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Council of Economic Advisers*

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[PUBLIC LAW 120—81ST CONGRESS; CHAPTER 237—1ST SESSION]

JOINT RESOLUTION [S.J. Res. 55]

To print the monthly publication entitled "Economic Indicators"

Resolved by the Senate and House of Representatives of the United States of America in Congress assembled, That the Joint Economic Committee be authorized to issue a monthly publication entitled "Economic Indicators," and that a sufficient quantity be printed to furnish one copy to each Member of Congress; the Secretary and the Sergeant at Arms of the Senate; the Clerk, Sergeant at Arms, and Doorkeeper of the House of Representatives; two copies to the libraries of the Senate and House, and the Congressional Library; seven hundred copies to the Joint Economic Committee; and the required number of copies to the Superintendent of Documents for distribution to depository libraries; and that the Superintendent of Documents be authorized to have copies printed for sale to the public.

Approved June 23, 1949.

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TOTAL OUTPUT, INCOME, AND SPENDING

THE NATION'S INCOME, EXPENDITURE, AND SAVING

Current estimates indicate that gross national product rose by \$16 billion (seasonally adjusted annual rate) in the fourth quarter.

[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Persons					Government							Surplus or deficit (-), income and product accounts
	Disposable personal income			Personal consumption expenditures	Personal saving or dis-saving (-)	Net receipts			Expenditures				
	Total ¹	Less: Interest paid and transfer payments to foreigners	Equals: Total excluding interest and transfers			Tax and nontax receipts or accruals	Less: Transfers, interest, and subsidies ²	Equals: Net receipts	Total expenditures	Less: Transfers, interest, and subsidies ²	Equals: Purchases of goods and services		
1960-----	350.0	7.8	342.3	325.2	17.0	139.8	36.5	103.3	136.1	36.5	99.6	3.7	
1961-----	364.4	8.1	356.3	335.2	21.2	144.6	41.3	103.3	149.0	41.3	107.6	-4.3	
1962-----	385.3	8.6	376.6	355.1	21.6	157.0	42.8	114.2	159.9	42.8	117.1	-2.9	
1963-----	404.6	9.7	394.9	375.0	19.9	168.8	44.4	124.3	166.9	44.4	122.5	1.8	
1964-----	438.1	10.7	427.4	401.2	26.2	174.1	46.7	127.3	175.4	46.7	128.7	-1.4	
1965-----	472.2	11.9	460.3	433.1	27.2	188.8	49.7	139.1	186.1	49.7	136.4	2.7	
1966-----	508.8	13.1	495.7	465.9	29.8	213.0	55.5	157.5	209.8	55.5	154.3	3.2	
1967 ^p -----	544.7	14.2	530.5	491.7	38.7	227.4	63.7	163.7	240.0	63.7	176.3	-12.6	
1966: I-----	497.5	12.6	484.9	458.2	26.6	204.3	53.4	150.9	199.8	53.4	146.5	4.6	
II-----	503.3	13.0	490.3	461.6	28.7	210.6	53.1	157.5	204.4	53.1	151.2	6.1	
III-----	512.4	13.1	499.3	470.1	29.2	216.3	56.1	160.2	213.7	56.1	157.7	2.6	
IV-----	522.0	13.5	508.5	473.8	34.6	220.9	59.4	161.5	221.2	59.4	161.7	-1.3	
1967: I-----	532.7	13.8	518.9	480.2	38.8	222.8	63.2	159.6	233.6	63.2	170.4	-10.8	
II-----	540.0	14.3	525.7	489.7	36.0	223.2	63.1	160.1	238.1	63.1	175.0	-15.0	
III-----	548.2	14.3	533.9	495.3	38.5	229.3	64.4	164.9	242.6	64.4	178.2	-13.3	
IV ^p -----	557.9	14.5	543.4	501.8	41.6	-----	64.2	-----	245.9	64.2	181.7	-----	

Period	Business			International					Total income or receipts	Statistical discrepancy	Gross national product or expenditure
	Gross retained earnings ³	Gross private domestic investment ⁴	Excess of investment (-)	Net transfers to foreigners by persons and Government	Net exports of goods and services			Excess of transfers or of net exports (-) ⁵			
					Exports	Less: Imports	Equals: Net exports				
1960-----	56.8	74.8	-18.0	2.4	27.2	23.2	4.0	-1.7	504.8	-1.0	503.7
1961-----	58.7	71.7	-13.0	2.6	28.6	23.0	5.6	-3.0	520.8	-1.8	520.1
1962-----	66.3	83.0	-16.8	2.7	30.3	25.1	5.1	-2.5	559.8	-1.5	560.3
1963-----	68.8	87.1	-18.4	2.8	32.3	26.4	5.9	-3.1	590.8	-1.3	590.5
1964-----	76.2	94.0	-17.8	2.8	37.1	28.6	8.5	-5.7	633.7	-1.3	632.4
1965-----	83.7	107.4	-23.8	2.8	39.1	32.2	6.9	-4.1	685.8	-2.0	683.9
1966-----	89.7	118.0	-28.3	2.9	43.0	37.9	5.1	-2.2	745.9	-2.6	743.3
1967 ^p -----	90.2	112.1	-21.9	2.9	45.3	40.6	4.8	-1.8	787.3	-2.4	785.0
1966: I-----	87.6	115.2	-27.6	3.4	42.0	36.0	6.1	-2.7	726.8	-1.9	725.9
II-----	88.4	118.5	-30.1	2.9	42.5	37.1	5.4	-2.5	738.8	-2.2	736.7
III-----	89.5	116.4	-26.9	2.8	43.7	39.0	4.6	-1.8	751.9	-3.2	748.8
IV-----	93.6	122.2	-28.6	2.5	44.0	39.7	4.3	-1.8	765.9	-3.8	762.1
1967: I-----	88.9	110.4	-21.5	2.9	45.3	39.9	5.3	-2.5	770.3	-4.0	766.3
II-----	89.1	105.1	-16.0	3.1	45.1	39.8	5.3	-2.3	777.9	-2.8	775.1
III-----	90.4	112.2	-21.8	3.1	45.6	40.2	5.4	-2.3	792.4	-1.2	791.2
IV ^p -----	-----	120.8	-----	2.7	45.4	42.4	3.0	-1.3	-----	-----	807.3

¹ Personal income (p. 5) less personal tax and nontax payments (fines, penalties, etc.).

² Government transfer payments to persons, foreign net transfers by Government, net interest paid by government, and subsidies less current surplus of government enterprises.

³ Undistributed corporate profits, corporate inventory valuation adjustment, capital consumption allowances, and wage accruals less disbursements. Does not include retained earnings of unincorporated business, which are included in disposable personal income.

⁴ Private business investment, purchases of capital goods by private nonprofit institutions, and residential housing.

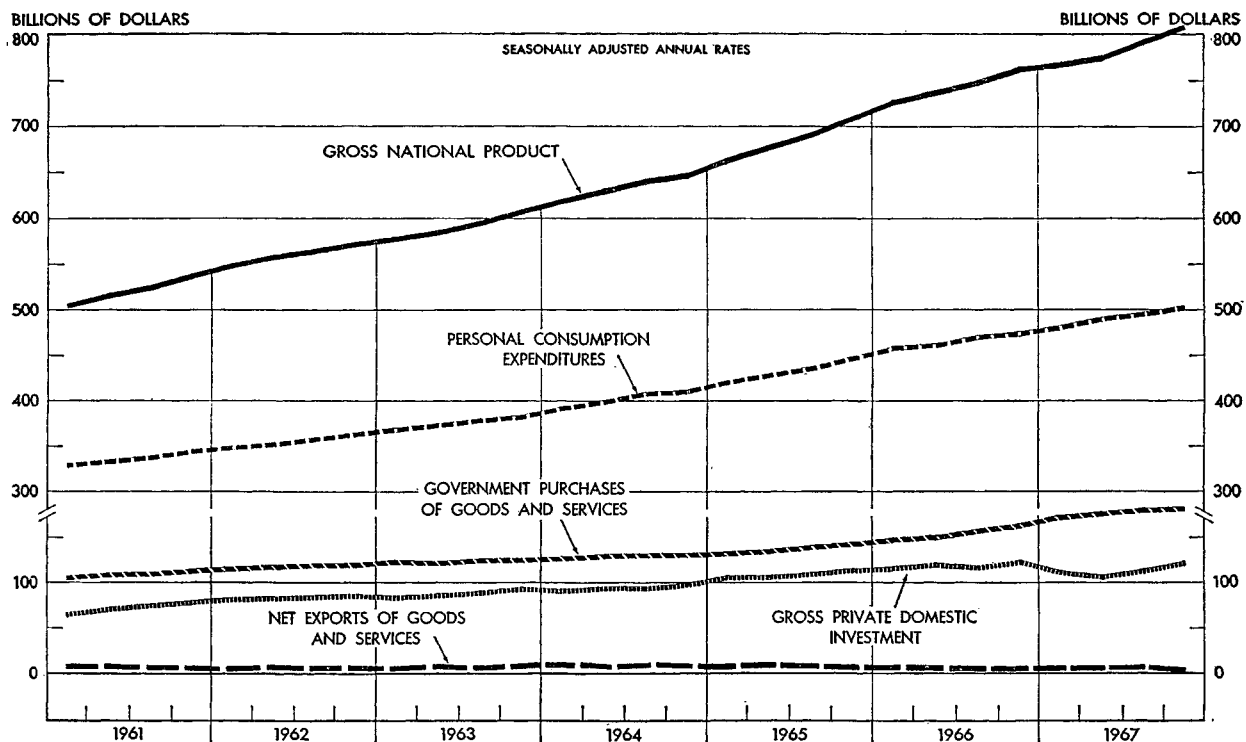
⁵ Net foreign investment with sign changed.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

GROSS NATIONAL PRODUCT OR EXPENDITURE

Gross national product (seasonally adjusted) continued to advance at an annual rate of 8½ percent in the fourth quarter, according to revised estimates. Over half of the increase represented a rise in physical output and the rest higher prices.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total gross national product in 1958 prices	Total gross national product	Personal consumption expenditures	Gross private domestic investment	Net exports of goods and services	Government purchases of goods and services				Implicit price deflator for total GNP, 1958=100 ²	
						Total	Federal				State and local
							Total	National defense ¹	Other		
Billions of dollars; quarterly data at seasonally adjusted annual rates											
1957.....	452.5	441.1	281.4	67.8	5.7	86.1	49.5	44.2	5.3	36.6	97.5
1958.....	447.3	447.3	290.1	60.9	2.2	94.2	53.6	45.9	7.7	40.6	100.0
1959.....	475.9	483.7	311.2	75.3	.1	97.0	53.7	46.0	7.6	43.3	101.6
1960.....	487.7	503.7	325.2	74.8	4.0	99.6	53.5	44.9	8.6	46.1	103.3
1961.....	497.2	520.1	335.2	71.7	5.6	107.6	57.4	47.8	9.6	50.2	104.6
1962.....	529.8	560.3	355.1	83.0	5.1	117.1	63.4	51.6	11.8	53.7	105.8
1963.....	551.0	590.5	375.0	87.1	5.9	122.5	64.2	50.8	13.5	58.2	107.2
1964.....	581.1	632.4	401.2	94.0	8.5	128.7	65.2	50.0	15.2	63.5	108.8
1965.....	616.7	683.9	433.1	107.4	6.9	136.4	66.8	50.1	16.7	69.6	110.9
1966.....	652.6	743.3	465.9	118.0	5.1	154.3	77.0	60.5	16.5	77.2	113.9
1967.....	669.3	785.0	491.7	112.1	4.8	176.3	89.9	72.5	17.4	86.4	117.3
1966: I.....	645.4	725.9	458.2	115.2	6.1	146.5	72.1	55.1	17.1	74.3	112.5
II.....	649.3	736.7	461.6	118.5	5.4	151.2	74.9	58.4	16.6	76.2	113.5
III.....	654.8	748.8	470.1	116.4	4.6	157.7	79.5	63.0	16.6	78.1	114.4
IV.....	661.1	762.1	473.8	122.2	4.3	161.7	81.5	65.6	15.9	80.2	115.3
1967: I.....	660.7	766.3	480.2	110.4	5.3	170.4	87.1	70.2	16.8	83.3	116.0
II.....	664.7	775.1	489.7	105.1	5.3	175.0	89.5	72.5	17.0	85.4	116.6
III.....	672.0	791.2	495.3	112.2	5.4	178.2	90.9	73.3	17.6	87.4	117.7
IV.....	679.6	807.3	501.8	120.8	3.0	181.7	92.2	74.2	18.0	89.5	118.8

¹ This category corresponds closely with budget expenditures for national defense, shown on p. 35.

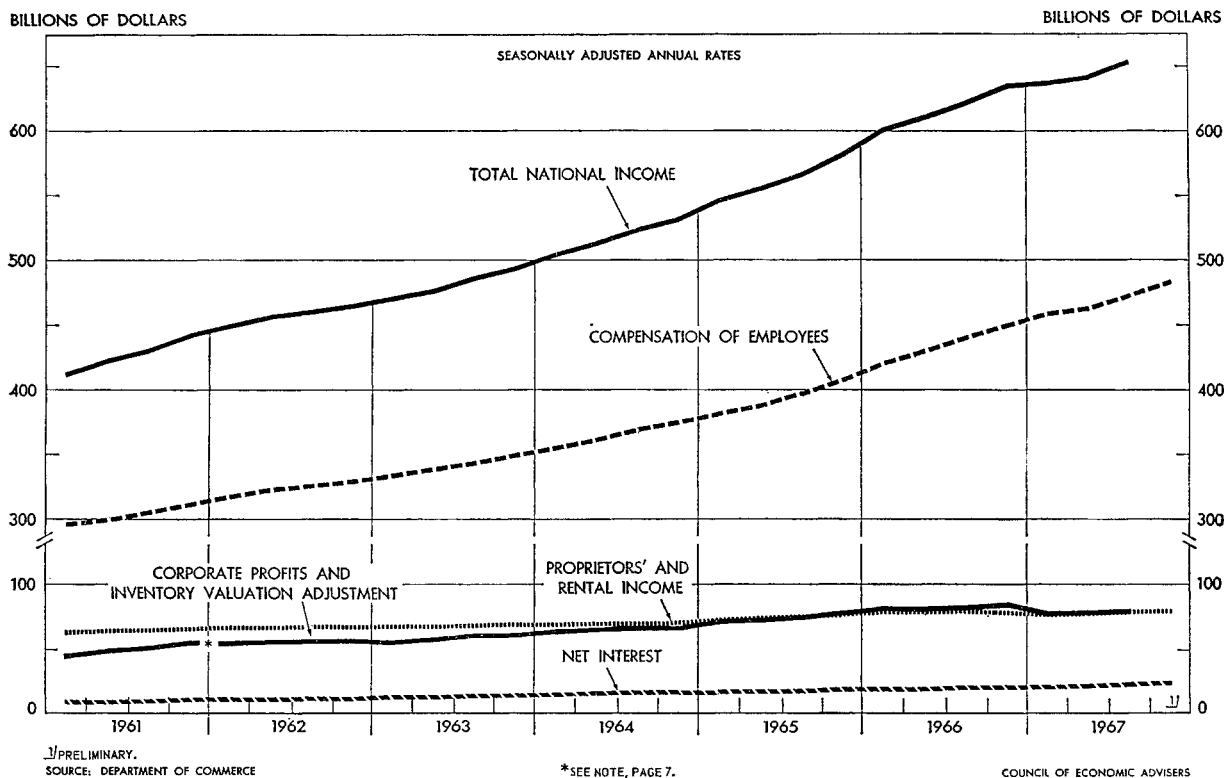
² Gross national product in current prices divided by gross national product in 1958 prices.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

NATIONAL INCOME

National income rose almost \$12 billion (seasonally adjusted annual rate) in the third quarter. According to revised estimates for the fourth quarter, employee compensation increased \$11 billion and net interest rose \$½ billion.



[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Total national income	Compensation of employees ¹	Proprietors' income		Rental income of persons	Net interest	Corporate profits and inventory valuation adjustment ²		
			Farm ²	Business and professional			Total	Profits before taxes ³	Inventory valuation adjustment
1958.....	367.8	257.8	13.4	33.2	15.4	6.8	41.1	41.4	-0.3
1959.....	400.0	279.1	11.4	35.1	15.6	7.1	51.7	52.1	-.5
1960.....	414.5	294.2	12.0	34.2	15.8	8.4	49.9	49.7	.2
1961.....	427.3	302.6	12.8	35.6	16.0	10.0	50.3	50.3	-.1
1962.....	457.7	323.6	13.0	37.1	16.7	11.6	55.7	55.4	.3
1963.....	481.9	341.0	13.1	37.9	17.1	13.8	58.9	59.4	-.5
1964.....	518.1	365.7	12.1	40.2	18.0	15.8	66.3	66.8	-.5
1965.....	562.4	393.9	14.8	41.9	19.0	17.9	74.9	76.6	-1.7
1966.....	616.7	435.7	16.1	43.2	19.4	20.2	82.2	83.8	-1.6
1967 ^p	649.6	469.7	14.8	43.6	20.1	22.4	79.0	80.2	-1.2
1966: I.....	600.3	420.8	17.1	42.8	19.2	19.3	81.1	83.7	-2.6
II.....	610.4	430.7	16.0	43.3	19.3	19.8	81.3	83.6	-2.3
III.....	622.1	441.2	15.9	43.3	19.4	20.4	81.9	84.0	-2.2
IV.....	634.1	450.2	15.1	43.4	19.6	21.1	84.6	83.9	.7
1967: I.....	636.4	459.1	14.6	43.2	19.8	21.6	78.1	79.0	-.8
II.....	641.6	463.4	14.3	43.4	20.0	22.1	78.3	78.9	-.7
III.....	653.4	472.6	15.0	43.8	20.2	22.7	79.2	80.0	-.8
IV ^p		483.6	15.2	44.1	20.4	23.3			-2.3

¹ Includes employer contributions for social insurance. (See also p. 4.)

² Excludes farm profits of corporations engaged in farming and therefore differs from net farm income (including net inventory change) on p. 6 which includes such profits.

