to only \$4 billion, the balance being made up

by a \$5 billion average decline in the rate of inventory accumulation. By the end of the first quarter of the year, the curves of output and final purchases had nearly converged, as the rate of inventory accumulation dwindled to negligible proportions.

Table 1.—National Income and Product, 1951 and First Quarter 1952¹

[Billions of dollars]

	1951 ²	Unadjusted				Seasonally adjusted at annual rates				1952	
		1951				1951					
		I	II	III	IV ²	I	I	II	III	IV ²	
NATIONAL INCOME BY DISTRIBUTIVE SHARES											
National income	275.5	66.0	68.5	70.1	70.8	(3)	269.4	274.3	278.0	280.1	(3)
Compensation of employees	178.1	42.4	44.3	45.3	46.1	45.8	172.1	177.5	180.6	182.0	185.8
Wages and salaries	169.4	40.2	42.0	43.2	44.1	43.3	163.6	168.9	171.7	173.1	176.8
Private	140.3	33.4	34.8	35.9	36.1	35.3	137.1	140.6	141.3	142.0	144.9
Military	(3)	1.9	2.2	2.4	(3)	(3)	7.8	8.9	9.6	(3)	(3)
Government civilian	(3)	4.8	4.9	4.9	(3)	(3)	18.8	19.4	20.9	(3)	(3)
Supplements to wages and salaries	8.7	2.3	2.3	2.2	2.0	2.4	8.5	8.7	8.9	8.9	9.0
Proprietors' and rental income ⁴	48.9	12.2	12.0	12.3	12.4	12.1	48.8	48.1	49.1	49.8	48.6
Business and professional	23.7	6.0	5.9	5.8	5.9	6.0	24.1	23.6	23.4	23.6	24.2
Farm	16.9	4.1	4.1	4.3	4.4	4.0	16.4	16.3	17.3	17.6	15.9
Rental income of persons	8.3	2.1	2.0	2.1	2.1	2.1	8.3	8.2	8.4	8.5	8.5
Corporate profits and inventory valuation adjustment	42.8	10.0	10.8	11.1	10.9	(3)	42.9	43.0	42.6	42.5	(3)
Corporate profits before tax	44.3	12.2	11.4	10.4	10.3	(3)	51.8	45.4	39.8	40.0	(3)
Corporate profits tax liability	25.3	7.0	6.5	5.9	5.9	(3)	29.6	25.9	22.8	22.9	(3)
Corporate profits after tax	18.9	5.2	4.9	4.4	4.4	(3)	22.2	19.4	17.0	17.1	(3)
Inventory valuation adjustment	-1.5	-2.2	-.6	.7	.6	.0	-8.9	-2.3	2.8	2.5	-.1
Net interest	5.7	1.4	1.4	1.4	1.5	1.5	5.6	5.7	5.8	5.8	5.9
Addendum: Compensation of general government employees	27.7	6.4	6.8	7.0	7.6	7.7	25.2	27.0	29.0	29.7	30.5
GROSS NATIONAL PRODUCT OR EXPENDITURE											
Gross national product	327.8	78.5	79.4	82.0	88.0	83.6	319.5	328.2	329.5	334.6	339.7
Personal consumption expenditures	205.5	49.5	49.9	50.0	56.1	49.6	208.8	202.4	204.0	206.7	209.6
Durable goods	26.8	6.9	6.3	6.2	7.4	5.5	31.3	25.9	25.2	25.0	25.0
Nondurable goods	111.8	26.1	26.9	27.1	31.7	26.8	112.1	110.1	111.5	113.6	115.6
Services	66.8	16.5	16.7	16.6	17.0	17.4	65.4	66.5	67.3	68.1	69.0
Gross private domestic investment	59.1	16.7	14.4	14.7	13.4	15.1	60.2	65.6	56.6	54.6	53.4
New construction	22.2	5.0	5.7	6.1	5.4	4.8	23.8	22.7	21.6	20.7	22.7
Residential nonfarm	10.9	2.6	2.8	2.9	2.7	2.2	12.9	10.9	9.8	10.1	10.9
Other	11.3	2.4	2.9	3.2	2.7	2.7	10.9	11.7	11.8	10.6	11.9
Producers' durable equipment	27.3	6.4	7.0	6.5	7.4	7.6	25.9	27.2	27.0	29.0	30.4
Change in business inventories, total	9.7	5.3	1.7	2.0	.7	2.7	10.6	15.8	8.0	4.9	.2
Nonfarm only	8.0	4.9	1.2	1.6	.3	2.3	9.1	14.1	6.2	3.3	-1.2
Net foreign investment	.2	-.7	.0	.3	.6	.6	-2.7	-.1	1.2	2.5	2.0
Government purchases of goods and services	63.0	13.0	15.2	17.0	17.8	18.4	53.2	60.3	67.7	70.7	74.7
Federal	41.8	8.1	9.8	11.6	12.3	13.1	32.4	39.1	46.4	49.2	52.5
National security	37.5	7.2	8.8	10.5	11.0	11.8	28.9	35.3	41.8	44.1	47.2
National defense	34.1	6.4	7.9	9.6	10.1	11.2	25.6	31.7	38.6	40.5	44.9
Other national security	3.4	.8	.9	.8	.9	.6	3.3	3.6	3.2	3.6	2.4
Other	4.2	.9	.9	1.2	1.3	1.3	3.5	3.7	4.6	5.1	5.2
Less: Government sales	.2	.0	.0	.0	.0	.0	.2	.2	.2	.2	.2
State and local	21.4	4.9	5.5	5.5	5.5	5.3	21.0	21.3	21.4	21.7	22.4
DISPOSITION OF PERSONAL INCOME											
Personal income	251.1	60.0	62.2	63.2	65.8	63.0	244.1	249.9	253.2	257.0	257.9
Less: Personal tax and nontax payments	28.4	10.5	5.7	6.4	5.9	11.5	27.6	28.1	28.4	29.7	31.6
Federal	25.5	9.6	4.9	5.8	5.2	10.5	24.7	25.1	25.4	26.7	28.4
State and local	3.0	.9	.8	.7	.6	1.0	2.9	3.0	3.0	3.1	3.2
Equals: Disposable personal income	222.6	49.5	56.5	56.7	59.9	51.5	216.5	221.8	224.9	227.2	226.3
Less: Personal consumption expenditures	205.5	49.5	49.9	50.0	56.1	49.6	208.8	202.4	204.0	206.7	209.6
Equals: Personal saving	17.2	.0	6.6	6.8	3.8	1.8	7.8	19.4	20.8	20.5	16.7
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME AND PERSONAL INCOME											
Gross national product	327.8	78.5	79.4	82.0	88.0	83.6	319.5	328.2	329.5	334.6	339.7
Less: Capital consumption allowances	23.5	5.6	5.8	5.9	6.1	6.3	22.6	23.1	23.7	24.5	25.1
Indirect business tax and nontax liability	25.4	6.3	6.2	6.3	6.6	6.4	25.9	24.9	25.1	25.8	26.3
Business transfer payments	.8	.2	.2	.2	.2	.2	.8	.8	.8	.8	.8
Statistical discrepancy	3.2	.5	-1.1	-.5	4.2	(3)	1.6	5.9	2.3	3.5	(3)
Plus: Subsidies less current surplus of Government enterprises	.5	.2	.2	.1	.0	.1	.8	.8	.4	.1	.4
Equals: National income	275.5	66.0	68.5	70.1	70.8	(3)	269.4	274.3	278.0	280.1	(3)
Less: Corporate profits and inventory valuation adjustment	42.8	10.0	10.8	11.1	10.9	(3)	42.9	43.0	42.6	42.5	(3)
Contributions for social insurance	8.5	2.3	2.3	2.1	1.8	2.8	8.3	8.4	8.5	8.6	9.1
Excess of wage accruals over disbursements	.0	.0	.0	.2	-.2	.0	.0	.0	.7	-.7	.0
Plus: Government transfer payments	11.7	2.9	2.9	2.9	3.0	3.0	11.5	11.8	11.8	11.8	11.9
Net interest paid by Government	4.9	1.1	1.4	1.1	1.3	1.1	4.8	4.8	4.8	4.9	4.9
Dividends	9.4	2.1	2.2	2.2	2.9	2.2	8.8	9.6	9.6	9.8	9.1
Business transfer payments	.8	.2	.2	.2	.2	.2	.8	.8	.8	.8	.8
Equals: Personal income	251.1	60.0	62.2	63.2	65.8	63.0	244.1	249.9	253.2	257.0	257.9

¹ Detail will not necessarily add to totals because of rounding.² Data for the fourth quarter of 1951 are the same as those in the February issue of the SURVEY except that an actual estimate of fourth-quarter corporate profits has been introduced.³ Not available.⁴ Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

Table 1.—National Income and Product 1951 and First Two Quarters 1952¹

[Billions of dollars]