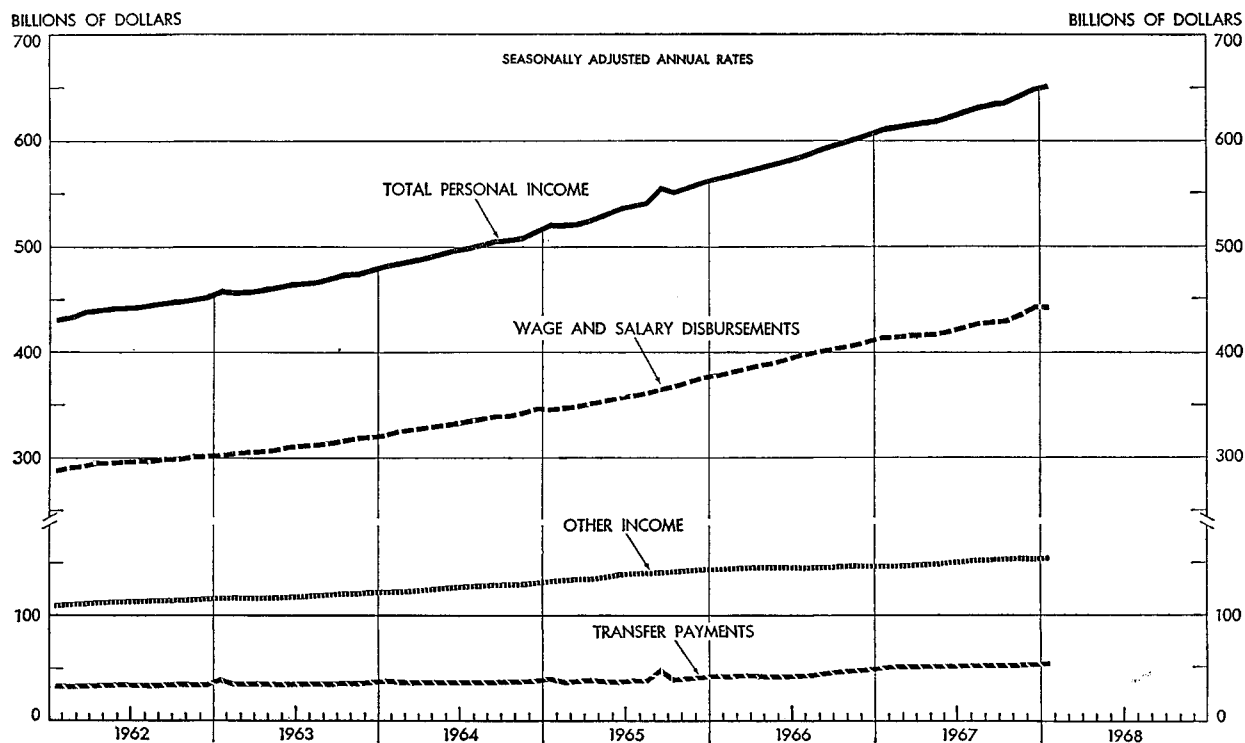
³ See Note, p. 7.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

SOURCES OF PERSONAL INCOME

Personal income rose at a seasonally adjusted annual rate of about \$2 billion in January, considerably below the \$6½–\$7 billion pace in the two preceding months. The decline in wages and salaries was in the government sector, where December wage payments were unusually high because of the retroactive Federal pay increase. The January increase was also held down by higher contributions to social insurance.



[Billions of dollars; monthly data at seasonally adjusted annual rates]

Period	Total personal income	Wage and salary disbursements ¹	Other labor income ²	Proprietors' income		Rental income of persons	Dividends	Personal interest income	Transfer payments	Less: Personal contributions for social insurance	Nonagricultural personal income ³
				Farm	Business and professional						
1959-----	383.5	258.2	11.3	11.4	35.1	15.6	12.6	20.7	26.6	7.9	368.5
1960-----	401.0	270.8	12.0	12.0	34.2	15.8	13.4	23.4	28.5	9.3	385.2
1961-----	416.8	278.1	12.7	12.8	35.6	16.0	13.8	25.0	32.4	9.6	400.0
1962-----	442.6	296.1	13.9	13.0	37.1	16.7	15.2	27.7	33.3	10.3	425.5
1963-----	465.5	311.1	14.9	13.1	37.9	17.1	16.5	31.4	35.3	11.8	448.1
1964-----	497.5	333.7	16.6	12.1	40.2	18.0	17.8	34.9	36.7	12.5	480.9
1965-----	537.8	359.1	18.6	14.8	41.9	19.0	19.8	38.4	39.7	13.4	518.4
1966-----	584.0	394.6	20.8	16.1	43.2	19.4	21.5	42.4	43.9	17.9	563.1
1967-----	626.4	423.8	23.2	14.8	43.6	20.1	22.8	46.5	51.9	20.4	606.5
1966: Dec-----	605.0	410.0	21.9	15.3	43.5	19.7	20.2	44.8	48.5	18.8	584.8
1967: Jan-----	610.4	413.8	22.1	15.0	43.3	19.7	21.8	45.0	49.7	20.0	590.2
Feb-----	612.6	414.2	22.2	14.6	43.2	19.8	22.3	45.2	51.1	20.0	593.0
Mar-----	615.6	416.2	22.4	14.3	43.1	19.9	22.6	45.5	51.7	20.1	596.2
Apr-----	616.5	416.7	22.6	14.4	43.3	20.0	22.8	45.8	51.0	20.1	596.9
May-----	618.2	417.2	22.8	14.4	43.4	20.0	23.1	46.0	51.5	20.1	598.8
June-----	622.6	420.9	23.1	14.3	43.6	20.1	23.3	46.1	51.6	20.3	603.2
July-----	627.0	423.4	23.3	14.7	43.7	20.2	23.5	46.4	52.2	20.4	607.2
Aug-----	631.6	426.7	23.6	15.0	43.8	20.2	23.5	46.9	52.4	20.6	611.4
Sept-----	634.4	428.5	23.8	15.3	43.9	20.3	23.4	47.3	52.5	20.6	614.0
Oct-----	635.9	429.4	24.0	15.1	44.0	20.3	23.2	47.6	52.8	20.6	615.7
Nov-----	642.4	435.3	24.3	15.2	44.1	20.4	23.1	48.0	52.8	20.8	622.0
Dec-----	649.3	443.1	24.6	15.3	44.2	20.4	21.0	48.5	53.1	21.1	628.8
1968: Jan-----	651.2	442.7	24.9	15.4	44.3	20.5	22.9	48.9	53.8	22.3	630.5

¹ Compensation of employees (see p. 3) excluding employer contributions for social insurance and wage accruals less disbursements.

² Employer contributions to private pension, health, and welfare funds; compensation for injuries; directors' fees; military reserve pay; and a few other minor items.

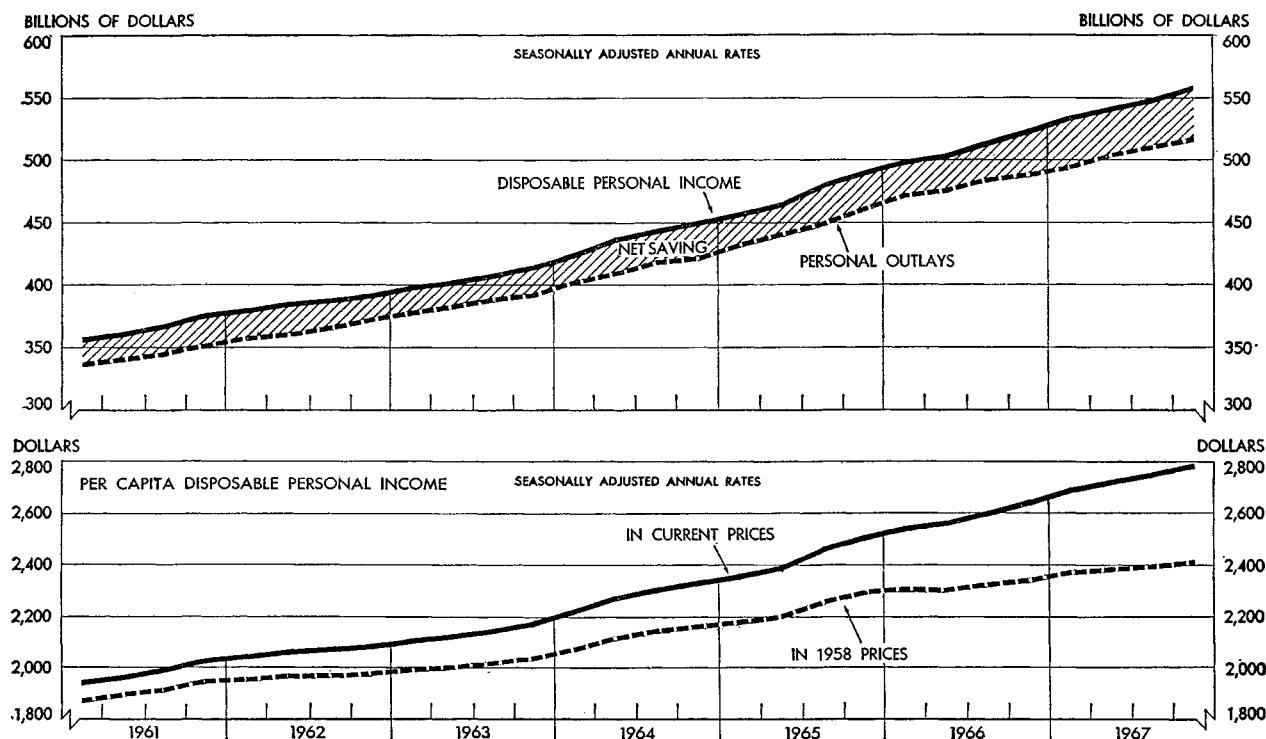
³ Personal income exclusive of net income of unincorporated farm enterprises, farm wages, agricultural net interest, and net dividends paid by agricultural corporations.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

DISPOSITION OF PERSONAL INCOME

Revised data indicate that personal income advanced \$11½ billion (seasonally adjusted annual rate) in the fourth quarter and disposable income increased \$9¼ billion. Personal outlays rose \$6½ billion and the saving rate jumped from 7.0 to 7.5 percent.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Personal income	Less: Personal tax and nontax payments	Equals: Disposable personal income	Less: Personal outlays				Equals: Personal saving	Per capita disposable personal income		Saving as percent of disposable personal income (percent)	Population (thousands) ³
				Total personal outlays ¹	Personal consumption expenditures ²				Current prices	1958 prices		
					Durable goods	Non-durable goods	Services					
	Billions of dollars								Dollars			
1959-----	383.5	46.2	337.3	318.3	44.3	146.6	120.3	19.1	1,905	1,881	5.6	177,073
1960-----	401.0	50.9	350.0	333.0	45.3	151.3	128.7	17.0	1,937	1,883	4.9	180,684
1961-----	416.8	52.4	364.4	343.3	44.2	155.9	135.1	21.2	1,983	1,909	5.8	183,756
1962-----	442.6	57.4	385.3	363.7	49.5	162.6	143.0	21.6	2,064	1,968	5.6	186,656
1963-----	465.5	60.9	404.6	384.7	53.9	168.6	152.4	19.9	2,136	2,013	4.9	189,417
1964-----	497.5	59.4	438.1	411.9	59.2	178.7	163.3	26.2	2,280	2,123	6.0	192,120
1965-----	537.8	65.6	472.2	445.0	66.0	191.2	175.9	27.2	2,427	2,232	5.8	194,592
1966-----	584.0	75.2	508.8	479.0	70.3	207.5	188.1	29.8	2,584	2,317	5.9	196,920
1967-----	626.4	81.7	544.7	505.9	72.1	217.5	202.1	38.7	2,736	2,393	7.1	199,118
	Seasonally adjusted annual rates											
1966: I----	567.8	70.4	497.5	470.9	71.6	203.2	183.5	26.6	2,537	2,304	5.3	196,096
II-----	577.3	74.1	503.3	474.6	68.2	207.1	186.3	28.7	2,560	2,302	5.7	196,629
III-----	589.3	76.9	512.4	483.2	70.9	209.5	189.8	29.2	2,598	2,324	5.7	197,216
IV-----	601.6	79.6	522.0	487.4	70.6	210.3	192.9	34.6	2,639	2,341	6.6	197,834
1967: I----	612.9	80.2	532.7	493.9	69.4	214.2	196.6	38.8	2,686	2,373	7.3	198,356
II-----	619.1	79.1	540.0	504.0	72.5	217.2	200.0	36.0	2,716	2,388	6.7	198,852
III-----	631.0	82.8	548.2	509.6	72.7	218.5	204.1	38.5	2,749	2,394	7.0	199,425
IV-----	642.5	84.7	557.9	516.2	73.8	220.3	207.7	41.6	2,789	2,413	7.5	200,006

¹Includes personal consumption expenditures, interest paid by consumers, and personal transfer payments to foreigners.

²See p. 2 for total personal consumption expenditures.

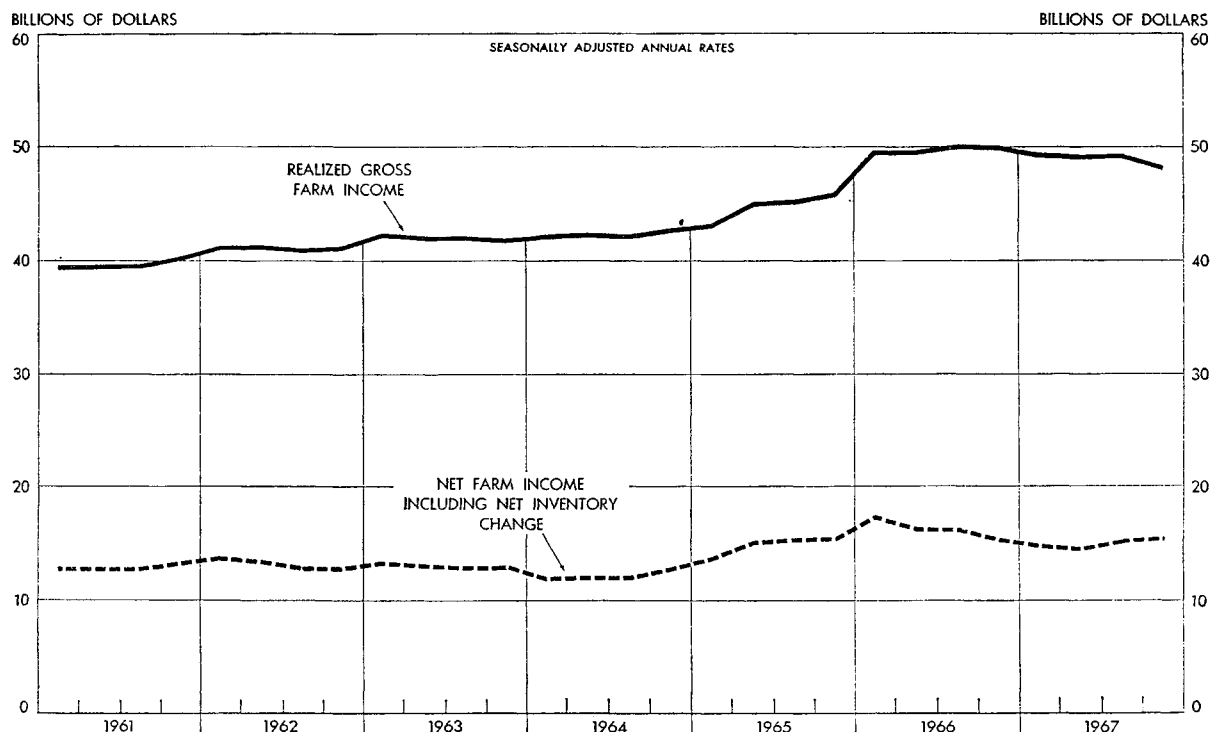
³Includes armed forces abroad. Annual data are for July 1; quarterly data are for middle of period, interpolated from monthly data.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Sources: Department of Commerce and Council of Economic Advisers.

FARM INCOME

Net farm income excluding inventory change (seasonally adjusted) declined about 6 percent in the fourth quarter, according to current estimates. Including inventory change, there was a small rise.



Period	Personal income received by total farm population			Income received from farming						
	From all sources	From farm sources	From nonfarm sources	Realized gross		Produc- tion ex- penses	Net to farm operators		Net income per farm including net inventory change ³	
				Total ¹	Cash receipts from market- ings		Exclud- ing net in- ventory change	Includ- ing net in- ventory change ²	Current prices	1967 prices ⁴
	Billions of dollars								Dollars	
1959	18.1	11.0	7.0	37.5	33.5	26.1	11.4	11.5	2,795	3,106
1960	18.7	11.4	7.2	37.9	34.0	26.2	11.7	12.0	3,043	3,381
1961	19.0	12.1	6.9	39.6	34.9	27.0	12.6	12.9	3,389	3,724
1962	19.2	12.2	7.0	41.1	36.2	28.5	12.5	13.1	3,562	3,872
1963	18.7	12.0	6.7	42.1	37.2	29.6	12.5	13.1	3,671	3,947
1964	18.0	11.2	6.8	42.4	37.1	29.4	13.0	12.2	3,510	3,774
1965	20.3	13.4	6.9	44.8	39.1	30.9	13.9	14.9	4,413	4,645
1966	21.3	14.4	6.9	49.7	43.2	33.3	16.4	16.2	4,988	5,090
1967	20.1	13.2	6.9	48.9	42.5	34.4	14.5	14.9	4,705	4,705
	Seasonally adjusted annual rates									
1966: I				49.5	43.3	32.6	16.9	17.3	5,320	5,480
II				49.5	43.1	33.1	16.4	16.2	4,980	5,080
III				50.0	43.3	33.5	16.5	16.1	4,950	5,000
IV				49.9	43.2	34.0	15.9	15.3	4,710	4,760
1967: I				49.3	42.6	34.3	15.0	14.8	4,670	4,720
II				49.1	42.4	34.5	14.6	14.5	4,580	4,580
III				49.2	42.9	34.4	14.8	15.2	4,800	4,750
IV				48.1	42.1	34.2	13.9	15.4	4,860	4,810

¹ Cash receipts from marketings, Government payments, and nonmoney income furnished by farms.

² Inventory of crops and livestock valued at the average price for the year. Also, see footnote 2, p. 3.

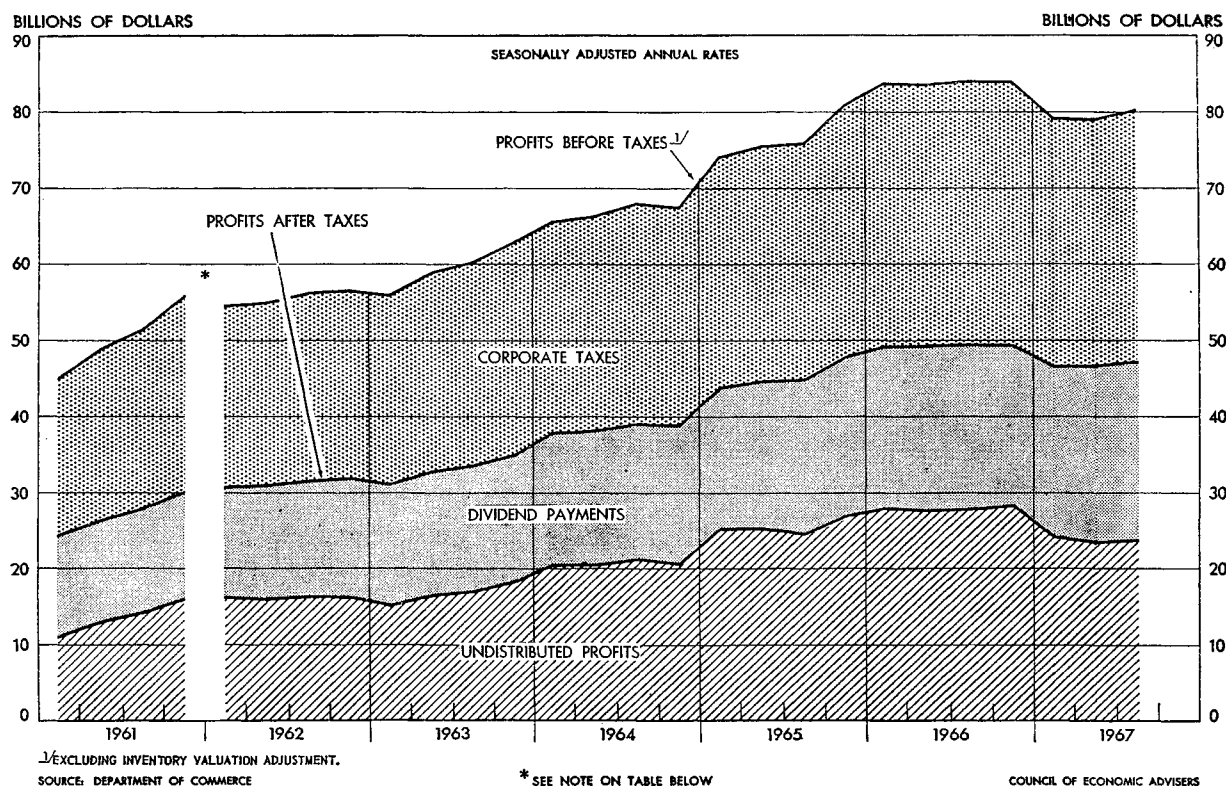
³ Based on 1959 Census of Agriculture definition of a farm. The number of farms is held constant within a year.