	1951	Unadjusted						Seasonally adjusted at annual rates					
		1951				1952		1951				1952	
		I	II	III	IV	I	II	I	II	III	IV	I	II
NATIONAL INCOME BY DISTRIBUTIVE SHARES													
National income	277.6	66.1	68.7	70.6	72.2	70.6	(2)	269.6	274.8	280.2	285.6	288.0	(2)
Compensation of employees	178.9	42.5	44.4	45.5	46.4	45.9	46.6	172.9	178.2	181.0	183.4	186.5	186.9
Wages and salaries	169.9	40.2	42.1	43.3	44.3	43.5	44.3	163.9	169.3	172.1	174.3	177.4	177.8
Private	141.2	33.6	35.0	36.1	36.5	35.5	36.1	137.6	141.2	142.0	143.8	145.8	145.6
Military	8.6	1.8	2.1	2.3	2.4	(2)	(2)	7.4	8.5	9.1	9.6	(2)	(2)
Government civilian	20.1	4.8	5.0	4.9	5.4	(2)	(2)	18.9	19.6	21.0	20.9	(2)	(2)
Supplements to wages and salaries	9.0	2.3	2.3	2.2	2.1	2.4	2.4	8.9	9.0	8.9	9.1	9.0	9.2
Proprietors' and rental income ³	50.6	12.4	12.2	12.7	13.3	13.0	13.0	49.7	49.0	50.8	53.1	52.1	51.9
Business and professional	26.2	6.6	6.5	6.5	6.7	6.8	6.9	26.2	26.0	26.0	26.6	27.3	27.6
Farm	15.6	3.8	3.6	4.0	4.2	3.8	3.7	15.1	14.4	15.8	17.0	15.4	14.8
Rental income of persons	8.9	2.1	2.1	2.3	2.4	2.3	2.4	8.5	8.5	9.1	9.4	9.4	9.5
Corporate profits and inventory valuation adjustment	41.6	9.5	10.4	10.8	10.9	10.0	(2)	40.7	41.2	41.9	42.5	42.7	(2)
Corporate profits before tax	42.9	11.9	10.9	10.0	10.1	10.0	(2)	50.1	43.3	38.6	39.5	42.7	(2)
Corporate profits tax liability	24.2	6.7	6.2	5.6	5.7	5.8	(2)	28.4	24.5	21.8	22.2	24.7	(2)
Corporate profits after tax	18.7	5.1	4.7	4.3	4.4	4.2	(2)	21.7	18.8	16.9	17.3	18.1	(2)
Inventory valuation adjustment	-1.3	-2.3	-5	.8	.8	.0	.4	-9.4	-2.1	3.2	3.0	-.1	1.7
Net interest	6.4	1.6	1.6	1.6	1.6	1.7	1.7	6.3	6.4	6.5	6.6	6.7	6.9
Addendum: Compensation of general government employees	27.4	6.3	6.8	6.8	7.4	7.6	7.6	25.1	26.8	28.6	29.0	30.0	30.5
GROSS NATIONAL PRODUCT OR EXPENDITURE													
Gross national product	329.2	79.2	80.1	81.8	88.2	83.3	83.4	319.6	329.3	330.9	337.1	339.4	343.2
Personal consumption expenditures	208.0	50.0	50.4	50.5	57.0	50.5	53.2	210.5	204.5	206.4	210.5	213.2	214.9
Durable goods	27.1	7.0	6.4	6.3	7.5	5.5	6.4	31.3	26.3	25.5	25.3	26.2	26.4
Nondurable goods	113.5	26.4	27.2	27.5	32.4	27.4	29.1	113.3	111.3	113.2	116.2	118.0	117.8
Services	67.3	16.6	16.8	16.7	17.2	17.7	17.8	65.9	66.9	67.6	69.0	70.0	70.8
Gross private domestic investment	58.5	17.3	14.6	14.1	12.5	14.1	10.2	59.8	65.2	56.2	52.9	50.0	49.3
New construction	23.3	5.2	5.9	6.3	5.8	5.0	5.9	24.7	23.5	22.4	22.4	23.7	23.6
Residential nonfarm	11.0	2.6	2.8	2.9	2.7	2.2	2.8	12.8	10.9	9.9	10.3	11.0	11.0
Other	12.3	2.6	3.1	3.5	3.1	2.8	3.1	11.9	12.6	12.5	12.1	12.7	12.6
Producers' durable equipment	24.9	6.4	6.6	5.8	6.1	6.4	6.6	24.8	25.4	24.9	24.7	25.7	25.7
Change in business inventories, total	10.3	5.6	2.1	2.0	.7	2.7	-2.3	10.3	16.3	8.9	5.8	.6	.1
Nonfarm only	9.4	5.3	1.8	1.8	.5	2.5	-2.5	9.0	15.2	8.2	5.2	-.1	-.8
Net foreign investment	.2	-.7	.0	.2	.7	.5	.2	-2.7	-.2	1.1	2.6	1.9	.9
Government purchases of goods and services	62.6	12.6	15.1	16.9	17.9	18.2	19.7	51.9	59.8	67.3	71.2	74.4	78.0
Federal	41.3	7.8	9.6	11.5	12.3	12.9	13.8	31.1	38.6	46.1	49.4	51.6	55.3
National security	37.1	6.9	8.7	10.4	11.1	11.6	12.6	27.6	34.9	41.6	44.8	46.4	50.3
National defense	33.7	6.1	7.8	9.6	10.2	11.0	11.8	24.3	31.2	38.4	40.8	44.0	47.2
Other national security	3.4	.8	.9	.8	.6	.8	.8	3.3	3.6	3.2	3.5	2.4	3.0
Other	4.2	.9	.9	1.1	1.3	1.3	1.3	3.5	3.7	4.5	5.1	5.2	5.1
Less: Government sales	.4	.1	.1	.1	.1	.1	.1	.3	.3	.5	.5	.4	.4
State and local	21.7	4.9	5.5	5.5	5.7	5.4	6.0	21.1	21.6	21.7	22.3	23.2	23.0
DISPOSITION OF PERSONAL INCOME													
Personal income	254.1	60.4	62.7	63.9	67.0	64.4	65.9	246.2	251.9	256.1	262.0	263.0	264.4
Less: Personal tax and nontax payments	29.1	10.7	5.9	6.6	6.0	11.8	6.9	28.2	28.7	29.0	30.4	32.5	32.9
Federal	26.1	9.8	5.1	5.9	5.3	10.8	6.1	25.3	25.8	26.0	27.3	29.3	29.6
State and local	3.0	.9	.8	.7	.7	1.0	.9	2.9	3.0	3.0	3.1	3.2	3.3
Equals: Disposable personal income	225.0	49.7	56.9	57.3	61.1	52.6	59.0	218.0	223.2	227.1	231.5	230.5	231.5
Less: Personal consumption expenditures	208.0	50.0	50.4	50.5	57.0	50.5	53.2	210.5	204.5	206.4	210.5	213.2	214.9
Equals: Personal saving	17.0	-.3	6.5	6.8	4.0	2.1	5.7	7.5	18.7	20.7	21.1	17.3	16.5
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME													
Gross national product	329.2	79.2	80.1	81.8	88.2	83.3	83.4	319.6	329.3	330.9	337.1	339.4	343.2
Less: Capital consumption allowances	24.6	5.9	6.1	6.2	6.5	6.7	6.9	23.4	24.3	25.0	25.8	26.7	27.7
Indirect business tax and nontax liability	25.3	6.2	6.1	6.3	6.6	6.4	6.7	25.7	24.7	25.0	25.8	26.3	26.8
Business transfer payments	.9	.2	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9	.9
Statistical discrepancy	1.4	1.0	-.8	-1.6	2.7	-.5	(2)	.7	5.7	.0	-.8	-1.9	(2)
Plus: Subsidies less current surplus of Government enterprises	.5	.2	.3	.0	.0	.1	.0	.7	1.1	.1	.2	.5	.2
Equals: National income	277.6	66.1	68.7	70.6	72.2	70.6	(2)	269.6	274.8	280.2	285.6	288.0	(2)
Less: Corporate profits and inventory valuation adjustment	41.6	9.5	10.4	10.8	10.9	10.0	(2)	40.7	41.2	41.9	42.5	42.7	(2)
Contributions for social insurance	8.2	2.2	2.2	2.0	1.8	2.5	2.2	8.1	8.2	8.1	8.3	8.5	8.4
Excess of wage accruals over disbursements	.0	.0	0	2	-2	0	0	.1	-.2	-.8	-.6	.1	.0
Plus: Government transfer payments	11.5	2.8	2.9	2.9	2.9	2.9	2.9	11.3	11.6	11.6	11.5	11.7	11.6
Net interest paid by Government	4.9	1.1	1.4	1.1	1.3	1.1	1.5	4.8	4.9	4.9	5.0	5.0	5.0
Dividends	9.0	2.0	2.1	2.1	2.8	2.1	2.2	8.6	9.0	9.2	9.3	8.9	9.6
Business transfer payments	.9	.2	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9	.9
Equals: Personal income	254.1	60.4	62.7	63.9	67.0	64.4	65.9	246.2	251.9	256.1	262.0	263.0	264.4

¹ Detail will not necessarily add to totals because of rounding.² Not available.³ Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

November 1952

SURVEY OF CURRENT BUSINESS

5

Table 2.—National Income and Product, 1951 and First Three Quarters, 1952¹
[Billions of Dollars]

	1951	Unadjusted							Seasonally adjusted at annual rates						
		1951				1952			1951				1952		
		I	II	III	IV	I	II	III	I	II	III	IV	I	II	III
NATIONAL INCOME BY DISTRIBUTIVE SHARES															
National income.....	277.6	66.1	68.7	70.6	72.2	70.6	71.7	(2)	269.6	274.8	280.2	285.6	288.0	286.9	(2)
Compensation of employees.....	178.9	42.5	44.4	45.5	46.4	45.9	46.6	47.7	172.9	178.2	181.0	183.4	186.5	186.9	190.3
Wages and salaries.....	169.9	40.2	42.1	43.3	44.3	43.5	44.3	45.4	163.9	169.3	172.1	174.3	177.4	177.8	181.0
Private.....	141.2	33.6	35.0	36.1	36.5	35.5	36.1	37.6	137.6	141.2	142.0	143.8	145.8	145.6	148.3
Military.....	8.6	1.8	2.1	2.3	2.4	2.5	(2)	(2)	7.4	8.5	9.1	9.6	10.0	(2)	(2)
Government civilian.....	20.1	4.8	5.0	4.9	5.4	5.5	(2)	(2)	18.9	19.6	21.0	20.9	21.7	(2)	(2)
Supplements to wages and salaries.....	9.0	2.3	2.3	2.2	2.1	2.4	2.4	2.3	8.9	9.0	8.9	9.1	9.0	9.2	9.3
Proprietors' and rental income ³	50.6	12.4	12.2	12.7	13.3	13.0	13.0	13.1	49.7	49.0	50.8	53.1	52.1	51.9	52.5
Business and professional.....	26.2	6.6	6.5	6.7	6.8	6.9	6.9	6.9	26.2	26.0	26.0	26.6	27.3	27.6	27.5
Farm.....	15.6	3.8	3.6	4.0	4.2	3.8	3.7	3.8	15.1	14.4	15.8	17.0	15.4	14.8	15.2
Rental income of persons.....	8.9	2.1	2.1	2.3	2.4	2.3	2.4	2.4	8.5	8.5	9.1	9.4	9.4	9.5	9.8
Corporate profits and inventory valuation adjustment.....	41.6	9.5	10.4	10.8	10.9	10.0	10.3	(2)	40.7	41.2	41.9	42.5	42.7	41.2	(2)
Corporate profits before tax.....	42.9	11.9	10.9	10.0	10.1	10.0	9.9	(2)	50.1	43.3	38.6	39.5	42.7	39.5	(2)
Corporate profits tax liability.....	24.2	6.7	6.2	5.6	5.7	5.8	5.7	(2)	28.4	24.5	21.8	22.2	24.7	22.9	(2)
Corporate profits after tax.....	18.7	5.1	4.7	4.3	4.4	4.2	4.2	(2)	21.7	18.8	16.9	17.3	18.1	16.6	(2)
Inventory valuation adjustment.....	-1.3	-2.3	-5	.8	.8	.0	.4	.1	-9.4	-2.1	3.2	3.0	-1	1.7	.6
Net interest.....	6.4	1.6	1.6	1.6	1.6	1.7	1.7	1.8	6.3	6.4	6.5	6.6	6.7	6.9	7.1
Addendum: Compensation of general government employees.....	27.4	6.3	6.8	6.8	7.4	7.6	7.7	7.4	25.1	26.8	28.6	29.0	30.0	30.5	31.1
GROSS NATIONAL PRODUCT OR EXPENDITURE															
Gross national product.....	329.2	79.2	80.1	81.8	88.2	83.4	83.3	85.5	319.6	329.3	330.9	337.1	339.7	342.6	343.4
Personal consumption expenditures.....	208.0	50.0	50.4	50.5	57.0	50.5	53.2	52.8	210.5	204.5	206.4	210.5	213.2	214.9	215.0
Durable goods.....	27.1	7.0	6.4	6.3	7.5	5.5	6.4	6.0	31.3	26.3	25.5	25.3	25.2	26.4	24.2
Nondurable goods.....	113.5	26.4	27.2	27.5	32.4	27.4	29.1	29.0	113.3	111.3	113.2	116.2	118.0	117.8	118.0
Services.....	67.3	16.6	16.8	16.7	17.2	17.7	17.8	17.8	65.9	66.9	67.6	69.0	70.0	70.8	71.9
Gross private domestic investment.....	58.5	17.3	14.6	14.1	12.5	14.1	10.2	13.4	59.8	65.2	56.2	52.9	50.0	49.3	51.7
New construction.....	23.3	5.2	5.9	6.3	5.8	5.0	5.9	6.5	24.7	23.5	22.4	22.4	23.7	23.6	23.0
Residential nonfarm.....	11.0	2.6	2.8	2.9	2.7	2.2	2.8	3.1	12.8	10.9	9.9	10.3	11.0	10.9	10.9
Other.....	12.3	2.6	3.1	3.5	3.1	2.8	3.1	3.4	11.9	12.6	12.5	12.1	12.7	12.6	12.2
Producers' durable equipment.....	24.9	6.4	6.6	5.8	6.1	6.4	6.6	5.9	24.8	25.4	24.9	24.7	25.7	25.0	25.0
Change in business inventories, total.....	10.3	5.6	2.1	2.0	.7	2.7	-2.3	.9	10.3	16.3	8.9	5.8	.6	.1	3.7
Nonfarm only.....	9.4	5.3	1.8	1.8	.5	2.5	-2.5	.8	9.0	15.2	8.2	5.2	-.1	-.8	3.0
Net foreign investment.....	.2	-7	.0	.2	.7	.5	.1	-.3	-2.7	-.2	1.1	2.6	2.2	.4	-.1
Government purchases of goods and services.....	62.6	12.6	15.1	16.9	17.9	18.2	19.7	19.6	51.9	59.8	67.3	71.2	74.4	78.0	77.9
Federal.....	41.3	7.8	9.6	11.5	12.3	12.9	13.8	13.8	31.1	38.6	46.1	49.4	51.6	55.3	55.2
National security.....	37.1	6.9	8.7	10.4	11.1	11.6	12.6	12.4	27.6	34.9	41.6	44.3	46.4	50.3	49.6
National defense.....	33.7	6.1	7.8	9.6	10.2	11.8	11.7	11.7	24.3	31.2	38.4	40.8	44.0	47.2	46.8
Other national security.....	3.4	.8	.9	.8	.9	.6	.8	.7	3.3	3.6	3.2	3.5	2.4	3.0	2.8
Other.....	4.2	.9	.9	1.1	1.3	1.3	1.3	1.4	3.5	3.7	4.5	5.1	5.2	5.1	5.6
Less: Government sales.....	.4	.1	.1	.1	.1	.1	.1	.3	.3	.5	.5	.4	.4	.4	.4
State and local.....	21.7	4.9	5.5	5.5	5.7	5.4	6.0	5.9	21.1	21.6	21.7	22.3	23.2	23.0	23.1
DISPOSITION OF PERSONAL INCOME															
Personal income.....	254.1	60.4	62.7	63.9	67.0	64.4	65.9	67.1	246.2	251.9	256.1	262.0	263.0	264.4	268.9
Less: Personal tax and nontax payments.....	29.1	10.7	5.9	6.6	6.0	11.8	6.9	7.5	28.2	28.7	29.0	30.4	32.5	32.9	33.6
Federal.....	26.1	9.8	5.1	5.9	5.3	10.8	6.1	6.8	25.3	25.8	26.0	27.3	29.3	29.6	30.2
State and local.....	3.0	.9	.8	.7	.7	1.0	.9	.7	2.9	3.0	3.0	3.1	3.2	3.3	3.3
Equals: Disposable personal income.....	225.0	49.7	56.9	57.3	61.1	52.6	59.0	59.6	218.0	223.2	227.1	231.5	230.5	231.5	235.3
Less: Personal consumption expenditures.....	208.0	50.0	50.4	50.5	57.0	50.5	53.2	52.8	210.5	204.5	206.4	210.5	213.2	214.9	215.0
Equals: Personal saving.....	17.0	-.3	6.5	6.8	4.0	2.1	5.7	6.7	18.7	20.7	21.1	21.1	17.3	16.5	20.3
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME															
Gross national product.....	329.2	79.2	80.1	81.8	88.2	83.4	83.3	85.5	319.6	329.3	330.9	337.1	339.7	342.6	343.4
Less: Capital consumption allowances.....	24.6	5.9	6.1	6.2	6.5	6.7	6.9	7.1	23.4	24.3	25.0	25.8	26.7	27.7	28.3
Indirect business tax and nontax liability.....	25.3	6.2	6.1	6.3	6.6	6.4	6.7	6.9	25.7	24.7	25.0	25.8	26.3	26.8	27.3
Statistical discrepancy.....	.9	.2	.2	.2	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9	.9
Plus: Subsidies less current surplus of Government enterprises.....	.5	.2	.3	.0	.0	.1	.0	.0	.7	1.1	.1	.2	.5	.2	-.2
Equals: National income.....	277.6	66.1	68.7	70.6	72.2	70.6	71.7	(2)	269.6	274.8	280.2	285.6	288.0	286.9	(2)
Less: Corporate profits and inventory valuation adjustment.....	41.6	9.5	10.4	10.8	10.9	10.0	10.3	(2)	40.7	41.2	41.9	42.5	42.7	41.2	(2)
Contributions for social insurance.....	8.2	2.2	2.2	2.0	1.8	2.5	2.2	2.1	8.1	8.2	8.1	8.3	8.5	8.4	8.6
Excess of wage accruals over disbursements.....	.0	.0	.0	.2	-.2	.0	-.1	.1	-.2	.8	-.6	.1	.0	-.4	-.4
Plus: Government transfer payments.....	11.5	2.8	2.9	2.9	2.9	2.9	2.9	3.0	11.3	11.6	11.6	11.5	11.7	11.6	12.0
Net interest paid by Government.....	4.9	1.1	1.4	1.1	1.3	1.1	1.5	1.1	4.8	4.9	4.9	5.0	5.0	5.0	5.0
Dividends.....	9.0	2.0	2.1	2.1	2.8	2.1	2.2	2.1	8.6	9.0	9.2	9.3	8.9	9.6	9.3
Business transfer payments.....	.9	.2	.2	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9	.9	.9
Equals: Personal income.....	254.1	60.4	62.7	63.9	67.0	64.4	65.9	67.1	246.2	251.9	256.1	262.0	263.0	264.4	268.9