⁴ Income in current prices divided by the index of prices paid by farmers for family living items on a 1967 base.

Source: Department of Agriculture.

CORPORATE PROFITS

Corporate profits (before taxes) and inventory valuation adjustment (seasonally adjusted) rose slightly in the third quarter. Preliminary estimates for 1967 indicate a decline of about \$3 billion for the year.



[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Corporate profits (before taxes) and inventory valuation adjustment						Corporate profits before taxes	Corporate tax liability	Corporate profits after taxes			Corporate capital consumption allowances ²	Profits plus capital consumption allowances ³
	All industries	Manufacturing			Transportation, communications, and public utilities	All other ¹			Total	Dividend payments	Undistributed profits		
		Total	Durable goods industries	Non-durable goods industries									
1959-----	51.7	26.3	13.6	12.7	7.0	18.4	52.1	23.7	28.5	12.6	15.9	23.5	52.0
1960-----	49.9	24.4	12.0	12.4	7.5	17.9	49.7	23.0	26.7	13.4	13.2	24.9	51.6
1961-----	50.3	23.3	11.4	11.9	7.9	19.1	50.3	23.1	27.2	13.8	13.5	26.2	53.5
1962-----	55.7	26.6	14.1	12.5	8.5	20.5	55.4	24.2	31.2	15.2	16.0	30.1	61.3
1963-----	58.9	28.8	15.8	13.0	9.5	20.6	59.4	26.3	33.1	16.5	16.6	31.8	64.8
1964-----	66.3	32.7	17.8	14.9	10.1	23.5	66.8	28.3	38.4	17.8	20.6	33.9	72.3
1965-----	74.9	38.7	22.2	16.5	11.2	25.0	76.6	31.4	45.2	19.8	25.4	36.5	81.7
1966-----	82.2	43.1	24.4	18.7	11.9	27.2	83.8	34.5	49.3	21.5	27.8	39.0	88.3
1967 ^p -----	79.0	39.0	21.0	18.0	12.0	28.1	80.2	33.0	47.2	22.8	24.4	41.4	88.6
1966: I-----	81.1	42.7	24.3	18.3	11.7	26.7	83.7	34.5	49.2	21.4	27.8	38.3	87.5
II-----	81.3	42.5	24.0	18.5	12.0	26.8	83.6	34.5	49.2	21.6	27.6	38.7	87.9
III-----	81.9	42.7	23.9	18.8	11.8	27.3	84.0	34.6	49.4	21.6	27.8	39.2	88.6
IV-----	84.6	44.4	25.3	19.2	12.0	28.2	83.9	34.6	49.3	21.2	28.2	39.8	89.1
1967: I-----	78.1	39.6	21.1	18.4	11.7	26.9	79.0	32.5	46.5	22.2	24.2	40.3	86.7
II-----	78.3	38.9	21.1	17.8	11.9	27.5	78.9	32.5	46.5	23.1	23.4	40.9	87.4
III-----	79.2	38.2	20.5	17.7	12.1	28.9	80.0	32.9	47.1	23.4	23.6	41.8	88.8
IV ^p -----										22.4		42.5	

¹ Includes all other industries and financial institutions.

² Includes depreciation, capital outlays charged to current account, and accidental damages.

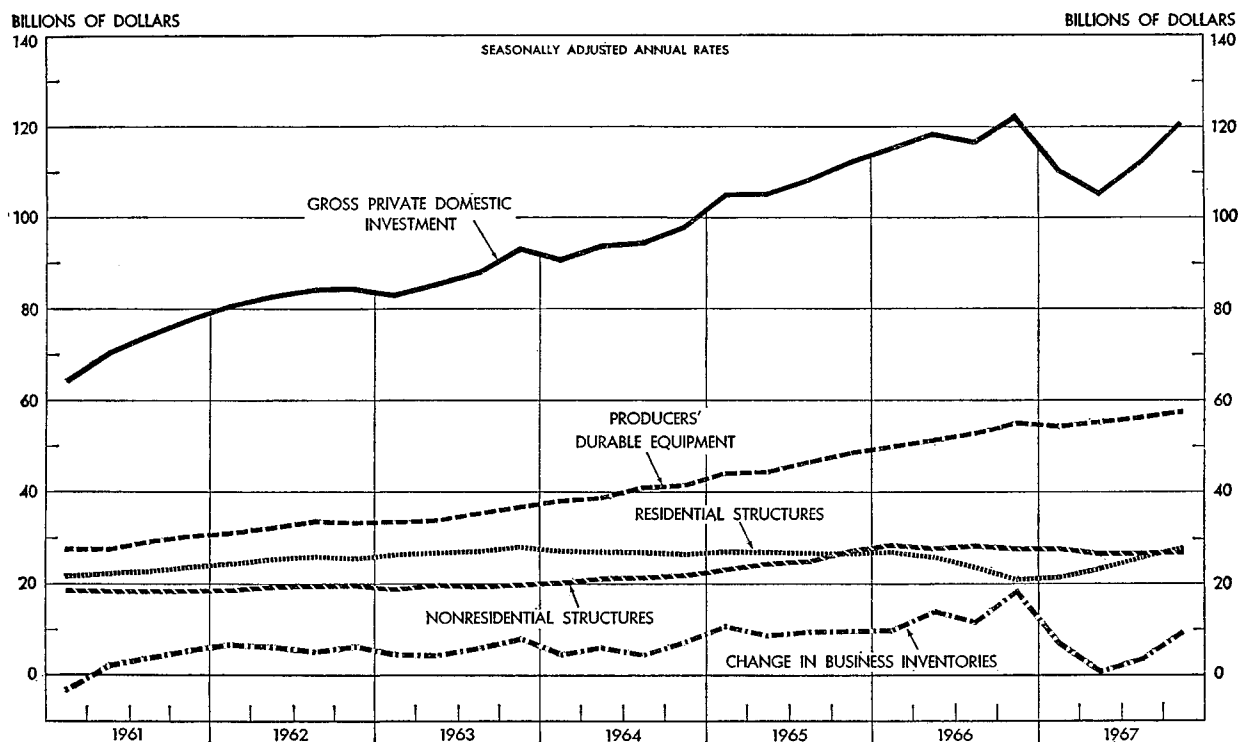
³ Corporate profits after taxes plus corporate capital consumption allowances.

NOTE.—Data beginning 1962 adjusted for effects of new depreciation guidelines (\$2½ billion for 1962) and therefore not comparable with preceding data. Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

GROSS PRIVATE DOMESTIC INVESTMENT

Gross private domestic investment gained \$8½ billion (seasonally adjusted annual rate) in the fourth quarter, according to current estimates. Business fixed investment rose over \$1 billion to reach a new record high. Residential construction continued its recovery with a gain of \$2 billion. Inventory investment increased \$5½ billion—the second straight increase after two quarters of substantial decline.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars; quarterly data at seasonally adjusted annual rates]

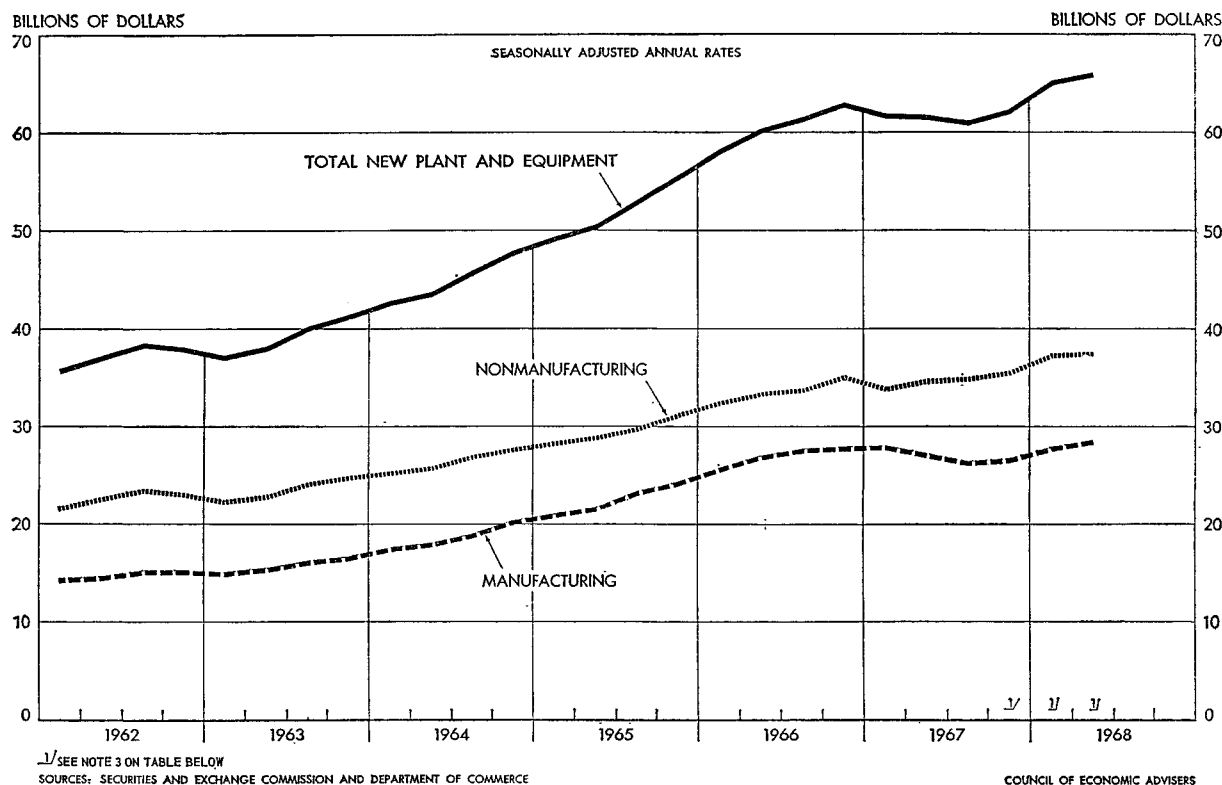
Period	Total gross private domestic investment	Fixed investment								Change in business inventories	
		Total	Nonresidential				Residential structures				
			Total	Structures		Producers' durable equipment		Total	Non-farm		
				Total	Non-farm	Total	Non-farm				
1957.....	67.8	66.5	46.4	18.0	17.2	28.4	25.9	20.2	19.5	1.3	0.8
1958.....	60.9	62.4	41.6	16.6	15.8	25.0	22.2	20.8	20.1	-1.5	-2.3
1959.....	75.3	70.5	45.1	16.7	15.9	28.4	25.4	25.5	24.8	4.8	4.8
1960.....	74.8	71.3	48.4	18.1	17.4	30.3	27.7	22.8	22.2	3.6	3.3
1961.....	71.7	69.7	47.0	18.4	17.7	28.6	25.8	22.6	22.0	2.0	1.7
1962.....	83.0	77.0	51.7	19.2	18.5	32.5	29.4	25.3	24.8	6.0	5.3
1963.....	87.1	81.3	54.3	19.5	18.8	34.8	31.2	27.0	26.4	5.9	5.1
1964.....	94.0	88.2	61.1	21.2	20.5	39.9	36.3	27.1	26.6	5.8	6.4
1965.....	107.4	98.0	71.1	25.1	24.4	46.0	41.9	27.0	26.4	9.4	8.4
1966.....	118.0	104.6	80.2	27.9	27.2	52.3	47.8	24.4	23.8	13.4	13.7
1967.....	112.1	107.0	82.6	26.8	26.1	55.7	51.4	24.4	23.9	5.2	4.8
1966: I.....	115.2	105.3	78.3	28.3	27.6	50.0	45.5	27.0	26.5	9.9	9.6
II.....	118.5	104.5	78.7	27.5	26.8	51.2	46.9	25.8	25.3	14.0	14.4
III.....	116.4	104.9	81.2	28.2	27.4	53.1	48.7	23.7	23.2	11.4	12.0
IV.....	122.2	103.7	82.8	27.7	26.9	55.1	50.1	20.9	20.4	18.5	19.0
1967: I.....	110.4	103.3	81.9	27.7	26.9	54.2	50.0	21.4	20.9	7.1	7.3
II.....	105.1	104.6	81.5	26.3	25.6	55.2	50.6	23.1	22.5	.5	.6
III.....	112.2	108.4	82.8	26.6	25.9	56.2	51.9	25.6	25.0	3.8	3.4
IV.....	120.8	111.6	84.0	26.7	25.9	57.3	53.0	27.6	27.0	9.2	7.7

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

EXPENDITURES FOR NEW PLANT AND EQUIPMENT

Business expenditures for new plant and equipment for 1967 are now expected to total \$61.5 billion, or 1½ percent above 1966, according to the latest Commerce-SEC survey of intentions. The survey also shows that a jump of almost 5 percent is expected in the first quarter of 1968 on a seasonally adjusted basis.



[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Total ¹	Manufacturing			Mining	Transportation		Public utilities	Commercial and other ²
		Total	Durable goods	Nondurable goods		Railroads	Other		
1953.....	28.32	11.91	5.65	6.26	0.99	1.31	1.56	4.55	8.00
1954.....	26.83	11.04	5.09	5.95	.98	.85	1.51	4.22	8.23
1955.....	28.70	11.44	5.44	6.00	.96	.92	1.60	4.31	9.47
1956.....	35.08	14.95	7.62	7.33	1.24	1.23	1.71	4.90	11.05
1957.....	36.96	15.96	8.02	7.94	1.24	1.40	1.77	6.20	10.40
1958.....	30.53	11.43	5.47	5.96	.94	.75	1.50	6.09	9.81
1959.....	32.54	12.07	5.77	6.29	.99	.92	2.02	5.67	10.88
1960.....	35.68	14.48	7.18	7.30	.99	1.03	1.94	5.68	11.57
1961.....	34.37	13.68	6.27	7.40	.98	.67	1.85	5.52	11.68
1962.....	37.31	14.68	7.03	7.65	1.08	.85	2.07	5.48	13.15
1963.....	39.22	15.69	7.85	7.84	1.04	1.10	1.92	5.65	13.82
1964.....	44.90	18.58	9.43	9.16	1.19	1.41	2.38	6.22	15.13
1965.....	51.96	22.45	11.40	11.05	1.30	1.73	2.81	6.94	16.73
1966.....	60.63	26.99	13.99	13.00	1.47	1.98	3.44	8.41	18.36
1967 ³	61.48	26.84	13.78	13.07	1.43	1.55	3.88	9.59	18.20
1966: III.....	61.25	27.55	14.35	13.20	1.45	1.85	3.40	8.55	18.45
IV.....	62.80	27.75	14.50	13.25	1.45	2.35	3.50	8.50	19.25
1967: I.....	61.65	27.85	14.20	13.70	1.40	1.80	3.05	9.20	18.30
II.....	61.50	27.00	13.75	13.25	1.30	1.55	3.90	9.70	18.05
III.....	60.90	26.15	13.50	12.65	1.45	1.40	4.10	9.80	17.95
IV ³	62.05	26.55	13.75	12.80	1.50	1.45	4.45	9.60	18.50
1968: I ³	65.05	27.75	14.60	13.15	1.60	1.50	4.75	11.15	18.35
II ³	65.85	28.40	15.00	13.40					
									37.45

¹ Excludes agriculture.

² Commercial and other includes trade, service, finance, communications, and construction.

³ Estimates based on anticipated capital expenditures as reported by business in late October and November 1967. Includes adjustments when necessary for systematic tendencies in anticipatory data.

NOTE.—Beginning 1959 all quarterly data are rounded to nearest \$50 million.

Annual total is the sum of unadjusted expenditures; it does not necessarily coincide with the average of seasonally adjusted figures.

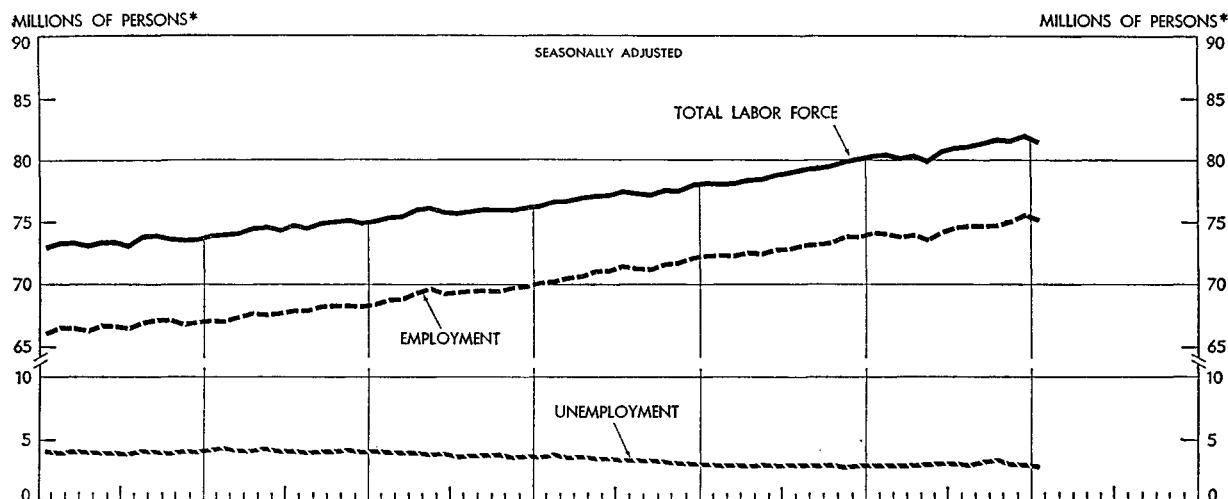
These figures do not agree with the totals included in the gross national product estimates of the Department of Commerce, principally because the latter cover agricultural investment and also certain equipment and construction outlays charged to current expense.

Sources: Securities and Exchange Commission and Department of Commerce.

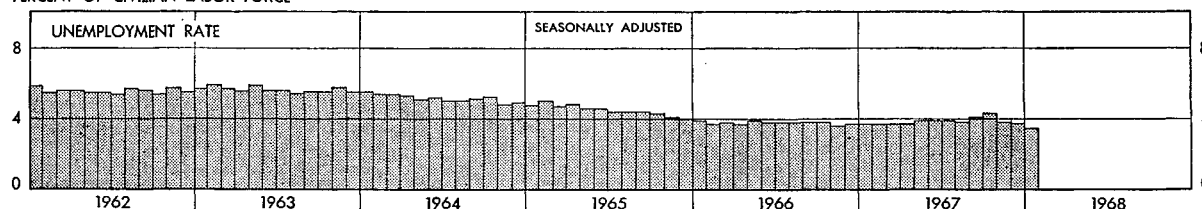
EMPLOYMENT, UNEMPLOYMENT, AND WAGES

STATUS OF THE LABOR FORCE

The civilian labor force, seasonally adjusted, declined by 550,000 in January. Total civilian employment declined by 410,000. As a result unemployment dropped by 140,000.



PERCENT OF CIVILIAN LABOR FORCE



*16 YEARS OF AGE AND OVER.

SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total labor force (including armed forces)	Civilian employment		Unemployment	Total labor force (including armed forces)	Civilian labor force	Civilian employment			Unemployment	Unemployment rate (percent of civilian labor force)		Labor force participation rate, unadjusted ¹
		Total	Non-agricultural				Total	Agricultural	Non-agricultural		Unadjusted	Seasonally adjusted	
Thousands of persons 16 years of age and over											Percent		
1963...	74, 571	67, 762	63, 076	4, 070	74, 571	71, 833	67, 762	4, 687	63, 076	4, 070	5. 7	-----	59. 6
1964...	75, 830	69, 305	64, 782	3, 786	75, 830	73, 091	69, 305	4, 523	64, 782	3, 786	5. 2	-----	59. 6
1965...	77, 178	71, 088	66, 726	3, 366	77, 178	74, 455	71, 088	4, 361	66, 726	3, 366	4. 5	-----	59. 7
1966...	78, 893	72, 895	68, 915	2, 875	78, 893	75, 770	72, 895	3, 979	68, 915	2, 875	3. 8	-----	60. 1
1967...	80, 793	74, 372	70, 527	2, 975	80, 793	77, 347	74, 372	3, 844	70, 527	2, 975	3. 8	-----	60. 6
Unadjusted											Seasonally adjusted		
1966: Dec.	79, 642	73, 599	70, 239	2, 653	80, 059	76, 669	73, 796	3, 968	69, 828	2, 873	3. 5	3. 7	60. 3
1967: Jan.	78, 706	72, 160	68, 826	3, 160	80, 319	76, 933	74, 094	3, 990	70, 104	2, 839	4. 2	3. 7	59. 5
Feb.	79, 107	72, 506	69, 225	3, 183	80, 339	76, 921	74, 063	3, 876	70, 187	2, 858	4. 2	3. 7	59. 7
Mar.	78, 949	72, 560	69, 149	2, 954	80, 112	76, 676	73, 822	3, 858	69, 964	2, 854	3. 9	3. 7	59. 5
Apr.	79, 560	73, 445	69, 724	2, 666	80, 263	76, 814	73, 939	3, 843	70, 096	2, 875	3. 5	3. 7	59. 9
May.	79, 551	73, 637	69, 812	2, 457	79, 958	76, 502	73, 550	3, 728	69, 822	2, 952	3. 2	3. 9	59. 8
June.	82, 464	75, 391	70, 996	3, 628	80, 658	77, 214	74, 169	3, 739	70, 430	3, 045	4. 6	3. 9	61. 9
July.	82, 920	76, 221	71, 705	3, 250	80, 944	77, 495	74, 478	3, 847	70, 631	3, 017	4. 1	3. 9	62. 2
Aug.	82, 571	76, 170	71, 792	2, 942	81, 057	77, 598	74, 664	3, 956	70, 708	2, 934	3. 7	3. 8	61. 8
Sept.	80, 982	74, 631	70, 700	2, 895	81, 263	77, 807	74, 638	3, 697	70, 941	3, 169	3. 7	4. 1	60. 5
Oct.	81, 595	75, 181	71, 148	2, 951	81, 535	78, 072	74, 735	3, 718	71, 017	3, 337	3. 8	4. 3	60. 9
Nov.	81, 582	75, 218	71, 460	2, 894	81, 459	77, 989	75, 005	3, 839	71, 166	2, 984	3. 7	3. 8	60. 8
Dec.	81, 527	75, 338	71, 793	2, 719	81, 942	78, 473	75, 577	4, 216	71, 361	2, 896	3. 5	3. 7	60. 7
1968: Jan.	79, 811	73, 273	69, 908	3, 074	81, 386	77, 923	75, 167	4, 003	71, 164	2, 756	4. 0	3. 5	59. 3

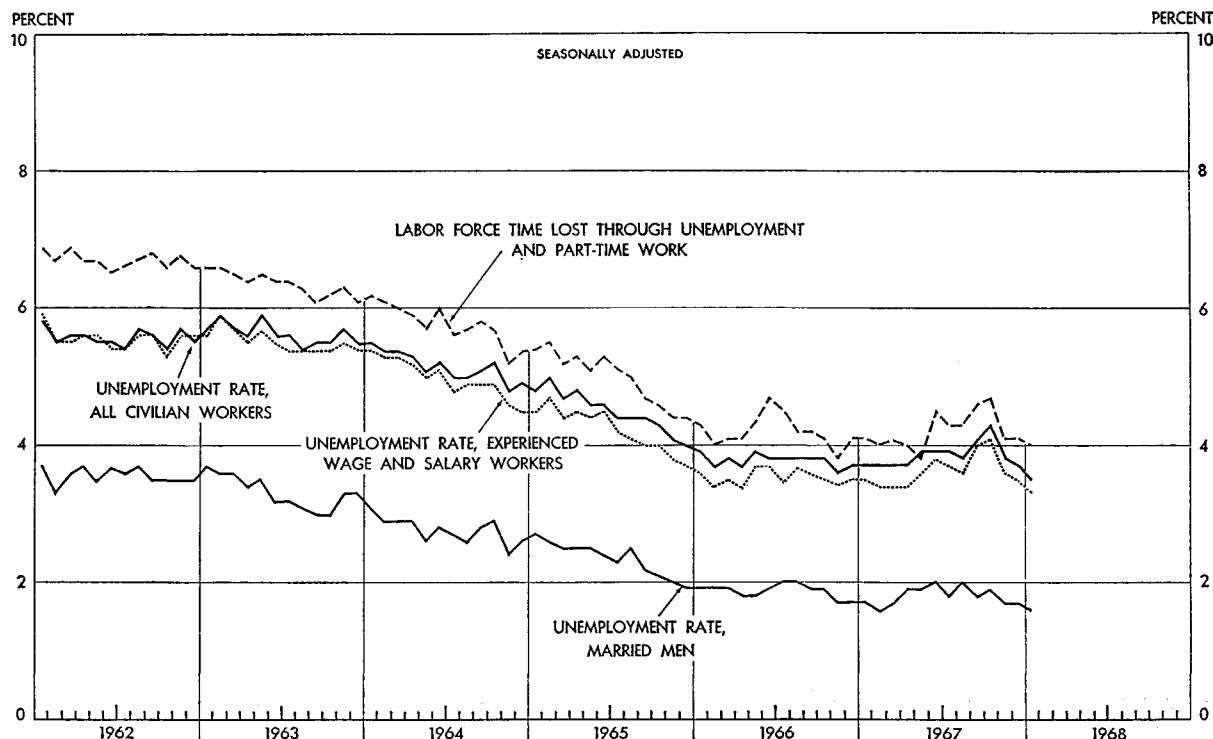
¹Total labor force as percent of noninstitutional population.

Source: Department of Labor.

NOTE.—Seasonally adjusted series revised; see *Employment and Earnings and Monthly Report on the Labor Force*, February 1968. Beginning 1960, data include Alaska and Hawaii.

SELECTED MEASURES OF UNEMPLOYMENT AND PART-TIME EMPLOYMENT

The unemployment rate (seasonally adjusted) fell in January for the third consecutive month. The rate of 3.5 percent was the lowest in over 14 years. Other measures of unemployment also showed improvement.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

Period	Unemployment rate (percent of civilian labor force in group)			Labor force time lost through unem- ployment and part- time work ¹	Persons at work in nonagricultural industries by hours worked per week ²						
	All workers	Experi- enced wage and salary workers	Married men (wife present)		Over 40 hours	35-40 hours	Total	Under 35 hours			
								Part-time for economic reasons		Part-time for economic reasons	
								Usually full- time ³	Usually part- time ⁴	Usually full- time ³	Usually part- time ⁴
Percent					Thousands of persons 16 years of age and over						
1963-----	5.7	5.5	3.4	16.4	19,271	29,100	13,101	1,069	1,222	-----	-----
1964-----	5.2	5.0	2.8	5.8	20,788	30,768	11,818	986	1,151	-----	-----
1965-----	4.5	4.3	2.4	5.0	21,334	32,088	12,034	897	1,031	-----	-----
1966-----	3.8	3.5	1.9	4.2	20,920	32,616	13,290	871	793	-----	-----
1967-----	3.8	3.6	1.8	4.2				1,060	853	-----	-----
Seasonally adjusted					Unadjusted					Seasonally adjusted	
1966: Dec-----	3.7	3.5	1.7	4.1	22,221	33,175	12,614	948	726	981	816
1967: Jan-----	3.7	3.5	1.7	4.1	21,317	32,069	13,215	1,143	765	1,035	872
Feb-----	3.7	3.4	1.6	4.0	20,625	31,050	15,243	1,171	830	1,178	899
Mar-----	3.7	3.4	1.7	4.1	20,490	32,506	13,777	1,213	765	1,229	843
Apr-----	3.7	3.4	1.9	4.0	20,759	32,858	13,791	1,179	730	1,181	827
May-----	3.9	3.6	1.9	3.8	20,677	33,273	13,473	885	568	910	629
June-----	3.9	3.8	2.0	4.5	20,577	33,082	12,323	1,133	1,091	1,072	867
July-----	3.9	3.7	1.8	4.3	22,143	32,608	12,477	997	1,226	1,058	953
Aug-----	3.8	3.6	2.0	4.3	22,485	33,390	12,066	1,012	1,163	992	863
Sept-----	4.1	4.0	1.8	4.6	22,019	33,145	12,219	1,073	810	1,094	873
Oct-----	4.3	4.1	1.9	4.7	21,411	31,641	15,246	922	765	976	890
Nov-----	3.8	3.6	1.7	4.2	21,628	33,413	13,952	1,078	751	1,108	842
Dec-----	3.7	3.5	1.7	4.1	21,954	33,628	14,026	911	774	944	863
1968: Jan-----	3.5	3.3	1.6	4.0	19,746	32,031	14,753	⁵ 805	⁵ 720	729	808

¹ Man-hours lost by the unemployed and those on part-time for economic reasons as a percent of total man-hours potentially available to the civilian labor force. Beginning 1963, series reflects whether unemployed persons sought full- or part-time jobs.

² Differs from total nonagricultural employment (p. 13), which includes persons with jobs but not at work for such reasons as vacation, illness, bad weather, and industrial disputes.

³ Includes persons who worked part-time because of slack work, material shortages or repairs, new job started, or job terminated.

⁴ Primarily includes persons who could find only part-time work.

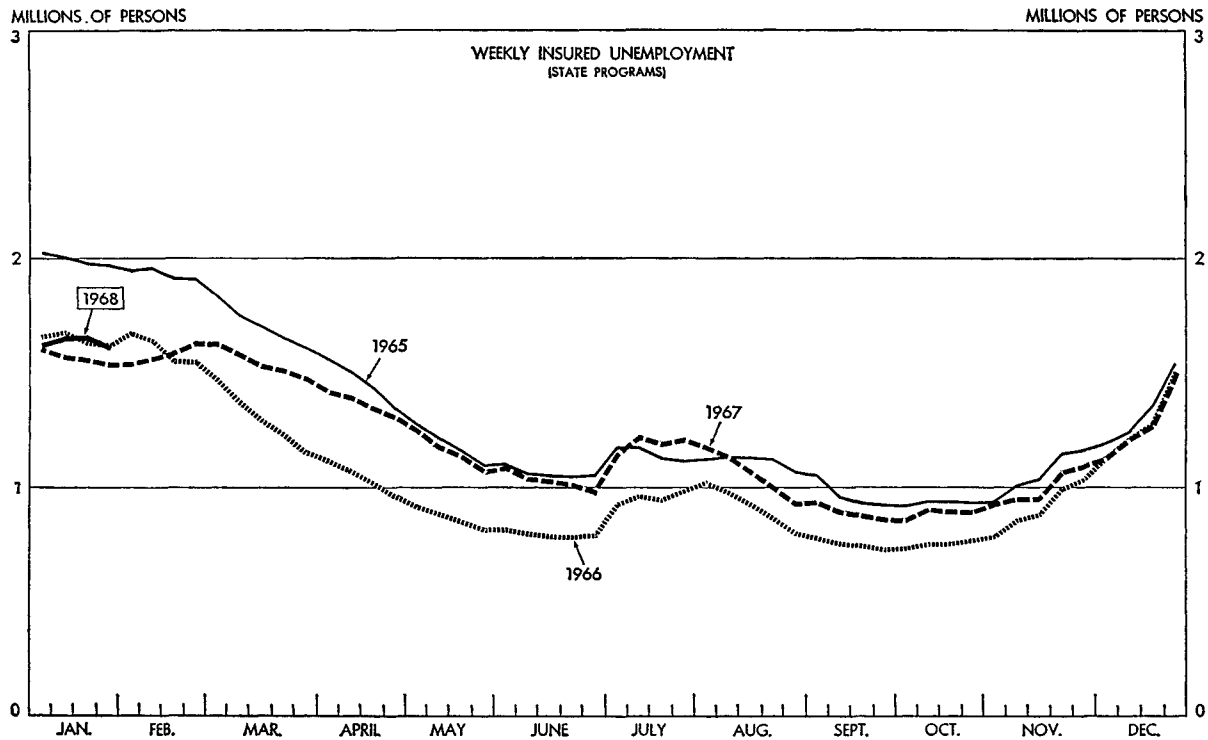
⁵ Average hours worked: usually full-time, 23.5; usually part-time, 17.4.

NOTE.—See Note, p. 10.

Source: Department of Labor.

UNEMPLOYMENT INSURANCE PROGRAMS

In January, insured unemployment under State programs averaged 66,000 higher than in January 1967. The insured unemployment rate, seasonally adjusted, rose slightly to 2.3 percent.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

Period	All programs			State programs						
	Covered employment	Insured unemployment (weekly average)	Total benefits paid (millions of dollars)	Insured unemployment	Initial claims	Exhaustions	Insured unemployment as percent of covered employment		Benefits paid	
							Unadjusted	Seasonally adjusted	Total (millions of dollars)	Average weekly check (dollars)
	Thousands			Weekly average, thousands			Percent			
1964.....	49,637	1,753	2,749.2	1,605	268	26	3.8	-----	2,522.1	35.92
1965.....	51,580	1,450	2,360.4	1,328	232	21	3.0	-----	2,166.0	37.19
1966.....	54,739	1,129	1,890.9	1,061	203	15	2.3	-----	1,771.3	39.75
1967 ^p	-----	1,268	2,236.9	1,206	227	17	2.5	-----	2,101.8	41.20
1966: Dec.....	56,482	1,313	166.4	1,254	299	13	2.7	2.4	157.6	41.39
1967: Jan.....	^p 54,768	1,631	235.8	1,558	300	15	3.3	2.3	224.8	41.70
Feb.....	^p 54,659	1,654	230.9	1,583	267	16	3.4	2.5	219.5	41.97
Mar.....	^p 55,097	1,603	270.1	1,533	239	17	3.3	2.6	257.5	42.07
Apr.....	^p 55,591	1,423	210.5	1,360	244	20	2.9	2.7	200.6	41.81
May.....	^p 55,985	1,197	193.1	1,142	188	19	2.4	2.7	183.6	40.99
June.....	^p 57,017	1,071	165.4	1,019	186	19	2.1	2.6	156.1	39.99
July.....	-----	1,245	155.3	1,184	288	17	2.4	2.8	147.3	40.10
Aug.....	-----	1,123	184.0	1,060	187	17	2.2	2.6	172.8	41.08
Sept.....	-----	956	132.3	894	158	15	1.8	2.4	122.6	40.10
Oct.....	-----	953	133.0	889	180	15	1.8	2.4	122.1	40.70
Nov.....	-----	1,068	146.5	997	208	15	2.0	2.3	134.9	41.19
Dec.....	-----	1,338	180.0	1,260	278	15	2.6	2.2	160.0	41.50
1968: Jan ^p	-----	1,719	204.4	1,624	316	17	3.3	2.3	162.1	41.93
Week ended:										
1968: Jan 6.....	-----	1,713	-----	1,618	358	-----	3.3	-----	-----	-----
13.....	-----	1,743	-----	1,647	373	-----	3.4	-----	-----	-----
20.....	-----	1,745	-----	1,649	294	-----	3.4	-----	-----	-----
27.....	-----	1,696	-----	1,602	243	-----	3.3	-----	-----	-----
Feb 3 ^p	-----	1,686	-----	*1,591	309	-----	3.3	-----	-----	-----
10 ^p	-----	-----	-----	-----	257	-----	-----	-----	-----	-----

*Not charted.

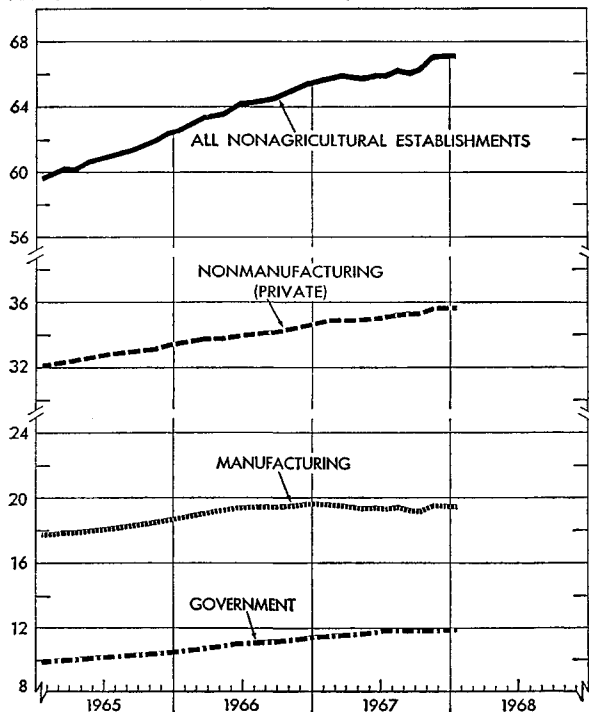
NOTE.—For definitions and coverage, see the 1967 Supplement to Economic Indicators. Data for Alaska and Hawaii included for all periods and for Puerto Rico since January 1961.

Source: Department of Labor.

NONAGRICULTURAL EMPLOYMENT

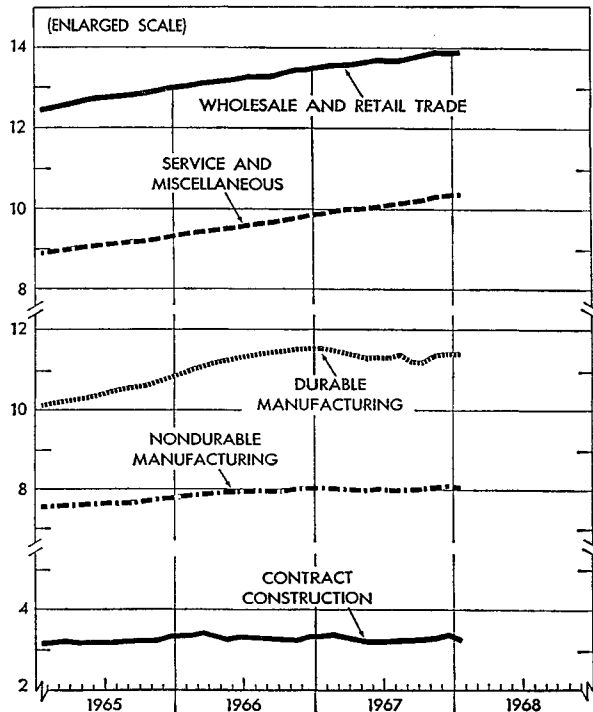
Total nonagricultural payroll employment, seasonally adjusted, showed a small increase of 36,000 in January despite a sharp drop of 120,000 in construction employment resulting from extremely bad weather. Employment in manufacturing, trade, and service industries and in State and local government continued to rise.