¹ Detail will not necessarily add to totals because of rounding.² Not available.³ Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

Table 1.—National Income and Product 1952 and First Quarter 1953¹

[Billions of dollars]

Item	1952	Unadjusted					Seasonally adjusted at annual rates				
		1952				1953	1952				1953
		I	II	III	IV	I	I	II	III	IV	I
NATIONAL INCOME BY DISTRIBUTIVE SHARES											
National income	290.4	70.6	71.3	72.3	76.1	(2)	288.0	285.6	287.7	300.2	(2)
Compensation of employees	190.4	45.9	46.6	47.7	50.1	49.7	186.5	186.9	190.3	197.9	201.6
Wages and salaries	181.1	43.5	44.3	45.4	47.9	47.1	177.4	177.8	181.0	188.2	191.8
Private	148.7	35.5	36.1	37.6	39.5	38.7	145.8	145.6	148.3	155.3	158.7
Military	(2)	2.5	2.6	2.6	(2)	(2)	10.0	10.2	10.4	(2)	(2)
Government civilian	(2)	5.5	5.6	5.2	(2)	(2)	21.7	21.9	22.4	(2)	(2)
Supplements to wages and salaries	9.2	2.4	2.4	2.3	2.2	2.6	9.0	9.2	9.3	9.6	9.8
Proprietors' and rental income ³	52.5	13.0	13.0	13.1	13.4	13.4	52.1	51.9	52.5	53.6	53.6
Business and professional	27.6	6.8	6.9	6.9	7.0	7.1	27.3	27.6	27.5	28.2	28.6
Farm	15.2	3.8	3.7	3.8	3.9	3.7	15.4	14.8	15.2	15.5	14.9
Rental income of persons	9.6	2.3	2.4	2.4	2.5	2.5	9.4	9.5	9.8	10.0	10.1
Corporate profits and inventory valuation adjustment	40.5	10.0	10.0	9.7	10.8	(2)	42.7	39.9	37.8	41.5	(2)
Corporate profits before tax	39.7	10.0	9.6	9.5	10.5	(2)	42.7	38.2	37.2	40.3	(2)
Corporate profits tax liability	21.8	5.5	5.3	5.2	5.8	(2)	23.4	21.0	20.4	22.1	(2)
Corporate profits after tax	17.9	4.5	4.3	4.3	4.7	(2)	19.3	17.2	16.8	18.2	(2)
Inventory valuation adjustment	.8	.0	.4	.1	.3	—.1	—.1	1.7	.6	1.2	—.5
Net interest	7.0	1.7	1.7	1.8	1.8	1.8	6.7	6.9	7.1	7.2	7.4
Addendum: Compensation of general government employees	30.7	7.6	7.7	7.4	8.0	8.0	30.0	30.5	31.1	31.3	31.3
GROSS NATIONAL PRODUCT OR EXPENDITURE											
Gross national product	346.1	83.4	83.3	85.2	94.2	89.2	339.7	342.6	343.0	359.0	361.0
Personal consumption expenditures	216.3	50.5	53.2	52.8	59.7	53.7	213.2	214.9	215.0	222.0	226.2
Durable goods	25.8	5.5	6.4	6.0	7.9	6.6	25.2	26.4	24.2	27.3	29.8
Nondurable goods	119.0	27.4	29.1	29.0	33.6	28.3	118.0	117.8	118.9	121.4	121.7
Services	71.5	17.7	17.8	17.8	18.2	18.8	70.0	70.8	71.9	73.3	74.6
Gross private domestic investment	52.1	14.1	10.2	13.4	14.4	15.9	50.0	49.3	51.7	57.3	54.4
New construction	23.5	5.0	5.9	6.5	6.1	5.3	23.7	23.6	23.0	23.7	25.2
Residential nonfarm	11.1	2.2	2.8	3.1	3.0	2.4	11.0	11.0	10.9	11.6	12.2
Other	12.4	2.8	3.1	3.4	3.1	2.9	12.7	12.6	12.2	12.0	13.0
Producers' durable equipment	25.5	6.4	6.6	5.9	6.6	7.0	25.7	25.7	25.0	25.6	27.5
Change in business inventories, total	3.1	2.7	—2.3	.9	1.7	3.6	.6	.1	3.7	8.1	—.1
Nonfarm only	2.4	2.5	—2.5	.8	1.5	3.4	—.1	—.8	3.0	7.5	—.1
Net foreign investment	.0	.5	.1	—.5	—.1	—.6	2.2	.4	—1.6	—.9	—2.0
Government purchases of goods and services	77.8	18.2	19.7	19.6	20.3	20.2	74.4	78.0	77.9	80.6	82.4
Federal	54.4	12.8	13.7	13.7	14.2	14.4	51.2	54.9	54.8	56.6	57.5
National security	49.2	11.6	12.6	12.4	12.6	12.8	46.4	50.3	49.6	50.4	51.2
National defense	46.6	11.0	11.8	11.7	12.1	12.2	44.0	47.2	46.8	48.4	49.0
Other	2.6	.6	.8	.7	.5	.6	2.4	3.0	2.8	2.0	2.2
Other	5.6	1.3	1.3	1.4	1.6	1.6	5.2	5.1	5.6	6.5	6.5
Less: Government sales	.4	.1	.1	.1	.1	.1	.4	.4	.4	.3	.3
State and local	23.4	5.4	6.0	5.9	6.1	5.8	23.2	23.0	23.1	24.0	25.0
DISPOSITION OF PERSONAL INCOME											
Personal income	268.3	64.4	65.9	67.1	70.9	69.0	263.0	264.4	268.9	277.0	281.3
Less: Personal tax and nontax payments	34.0	12.0	7.2	8.0	6.9	12.6	33.5	33.6	34.1	34.6	35.7
Federal	30.7	11.0	6.3	7.2	6.2	11.5	30.4	30.4	30.8	31.3	32.3
State and local	3.3	1.0	.8	.8	.7	1.0	3.2	3.2	3.3	3.3	3.4
Equals: Disposable personal income	234.3	52.4	58.8	59.1	64.0	56.4	229.5	230.8	234.8	242.5	245.6
Less: Personal consumption expenditures	216.3	50.5	53.2	52.8	59.7	53.7	213.2	214.9	215.0	222.0	226.2
Equals: Personal saving	18.0	1.9	5.5	6.3	4.3	2.8	16.3	15.9	19.8	20.5	19.5
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME											
Gross national product	346.1	83.4	83.3	85.2	94.2	89.2	339.7	342.6	343.0	359.0	361.0
Less: Capital consumption allowances	28.1	6.7	6.9	7.1	7.4	7.6	26.7	27.7	28.3	29.6	30.4
Indirect business tax and nontax liability	27.2	6.4	6.7	6.9	7.2	6.9	26.3	26.8	27.3	28.2	28.4
Business transfer payments	.9	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9
Statistical discrepancy	—.2	—.4	—1.8	—1.3	3.3	(2)	—1.6	1.8	—1.3	.1	(2)
Plus: Subsidies less current surplus of government enterprises	.1	.1	.0	.0	.0	.0	.5	.2	—.2	.0	.1
Equals: National income	290.4	70.6	71.3	72.3	76.1	(2)	288.0	285.6	287.7	300.2	(2)
Less: Corporate profits and inventory valuation adjustment	40.5	10.0	10.0	9.7	10.8	(2)	42.7	39.9	37.8	41.5	(2)
Contributions for social insurance	8.5	2.5	2.2	2.1	1.8	2.7	8.5	8.4	8.6	8.8	9.0
Excess of wage accruals over disbursements	—.1	.0	.0	—.1	.0	.0	.1	.0	—.4	.0	.0
Plus: Government transfer payments	11.9	2.9	2.9	3.0	3.0	3.2	11.7	11.6	12.0	12.2	12.8
Net interest paid by government	5.0	1.1	1.5	1.1	1.4	1.1	5.0	5.0	5.0	5.0	5.0
Dividends	9.1	2.1	2.2	2.1	2.7	2.2	8.9	9.6	9.3	9.0	9.1
Business transfer payments	.9	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9
Equals: Personal income	268.3	64.4	65.9	67.1	70.9	69.0	263.0	264.4	268.9	277.0	281.3

¹ Detail will not necessarily add to totals because of rounding.² Not available.³ Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

Table 2.—National Income and Product, 1952 and First Two Quarters 1953¹

[Billions of dollars]

Item	1952	Unadjusted						Seasonally adjusted at annual rates					
		1952				1953		1952				1953	
		I	II	III	IV	I	II	I	II	III	IV	I	II
NATIONAL INCOME BY DISTRIBUTIVE SHARES													
National income.....	291.6	70.7	71.8	73.0	76.1	75.6	(2)	286.8	287.9	290.4	301.4	306.5	(2)
Compensation of employees.....	193.2	46.3	47.2	48.6	51.1	50.4	51.8	187.9	189.5	194.1	201.3	204.5	208.0
Wages and salaries.....	183.6	43.8	44.7	46.3	48.8	47.8	49.1	178.6	180.1	184.4	191.3	194.5	198.0
Private.....	151.1	35.8	36.6	38.3	40.3	39.4	40.8	146.9	147.7	151.5	158.3	161.3	164.5
Military.....	10.4	2.5	2.6	2.6	2.6	(2)	(2)	10.1	10.4	10.6	10.4	(2)	(2)
Government civilian.....	22.2	5.5	5.5	5.3	5.9	(2)	(2)	21.6	22.0	22.4	22.6	(3)	(3)
Supplements to wages and salaries.....	9.6	2.4	2.5	2.4	2.3	2.6	2.6	9.3	9.5	9.6	10.0	10.0	10.0
Proprietors' and rental income ²	51.2	12.6	12.9	12.9	12.8	12.7	12.4	50.5	51.5	51.5	51.1	50.8	49.7
Business and professional.....	26.3	6.5	6.6	6.5	6.7	6.7	6.7	26.1	26.3	26.1	26.7	27.0	27.0
Farm.....	14.8	3.7	3.8	3.8	3.5	3.4	3.1	14.7	15.3	15.2	14.0	13.4	12.3
Rental income of persons.....	10.0	2.4	2.5	2.6	2.6	2.6	2.6	9.6	10.0	10.3	10.3	10.4	10.4
Corporate profits and inventory valuation adjustment.....	40.2	10.1	10.0	9.7	10.4	10.6	(2)	41.7	39.9	37.7	41.7	43.6	(2)
Corporate profits before tax.....	39.2	10.1	9.6	9.5	10.0	10.8	(2)	41.5	38.2	37.0	40.3	44.4	(2)
Corporate profits tax liability.....	20.6	5.3	5.1	5.0	5.2	5.9	(2)	21.8	20.1	19.4	21.2	24.1	(2)
Corporate profits after tax.....	18.6	4.8	4.5	4.5	4.8	4.9	(2)	19.7	18.0	17.5	19.1	20.3	(2)
Inventory valuation adjustment.....	1.0	.1	.4	.2	.3	-.2	-.2	.2	1.7	.7	1.4	-.8	-.6
Net interest.....	7.0	1.7	1.7	1.8	1.8	1.9	1.9	6.7	6.9	7.1	7.4	7.6	7.7
Addendum: Compensation of general government employees.....	30.9	7.6	7.7	7.5	8.0	8.0	30.1	30.8	31.3	31.5	31.5	31.9	31.9
GROSS NATIONAL PRODUCT OR EXPENDITURE													
Gross national product.....	348.0	83.4	84.4	85.4	94.7	89.2	90.8	340.4	345.1	345.3	361.1	362.0	372.4
Personal consumption expenditures.....	218.1	50.7	53.7	53.0	60.7	54.3	56.9	213.7	217.2	224.4	227.7	230.4	230.4
Durable goods.....	26.7	5.7	6.6	6.2	8.2	6.7	7.5	26.0	27.4	25.1	28.2	30.2	30.7
Nondurable goods.....	118.8	27.2	29.0	28.7	33.8	28.3	29.9	117.2	118.0	118.7	121.1	121.2	122.1
Services.....	72.7	17.8	18.1	18.1	18.7	19.3	19.5	70.5	71.8	73.3	75.1	76.3	77.6
Gross private domestic investment.....	52.5	14.0	11.1	13.4	14.0	15.3	13.5	50.4	49.6	52.3	57.9	54.0	61.0
New construction.....	23.4	4.9	5.8	6.5	6.1	5.3	6.3	23.3	23.4	23.1	23.9	25.0	25.3
Residential nonfarm.....	11.1	2.2	2.8	3.1	3.0	2.4	3.0	11.0	11.0	10.8	11.6	12.2	12.0
Other.....	12.3	2.8	3.1	3.4	3.1	2.8	3.3	12.4	12.4	12.3	12.3	12.8	13.4
Producers' durable equipment.....	25.4	6.2	6.9	5.8	6.5	6.3	7.0	25.6	25.6	24.9	25.5	26.2	26.9
Change in business inventories, total.....	3.7	2.9	-1.7	1.1	1.4	3.7	2	1.5	.7	4.2	8.5	2.9	8.4
Nonfarm only.....	3.1	2.7	-1.9	1.0	1.3	3.7	2	.6	-.1	3.6	8.1	2.6	8.7
Net foreign investment.....	-.2	.5	.1	-.6	-.2	-.5	-.6	2.1	.5	-2.0	-1.6	-2.1	-2.5
Government purchase of goods and services.....	77.5	18.1	19.6	19.6	20.2	20.2	21.0	74.1	77.7	77.8	80.4	82.4	83.5
Federal.....	54.2	12.7	13.7	13.7	14.1	14.4	14.7	51.0	54.7	54.6	56.4	57.4	58.9
National security.....	48.9	11.5	12.5	12.3	12.6	12.9	13.4	46.2	49.8	49.2	50.5	51.6	53.5
National defense.....	46.5	11.0	11.8	11.6	12.2	12.3	12.8	43.9	47.1	46.4	48.6	49.4	51.3
Other national security.....	2.4	.6	.7	.7	.5	.6	.6	2.2	2.7	2.8	1.9	2.2	2.3
Other.....	5.8	1.3	1.3	1.5	1.6	1.6	1.5	5.4	6.0	6.3	6.5	6.6	6.0
Less: Government sales.....	.5	.1	.1	.1	.1	.2	.2	.5	.5	.6	.5	.7	.7
State and local.....	23.4	5.4	5.9	6.0	6.1	5.8	6.2	23.1	23.0	23.2	24.0	24.9	24.6
DISPOSITION OF PERSONAL INCOME													
Personal income.....	269.7	64.4	66.3	67.7	71.3	69.1	70.7	262.8	266.0	271.4	278.3	281.6	284.4
Less: Personal tax and nontax payments.....	34.6	12.3	7.3	8.1	7.0	12.7	7.2	34.2	34.3	34.8	35.3	36.2	36.7
Federal.....	31.1	11.2	6.4	7.3	6.2	11.5	6.2	30.7	30.8	31.2	31.6	32.3	32.8
State and local.....	3.6	1.0	.9	.8	.8	1.2	1.0	3.4	3.5	3.6	3.7	3.8	3.9
Equals: Disposable personal income.....	235.0	52.1	59.0	59.6	64.3	56.4	63.5	228.7	231.7	236.6	243.0	245.4	247.7
Less: Personal consumption expenditures.....	218.1	50.7	53.7	53.0	60.7	54.3	56.9	213.7	217.2	217.2	224.4	227.7	230.4
Equals: Personal saving.....	16.9	1.4	5.3	6.6	3.6	2.1	6.6	15.0	14.5	19.4	18.6	17.7	17.2
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME													
Gross national product.....	348.0	83.4	84.4	85.4	94.7	89.2	90.8	340.4	345.1	345.3	361.1	362.0	372.4
Less: Capital consumption allowances.....	27.0	6.4	6.7	6.7	7.1	7.1	7.3	25.7	26.9	27.0	28.2	29.2	29.2
Indirect business tax and nontax liability.....	28.1	6.6	6.9	7.2	7.4	7.1	7.5	27.0	28.0	28.3	28.9	29.3	30.1
Business transfer payments.....	.9	.2	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9	.9
Statistical discrepancy.....	.5	-.5	-1.3	-1.7	3.9	-7	(2)	0	1.8	-1.4	1.6	-2.9	(2)
Plus: Subsidies less current surplus of government enterprises.....	.1	-.0	.1	.0	.0	-.0	-.0	.1	.4	-.1	-.2	0	.2
Equals: National income.....	291.6	70.7	71.8	73.0	76.1	75.6	(2)	286.8	287.9	290.4	301.4	306.5	(2)
Less: Corporate profits and inventory valuation adjustment.....	40.2	10.1	10.0	9.7	10.4	10.6	(2)	41.7	39.9	37.7	41.7	43.6	(2)
Contributions for social insurance.....	8.6	2.5	2.2	2.1	1.9	2.6	2.3	8.6	8.6	8.7	8.8	9.0	9.0
Excess of wage accruals over disbursements.....	-.1	.0	.0	-.1	.0	-.0	-.0	-.1	-.0	-.3	0	0	0
Plus: Government transfer payments.....	12.0	2.9	2.9	3.0	3.1	3.2	3.2	11.5	11.7	12.2	12.4	12.6	12.6
Net interest paid by government.....	4.9	1.0	1.4	1.1	1.4	1.1	1.3	4.9	4.9	4.9	4.9	4.9	5.0
Dividends.....	9.1	2.1	2.1	2.1	2.8	2.2	2.2	9.1	9.1	9.1	9.1	9.2	9.4
Business transfer payments.....	.9	.2	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9	.9
Equals: Personal income.....	269.7	64.4	66.3	67.7	71.3	69.1	70.7	262.8	266.0	271.4	278.3	281.6	284.4

1. Detail will not necessarily add to totals because of rounding.
 2. Not available.

3. Includes noncorporate inventory valuation adjustment.
 Source: U. S. Department of Commerce, Office of Business Economics.

Table 1.—National Income and Product, 1952 and First Three Quarters, 1953 ¹

[Billions of dollars]

Item	1952	Unadjusted								Seasonally adjusted at annual rates							
		1952				1953				1952				1953			
		I	II	III	IV	I	II	III	I	II	III	IV	I	II	III		
NATIONAL INCOME BY DISTRIBUTIVE SHARES																	
National income	291.6	70.7	71.8	73.0	76.1	75.7	77.4	(2)	286.8	287.9	290.4	301.4	306.7	310.7	(2)		
Compensation of employees	183.2	46.3	47.2	48.6	51.1	50.4	51.8	52.6	187.9	189.5	194.1	201.3	204.5	208.0	210.4		
Wages and salaries	183.6	43.8	44.7	46.3	48.8	47.8	49.1	50.2	178.6	180.1	184.4	191.3	194.5	198.0	200.6		
Private	151.1	35.8	36.6	38.3	40.3	39.4	40.8	42.1	146.9	147.7	151.5	158.3	161.3	164.5	166.9		
Military	10.4	2.5	2.6	2.6	2.6	2.6	2.6	2.6	10.1	10.4	10.6	10.4	10.4	10.6	10.5		
Government civilian	22.2	5.5	5.5	5.3	5.9	5.8	5.8	5.5	21.6	22.0	22.4	22.6	22.8	22.9	23.1		
Supplements to wages and salaries	9.6	2.4	2.5	2.4	2.3	2.6	2.6	2.4	9.3	9.5	9.6	10.0	10.0	10.0	9.8		
Proprietors' and rental income ²	51.2	12.6	12.9	12.8	12.7	12.4	12.3	50.5	51.5	51.5	51.1	50.8	49.7	49.1			
Business and professional	26.3	6.5	6.6	6.5	6.7	6.7	6.7	6.7	26.1	26.3	26.1	26.7	27.0	26.9			
Farm	14.8	3.7	3.8	3.8	3.5	3.4	3.1	2.9	14.7	15.3	15.2	14.0	13.4	12.3	11.6		
Rental income of persons	10.0	2.4	2.5	2.6	2.6	2.6	2.6	2.6	9.6	10.0	10.2	10.3	10.4	10.4	10.6		
Corporate profits and inventory valuation adjustment	40.2	10.1	10.0	9.7	10.4	10.7	11.3	(2)	41.7	39.9	37.7	41.7	43.8	45.2	(2)		
Corporate profits before tax	39.2	10.1	9.6	9.5	10.0	10.9	11.5	(2)	41.5	38.2	37.0	40.3	44.6	45.9	(2)		
Corporate profits tax liability	20.6	5.3	5.1	5.0	5.2	5.9	6.0	(2)	21.8	20.1	19.4	21.2	24.4	25.0	(2)		
Corporate profits after tax	18.6	4.8	4.5	4.5	4.8	4.9	5.4	(2)	19.7	18.0	17.5	19.1	20.3	20.8	(2)		
Inventory valuation adjustment	1.0	.1	.4	.2	.3	-.2	-.2	-.6	.2	1.7	.7	1.4	-.8	-.6	-2.6		
Net interest	7.0	1.7	1.7	1.8	1.8	1.9	1.9	2.0	6.7	6.9	7.1	7.4	7.6	7.7	7.9		
Addendum: Compensation of general Government employees	30.9	7.6	7.7	7.5	8.0	8.0	8.0	7.6	30.1	30.8	31.3	31.5	31.5	31.9	31.8		
GROSS NATIONAL PRODUCT OR EXPENDITURE																	
Gross national product	348.0	83.4	84.4	85.4	94.7	89.2	90.8	91.3	340.4	345.1	345.3	361.1	362.0	372.4	369.0		
Personal consumption expenditures	218.1	50.7	53.7	53.0	60.7	54.3	56.9	56.3	213.7	217.2	217.2	224.4	227.7	230.4	231.0		
Durable goods	26.7	5.7	6.6	6.2	8.2	6.7	7.5	7.4	26.0	27.4	25.1	28.2	30.2	30.7	30.4		
Non durable goods	118.8	27.2	29.0	28.7	33.8	28.3	29.9	29.3	117.2	118.0	118.7	121.1	121.2	122.1	121.3		
Services	72.7	17.8	18.1	18.1	19.3	19.5	19.6	19.5	70.5	71.8	73.3	75.1	76.3	77.6	79.2		
Gross private domestic investment	52.5	14.0	11.1	13.4	14.0	15.3	13.5	14.6	50.4	49.6	52.3	57.9	54.0	61.0	56.5		
New construction	23.4	4.9	5.8	6.5	6.1	5.3	6.3	7.0	23.3	23.4	23.1	23.9	25.0	25.3	24.9		
Residential nonfarm	11.1	2.2	2.8	3.1	3.0	2.4	3.0	3.3	11.0	11.0	10.8	11.6	12.2	12.0	11.5		
Other	12.3	2.8	3.1	3.4	3.1	2.8	3.3	3.7	12.4	12.4	12.3	12.3	12.8	13.4	13.4		
Producers' durable equipment	25.4	6.2	6.9	5.8	6.5	6.3	7.0	6.8	25.6	25.6	24.9	25.5	26.2	26.9	27.1		
Change in business inventories, total	3.7	2.9	-1.7	1.1	1.4	3.7	2	7	1.5	7	4.2	8.5	2.9	8.8	4.5		
Nonfarm only	3.1	2.7	-1.9	1.0	1.3	3.7	2	7	.6	-.1	3.6	8.1	2.6	8.7	4.4		
Net foreign investment	-.2	.5	.1	-.6	-.2	-.5	-.6	-.7	2.1	.5	-2.0	-1.6	-2.1	-2.5	-2.1		
Government purchases of goods and services	77.5	18.1	19.6	19.6	20.2	20.2	21.0	21.1	74.1	77.7	77.8	80.4	82.4	83.5	83.6		
Federal	54.2	12.7	13.7	13.7	14.1	14.4	14.7	14.6	51.0	54.7	54.6	56.4	57.4	58.9	58.4		
National security	48.9	11.5	12.5	12.3	12.6	12.9	13.4	13.0	46.2	49.8	49.2	50.5	51.6	53.5	52.1		
National defense	46.5	11.0	11.8	11.6	12.2	12.3	12.8	12.6	43.9	47.1	46.4	48.6	49.4	51.3	50.4		
Other national security	2.4	.6	.7	.5	.6	.6	.4	.2	2.7	2.7	2.8	1.9	2.2	2.3	1.7		
Other	5.8	1.3	1.3	1.5	1.6	1.5	1.7	1.7	5.4	5.4	6.0	6.3	6.5	6.8	6.8		
Less: Government sales	.5	.1	.1	.1	.2	.2	.1	.5	.5	.5	.6	.5	.7	.7	.5		
State and local	23.4	5.4	5.9	6.0	6.1	5.8	6.2	6.5	23.1	23.0	23.2	24.0	24.9	24.6	25.2		
DISPOSITION OF PERSONAL INCOME																	
Personal income	269.7	64.4	66.3	67.7	71.3	69.1	70.7	71.4	262.8	266.0	271.4	278.3	281.6	284.4	286.8		
Less: Personal tax and nontax payments	34.6	12.3	7.3	8.1	7.0	12.7	7.2	8.7	34.2	34.3	34.8	35.3	36.2	36.7	37.0		
Federal	31.1	11.2	6.4	7.3	6.2	11.5	6.2	7.8	30.7	30.8	31.2	31.6	32.3	32.8	33.1		
State and local	3.6	1.0	.9	.8	.8	1.2	1.0	.9	3.4	3.5	3.6	3.7	3.8	3.9	3.9		
Equals: Disposable personal income	235.0	52.1	59.0	59.6	64.3	56.4	63.5	62.6	228.7	231.7	236.6	243.0	245.4	247.7	249.8		
Less: Personal consumption expenditures	218.1	50.7	53.7	53.0	60.7	54.3	56.9	56.3	213.7	217.2	217.2	224.4	227.7	230.4	231.0		
Equals: Personal saving	16.9	1.4	5.3	6.6	3.6	2.1	6.6	6.3	15.0	14.5	19.4	18.6	17.7	17.2	18.8		
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME																	
Gross national product	348.0	83.4	84.4	85.4	94.7	89.2	90.8	91.3	340.4	345.1	345.3	361.1	362.0	372.4	369.0		
Less: Capital consumption allowances	27.0	6.4	6.7	6.7	7.1	7.1	7.3	7.4	25.7	26.9	27.0	28.2	28.2	29.2	29.6		
Indirect business tax and nontax liability	28.1	6.6	6.9	7.2	7.4	7.1	7.5	7.6	27.0	28.0	28.3	28.9	29.3	30.1	30.0		
Business transfer payments	.9	.2	.2	.2	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9	.9		
Statistical discrepancy	.5	-.5	-1.3	-1.7	3.9	-.8	-1.6	(2)	.0	1.8	-1.4	1.6	-3.1	1.7	(2)		
Plus: Subsidies less current surplus of Government enterprises	.1	0	.1	0	0	0	0	0	-.1	.1	.4	-.1	-.2	.0	-.3		
Equals: National income	291.6	70.7	71.8	73.0	76.1	75.7	77.4	(2)	286.8	287.9	290.4	301.4	306.7	310.7	(2)		
Less: Corporate profits and inventory valuation adjustment	40.2	10.1	10.0	9.7	10.4	10.7	11.3	(2)	41.7	39.9	37.7	41.7	43.8	45.2	(2)		
Contributions for social insurance	8.6	2.5	2.2	2.1	1.9	2.6	2.3	2.1	8.6	8.6	8.7	8.8	9.0	9.0	8.8		
Excess of wage accruals over disbursements	-.1	0	0	-.1	0	0	0	0	-.1	0	-.3	0	0	0	0		
Plus: Government transfer payments	12.0	2.9	2.9	3.0	3.1	3.2	3.2	3.1	11.5	11.7	12.2	12.4	12.6	12.6	12.6		
Net interest paid by Government	4.9	1.0	1.4	1.1	1.4	1.1	1.3	1.1	4.9	4.9	4.9	4.9	4.9	5.0	5.1		
Dividends	9.1	2.1	2.1	2.1	2.8	2.2	2.2	2.2	9.1	9.1	9.1	9.1	9.2	9.4	9.6		
Business transfer payments	.9	.2	.2	.2	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9	.9		
Equals: Personal income	269.7	64.4	66.3	67.7	71.3	69.1	70.7	71.4	262.8	266.0	271.4	278.3	281.6	284.4	286.8		