MILLIONS OF WAGE
AND SALARY WORKERS (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF LABOR

MILLIONS OF WAGE
AND SALARY WORKERS (SEASONALLY ADJUSTED)



COUNCIL OF ECONOMIC ADVISERS

[Thousands of wage and salary workers; ¹ seasonally adjusted]

Period	Total	Manufacturing (private)			Nonmanufacturing (private)							Government	
		Total	Durable goods	Non-durable goods	Total	Mining	Contract construction	Transportation and public utilities	Wholesale and retail trade	Finance, insurance, and real estate	Service and miscellaneous	Federal	State and local
1961-----	54,042	16,326	9,070	7,256	29,122	672	2,816	3,903	11,337	2,731	7,664	2,279	6,315
1962-----	55,596	16,853	9,480	7,373	29,853	650	2,902	3,906	11,566	2,800	8,028	2,340	6,550
1963-----	56,702	16,995	9,616	7,380	30,481	635	2,963	3,903	11,778	2,877	8,325	2,358	6,868
1964-----	58,332	17,274	9,816	7,458	31,461	634	3,050	3,951	12,160	2,957	8,709	2,348	7,249
1965-----	60,832	18,062	10,406	7,656	32,678	632	3,186	4,036	12,716	3,023	9,087	2,378	7,714
1966-----	63,982	19,186	11,256	7,930	33,925	625	3,292	4,151	13,211	3,102	9,545	2,564	8,307
1967 ¹ -----	66,066	19,336	11,325	8,012	35,114	613	3,265	4,262	13,676	3,228	10,072	2,719	8,897
1966: Dec-----	65,251	19,526	11,496	8,030	34,473	623	3,291	4,218	13,416	3,144	9,781	2,653	8,599
1967: Jan-----	65,564	19,558	11,507	8,051	34,685	625	3,311	4,242	13,515	3,152	9,840	2,667	8,654
Feb-----	65,692	19,507	11,482	8,025	34,812	624	3,352	4,247	13,541	3,165	9,883	2,673	8,700
Mar-----	65,749	19,445	11,434	8,011	34,865	624	3,313	4,246	13,557	3,179	9,946	2,685	8,754
Apr-----	65,653	19,331	11,322	8,009	34,847	620	3,276	4,212	13,572	3,194	9,973	2,688	8,787
May-----	65,639	19,238	11,283	7,955	34,877	617	3,192	4,267	13,609	3,205	9,987	2,698	8,826
June-----	65,903	19,285	11,285	8,000	34,982	619	3,187	4,266	13,648	3,227	10,035	2,747	8,889
July-----	65,939	19,169	11,218	7,951	35,101	623	3,231	4,292	13,647	3,234	10,074	2,759	8,910
Aug-----	66,190	19,318	11,351	7,967	35,159	606	3,223	4,283	13,664	3,253	10,130	2,746	8,967
Sept-----	66,055	19,142	11,149	7,993	35,245	601	3,238	4,262	13,719	3,264	10,161	2,715	8,953
Oct-----	66,243	19,169	11,143	8,026	35,329	597	3,236	4,251	13,776	3,270	10,199	2,712	9,033
Nov-----	66,918	19,422	11,364	8,058	35,660	597	3,289	4,287	13,900	3,290	10,297	2,698	9,138
Dec-----	67,110	19,490	11,400	8,090	35,735	599	3,346	4,290	13,864	3,303	10,333	2,708	9,177
1968: Jan-----	67,146	19,533	11,458	8,075	35,684	596	3,226	4,288	13,896	3,311	10,367	2,703	9,226

¹ Includes all full- and part-time wage and salary workers in nonagricultural establishments who worked during or received pay for any part of the pay period which includes the 12th of the month. Excludes proprietors, self-employed persons, domestic servants, and personnel of the armed forces. Total derived from this table not comparable with estimates of nonagricultural employment of the civilian labor force, shown on p. 10, which include proprietors, self-employed persons, and domestic servants; which count persons as employed when they are not at work because of industrial disputes; and which are based on an enu-

meration of population, whereas the estimates in this table are based on reports from employing establishments.

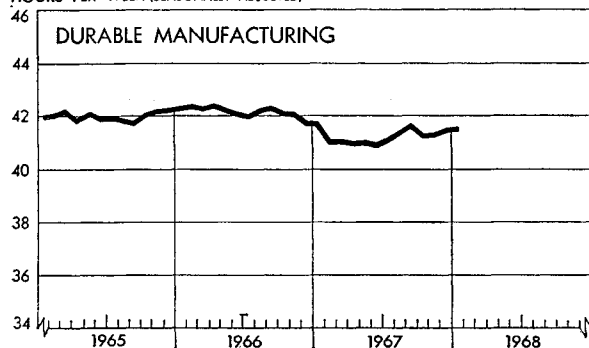
NOTE.—Beginning 1959, data include Alaska and Hawaii.

Source: Department of Labor.

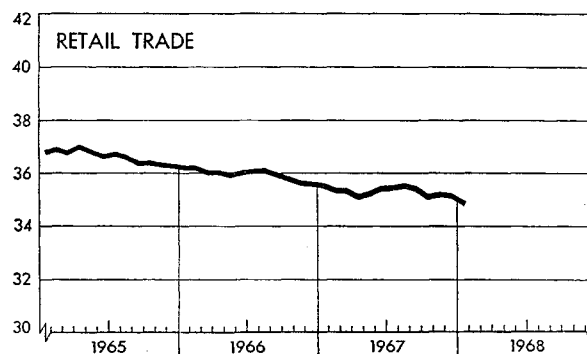
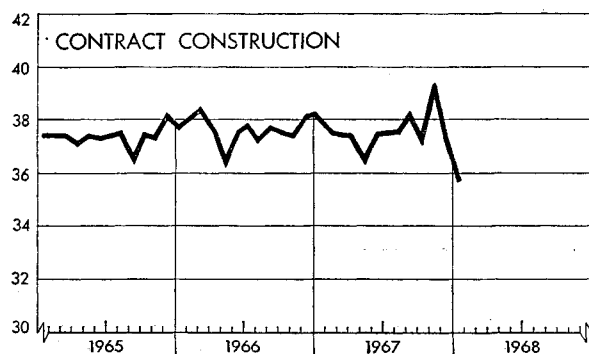
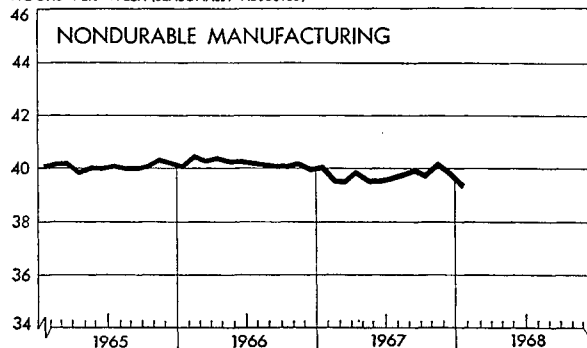
WEEKLY HOURS OF WORK - SELECTED INDUSTRIES

The seasonally adjusted workweek in manufacturing declined from 40.8 hours in December to 40.5 hours in January; the decline was concentrated in the nondurable goods sector. The construction workweek declined sharply, reflecting bad weather.

HOURS PER WEEK (SEASONALLY ADJUSTED)



HOURS PER WEEK (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[Average hours per week; ¹ seasonally adjusted]

Period	Manufacturing industries			Contract construction	Retail trade ²
	All	Durable goods	Nondurable goods		
1958.....	39.2	39.5	38.8	36.8	38.1
1959.....	40.3	40.7	39.7	38.2	38.2
1960.....	39.7	40.1	39.2	36.7	38.0
1961.....	39.8	40.3	39.3	36.9	37.6
1962.....	40.4	40.9	39.6	37.0	37.4
1963.....	40.5	41.1	39.6	37.3	37.3
1964.....	40.7	41.4	39.7	37.2	37.0
1965.....	41.2	42.0	40.1	37.4	36.6
1966.....	41.3	42.1	40.2	37.6	35.9
1967 ^p	40.6	41.2	39.7	37.6	35.3
1966: Dec.....	41.0	41.7	39.9	38.1	35.6
1967: Jan.....	41.0	41.7	40.0	38.2	35.5
Feb.....	40.3	41.0	39.5	37.6	35.3
Mar.....	40.4	41.1	39.5	37.4	35.3
Apr.....	40.5	41.0	39.8	37.4	35.1
May.....	40.3	41.0	39.5	36.4	35.2
June.....	40.3	40.9	39.5	37.4	35.4
July.....	40.4	41.0	39.6	37.5	35.4
Aug.....	40.7	41.3	39.7	37.5	35.5
Sept.....	40.8	41.6	39.9	38.3	35.4
Oct.....	40.7	41.3	39.7	37.1	35.1
Nov.....	40.8	41.2	40.1	39.4	35.2
Dec ^p	40.8	41.5	39.8	37.3	35.1
1968: Jan ^p	40.5	41.5	39.3	35.7	34.9

¹ Data relate to production workers or nonsupervisory employees. Data for Alaska and Hawaii included beginning 1959.

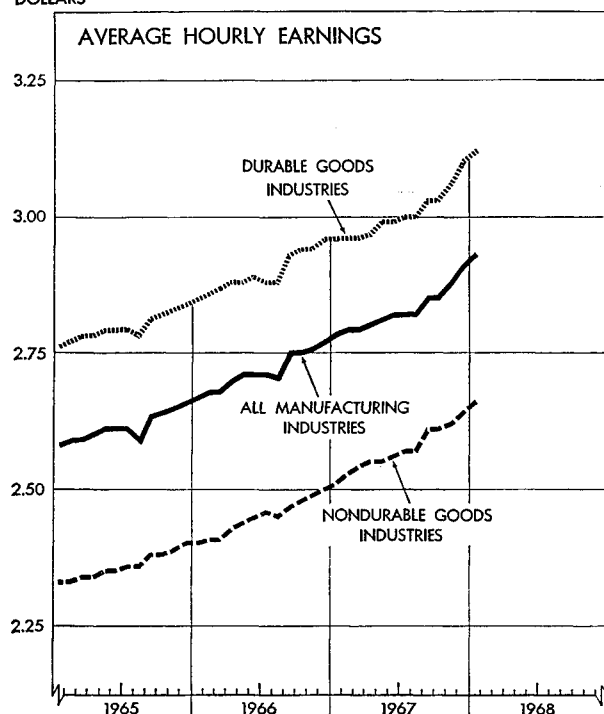
² Includes eating and drinking places.

Source: Department of Labor.

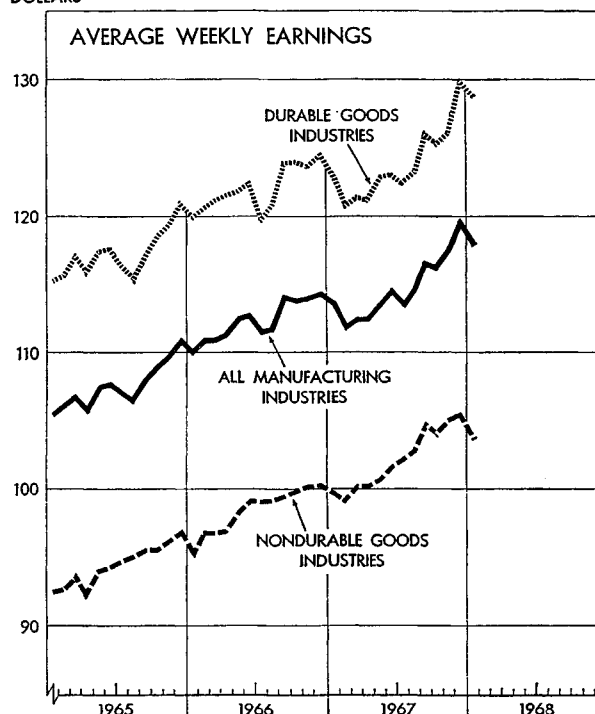
AVERAGE HOURLY AND WEEKLY EARNINGS - SELECTED INDUSTRIES

Average weekly earnings in manufacturing declined slightly in January to \$118.08. Average hourly earnings increased by 2 cents in manufacturing, by 5 cents in retail trade, and by 6 cents in construction.

DOLLARS



DOLLARS



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[For production workers or nonsupervisory employees]

Period	Average hourly earnings—current prices					Average weekly earnings—current prices					Manufacturing industries	
	Manufacturing industries			Contract construction	Retail trade ¹	Manufacturing industries			Contract construction	Retail trade ¹	Adjusted hourly earnings, 1957-59=100 ²	Average weekly earnings, 1957-59 prices ³
	All	Durable goods	Non-durable goods			All	Durable goods	Non-durable goods				
1958.....	2.11	2.26	1.91	2.82	1.42	82.71	89.27	74.11	103.78	54.10	100.2	82.14
1959.....	2.19	2.36	1.98	2.93	1.47	88.26	96.05	78.61	108.41	56.15	103.5	86.96
1960.....	2.26	2.43	2.05	3.08	1.52	89.72	97.44	80.36	113.04	57.76	106.6	87.02
1961.....	2.32	2.49	2.11	3.20	1.56	92.34	100.35	82.92	118.08	58.66	109.6	88.62
1962.....	2.39	2.56	2.17	3.31	1.63	96.56	104.70	85.93	122.47	60.96	112.3	91.61
1963.....	2.46	2.63	2.22	3.41	1.68	99.63	108.09	87.91	127.19	62.66	115.2	93.37
1964.....	2.53	2.71	2.29	3.55	1.75	102.97	112.19	90.91	132.06	64.75	118.0	95.25
1965.....	2.61	2.79	2.36	3.70	1.82	107.53	117.18	94.64	138.38	66.61	*121.1	97.84
1966.....	2.72	2.90	2.45	3.88	1.91	112.34	122.09	98.49	145.89	68.57	125.1	99.33
1967 ²	2.83	3.00	2.57	4.09	2.01	114.90	123.60	102.03	153.78	70.95	130.9	98.80
1966: Dec....	2.77	2.96	2.50	3.99	1.94	114.40	124.62	100.25	148.83	69.65	127.6	99.74
1967: Jan....	2.78	2.96	2.51	4.02	1.97	113.42	122.84	99.65	149.14	69.15	128.4	98.88
Feb.....	2.79	2.96	2.53	4.00	1.98	111.88	120.77	99.18	143.60	69.10	129.0	97.46
Mar.....	2.79	2.96	2.54	3.99	1.98	112.44	121.36	100.08	146.83	69.30	129.4	97.77
Apr.....	2.80	2.97	2.55	3.99	2.00	112.56	121.18	100.22	147.23	69.80	129.9	97.62
May.....	2.81	2.99	2.55	4.02	2.00	113.52	122.89	100.73	149.54	69.80	130.2	98.20
June.....	2.82	2.99	2.56	4.02	2.01	114.49	123.19	101.63	153.56	71.56	130.5	98.70
July.....	2.82	3.00	2.57	4.08	2.01	113.65	122.40	102.03	157.90	72.96	130.8	97.55
Aug.....	2.82	3.00	2.57	4.10	2.01	114.77	123.30	102.80	159.08	72.96	131.1	98.18
Sept.....	2.85	3.03	2.61	4.18	2.03	116.57	126.05	104.66	162.60	71.66	131.9	99.55
Oct.....	2.85	3.03	2.61	4.21	2.05	116.28	125.44	104.14	160.40	71.55	132.4	98.96
Nov.....	2.88	3.06	2.62	4.21	2.05	117.50	126.07	105.06	161.24	71.34	133.4	99.75
Dec ²	2.91	3.10	2.64	4.23	2.04	119.60	129.89	105.60	154.40	72.22	134.0	101.18
1968: Jan ² ..	2.93	3.12	2.66	4.29	2.09	118.08	128.86	103.74	148.86	72.11	-----	-----

¹ Includes eating and drinking places.

² Earnings in current prices, adjusted to exclude overtime and interindustry shifts.

³ Earnings in current prices divided by the consumer price index.

*Based on the new benchmark beginning 1965.

NOTE.—Data for Alaska and Hawaii included beginning 1959.

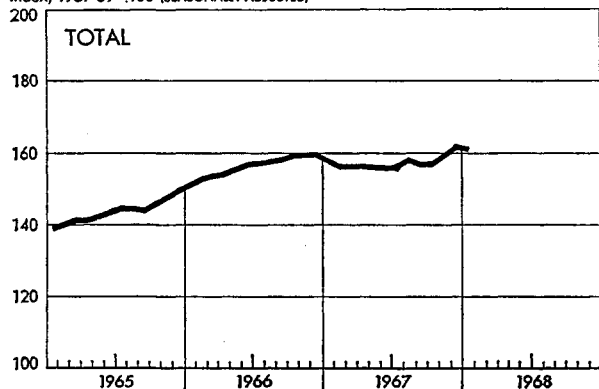
Source: Department of Labor.

PRODUCTION AND BUSINESS ACTIVITY

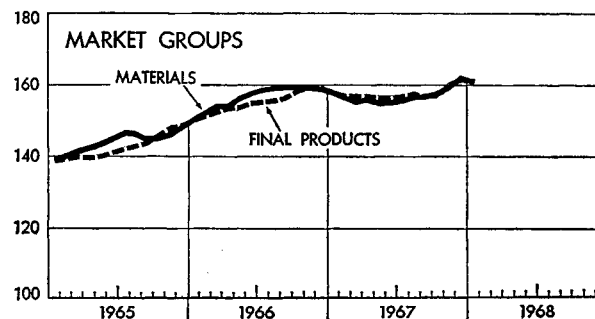
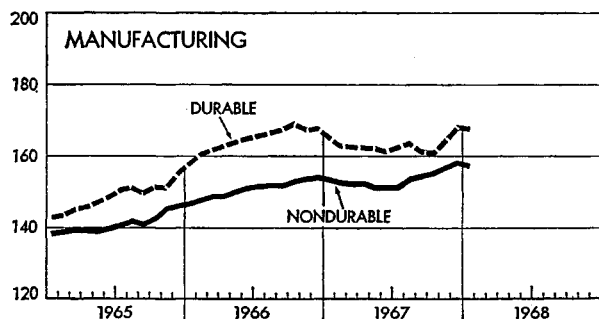
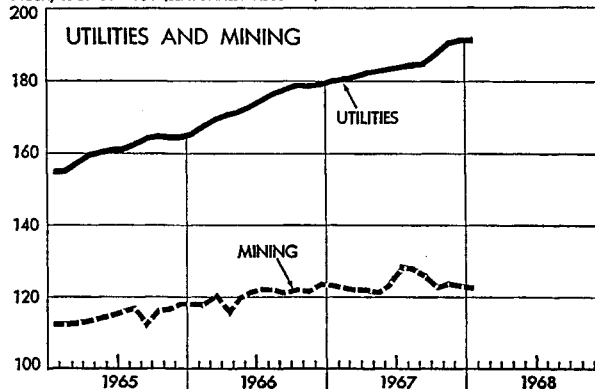
INDUSTRIAL PRODUCTION

The industrial production index (seasonally adjusted) declined ½ percent in January, following a 1½ percent increase in December. However, the over-the-year gain was nearly 2 percent.