1. Detail will not necessarily add to totals because of rounding.

2. Not available.

3. Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

Table 4.—National Income and Product, 1951, 1952, and 1953¹

[Billions of dollars]

Item	1951	1952	1953	Quarterly, 1953							
				Unadjusted				Seasonally adjusted at annual rates			
				I	II	III	IV	I	II	III	IV
NATIONAL INCOME BY DISTRIBUTIVE SHARES											
National income.....	278.4	291.6	307.7	75.7	77.4	77.1	(2)	306.7	310.7	308.1	(2)
Compensation of employees.....	178.9	193.2	207.6	50.4	51.8	52.6	52.8	204.5	208.0	210.4	207.7
Wages and salaries.....	169.8	183.6	197.6	47.8	49.1	50.2	50.6	194.5	198.0	200.6	198.0
Private.....	141.2	151.1	164.1	39.4	40.8	42.1	41.9	161.3	164.5	166.9	164.4
Military.....	8.6	10.4	10.4	2.6	2.6	2.6	2.6	10.4	10.6	10.5	10.3
Government civilian.....	20.0	22.2	23.1	5.8	5.8	5.5	6.1	22.8	22.9	23.1	23.3
Supplements to wages and salaries.....	9.1	9.6	9.9	2.6	2.6	2.4	2.3	10.0	10.0	9.8	9.8
Proprietors' and rental income ³	50.7	51.2	49.9	12.7	12.4	12.3	12.5	50.8	49.7	49.1	50.0
Business and professional.....	26.1	26.3	27.0	6.7	6.7	6.7	6.7	27.0	27.0	26.9	26.9
Farm.....	15.5	14.8	12.4	3.4	3.1	2.9	3.1	13.4	12.3	11.6	12.2
Rental income of persons.....	9.1	10.0	10.6	2.6	2.6	2.6	2.7	10.4	10.4	10.6	10.8
Corporate profits and inventory valuation adjustment.....	42.4	40.2	42.4	10.7	11.3	10.2	(2)	43.8	45.2	40.7	(2)
Corporate profits before tax.....	43.7	39.2	43.2	10.9	11.5	10.9	(2)	44.6	45.9	43.3	(2)
Corporate profits tax liability.....	23.6	20.6	23.6	5.9	6.3	5.9	(2)	24.4	25.0	23.6	(2)
Corporate profits after tax.....	20.1	18.6	19.6	4.9	5.2	4.9	(2)	20.3	20.8	19.6	(2)
Inventory valuation adjustment.....	-1.3	1.0	-.8	-.2	-.2	-.6	.3	-.8	-.6	-2.6	1.0
Net interest.....	6.4	7.0	7.8	1.9	1.9	2.0	2.0	7.6	7.7	7.9	8.1
Addendum: Compensation of general government employees.....	27.3	30.9	31.8	8.0	8.0	7.6	8.1	31.5	31.9	31.8	31.8
GROSS NATIONAL PRODUCT OR EXPENDITURE											
Gross national product.....	329.8	348.0	367.2	89.2	91.1	91.8	95.2	363.9	371.4	369.5	363.5
Personal consumption expenditures.....	208.1	218.1	229.8	54.3	57.0	56.3	62.2	227.7	230.4	231.0	230.0
Durable goods.....	27.3	26.7	30.1	6.7	7.5	7.4	8.4	30.2	30.7	30.4	29.1
Nondurable goods.....	113.4	118.8	121.2	28.3	29.9	29.3	33.7	121.2	122.1	121.3	120.4
Services.....	67.4	72.7	78.4	19.3	19.5	19.6	20.1	76.3	77.6	79.2	80.5
Gross private domestic investment.....	58.6	52.5	54.4	15.0	13.4	14.6	11.4	54.9	58.5	55.2	48.8
New construction.....	23.1	23.4	25.1	5.3	6.3	7.0	6.5	25.0	25.3	24.9	25.3
Residential nonfarm.....	11.0	11.1	11.8	2.4	3.0	3.3	3.0	12.2	12.0	11.5	11.6
Other.....	12.2	12.3	13.3	2.8	3.3	3.7	3.5	12.8	13.4	13.4	13.6
Producers' durable equipment.....	24.6	25.4	26.7	6.3	7.0	6.8	6.6	26.2	26.9	27.1	26.5
Changes in business inventories, total.....	10.9	3.7	2.5	3.4	.1	.7	-1.7	3.7	6.3	3.1	-3.0
Nonfarm only.....	9.6	3.1	3.2	3.5	.3	1.0	-1.5	4.0	7.0	4.2	-2.3
Net foreign investment.....	.3	-.2	-1.9	-.5	-.6	-.7	.0	-2.1	-2.5	-2.1	-1.0
Government purchases of goods and services.....	62.9	77.5	84.9	20.4	21.4	21.6	21.6	83.4	85.0	85.5	85.7
Federal.....	41.1	54.2	59.7	14.6	15.1	15.1	14.9	58.5	60.5	59.5	59.5
National security.....	37.4	48.9	51.8	12.9	13.4	13.0	12.5	51.6	53.5	52.1	50.0
National defense.....	34.0	46.5	49.8	12.3	12.8	12.6	12.0	49.4	51.3	50.4	48.1
Other national security.....	3.4	2.4	2.0	.6	.6	.4	.5	2.2	2.3	1.7	1.9
Other.....	4.1	5.8	8.5	1.9	1.9	2.2	2.5	7.6	7.6	8.8	10.0
Less: Government sales.....	.4	.5	.6	.2	.2	.1	.1	.7	.7	.5	.5
State and local.....	21.8	23.4	25.2	5.8	6.2	6.5	6.7	24.9	24.6	25.2	26.3
DISPOSITION OF PERSONAL INCOME											
Personal income.....	254.3	269.7	284.5	69.1	71.0	71.4	73.1	281.6	284.4	286.8	285.9
Less: Personal tax and nontax payments.....	29.3	34.6	36.6	12.7	7.2	8.7	8.0	36.2	36.7	37.0	36.6
Federal.....	26.2	31.1	32.7	11.5	6.2	7.8	7.2	32.3	32.8	33.1	32.7
State and local.....	3.2	3.6	3.9	1.2	1.0	.9	.8	3.8	3.9	4.0	4.0
Equals: Disposable personal income.....	225.0	235.0	247.9	56.4	63.8	62.6	65.1	245.4	247.7	249.8	249.3
Less: Personal consumption expenditures.....	208.1	218.1	229.8	54.3	57.0	56.3	62.2	227.7	230.4	231.0	230.0
Equals: Personal saving.....	16.9	16.9	18.1	2.1	6.8	6.3	2.9	17.7	17.2	18.8	19.3
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME											
Gross national product.....	329.8	348.0	367.2	89.2	91.1	91.8	95.2	363.9	371.4	369.5	363.5
Less: Capital consumption allowances.....	24.2	27.0	29.3	7.1	7.3	7.4	7.5	28.2	29.2	29.6	30.0
Indirect business tax and nontax liability.....	25.7	28.1	30.0	7.1	7.5	7.6	7.8	29.3	30.1	30.2	30.4
Business transfer payments.....	.9	.9	.9	.2	.2	.2	.2	.9	.9	.9	.9
Statistical discrepancy.....	1.1	.5	-.7	-.9	-1.3	-.6	(2)	-1.2	.7	.4	(2)
Plus: Subsidies less current surplus of Government enterprises.....	.4	.1	-.1	.0	.0	-.1	-.1	.0	.2	-.3	-.2
Equals: National income.....	278.4	291.6	307.7	75.7	77.4	77.1	(2)	306.7	310.7	308.1	(2)
Less: Corporate profits and inventory valuation adjustment.....	42.4	40.2	42.4	10.7	11.3	10.2	(2)	43.8	45.2	40.7	(2)
Contributions for social insurance.....	8.2	8.6	8.9	2.6	2.3	2.1	1.8	9.0	9.0	8.8	8.7
Excess of wage accruals over disbursements.....	.0	-.1	.0	.0	.0	.0	.0	.0	.0	.0	.0
Plus: Government transfer payments.....	11.6	12.0	12.8	3.2	3.2	3.1	3.3	12.6	12.6	12.6	13.3
Net interest paid by Government.....	4.8	4.9	5.1	1.1	1.6	1.1	1.4	4.9	5.0	5.1	5.2
Dividends.....	9.2	9.1	9.3	2.2	2.2	2.2	2.7	9.2	9.4	9.6	9.4
Business transfer payments.....	.9	.9	.9	.2	.2	.2	.2	.9	.9	.9	.9
Equals: Personal income.....	254.3	269.7	284.5	69.1	71.0	71.4	73.1	281.6	284.4	286.8	285.9

1. Detail will not necessarily add to totals because of rounding.

2. Not available.

3. Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

Table 1.—National Income and Product, 1952, 1953, and First Quarter 1954¹

[Billions of dollars]