Index, 1957-59=100 (SEASONALLY ADJUSTED)



Index, 1957-59=100 (SEASONALLY ADJUSTED)



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1957-59 = 100, seasonally adjusted]

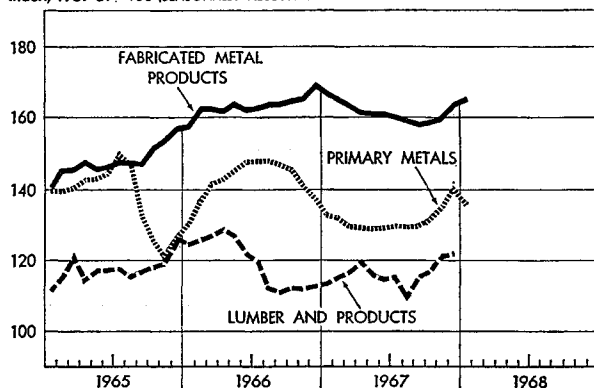
Period	Total industrial production	Industry					Market			
		Manufacturing			Mining	Utilities	Final products			Materials
		Total	Durable	Non-durable			Total	Consumer goods	Equipment	
1958	93.7	93.2	90.3	96.8	95.6	98.1	94.8	96.4	91.3	92.7
1959	105.6	106.0	105.6	106.5	99.7	108.0	105.7	106.6	104.1	105.4
1960	108.7	108.9	108.5	109.5	101.6	115.6	109.9	111.0	107.6	107.6
1961	109.7	109.6	107.0	112.9	102.6	122.3	111.2	112.6	108.3	108.4
1962	118.3	118.7	117.9	119.8	105.0	131.4	119.7	119.7	119.6	117.0
1963	124.3	124.9	124.5	125.3	107.9	140.0	124.9	125.2	124.2	123.7
1964	132.3	133.1	133.5	132.6	111.5	151.3	131.8	131.7	132.0	132.8
1965	143.4	145.0	148.4	140.8	114.8	160.9	142.5	140.3	147.0	144.2
1966	156.3	158.6	164.8	150.8	120.5	173.9	155.5	147.5	172.6	157.0
1967	157.8	159.5	163.8	154.2	123.4	183.9	158.2	148.2	179.5	157.5
1966: Dec.	159.5	161.7	167.7	154.1	123.8	179.4	159.6	149.8	180.7	159.2
1967: Jan.	158.2	160.1	165.5	153.4	123.2	180.6	158.1	148.0	179.9	157.9
Feb.	156.6	158.5	162.9	152.9	122.4	180.5	157.0	146.1	180.3	155.8
Mar.	156.4	158.2	162.6	152.6	121.5	181.9	157.1	146.6	179.6	155.5
Apr.	156.5	158.2	162.5	152.8	122.0	182.7	157.3	147.1	179.2	156.0
May	155.6	157.2	162.2	151.1	120.2	182.7	156.3	146.0	178.5	154.6
June	155.6	157.0	161.5	151.4	123.8	183.2	156.8	146.9	178.1	154.9
July	156.6	157.6	162.5	151.5	128.0	184.1	157.1	147.1	178.4	156.1
Aug.	158.1	159.4	163.6	154.0	127.8	184.8	158.2	148.6	178.9	157.9
Sept.	156.8	158.1	161.1	154.2	124.3	184.8	157.0	147.0	178.6	156.7
Oct.	156.9	158.3	160.7	155.2	122.4	187.6	156.9	147.9	176.1	157.4
Nov.	159.5	160.9	164.2	156.8	123.6	190.3	160.0	150.0	181.5	159.4
Dec.	161.8	163.7	168.0	158.3	123.1	191.5	161.7	152.4	181.7	162.0
1968: Jan.	161.2	163.0	167.6	157.2	122.4	191.5	161.1	151.4	181.9	161.0

Source: Board of Governors of the Federal Reserve System.

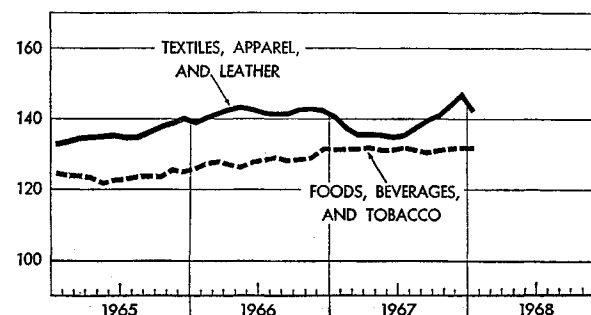
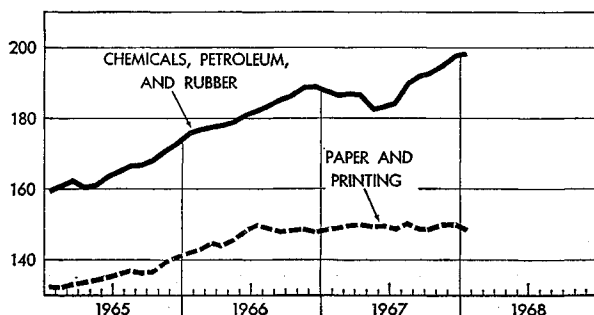
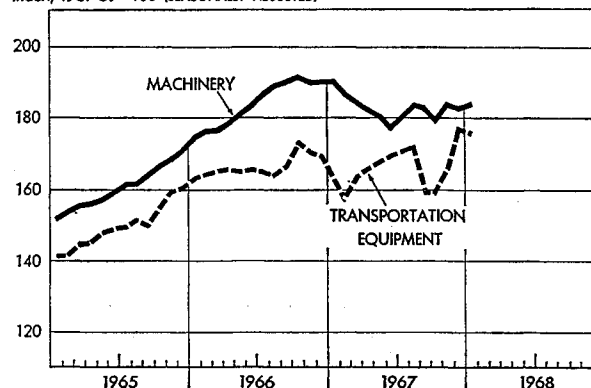
PRODUCTION OF SELECTED MANUFACTURES

Production of most manufactures, seasonally adjusted, declined in January. Exceptions were fabricated metal products, up over 1 percent, and nonelectrical machinery, up 1½ percent.

Index, 1957-59=100 (SEASONALLY ADJUSTED)



Index, 1957-59=100 (SEASONALLY ADJUSTED)



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1957-59=100, seasonally adjusted]

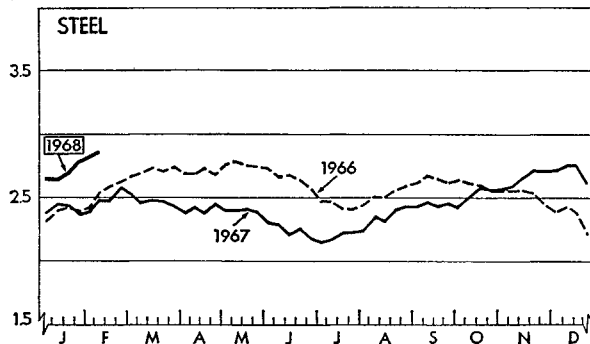
Period	Durable manufactures					Nondurable manufactures			
	Primary metals	Fabricated metal products	Machinery	Transportation equipment	Lumber and products	Textiles, apparel, and leather	Paper and printing	Chemicals, petroleum, and rubber	Foods, beverages, and tobacco
1958.....	87.5	92.9	88.8	89.5	95.6	95.0	97.0	95.5	99.4
1959.....	100.4	105.5	107.1	104.0	108.5	108.1	105.2	108.9	103.9
1960.....	101.3	107.6	110.8	108.2	102.1	107.5	109.0	113.9	106.6
1961.....	98.9	106.5	110.4	103.6	101.3	108.4	112.4	118.9	110.2
1962.....	104.6	117.1	123.5	118.3	106.1	115.1	116.7	131.2	113.3
1963.....	113.3	123.4	129.2	127.0	108.9	118.5	120.1	141.8	116.8
1964.....	129.1	132.7	141.4	130.7	112.6	125.2	127.5	152.5	120.8
1965.....	137.6	147.8	160.5	149.2	117.4	135.8	135.3	164.6	123.4
1966.....	142.7	163.0	183.8	166.9	119.4	141.6	146.4	181.9	128.1
1967.....	132.6	161.6	183.4	165.9	116.5	138.9	149.7	189.2	131.4
1966: Dec.....	137.6	168.7	190.3	169.1	112.8	142.2	147.4	188.6	131.2
1967: Jan.....	132.6	166.7	190.3	162.6	113.7	140.3	148.4	187.1	131.0
Feb.....	131.9	165.0	186.8	157.5	115.2	137.6	148.7	186.5	131.5
Mar.....	129.2	162.9	184.5	162.6	117.3	135.5	149.5	186.8	131.1
Apr.....	129.1	161.0	182.1	165.7	119.1	135.5	149.9	186.4	131.8
May.....	128.9	160.8	180.5	167.5	115.6	135.3	149.1	182.2	130.9
June.....	129.0	160.8	177.5	169.3	114.9	134.8	149.4	183.0	131.3
July.....	129.6	159.8	180.0	170.8	115.5	135.3	148.6	184.0	130.9
Aug.....	129.3	159.1	182.8	171.9	109.2	137.6	150.3	189.5	131.0
Sept.....	129.2	158.1	182.2	159.2	114.3	139.1	148.5	191.2	130.4
Oct.....	131.7	158.2	179.6	159.2	117.0	140.4	148.6	192.8	131.1
Nov.....	134.9	159.7	183.5	165.6	120.6	143.2	149.9	194.9	131.5
Dec.....	140.4	163.0	182.1	177.4	121.8	146.5	150.0	197.4	131.9
1968: Jan.....	136	165	183	176	-----	142	148	198	132

Source: Board of Governors of the Federal Reserve System.

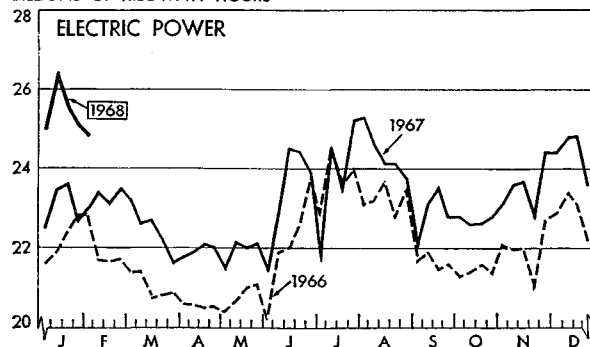
WEEKLY INDICATORS OF PRODUCTION

In January, average weekly steel production (seasonally unadjusted) was about the same as in December. Auto assemblies dropped, partly because of work stoppages.

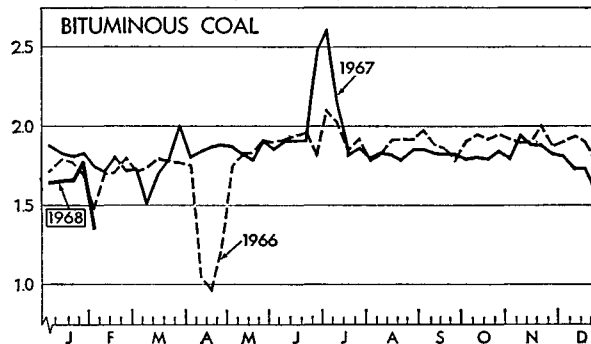
MILLIONS OF TONS



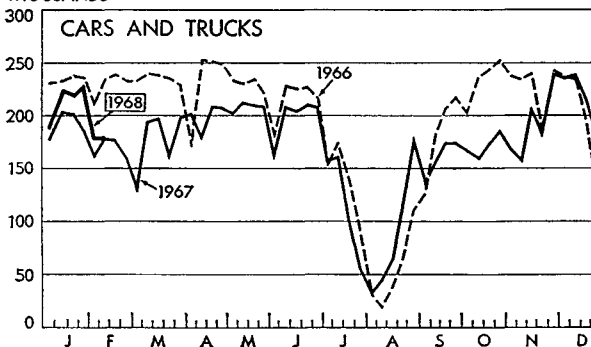
BILLIONS OF KILOWATT HOURS



MILLIONS OF SHORT TONS (DAILY AVERAGE)



THOUSANDS



SOURCES: AMERICAN IRON AND STEEL INSTITUTE, DEPARTMENT OF THE INTERIOR, EDISON ELECTRIC INSTITUTE, AND WARD'S AUTOMOTIVE REPORTS

COUNCIL OF ECONOMIC ADVISERS

Period	Steel produced		Electric power distributed (millions of kilowatt-hours)	Bituminous coal mined (thousands of short tons) ¹	Freight loaded (thousands of cars)	Paperboard produced (thousands of tons)	Cars and trucks assembled (thousands)		
	Thousands of net tons	Index (1957-59=100)					Total	Cars	Trucks
Weekly average:									
1961.....	1,880	100.9	15,139	1,353	550	322	127.8	106.1	21.7
1962.....	1,886	101.2	16,325	1,414	552	343	157.5	133.4	24.1
1963.....	2,096	112.5	17,490	1,535	555	358	175.0	146.9	28.1
1964.....	2,431	130.5	18,728	1,630	558	384	178.8	148.8	30.0
1965.....	2,521	135.3	20,169	1,735	562	410	213.7	179.4	34.3
1966.....	2,572	138.1	21,971	1,798	570	446	199.3	165.4	33.9
1967 ²	2,434	130.7	23,169	1,845	539	444	172.9	142.4	30.5
1966: Dec.....	2,361	126.7	22,901	1,864	513	408	201.2	168.7	32.5
1967: Jan.....	2,400	128.8	23,054	1,880	512	406	191.8	157.2	34.5
Feb.....	2,510	134.8	23,268	1,766	514	456	168.9	134.2	34.7
Mar.....	2,475	132.8	22,465	1,766	532	448	175.9	142.8	33.0
Apr.....	2,412	129.5	21,953	1,826	555	455	198.4	164.4	34.0
May.....	2,388	128.2	21,841	1,893	558	451	198.8	164.5	34.2
June.....	2,232	119.8	23,938	1,925	555	458	207.4	172.8	34.6
July.....	2,176	116.8	23,747	1,998	492	377	119.0	95.4	23.7
Aug.....	2,325	124.8	24,400	1,869	558	452	86.5	64.4	22.1
Sept.....	2,439	130.9	22,871	1,804	551	419	160.4	135.3	25.0
Oct.....	2,522	135.4	22,662	1,862	586	468	171.2	146.7	24.6
Nov.....	2,634	141.4	23,533	1,917	552	463	190.1	158.6	31.4
Dec.....	2,704	145.2	24,405	1,684	496	438	219.8	185.0	34.7
1968: Jan ²	2,711	145.5	25,365	1,697	487	424	207.3	172.9	34.4
Week ended:									
1968: Jan 13.....	2,635	141.4	26,414	1,646	487	467	223.7	187.5	36.1
20.....	2,697	144.8	25,531	1,659	504	471	219.7	183.7	36.0
27.....	2,777	149.1	25,076	1,767	527	480	227.2	190.0	37.2
Feb 3 ²	2,821	151.4	24,835	1,397	502	478	178.2	144.6	33.6
10 ²	2,857	153.4	25,026	1,769	504	504	177.7	144.0	33.7

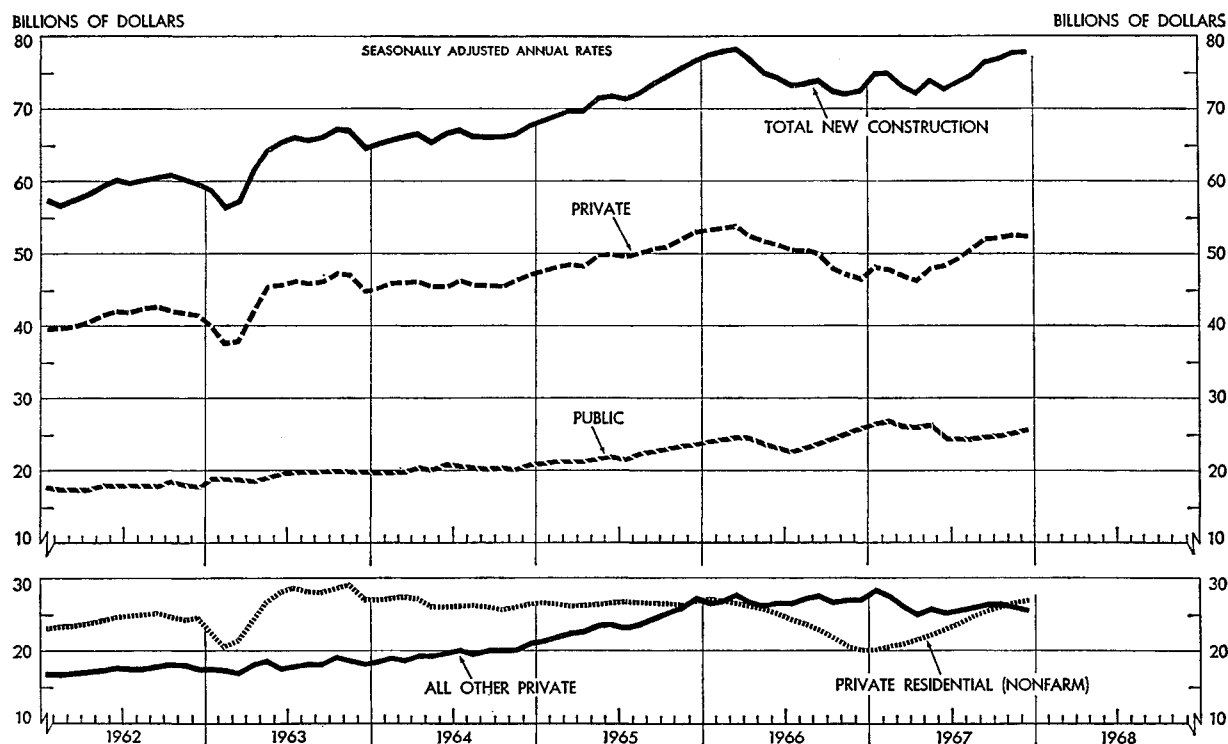
¹ Daily average. Includes data for Alaska.

² Not charted.

Sources: American Iron and Steel Institute, Edison Electric Institute, Department of the Interior, Association of American Railroads, American Paper Institute, and Ward's Automotive Reports.

NEW CONSTRUCTION

According to preliminary estimates, total spending for new construction (seasonally adjusted) in December remained at its November level. Increases of 1 percent in homebuilding and public construction were offset by small declines in other categories.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total new construction expenditures	Private						Federal, State, and local	Construction contracts ²	
		Total	Residential nonfarm		Commercial and industrial	Other	Total value (index, 1957-59=100)		Commercial and industrial floor space (millions of square feet)	
			Total ¹	New housing units						
Billions of dollars										
1962.....	59.7	41.8	24.3	18.6	8.0	9.5	17.9	119.7	500	
1963.....	63.4	44.1	26.2	20.4	7.9	10.0	19.4	132.0	534	
1964.....	66.2	45.8	26.3	20.4	9.0	10.6	20.4	137.0	599	
1965.....	71.9	49.8	26.3	20.4	11.9	11.7	22.1	142.8	680	
1966.....	74.4	50.4	23.8	18.0	13.6	13.0	23.9	145.3	753	
1967 ^p	74.7	49.6	23.6	17.9	13.1	12.9	25.2	153.3	694	
Seasonally adjusted annual rates										
1966: Nov.....	72.0	47.1	20.3	14.6	13.6	13.2	24.9	130	773	
Dec.....	72.2	46.4	19.8	14.2	13.5	13.1	25.8	133	723	
1967: Jan.....	74.8	48.3	19.9	14.0	15.1	13.4	26.5	126	589	
Feb.....	75.0	48.0	20.3	14.3	14.8	12.9	27.0	143	694	
Mar.....	73.1	46.9	20.8	15.0	13.3	12.8	26.2	149	674	
Apr.....	72.0	46.0	21.1	15.5	12.5	12.4	25.9	138	708	
May.....	73.9	47.8	22.1	16.5	13.1	12.6	26.1	154	638	
June.....	72.4	48.1	22.9	17.3	12.6	12.6	24.3	164	768	
July.....	73.4	49.2	23.7	18.0	12.9	12.6	24.2	149	663	
Aug.....	74.4	50.2	24.6	18.9	12.4	13.1	24.2	165	756	
Sept.....	76.3	51.7	25.3	19.6	13.3	13.1	24.6	168	744	
Oct.....	76.9	52.2	26.0	20.3	13.2	13.0	24.7	171	661	
Nov ^p	77.8	52.6	26.6	21.0	12.8	13.2	25.2	168	786	
Dec ^p	77.8	52.3	26.9	21.3	12.3	13.0	25.5	166	784	

¹ Includes nonhousekeeping residential construction and additions and alterations, not shown separately.

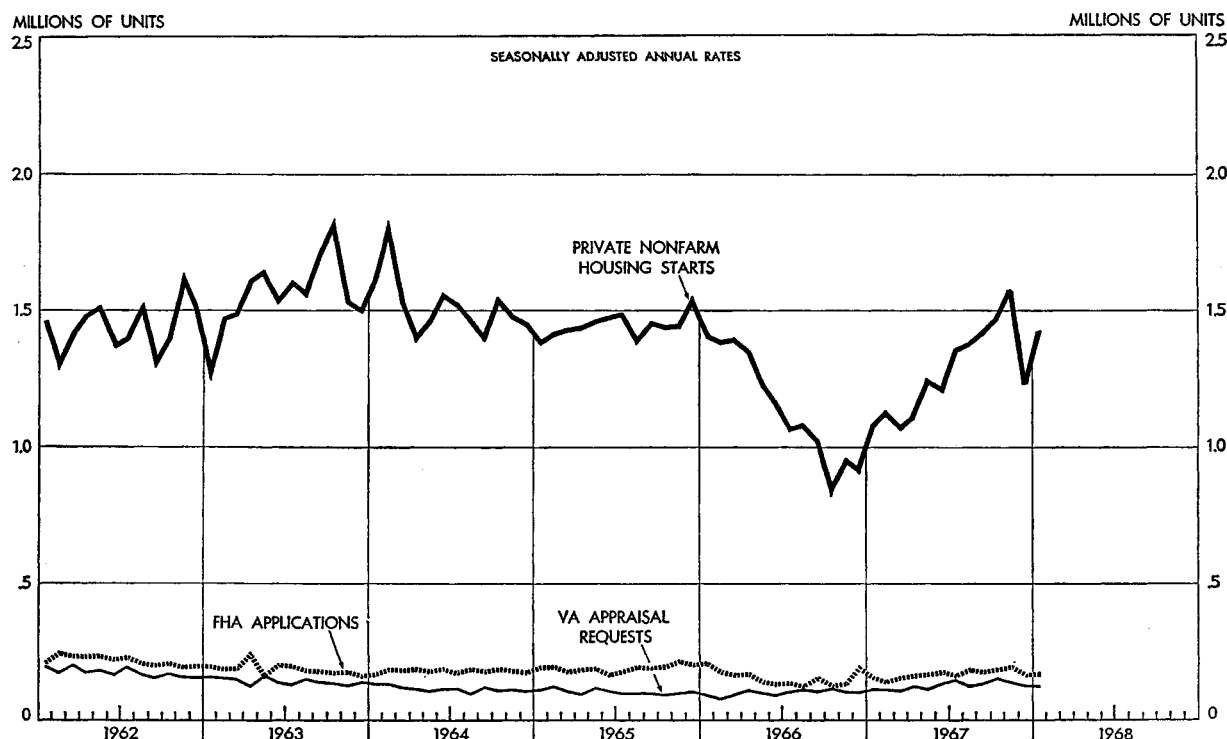
² Compiled by F. W. Dodge Company and relates to 48 States.

NOTE.—Data for Alaska and Hawaii included beginning 1959.

Sources: Department of Commerce and F. W. Dodge Company.

NEW HOUSING STARTS AND APPLICATIONS FOR FINANCING

Private nonfarm housing starts rose 15½ percent in January to a seasonally adjusted annual rate of 1.42 million units, following a sharp decline of 21½ percent in December. However, permits for future housing starts dropped 16 percent.



SOURCES: DEPARTMENT OF COMMERCE, FEDERAL HOUSING ADMINISTRATION (FHA), AND VETERANS ADMINISTRATION (VA)

COUNCIL OF ECONOMIC ADVISERS

[Thousands of units]

Period	Housing starts								New private housing units authorized ¹	Proposed home construction		
	Total private and public (including farm)	Total private (including farm)	Private nonfarm			Total private (including farm)	Private nonfarm			Applications for FHA commitments ²	Requests for VA appraisals ²	
			Total	One-family	Two or more families		Total	Government home programs				
								FHA				VA
1962-----	1,492.4	1,462.7	1,439.0	967.8	471.2	1,462.7	1,439.0	197.3	77.8	1,186.6	221.1	171.2
1963-----	1,642.0	1,610.3	1,582.9	993.2	589.7	1,610.3	1,582.9	166.2	71.0	1,334.7	190.2	139.3
1964-----	1,561.6	1,529.3	1,502.3	944.5	557.8	1,529.3	1,502.3	154.0	59.2	1,285.8	182.1	113.6
1965-----	1,509.6	1,472.9	1,450.6	941.4	509.2	1,472.9	1,450.6	159.9	49.4	1,239.8	188.9	102.1
1966-----	1,196.2	1,165.0	1,141.5	755.3	386.2	1,165.0	1,141.5	129.1	36.8	971.9	153.0	99.2
1967 p-----	1,321.4	1,291.1	1,267.8	819.9	448.7	1,291.1	1,267.8	141.9	52.5	1,078.8	167.2	124.3
Seasonally adjusted annual rates												
1966: Dec--	62.3	60.2	58.9	36.7	22.2	931	910	104	36	761	187	100
1967: Jan--	61.7	59.1	57.7	38.8	18.9	1,111	1,079	146	50	942	153	109
Feb--	63.2	61.4	60.2	39.1	21.1	1,149	1,132	134	47	894	137	107
Mar--	92.9	91.5	89.2	64.3	24.9	1,094	1,067	126	49	928	151	103
Apr--	115.9	113.7	112.0	78.1	33.9	1,116	1,099	125	50	1,028	159	122
May--	134.2	132.0	129.7	85.0	44.7	1,274	1,254	143	49	1,033	162	109
June--	131.6	125.4	123.4	85.6	37.8	1,233	1,214	144	51	1,109	169	135
July--	126.1	125.3	124.0	81.1	42.9	1,369	1,356	140	53	1,093	155	146
Aug--	130.2	127.4	123.6	80.0	43.6	1,407	1,381	141	57	1,127	180	122
Sept--	125.8	121.9	119.5	75.8	43.7	1,445	1,415	150	56	1,159	176	131
Oct--	137.0	135.4	133.1	79.4	53.7	1,496	1,478	155	58	1,212	185	151
Nov--	120.2	118.4	116.8	-----	-----	1,590	1,567	154	54	1,158	189	136
Dec ^p --	82.6	79.6	78.6	-----	-----	1,243	1,228	149	55	1,323	162	125
1968: Jan ^p --	82.3	80.2	79.5	-----	-----	1,445	1,419	157	52	1,111	163	122

¹ Authorized by issuance of local building permit; in 10,000 permit-issuing places prior to 1963, and 12,000 or more thereafter.

² Units represented by mortgage applications for new home construction.

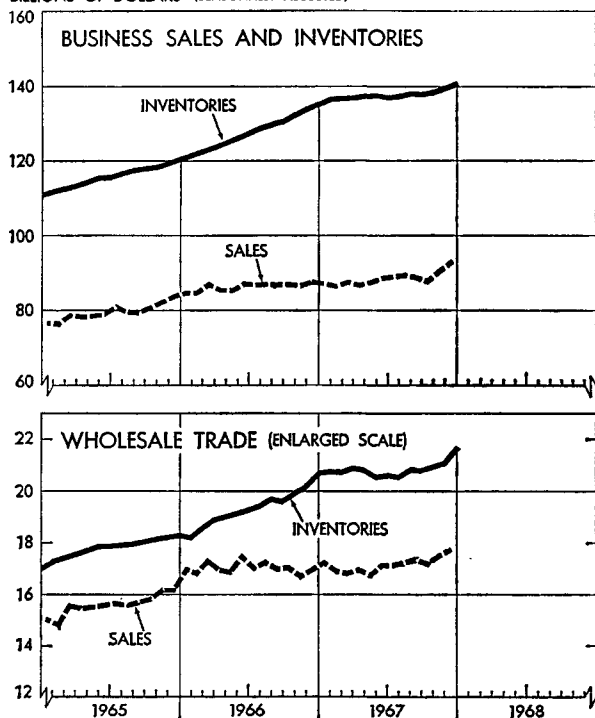
NOTE.—Seasonally adjusted data for VA and FHA series revised beginning 1960. Data include Alaska and Hawaii.

Sources: Department of Commerce, Federal Housing Administration (FHA), and Veterans Administration (VA).

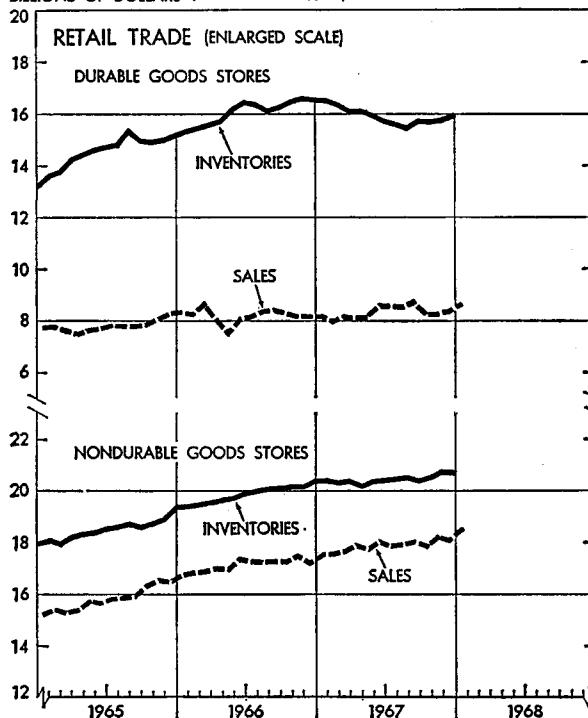
BUSINESS SALES AND INVENTORIES — TOTAL AND TRADE

According to preliminary estimates, retail sales (seasonally adjusted) rose by \$¾ billion in January, the largest one-month increase since June 1966. Total business sales increased by \$2½ billion in December while business inventories rose by \$1¼ billion.

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



COUNCIL OF ECONOMIC ADVISERS

Period	Total business ¹		Wholesale ⁴		Retail ⁵					
	Sales ²	Inven- tories ³	Sales ²	Inven- tories ³	Sales ²			Inventories ³		
					Total	Durable goods stores	Non- durable goods stores	Total	Durable goods stores	Non- durable goods stores
	Millions of dollars, seasonally adjusted									
1960.....	60, 746	94, 747	11, 656	14, 120	18, 294	5, 880	12, 414	26, 813	11, 923	14, 890
1961.....	61, 106	95, 813	11, 988	14, 488	18, 234	5, 581	12, 654	26, 238	10, 965	15, 273
1962.....	65, 594	100, 627	12, 674	14, 936	19, 613	6, 210	13, 402	27, 938	11, 656	16, 282
1963.....	68, 692	105, 578	13, 382	16, 048	20, 536	6, 627	13, 909	29, 383	12, 386	16, 997
1964.....	73, 459	111, 051	14, 527	16, 977	21, 802	7, 014	14, 788	31, 130	13, 136	17, 994
1965.....	79, 528	120, 896	15, 595	18, 274	23, 654	7, 810	15, 844	34, 607	15, 194	19, 413
1966.....	^a 86, 254	^a 135, 233	16, 979	20, 691	25, 306	8, 151	17, 155	36, 961	16, 536	20, 425
1967 ^a	88, 206	140, 588	17, 100	21, 651	26, 118	8, 304	17, 814	36, 682	15, 977	20, 705
1966: Nov.....	86, 528	133, 581	16, 696	20, 226	25, 610	8, 143	17, 467	36, 734	16, 581	20, 153
Dec.....	87, 690	135, 233	16, 996	20, 691	25, 368	8, 156	17, 212	36, 961	16, 536	20, 425
1967: Jan.....	87, 182	136, 304	17, 239	20, 780	25, 687	8, 200	17, 487	36, 924	16, 491	20, 433
Feb.....	86, 138	136, 491	16, 897	20, 742	25, 470	7, 955	17, 515	36, 644	16, 315	20, 329
Mar.....	87, 255	136, 815	16, 853	20, 859	25, 739	8, 150	17, 589	36, 526	16, 142	20, 384
Apr.....	86, 656	137, 080	16, 972	20, 785	25, 918	8, 104	17, 814	36, 236	16, 033	20, 203
May.....	87, 358	137, 191	16, 769	20, 587	25, 897	8, 187	17, 710	36, 263	15, 904	20, 359
June.....	88, 368	136, 805	17, 117	20, 599	26, 544	8, 546	17, 998	36, 087	15, 661	20, 426
July.....	88, 759	137, 111	17, 145	20, 511	26, 444	8, 592	17, 852	35, 997	15, 549	20, 448
Aug.....	89, 067	137, 850	17, 198	20, 789	26, 422	8, 508	17, 914	36, 028	15, 503	20, 525
Sept.....	88, 633	137, 794	17, 330	20, 810	26, 732	8, 743	17, 989	36, 143	15, 711	20, 432
Oct.....	87, 807	138, 268	17, 195	20, 945	26, 089	8, 235	17, 854	36, 217	15, 681	20, 536
Nov.....	90, 235	139, 331	17, 419	21, 061	26, 411	8, 221	18, 190	36, 474	15, 728	20, 746
Dec ^a	92, 772	140, 588	17, 719	21, 651	26, 402	8, 329	18, 073	36, 682	15, 977	20, 705
1968: Jan ^a					27, 176	8, 637	18, 539			

¹ The term "business" also includes manufacturing (see page 22).

² Monthly average for year and total for month.

³ Book value, end of period, seasonally adjusted.

⁴ Beginning 1961, data include Alaska and Hawaii.

⁵ Beginning 1960, data include Alaska and Hawaii.

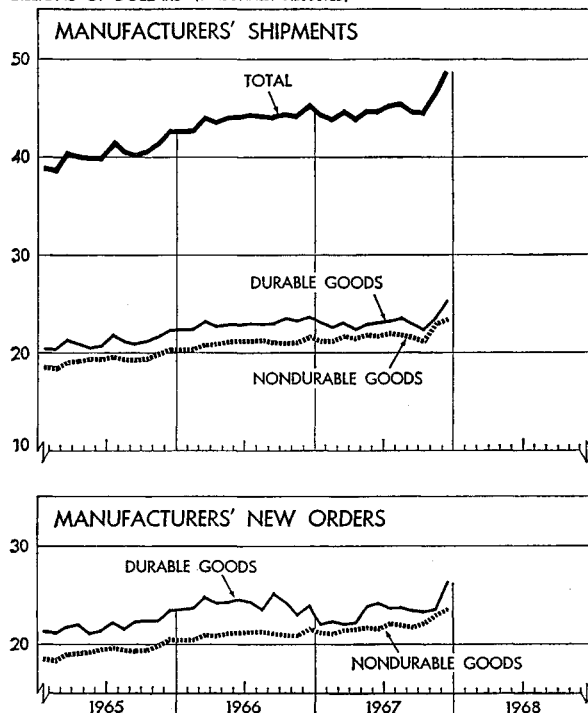
⁶ Series revised beginning 1966.

Source: Department of Commerce.

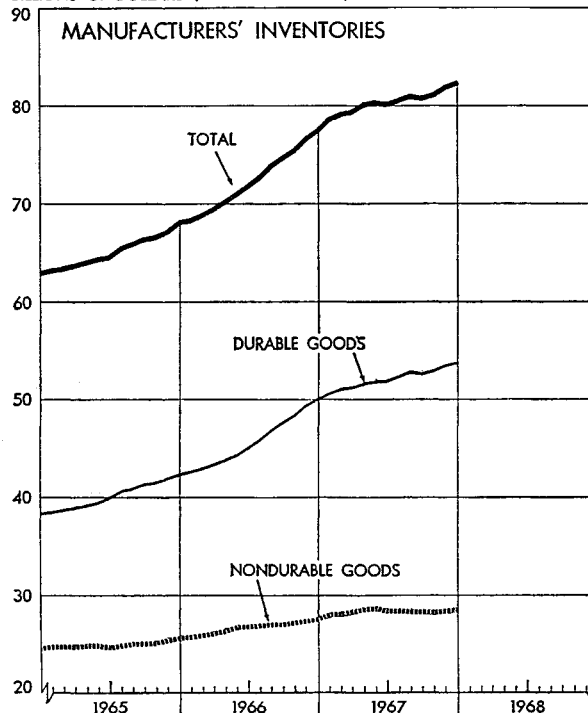
MANUFACTURERS' SHIPMENTS, INVENTORIES, AND NEW ORDERS

Manufacturers' new orders (seasonally adjusted) rose by nearly 7½ percent in December, the third straight monthly increase. With shipments rising by \$2¼ billion and inventories increasing less than \$½ billion, the inventory-shipments ratio declined to 1.69. The decline in the inventory-shipments ratio was especially marked in durable goods.

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Manufacturers' shipments ¹			Manufacturers' inventories ²			Manufacturers' new orders ¹				Manu- fac- turers' inventory- ship- ments ratio ³
	Total	Durable goods	Non- durable goods	Total	Durable goods	Non- durable goods	Total	Durable goods		Non- durable goods	
								Total	Machinery and equipment		
	Millions of dollars, seasonally adjusted										
1960.....	30,796	15,817	14,979	53,814	32,360	21,454	30,115	15,223	2,791	14,892	1.76
1961.....	30,884	15,532	15,352	55,087	32,646	22,441	31,061	15,664	2,854	15,397	1.74
1962.....	33,308	17,184	16,124	57,753	34,326	23,427	33,167	17,085	3,090	16,082	1.70
1963.....	34,774	18,071	16,704	60,147	36,028	24,119	35,036	18,300	3,326	16,736	1.69
1964.....	37,129	19,231	17,898	62,944	38,412	24,532	37,697	19,803	3,706	17,895	1.64
1965.....	40,279	21,020	19,258	68,015	42,324	25,691	41,023	21,728	4,140	19,295	1.61
1966.....	43,969	23,006	20,963	77,581	50,037	27,544	45,106	24,153	4,731	20,953	1.64
1967.....	44,988	23,119	21,870	82,255	53,742	28,513	45,244	23,370	4,649	21,874	1.78
1966: Oct.....	44,404	23,451	20,953	75,444	48,352	27,092	45,155	24,244	4,816	20,911	1.70
Nov.....	44,222	23,237	20,985	76,621	49,310	27,311	43,805	23,027	4,647	20,778	1.73
Dec.....	45,326	23,715	21,611	77,581	50,037	27,544	45,610	23,960	4,603	21,650	1.71
1967: Jan.....	44,256	23,060	21,196	78,600	50,620	27,980	43,205	22,072	4,545	21,133	1.78
Feb.....	43,771	22,622	21,149	79,105	51,079	28,026	43,390	22,329	4,242	21,061	1.81
Mar.....	44,663	23,137	21,526	79,430	51,216	28,214	43,516	22,065	4,315	21,451	1.78
Apr.....	43,766	22,269	21,497	80,059	51,593	28,466	43,689	22,226	4,443	21,463	1.83
May.....	44,692	22,900	21,792	80,341	51,784	28,557	45,546	23,857	4,607	21,689	1.80
June.....	44,707	23,052	21,655	80,119	51,809	28,310	45,881	24,263	4,794	21,618	1.79
July.....	45,170	23,192	21,978	80,603	52,346	28,257	45,786	23,715	4,853	22,071	1.78
Aug.....	45,447	23,633	21,814	81,033	52,784	28,249	45,621	23,726	5,058	21,895	1.78
Sept.....	44,571	22,949	21,622	80,841	52,572	28,269	45,128	23,416	4,665	21,712	1.81
Oct.....	44,523	22,311	22,212	81,106	52,918	28,188	45,586	23,381	4,614	22,205	1.82
Nov.....	46,405	23,487	22,918	81,796	53,506	28,290	46,505	23,545	4,791	22,960	1.76
Dec.....	48,651	25,238	23,413	82,255	53,742	28,513	49,930	26,371	4,915	23,559	1.69

¹ Monthly average for year and total for month.