	1952	1953	Unadjusted					Seasonally adjusted at annual rates				
			1953				1954	1953				1954
			I	II	III	IV	I	I	II	III	IV	I
NATIONAL INCOME BY DISTRIBUTIVE SHARES												
National income	291.6	306.4	75.7	77.4	77.1	76.2	(2)	306.7	310.7	308.1	300.8	(2)
Compensation of employees	193.2	207.6	50.4	51.8	52.6	52.8	50.6	204.5	208.0	210.4	207.7	205.1
Wages and salaries	183.6	197.6	47.8	49.1	50.2	50.6	47.8	194.5	198.0	200.6	198.0	194.7
Private	151.1	164.1	39.4	40.8	42.1	41.9	39.3	161.3	164.5	166.9	164.4	161.1
Military	10.4	10.4	2.6	2.6	2.6	2.6	2.5	10.4	10.6	10.5	10.3	10.0
Government civilian	22.2	23.1	5.8	5.8	5.5	6.1	6.0	22.8	22.9	23.1	23.3	23.5
Supplements to wages and salaries	9.6	9.9	2.6	2.6	2.4	2.3	2.8	10.0	10.0	9.8	9.8	10.4
Proprietors' and rental income ³	51.2	49.9	12.7	12.4	12.3	12.5	12.5	50.8	49.7	49.1	50.0	49.9
Business and professional	26.3	27.0	6.7	6.7	6.7	6.7	6.7	27.0	27.0	26.9	26.9	26.7
Farm	14.8	12.4	3.4	3.1	2.9	3.1	3.1	13.4	12.3	11.6	12.2	12.3
Rental income of persons	10.0	10.6	2.6	2.6	2.7	2.7	2.7	10.4	10.4	10.6	10.8	10.9
Corporate profits and inventory valuation adjustment	40.2	41.1	10.7	11.3	10.2	8.8	(2)	43.8	45.2	40.7	35.0	(2)
Corporate profits before tax	39.2	41.9	10.9	11.5	10.9	8.6	(2)	44.6	45.9	43.3	34.0	(2)
Corporate profits tax liability	20.6	22.9	5.9	6.3	5.9	4.7	(2)	24.4	25.0	23.6	18.6	(2)
Corporate profits after tax	18.6	19.0	4.9	5.2	4.9	3.9	(2)	20.3	20.8	19.6	15.4	(2)
Inventory valuation adjustment	1.0	-.8	-.2	-.2	-.6	.3	.0	-.8	-.6	-.2	1.0	-.1
Net interest	7.0	7.8	1.9	1.9	2.0	2.0	2.0	7.6	7.7	7.9	8.1	8.1
Addendum: Compensation of general government employees	30.9	31.8	8.0	8.0	7.6	8.1	8.0	31.5	31.9	31.8	31.8	31.7
GROSS NATIONAL PRODUCT OR EXPENDITURE												
Gross national product	348.0	367.2	89.2	91.1	91.8	95.1	87.4	363.9	371.4	369.5	363.5	357.8
Personal consumption expenditures	218.1	229.8	54.3	57.0	56.3	62.2	54.7	227.7	230.4	231.0	220.0	229.8
Durable goods	26.7	30.1	6.7	7.5	7.4	8.4	6.3	30.2	30.7	30.4	29.1	28.2
Nondurable goods	118.8	121.2	28.3	29.9	29.3	33.7	27.9	121.2	122.1	121.3	120.4	120.4
Services	72.7	78.4	19.3	19.5	19.6	20.1	20.5	76.3	77.6	79.2	80.5	81.3
Gross private domestic investment	52.5	54.4	15.0	13.4	14.6	11.4	12.9	54.9	55.8	55.2	48.8	46.8
New construction	23.4	25.1	5.3	6.3	7.0	6.5	5.6	25.0	25.3	24.9	25.3	26.4
Residential nonfarm	11.1	11.8	2.4	3.0	3.3	3.0	2.5	12.2	12.0	11.5	11.6	12.3
Other	12.3	13.3	2.8	3.3	3.7	3.5	3.1	12.8	13.4	13.4	13.6	14.1
Producers' durable equipment	25.4	26.7	6.3	7.0	6.8	6.6	6.2	26.2	26.9	27.1	26.5	25.2
Change in business inventories, total	3.7	2.5	3.4	.1	.7	-.1	1.0	3.7	6.3	3.1	-.3	-.4
Nonfarm only	3.1	3.2	3.5	.3	1.0	-.1	1.1	4.0	7.0	4.2	-.2	-.4
Net foreign investment	-.2	-.2	-.5	-.6	-.7	-.1	-.2	-.2	-.2	-.1	-.1	-.1
Government purchases of goods and services	77.5	84.9	20.4	21.4	21.6	21.6	20.1	83.4	85.0	85.5	85.7	82.2
Federal	54.2	59.7	14.6	15.1	15.1	14.9	13.8	58.5	60.5	60.4	59.5	55.1
National security	48.9	51.8	12.9	13.4	13.0	12.5	11.7	51.6	53.5	52.1	50.0	46.9
National defense	46.5	49.8	12.3	12.8	12.6	12.0	11.4	49.4	51.3	50.4	48.1	45.4
Other national security	2.4	2.0	.6	.6	.4	.5	.4	2.2	2.3	1.7	1.9	1.5
Other	5.8	8.5	1.9	1.9	2.2	2.5	2.2	7.6	7.6	8.8	10.0	8.7
Less: Government sales	.5	.6	.2	.2	1	1	1	.7	.7	.5	.5	.5
State and local	23.4	25.2	5.8	6.2	6.5	6.7	6.3	24.9	24.6	25.2	26.3	27.1
DISPOSITION OF PERSONAL INCOME												
Personal income	269.7	284.5	69.1	71.0	71.4	73.1	69.7	281.6	284.4	286.8	285.9	283.2
Less: Personal tax and nontax payments	34.6	36.6	12.7	7.2	8.7	8.0	12.0	36.2	36.7	37.0	36.6	33.4
Federal	31.1	32.7	11.5	6.2	7.8	7.2	10.8	32.3	32.8	33.1	32.7	29.4
State and local	3.6	3.9	1.2	1.0	.9	.8	1.2	3.8	3.9	3.9	4.0	4.0
Equals: Disposable personal income	235.0	247.9	56.4	63.8	62.6	65.1	57.7	245.4	247.7	249.8	249.3	249.8
Less: Personal consumption expenditures	218.1	229.8	54.3	57.0	56.3	62.2	54.7	227.7	230.4	231.0	230.0	229.8
Equals: Personal income	16.9	18.1	2.1	6.8	6.3	2.9	3.0	17.7	17.2	18.8	19.3	20.0
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME												
Gross national product	348.0	367.2	89.2	91.1	91.8	95.1	87.4	363.9	371.4	369.5	363.5	357.8
Less: Capital consumption allowances	27.0	29.3	7.1	7.3	7.4	7.5	7.6	28.2	29.2	29.6	30.0	30.3
Indirect business tax and nontax liability	28.1	30.0	7.1	7.5	7.6	7.8	7.4	29.3	30.1	30.2	30.4	30.4
Business transfer payments	.9	.9	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9
Statistical discrepancy	.5	.5	-.9	-1.3	-.6	3.3	(2)	-1.2	.7	.4	1.1	(2)
Plus: Subsidies less current surplus of Government enterprises	.1	-.1	0	0	-.1	-.1	-.1	0	.2	-.3	-.2	-.3
Equals: National income	291.6	306.4	75.7	77.4	77.1	76.2	(2)	306.7	310.7	308.1	300.8	(2)
Less: Corporate profits and inventory valuation adjustment	40.2	41.1	10.7	11.3	10.2	8.8	(2)	43.8	45.2	40.7	35.0	(2)
Contributions for social insurance	8.6	8.9	2.6	2.3	2.1	1.8	2.9	9.0	9.0	8.8	8.7	10.0
Excess of wage accruals over disbursements	-.1	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
Plus: Government transfer payments	12.0	12.8	3.2	3.2	3.1	3.3	3.6	12.6	12.6	12.6	13.3	14.2
Net interest paid by Government	4.9	5.1	1.1	1.6	1.1	1.4	1.2	4.9	5.0	5.1	5.2	5.2
Dividends	9.1	9.3	2.2	2.2	2.2	2.7	2.5	9.2	9.4	9.6	9.4	9.6
Business transfer payments	.9	.9	.2	.2	.2	.2	.2	.9	.9	.9	.9	.9
Equals: Personal income	269.7	284.5	69.1	71.0	71.4	73.1	69.7	281.6	284.4	286.8	285.9	283.2

1. Detail will not necessarily add to totals because of rounding.

2. Not available.

3. Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

Institutional and social and recreational building, which also had been subject to emergency controls, continued the rise which started in 1953.

A considerable part of the expansion in commercial, institutional, and recreational construction complemented

the growth in housebuilding, particularly insofar as the latter has involved the opening up of new communities in suburban areas.

Public utility construction maintained the record pace that was reached in the second quarter of last year. Indus-

Table 1.—National Income and Product, 1952, 1953, and First Two Quarters, 1954¹

[Billions of dollars]

	1952	1953	Unadjusted						Seasonally adjusted at annual rates					
			1953				1954		1953				1954	
			I	II	III	IV	I	II	I	II	III	IV	I	II
NATIONAL INCOME BY DISTRIBUTIVE SHARES														
National income	291.0	305.0	75.4	77.2	76.9	75.6	73.8	(2)	305.9	308.2	306.2	299.9	298.9	(2)
Compensation of employees	195.4	209.1	50.9	52.2	52.9	53.1	50.9	51.3	206.2	210.0	211.4	208.8	206.4	206.6
Wages and salaries	185.0	198.0	48.0	49.1	50.1	50.5	47.9	48.3	195.3	198.9	200.3	197.6	194.6	194.9
Private	152.2	164.5	39.6	40.9	42.1	41.9	39.4	39.9	162.0	165.3	166.7	164.1	161.2	161.5
Military	10.5	10.2	2.6	2.6	2.6	2.5	2.4	2.4	10.3	10.4	10.2	9.9	9.7	9.5
Government civilian	22.4	23.3	5.8	5.8	5.5	6.1	6.0	6.0	23.1	23.2	23.4	23.5	23.7	23.8
Supplements to wages and salaries	10.4	11.1	2.9	2.9	2.7	2.6	3.1	3.0	10.9	11.1	11.1	11.2	11.8	11.7
Proprietors' and rental income ³	49.9	49.0	12.6	12.2	12.0	12.3	12.3	12.2	50.3	48.9	47.8	49.1	49.4	49.0
Business and professional	25.7	26.2	6.6	6.5	6.5	6.5	6.4	6.5	26.5	26.3	26.1	25.9	25.6	25.9
Farm	14.2	12.2	3.3	3.0	2.8	3.1	3.2	3.0	13.4	12.1	11.1	12.3	13.0	12.2
Rental income of persons	10.0	10.6	2.6	2.6	2.6	2.7	2.7	2.7	10.5	10.5	10.6	10.8	10.8	10.9
Corporate profits and inventory valuation adjustment	38.2	38.5	10.0	10.6	9.9	8.0	8.3	(2)	41.4	41.0	38.3	33.1	34.1	(2)
Corporate profits before tax	37.2	39.4	10.2	10.9	10.5	7.8	8.3	(2)	42.4	41.9	40.9	32.5	34.5	(2)
Corporate profits tax liability	20.0	21.1	5.5	5.8	5.7	4.2	4.1	(2)	22.7	22.5	21.9	17.4	17.0	(2)
Corporate profits after tax	17.2	18.3	4.7	5.0	4.9	3.6	4.2	(2)	19.7	19.5	19.0	15.1	17.5	(2)
Inventory valuation adjustment	1.0	-1.0	-2	-2	-7	.2	-1	.1	-9	-9	-2.6	.6	-4	.4
Net interest	7.4	8.4	2.0	2.1	2.2	2.2	2.3	2.3	7.9	8.3	8.6	8.9	9.0	9.1
Addendum: Compensation of general government employees	31.0	31.4	7.9	8.0	7.5	8.0	7.9	7.9	31.4	31.6	31.5	31.3	31.2	31.2
GROSS NATIONAL PRODUCT OR EXPENDITURE														
Gross national product	346.1	364.9	88.5	91.5	91.1	93.8	86.7	88.0	361.8	369.9	367.2	360.5	355.8	356.0
Personal consumption expenditures	218.4	230.1	54.4	57.4	56.7	61.6	54.8	58.3	228.6	230.8	231.2	229.7	230.5	233.1
Durable goods	26.8	29.7	6.8	7.7	7.4	7.8	6.3	7.5	30.4	30.3	30.3	28.0	28.8	28.8
Nondurable goods	116.0	118.9	27.6	29.3	28.9	33.1	27.4	29.6	118.8	119.6	118.6	118.7	118.8	120.0
Services	75.6	81.4	20.0	20.4	20.3	20.7	21.1	21.2	79.4	80.9	82.3	83.0	83.6	84.3
Gross private domestic investment	50.7	51.4	14.3	12.8	13.6	10.7	12.3	10.0	51.9	55.9	52.4	45.5	44.5	45.6
New construction	23.7	25.5	5.4	6.5	7.1	6.6	5.6	6.8	25.0	25.9	25.6	25.7	26.0	27.0
Residential nonfarm	11.1	11.9	2.4	3.1	3.3	3.1	2.4	3.3	11.7	12.2	12.1	11.7	11.7	12.8
Other	12.6	13.6	2.9	3.4	3.7	3.5	3.2	3.5	13.3	13.7	13.5	13.9	14.3	14.2
Producers' durable equipment	22.3	24.4	6.0	6.5	6.0	6.0	5.6	5.9	24.1	24.6	24.8	24.0	22.7	22.4
Change in business inventories, total	3.6	1.5	2.9	-1	.5	-1.8	1.1	-2.7	2.8	5.4	2.0	-4.2	-4.2	-3.8
Nonfarm only	3.0	2.2	3.1	.1	.8	-1.7	1.1	-2.7	3.3	6.2	2.9	-3.7	-4.2	-4.0
Net foreign investment	-2	-1.9	-5	-6	-7	-1	-4	-1	-1.8	-3.3	-1.8	-6	-1.1	-1.0
Government purchases of goods and services	77.2	85.2	20.3	21.8	21.5	21.6	19.7	19.7	83.0	86.6	85.4	86.0	81.9	78.3
Federal	54.0	60.1	14.5	15.5	15.1	15.0	13.7	12.8	58.1	62.2	60.3	59.8	55.0	51.3
National security	48.5	52.0	12.7	13.6	13.1	12.6	11.7	11.2	51.0	54.3	52.3	50.6	46.9	44.7
National defense	46.1	50.0	12.2	13.0	12.6	12.2	11.4	10.9	48.7	52.0	50.6	48.7	45.4	43.5
Other national security	2.4	2.0	.6	.6	.4	.5	.4	.3	2.2	2.3	1.7	1.9	1.5	1.2
Other	5.8	8.5	1.9	2.1	2.1	2.4	2.1	1.7	7.7	8.3	8.4	9.6	8.4	6.9
Less: Government sales	.4	.4	.1	.1	.1	.1	.1	.1	.5	.4	.4	.3	.3	.3
State and local	23.2	25.1	5.8	6.2	6.4	6.7	6.3	6.9	24.9	24.4	25.1	26.2	26.9	27.0
DISPOSITION OF PERSONAL INCOME														
Personal income	271.2	286.1	69.6	71.5	71.6	73.4	70.2	71.1	283.3	286.4	287.5	287.3	285.1	285.7
Less: Personal tax and nontax payments	34.4	36.0	12.7	7.2	8.8	7.3	11.9	6.2	35.5	35.9	36.3	36.1	32.8	32.9
Federal	31.1	32.5	11.7	6.3	8.0	6.5	10.8	5.2	32.1	32.5	32.8	32.6	29.1	29.2
State and local	3.2	3.5	1.0	.9	.8	.8	1.1	.9	3.4	3.5	3.5	3.6	3.7	3.7
Equals: Disposable personal income	236.9	250.1	56.9	64.3	62.8	66.1	58.2	65.0	247.8	250.4	251.2	251.2	252.3	252.9
Less: Personal consumption expenditures	218.4	230.1	54.4	57.4	56.7	61.6	54.8	58.3	228.6	230.8	231.2	229.7	230.5	233.1
Equals: Personal saving	18.4	20.0	2.5	6.8	6.2	4.5	3.4	6.7	19.2	19.6	20.0	21.5	21.8	19.7
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME														
Gross national product	346.1	364.9	88.5	91.5	91.1	93.8	86.7	88.0	361.8	369.9	367.2	360.5	355.8	356.0
Less: Capital consumption allowances	25.3	27.2	6.6	6.8	6.8	7.0	7.1	7.2	26.2	27.4	27.4	27.9	28.2	29.0
Indirect business tax and nontax liability	28.0	30.0	7.2	7.5	7.6	7.7	7.4	7.5	29.4	30.2	30.1	30.3	30.3	30.2
Business transfer payments	1.0	1.0	.3	.3	.3	.3	.3	.3	1.0	1.0	1.0	1.0	1.0	1.0
Statistical discrepancy	.6	1.0	-1.0	-4	-6	3.1	-1.9	(2)	-1.2	2.6	2.1	.6	-3.0	(2)
Plus: Subsidies less current surplus of government enterprises	-2	-5	-1	-1	-1	-2	-1	0	-4	-6	-4	-8	-4	-1
Equals: National income	291.0	305.0	75.4	77.2	76.9	75.6	73.8	(2)	305.9	308.2	306.2	299.9	298.9	(2)
Less: Corporate profits and inventory valuation adjustment	38.2	38.5	10.0	10.6	9.9	8.0	8.3	(2)	41.4	41.0	38.3	33.1	34.1	(2)
Contributions for social insurance	8.7	8.8	2.6	2.3	2.1	1.8	2.8	2.5	8.8	8.9	8.7	8.6	9.8	9.7
Excess of wage accruals over disbursements	.0	-1	.0	.0	.0	.0	.0	.0	.0	.0	-1	-1	.0	.0
Plus: Government transfer payments	12.1	12.8	3.2	3.2	3.1	3.3	3.6	3.7	12.6	12.6	12.6	13.3	14.2	14.8
Net interest paid by government	4.9	5.0	1.1	1.6	1.0	1.3	1.1	1.6	4.9	5.0	5.1	5.2	5.2	5.3
Dividends	9.1	9.4	2.2	2.2	2.2	2.7	2.4	2.2	9.1	9.3	9.5	9.6	9.6	9.6
Business transfer payments	1.0	1.0	.3	.3	.3	.3	.3	.3	1.0	1.0	1.0	1.0	1.0	1.0
Equals: Personal income	271.2	286.1	69.6	71.5	71.6	73.4	70.2	71.1	283.3	286.4	287.5	287.3	285.1	285.7

1. Detail will not necessarily add to totals because of rounding.

2. Not available.

3. Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

Table 1.—National Income and Product, 1952, 1953, and First Three Quarters, 1954
[Billions of dollars]

	1952	1953	Unadjusted						Seasonally adjusted at annual rates							
			1953			1954			1953			1954				
			I	II	III	IV	I	II	III	I	II	III	IV	I	II	III
NATIONAL INCOME BY DISTRIBUTIVE SHARES																
National income	291.0	305.0	75.4	77.2	76.9	75.6	73.8	74.9	—	305.9	308.2	306.2	299.9	298.9	299.6	—
Compensation of employees	195.4	209.1	50.9	52.2	52.9	53.1	50.9	51.3	52.0	206.2	210.0	211.4	208.8	206.4	206.6	207.2
Wages and salaries	185.0	198.0	48.0	49.4	50.1	50.5	47.9	48.3	49.1	195.3	198.9	200.3	197.6	194.6	194.9	195.6
Private	152.2	164.5	39.6	40.9	42.1	41.9	39.4	39.9	40.9	162.0	165.3	167.6	164.1	161.2	161.5	161.6
Military	10.5	10.2	2.6	2.6	2.5	2.4	2.4	2.4	2.4	10.3	10.4	10.2	9.9	9.7	9.5	9.6
Government civilian	22.4	23.3	5.8	5.8	5.5	6.1	6.0	6.0	5.8	23.1	23.2	23.4	23.5	23.7	23.8	24.4
Supplements to wages and salaries	10.4	11.1	2.9	2.9	2.7	2.6	3.1	3.0	2.9	10.9	11.1	11.1	11.2	11.8	11.7	11.6
Proprietors' and rental income ¹	49.9	49.0	12.6	12.2	12.0	12.3	12.3	12.2	12.1	50.3	48.9	47.8	49.1	49.4	49.0	48.5
Business and professional	25.7	26.2	6.6	6.6	6.5	6.5	6.4	6.5	6.5	26.5	26.3	26.1	25.9	25.6	25.9	25.9
Farm	14.2	12.3	3.3	3.0	2.8	3.2	3.0	2.9	3.0	13.4	12.1	11.1	12.3	13.0	12.2	11.6
Rental income of persons	10.0	10.6	2.6	2.6	2.7	2.7	2.7	2.7	2.7	10.5	10.5	10.6	10.8	10.8	10.9	10.9
Corporate profits and inventory valuation adjustment	38.2	38.5	10.0	10.6	9.9	8.0	8.3	9.1	—	41.4	41.0	38.3	33.1	34.1	34.9	—
Corporate profits before tax	37.2	39.4	10.2	10.9	10.5	7.8	8.3	9.0	—	42.4	41.9	40.9	32.5	34.5	34.5	—
Corporate profits tax liability	20.0	24.1	5.5	5.8	5.7	4.2	4.1	4.4	—	22.7	22.5	21.9	17.4	17.0	17.0	—
Corporate profits after tax	17.2	18.3	4.7	5.0	4.9	3.6	4.2	4.6	—	19.7	19.5	19.0	15.1	17.5	17.5	—
Inventory valuation adjustment	1.0	-1.0	-2	-2	-7	.2	-1	.1	—	-9	-9	-2.6	.6	-4	.4	-3
Net interest	7.4	8.4	2.0	2.1	2.2	2.2	2.3	2.3	—	7.9	8.3	8.6	8.9	9.0	9.1	9.2
Addendum: Compensation of general government employees	31.0	31.4	7.9	8.0	7.5	8.0	7.9	7.6	—	31.4	31.6	31.5	31.3	31.2	31.2	31.9
GROSS NATIONAL PRODUCT OR EXPENDITURE																
Gross national product	346.1	364.9	88.5	91.5	91.1	93.8	86.7	88.0	88.4	361.8	369.9	367.2	360.5	355.8	356.0	355.5
Personal consumption expenditures	218.4	230.1	54.4	57.4	56.7	61.6	54.8	58.3	57.3	228.6	230.8	231.2	229.7	230.5	233.1	234.8
Durable goods	26.8	29.7	6.8	7.7	7.4	7.8	6.3	7.5	6.8	30.4	30.3	30.3	28.0	28.0	28.8	28.9
Nondurable goods	116.0	118.9	27.6	29.3	28.9	33.1	27.4	29.6	29.6	118.8	119.6	118.6	118.7	118.8	120.0	121.1
Services	75.6	81.4	20.0	20.4	20.3	20.7	21.1	21.2	20.9	79.4	80.9	82.3	83.0	83.6	84.3	84.8
Gross private domestic investment	50.7	51.4	14.3	12.8	13.6	10.7	12.3	10.0	12.2	51.9	55.9	52.4	45.5	44.5	45.6	45.3
New construction	23.7	25.5	5.4	6.5	7.1	6.6	5.6	6.8	7.8	25.0	25.9	25.6	25.7	26.0	27.0	28.3
Residential nonfarm	11.1	11.9	2.4	3.1	3.3	3.1	2.4	3.3	3.9	11.7	12.2	12.1	11.7	11.7	12.8	14.0
Other	12.6	13.6	2.9	3.4	3.7	3.5	3.2	3.5	3.9	13.3	13.7	13.5	13.9	14.3	14.2	14.2
Producers' durable equipment	23.3	24.4	6.0	6.5	6.0	6.0	5.6	5.9	5.2	24.1	24.6	24.8	24.0	22.7	22.4	21.8
Change in business inventories, total	3.6	1.5	2.9	-1	.5	-1.8	1.1	-2.7	-8	2.8	5.4	2.0	-4.2	-4.2	-3.8	-4.8
Nonfarm only	3.0	2.2	3.1	.1	.8	-1.7	1.1	-2.7	-9	3.3	6.2	2.9	-3.7	-4.2	-4.0	-5.0
Net foreign investment	-.2	-1.9	-.5	-.6	-.7	-1.1	-.4	-.1	-3	-1.8	-3.3	-1.8	-.6	-1.1	-1.0	-.2
Government purchases of goods and services	77.2	85.2	20.3	21.8	21.5	21.6	20.0	19.7	19.1	83.0	86.6	85.4	86.0	81.9	78.3	75.6
Federal	54.0	60.1	14.5	15.5	15.1	15.0	13.7	12.8	12.0	58.1	62.2	60.3	59.8	55.0	51.3	47.9
National security	48.5	52.0	12.7	13.6	13.1	12.6	11.7	11.1	10.5	51.0	54.3	52.3	50.6	46.9	44.7	42.1
National defense	46.1	50.0	12.2	13.0	12.6	12.2	11.4	10.9	10.1	48.7	52.0	50.6	48.7	45.4	43.5	40.5
Other national security	2.4	2.0	.6	.6	.4	.5	.4	.3	.4	2.2	2.3	1.7	1.9	1.5	1.2	1.5
Other	5.8	8.5	1.9	2.1	2.1	2.4	2.1	1.7	1.5	7.7	8.3	8.4	9.6	8.4	6.9	6.1
Less: Government sales	.4	.4	.1	.1	.1	.1	.1	.1	.1	.5	.4	.4	.3	.3	.3	.2
State and local	23.2	25.1	5.8	6.2	6.4	6.7	6.3	6.9	7.2	24.9	24.4	25.1	26.2	26.9	27.0	27.7
DISPOSITION OF PERSONAL INCOME																
Personal income	271.2	286.1	69.6	71.5	71.6	73.4	70.2	71.1	71.4	283.3	286.4	287.5	287.3	285.1	285.7	286.2
Less: Personal tax and nontax payments	34.4	36.0	12.7	7.2	8.8	7.3	11.9	6.2	7.7	35.5	35.9	36.3	36.1	32.8	32.9	32.9
Federal	31.1	32.5	11.7	6.3	8.0	6.5	10.8	5.2	6.8	32.1	32.5	32.8	32.6	29.1	29.2	29.2
State and local	3.2	3.5	1.0	.9	.8	.8	1.1	.9	.9	3.4	3.5	3.5	3.6	3.7	3.7	3.7
Equals: Disposable personal income	236.9	250.1	56.9	64.3	62.8	66.1	58.2	65.0	63.6	247.8	250.4	251.2	251.2	252.3	252.9	253.2
Less: Personal consumption expenditures	218.4	230.1	54.4	57.4	56.7	61.6	54.8	58.3	57.3	228.6	230.8	231.2	229.7	230.5	233.1	234.8
Equals: Personal savings	18.4	20.0	2.5	6.8	6.2	4.5	3.4	6.7	6.3	19.2	19.6	20.0	21.5	21.8	19.7	18.4
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME																
Gross national product	346.1	364.9	88.5	91.5	91.1	93.8	86.7	88.0	88.4	361.8	369.9	367.2	360.5	355.8	356.0	355.5
Less: Capital consumption allowances	25.3	27.2	6.6	6.8	6.8	7.0	7.1	7.2	7.4	26.2	27.4	27.4	27.9	28.2	29.0	29.8
Indirect business tax and nontax liability	28.0	30.0	7.2	7.5	7.6	7.7	7.4	7.5	7.6	29.4	30.2	30.1	30.3	30.2	30.0	30.0
Business transfer payments	1.0	1.0	.3	.3	.3	.3	.3	.3	.3	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Statistical discrepancy	.6	1.0	-1.0	-4	-6	3.1	-1.9	-1.9	-1.9	-1.2	2.6	2.1	6	-3.0	-3.8	-3.8
Plus: Subsidies less current surplus of Government enterprises	-.2	-.5	-.1	-.1	-.2	-.2	-.1	-.1	-.1	-.4	-.6	-.4	-.8	-.4	-.1	-.3
Equals: National income	291.0	305.0	75.4	77.2	76.9	75.6	73.8	74.9	—	305.9	308.2	306.2	299.9	298.9	299.6	—
Less: Corporate profits and inventory valuation adjustment	38.2	38.5	10.0	10.6	9.9	8.0	8.3	9.1	—	41.4	41.0	38.3	33.1	34.1	34.9	—
Contributions for social insurance	8.7	8.8	2.6	2.3	2.1	1.8	2.8	2.5	2.3	8.8	8.9	8.7	8.6	9.8	9.7	9.6
Excess of wage accruals over disbursements	.0	-.1	-.0	-.0	-.0	-.0	-.0	-.0	-.0	-.1	-.1	-.1	-.0	.0	.0	.0
Plus: Government transfer payments	12.1	12.8	3.2	3.2	3.1	3.3	3.6	3.7	3.6	12.6	12.6	12.6	13.3	14.2	14.8	14.7
Net interest paid by Government	4.9	5.0	1.1	1.6	1.0	1.3	1.1	1.6	1.1	4.9	5.0	5.1	5.2	5.3	5.4	5.4
Dividends	9.1	9.4	2.2	2.2	2.7	2.4	2.2	2.3	2.3	9.1	9.3	9.5	9.6	9.6	9.8	9.8
Business transfer payments	1.0	1.0	.3	.3	.3	.3	.3	.3	.3	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Equals: Personal income	271.2	286.1	69.6	71.5	71.6	73.4	70.2	71.1	71.4	283.3	286.4	287.5	287.3	285.1	285.7	286.2

1. Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce,

Table 4.—National Income and Product, 1952, 1953, and 1954

[Billions of dollars]

	1952	1953	1954	Unadjusted				Seasonally adjusted at annual rates							
				1954				1953				1954			
				I	II	III	IV	I	II	III	IV	I	II	III	IV
NATIONAL INCOME BY DISTRIBUTIVE SHARES															
National income	291.0	305.0	300.0	73.8	74.9	75.1	—	305.9	308.2	306.2	299.9	298.9	299.6	298.8	—
Compensation of employees	195.4	209.1	207.3	50.9	51.3	52.0	53.1	206.2	210.0	211.4	208.8	206.4	206.6	207.2	208.9
Wages and salaries	185.0	198.0	195.7	47.9	48.3	49.1	50.4	195.3	198.9	200.3	197.6	194.6	194.9	195.6	197.2
Private	152.2	164.5	161.9	39.4	39.9	40.9	41.7	162.0	165.3	166.7	164.1	161.2	161.5	161.6	163.0
Military	10.5	10.2	9.6	2.4	2.4	2.4	2.4	10.3	10.4	10.2	9.9	9.7	9.5	9.6	9.5
Government civilian	22.4	23.3	24.1	6.0	6.0	5.8	6.3	23.1	23.2	23.4	23.5	23.7	23.8	24.4	24.7
Supplements to wages and salaries	10.4	11.1	11.7	3.1	3.0	2.9	2.7	10.9	11.1	11.1	11.2	11.8	11.7	11.6	11.7
Proprietors' and rental income ¹	49.9	49.0	48.7	12.3	12.2	12.1	12.0	50.3	48.9	47.8	49.1	49.4	49.0	48.5	48.1
Business and professional	25.7	26.2	25.9	6.4	6.5	6.5	6.6	26.5	26.3	26.1	25.9	25.6	25.9	25.9	26.3
Farm	14.2	12.2	11.9	3.2	3.0	2.9	2.7	13.4	12.1	11.1	12.3	13.0	12.2	11.6	11.0
Rental income of persons	10.0	10.6	10.9	2.7	2.7	2.7	2.7	10.5	10.5	10.6	10.8	10.8	10.9	10.9	10.9
Corporate profits and inventory valuation adjustment	38.2	38.5	34.9	8.3	9.1	8.7	—	41.4	41.0	38.3	33.1	34.1	34.9	33.9	—
Corporate profits before tax	37.2	39.4	35.0	8.3	9.0	8.7	—	42.4	41.9	40.9	32.5	34.5	34.5	34.2	—
Corporate profits tax liability	20.0	21.1	17.2	4.1	4.4	4.3	—	22.7	22.5	21.9	17.4	17.0	17.0	16.8	—
Corporate profits after tax	17.2	18.3	17.8	4.2	4.6	4.4	—	19.7	19.5	19.0	15.1	17.5	17.5	17.4	—
Inventory valuation adjustment	1.0	-1.0	-.2	-.1	-.1	-.1	—	-.9	-.9	-2.6	.6	-.4	.4	-.3	-.4
Net interest	7.4	8.4	9.1	2.3	2.3	2.3	2.3	7.9	8.3	8.6	8.9	9.0	9.1	9.2	9.2
Addendum: Compensation of general government employees	31.0	31.4	31.6	7.9	7.9	7.6	8.1	31.4	31.6	31.5	31.3	31.2	31.2	31.9	32.0
GROSS NATIONAL PRODUCT OR EXPENDITURE															
Gross national product	346.1	364.9	357.2	86.7	88.0	88.4	94.1	361.8	369.9	367.2	360.5	355.8	356.0	355.5	362.0
Personal consumption expenditures	218.4	230.1	234.0	54.8	58.3	57.3	63.6	228.6	230.8	231.2	229.7	230.5	233.1	234.8	237.7
Durable goods	26.8	29.7	28.9	6.3	7.5	6.8	8.4	30.4	30.3	30.3	28.0	28.0	28.8	28.9	29.9
Nondurable goods	116.0	118.9	120.5	27.4	29.6	29.6	32.9	118.8	119.6	118.6	118.7	118.8	120.0	121.1	122.1
Services	75.6	81.4	84.6	21.1	21.2	20.9	21.3	79.4	80.9	82.3	83.0	83.6	84.3	84.8	85.7
Gross private domestic investment	50.7	51.4	46.1	12.3	10.0	12.2	11.6	51.9	55.9	52.4	45.5	44.5	45.6	45.3	49.5
New construction	23.7	25.5	27.6	5.6	6.8	7.8	7.4	25.0	25.9	25.6	25.7	26.0	27.0	28.3	29.1
Residential nonfarm	11.1	11.9	13.3	2.4	3.3	3.9	3.8	11.7	12.2	12.1	11.7	12.8	14.0	14.8	—
Other	12.6	13.6	14.3	3.2	3.5	3.9	3.6	13.3	13.7	13.5	13.9	14.3	14.2	14.2	14.3
Producers' durable equipment	23.3	24.4	22.2	5.6	5.9	5.2	5.4	24.1	24.6	24.8	24.0	22.7	22.4	21.8	21.7
Change in business inventories, total	3.6	1.5	-3.7	1.1	-2.7	-.8	-1.2	2.8	5.4	2.0	-4.2	-4.2	-3.8	-4.8	-1.3
Nonfarm only	3.0	2.2	-3.8	1.1	-2.7	-.9	-1.2	3.3	6.2	2.9	-3.7	-4.2	-4.0	-5.0	-1.6
Net foreign investment	-.2	-1.9	-.4	-.4	-.1	-.3	.3	-1.8	-3.3	-1.8	-.6	-1.1	-1.0	-.2	.8
Government purchases of goods and services	77.2	85.2	77.5	20.0	19.7	19.1	18.6	83.0	86.6	85.4	86.6	81.9	78.3	75.6	74.1
Federal	54.0	60.1	50.0	13.7	12.8	12.0	11.5	58.1	62.2	60.3	59.8	55.0	51.3	47.9	45.9
National security	48.5	52.0	43.6	11.7	11.2	10.5	10.1	51.0	54.3	52.3	50.6	46.9	44.7	42.1	40.5
National defense	46.1	50.0	42.1	11.4	10.9	10.1	9.8	48.7	52.0	50.6	48.7	45.4	43.5	40.5	39.0
Other national security	2.4	2.0	1.4	.4	.3	.4	.4	2.2	2.3	1.7	1.9	1.5	1.2	1.5	1.5
Other	5.8	8.5	6.7	2.1	1.7	1.5	1.4	7.7	8.3	8.4	9.6	8.4	6.9	6.1	5.6
Less: Government sales	.4	.4	.3	.1	.1	.1	.1	.5	.4	.4	.3	.3	.2	.2	.2
State and local	23.2	25.1	27.5	6.3	6.9	7.2	7.2	24.9	24.4	25.1	26.2	26.9	27.0	27.7	28.2
DISPOSITION OF PERSONAL INCOME															
Personal income	271.2	286.1	286.5	70.2	71.1	71.4	73.9	283.3	286.4	287.5	287.3	285.1	285.7	286.2	289.0
Less: Personal tax and nontax payments	34.4	36.0	32.9	11.9	6.2	7.7	7.1	35.5	35.9	36.3	36.1	32.8	32.9	32.9	33.1
Federal	31.1	32.5	29.2	10.8	5.2	6.8	6.3	32.1	32.5	32.8	32.6	29.1	29.2	29.3	—
State and local	3.2	3.5	3.7	1.1	.9	.8	.3	3.4	3.5	3.5	3.6	3.7	3.7	3.8	—
Equals: Disposable personal income	236.9	250.1	253.5	58.2	65.0	63.6	66.8	247.8	250.4	251.2	251.2	252.3	252.9	253.2	255.9
Less: Personal consumption expenditures	218.4	230.1	234.0	54.8	58.3	57.3	63.6	228.6	230.8	231.2	229.7	230.5	233.1	234.8	237.7
Equals: Personal saving	18.4	20.0	19.5	3.4	6.7	6.3	3.2	19.2	19.6	20.0	21.5	21.8	19.7	18.4	18.2
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME															
Gross national product	346.1	364.9	357.2	86.7	88.0	88.4	94.1	361.8	369.9	367.2	360.5	355.8	356.0	355.5	362.0
Less: Capital consumption allowances	25.3	27.2	29.3	7.1	7.2	7.4	7.6	26.2	27.4	27.4	27.9	28.2	29.0	29.8	30.2
Indirect business tax and nontax liability	28.0	30.0	30.3	7.4	7.5	7.6	7.8	29.4	30.2	30.1	30.3	30.2	30.0	30.4	—
Business transfer payments	1.0	1.0	1.0	.3	.3	.3	.3	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Statistical discrepancy	.6	1.0	-3.7	-1.9	-2.0	—	-1.2	2.6	2.1	.6	-3.0	-4.4	—	—	—
Plus: Subsidies less current surplus of Government enterprises	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Equals: National income	291.0	305.0	300.0	73.8	74.9	75.1	—	305.9	308.2	306.2	299.9	298.9	299.6	298.8	—
Less: Corporate profits and inventory valuation adjustment	38.2	38.5	34.9	8.3	9.1	8.7	—	41.4	41.0	38.3	33.1	34.1	34.9	33.9	—
Contributions for social insurance	8.7	8.8	9.7	2.8	2.5	2.3	2.1	8.8	8.9	8.7	8.6	9.8	9.7	9.6	9.7
Excess of wage accruals over disbursements	.0	—.1	.0	.0	.0	.0	.0	—.1	—.1	—.1	—.1	.0	.0	.0	.0
Plus: Government transfer payments	12.1	12.8	14.8	3.6	3.7	3.6	3.8	12.6	12.6	12.6	13.3	14.2	14.8	14.7	15.5
Net interest paid by Government	4.9	5.0	5.3	1.1	1.6	1.1	1.4	4.9	5.0	5.1	5.2	5.3	5.4	5.4	5.4
Dividends	9.1	9.4	9.9	2.4	2.2	2.3	2.9	9.1	9.3	9.5	9.6	9.6	9.8	10.4	10.4
Business transfer payments	1.0	1.0	1.0	.3	.3	.3	.3	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Equals: Personal income	271.2	286.1	286.5	70.2	71.1	71.4	73.9	283.3	286.4	287.5	287.3	285.1	285.7	286.2	289.0

1. Includes noncorporate inventory valuation adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.