² Book value, end of period, seasonally adjusted.

³ For annual periods, ratio of weighted average inventories to average monthly shipments; for monthly data, ratio of inventories at end of month to shipments for month.

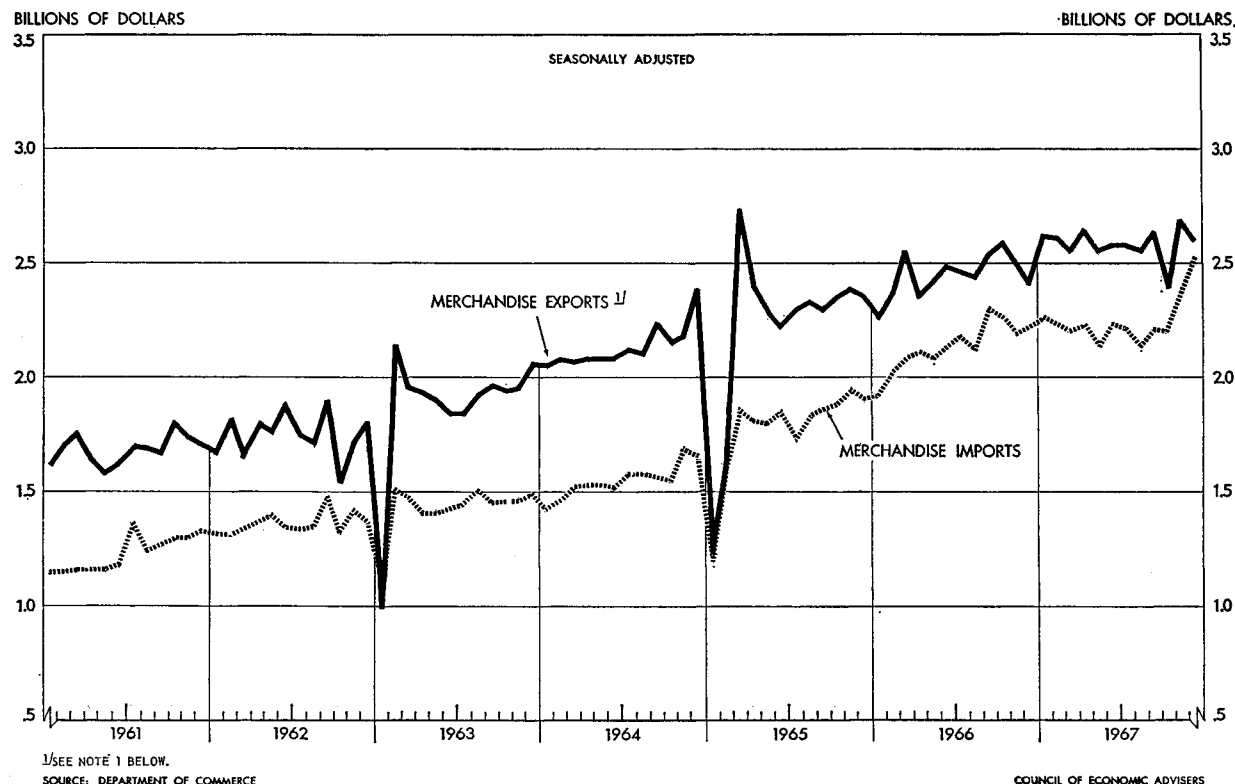
⁴ Series revised beginning 1966.

NOTE.—Data for Alaska and Hawaii included beginning 1958.

Source: Department of Commerce.

MERCHANDISE EXPORTS AND IMPORTS

The U.S. merchandise trade surplus (seasonally adjusted) decreased sharply in December to \$79 million, resulting primarily from a 6.3 percent increase in imports over the November figure.



[Millions of dollars]

Period	Merchandise exports						Merchandise imports					Gross-merchan- disse trade surplus, season- ally ad- justed
	Total (includ- ing reexports) ¹		Domestic exports				General imports ²					
	Season- ally ad- justed	Unad- justed	Total ^{1 3}	Food, bever- ages, and to- bacco	Crude mate- rials and fuel	Manu- fac- tured goods	Total ³		Food, bever- ages, and to- bacco	Crude mate- rials and fuels	Manu- fac- tured goods	
Season- ally ad- justed							Unad- justed					
Monthly average:												
1959		1, 368	1, 353	239	252	897		1, 302	298	382	591	66
1960		1, 636	1, 620	264	329	1, 047		1, 251	283	365	571	385
1961		1, 682	1, 662	289	322	1, 062		1, 226	288	359	544	456
1962		1, 748	1, 725	312	280	1, 138		1, 366	306	387	636	382
1963		1, 869	1, 845	349	315	1, 188		1, 428	322	391	672	441
1964		2, 141	2, 111	387	361	1, 366		1, 557	335	415	758	584
1965		2, 225	2, 196	377	356	1, 449		1, 780	334	449	936	444
1966		2, 448	2, 412	432	367	1, 592		2, 129	382	473	1, 201	320
1967 ^p		2, 578	2, 546	393	394	1, 729		2, 235	392	445	1, 310	344
Unadjusted												
1966: Nov.	2, 503	2, 572	2, 538	469	448	1, 583	2, 186	2, 252	393	464	1, 318	317
Dec.	2, 409	2, 646	2, 619	431	419	1, 754	2, 225	2, 240	384	446	1, 331	184
1967: Jan.	2, 616	2, 470	2, 437	374	367	1, 679	2, 256	2, 261	415	495	1, 252	360
Feb.	2, 607	2, 418	2, 389	350	394	1, 617	2, 229	2, 004	364	412	1, 164	378
Mar.	2, 551	2, 797	2, 762	406	398	1, 904	2, 203	2, 355	433	478	1, 366	348
Apr.	2, 654	2, 666	2, 630	387	377	1, 835	2, 226	2, 091	385	428	1, 182	428
May.	2, 547	2, 683	2, 650	388	417	1, 830	2, 140	2, 222	352	454	1, 330	407
June.	2, 576	2, 618	2, 586	382	409	1, 789	2, 227	2, 270	389	465	1, 334	349
July.	2, 584	2, 376	2, 347	363	380	1, 589	2, 208	2, 127	366	396	1, 273	376
Aug.	2, 548	2, 395	2, 358	366	384	1, 559	2, 125	2, 166	372	444	1, 263	423
Sept.	2, 643	2, 505	2, 473	404	364	1, 688	2, 208	2, 112	362	413	1, 245	434
Oct.	2, 392	2, 440	2, 411	390	408	1, 595	2, 202	2, 342	417	444	1, 367	191
Nov.	2, 692	2, 761	2, 730	481	452	1, 767	2, 376	2, 435	409	437	1, 482	316
Dec.	2, 604	2, 813	2, 782	425	373	1, 935	2, 525	2, 431	439	478	1, 431	79

¹ Total excludes Department of Defense shipments of grant-aid military supplies and equipment under the Military Assistance Program.

² Total arrivals of imported goods other than intransit shipments.

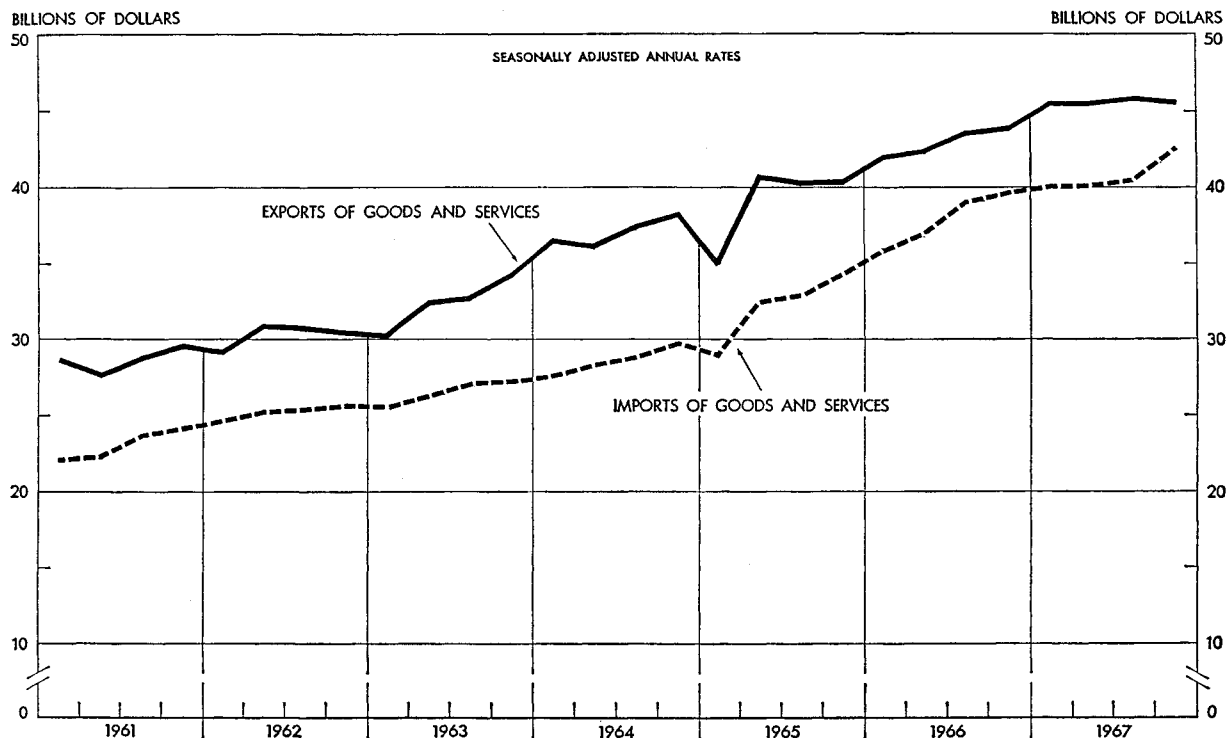
³ Total includes commodities and transactions not classified according to kind.

NOTE.—Series revised beginning 1966. Because of revisions, subgroups do not include all data in totals. Data include uranium ore and thorium.

Source: Department of Commerce.

U.S. EXPORTS AND IMPORTS OF GOODS AND SERVICES

The surplus in the balance on goods and services declined sharply to a level of \$3.0 billion (seasonally adjusted annual rate) in the fourth quarter. For the year 1967 as a whole, a surplus of \$4.8 billion is estimated.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

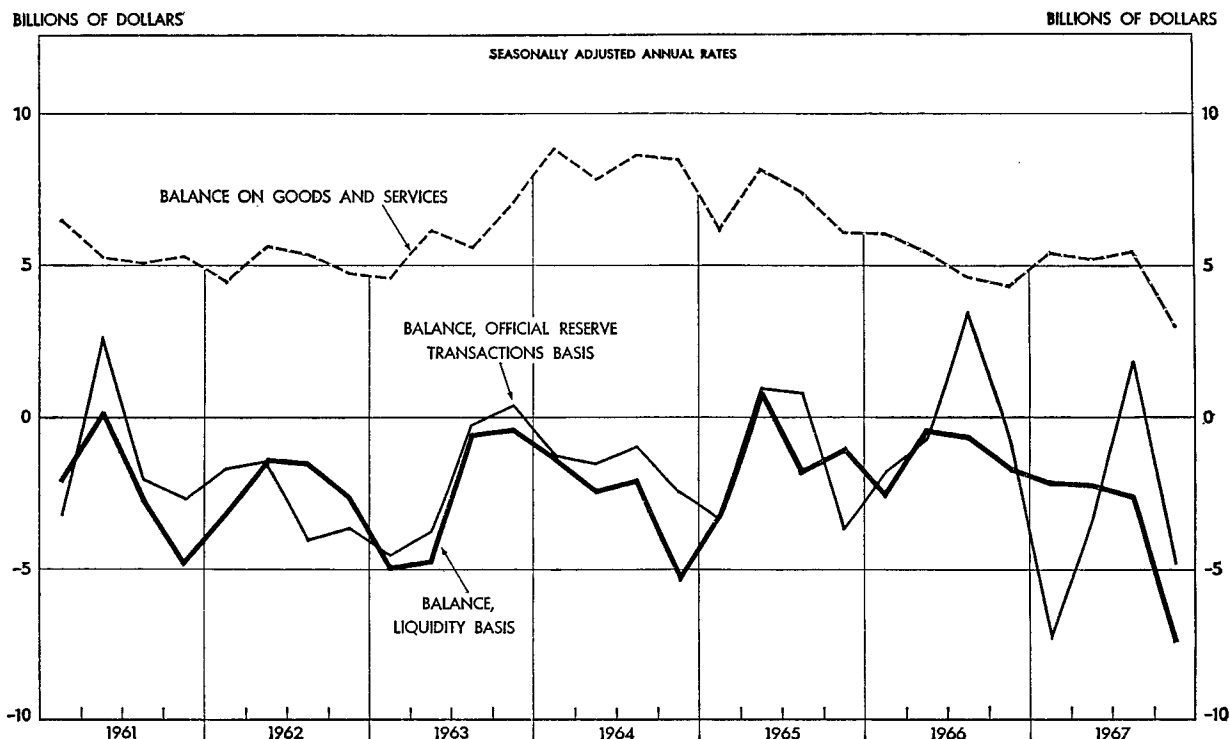
Period	Exports of goods and services						Imports of goods and services				Balance on goods and services
	Total	Merchandise ¹	Military sales	Income on investments		Other services	Total	Merchandise ¹	Military expenditures	Other services	
				Private	Government						
1963.....	32, 426	22, 071	657	4, 151	498	5, 049	26, 573	16, 992	2, 936	6, 645	5, 853
1964.....	37, 099	25, 297	747	4, 929	460	5, 666	28, 637	18, 621	2, 861	7, 155	8, 462
1965.....	39, 147	26, 244	844	5, 376	512	6, 171	32, 203	21, 472	2, 921	7, 810	6, 944
1966.....	43, 039	29, 168	847	5, 650	595	6, 779	37, 937	25, 510	3, 694	8, 733	5, 102
1967 ^p	45, 602	30, 500	-----	-----	-----	-----	40, 802	26, 886	-----	-----	4, 800
Seasonally adjusted annual rates											
1966: I.....	42, 044	28, 812	836	5, 264	612	6, 520	35, 988	24, 100	3, 444	8, 444	6, 056
II.....	42, 472	28, 724	888	5, 528	612	6, 720	37, 060	24, 900	3, 644	8, 516	5, 412
III.....	43, 652	29, 528	824	5, 776	572	6, 952	39, 048	26, 320	3, 812	8, 916	4, 604
IV.....	43, 988	29, 608	840	6, 032	584	6, 924	39, 652	26, 720	3, 876	9, 056	4, 336
1967: I.....	45, 444	30, 684	1, 356	5, 692	620	7, 072	40, 016	26, 648	4, 180	9, 188	5, 428
II.....	45, 448	30, 848	1, 344	5, 544	644	7, 048	40, 152	26, 232	4, 280	9, 640	5, 296
III.....	45, 916	30, 556	820	6, 672	664	7, 184	40, 440	26, 220	4, 288	9, 932	5, 476
IV ^p	45, 600	29, 912	-----	-----	-----	-----	42, 600	28, 444	-----	-----	3, 000

¹Adjusted from customs data for differences in timing and coverage.

Source: Department of Commerce.

U.S. BALANCE OF INTERNATIONAL PAYMENTS

The U.S. deficit on the liquidity basis increased markedly to a \$7.3 billion level (seasonally adjusted annual rate) in the fourth quarter. For the year 1967, a \$3.6 billion liquidity deficit is indicated. On the official reserve transactions basis, the fourth quarter deficit was at a \$4.8 billion level and the year as a whole recorded a \$3.4 billion deficit.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

Period	U.S. Government grants and capital, net ¹	U.S. private capital, net			Foreign capital, net ¹	Errors and unrecorded transactions	Balance		Changes in selected liabilities (decrease [—]) ⁴			Changes in gold, convertible currencies, and IMF gold tranche position (increase [—])
		Direct investment	Other long-term	Short-term			Liquidity basis ²	Official reserve transactions basis ³	To foreign official holders ⁵		To other foreign holders ⁶	
									Liquid	Non-liquid		
1963	-3, 581	-1, 976	-1, 695	-785	689	-285	-2, 671	-2, 044	1, 673	-7	620	378
1964	-3, 560	-2, 435	-1, 961	-2, 146	685	-949	-2, 800	-1, 549	1, 075	303	1, 554	171
1965	-3, 375	-3, 418	-1, 078	753	278	-415	-1, 335	-1, 304	-18	100	131	1, 222
1966	-3, 446	-3, 543	-257	-413	2, 512	-302	-1, 357	225	-1, 595	802	2, 384	568
1967 ^p							-3, 572	-3, 398	2, 071	1, 275	1, 449	52
	Seasonally adjusted annual rates								Quarterly totals, unadjusted			
1966:												
I	-3, 900	-2, 536	-1, 008	-380	1, 060	-932	-2, 604	-1, 772	-852	25	475	424
II	-3, 952	-4, 024	-276	-240	4, 364	-792	-488	-700	54	263	27	68
III	-3, 036	-3, 600	-20	-108	1, 504	1, 108	-660	3, 444	-598	111	1, 211	82
IV	-2, 896	-4, 012	276	-924	3, 120	-592	-1, 676	-72	-199	403	671	-6
1967:												
I	-4, 804	-2, 488	-724	-616	3, 292	-1, 148	-2, 144	-7, 288	-78	333	-711	1, 027
II	-4, 052	-2, 592	-688	-1, 268	4, 908	-2, 212	-2, 224	-3, 348	547	562	94	-419
III	-3, 892	-3, 576	-2, 020	-1, 184	3, 492	616	-2, 592	1, 860	278	117	1, 308	-375
IV ^p							-7, 328	-4, 816	1, 324	263	758	-181

¹ Includes certain special Government transactions.

² Equals changes in liquid liabilities to foreign official holders, other foreign holders, and changes in official reserve assets consisting of gold, convertible currencies, and the U.S. gold tranche position in the IMF.

³ Equals changes in liquid and nonliquid liabilities to foreign official holders and changes in official reserve assets consisting of gold, convertible currencies, and the U.S. gold tranche position in the IMF.

⁴ Includes short-term official and banking liabilities and foreign holdings of U.S. Government bonds and notes.

⁵ Central banks, governments, and U.S. liabilities to the IMF arising from reversible gold sales to, and gold deposits with, the U.S.

⁶ Private holders; includes banks and international and regional organizations; excludes IMF.

⁷ On December 31, U.S. reserve assets consisted of gold stock, \$12,065 million (down \$1,012 million from September 30); IMF position including gold portion of increased U.S. subscription, \$420 million; convertible currencies, \$2,345 million.

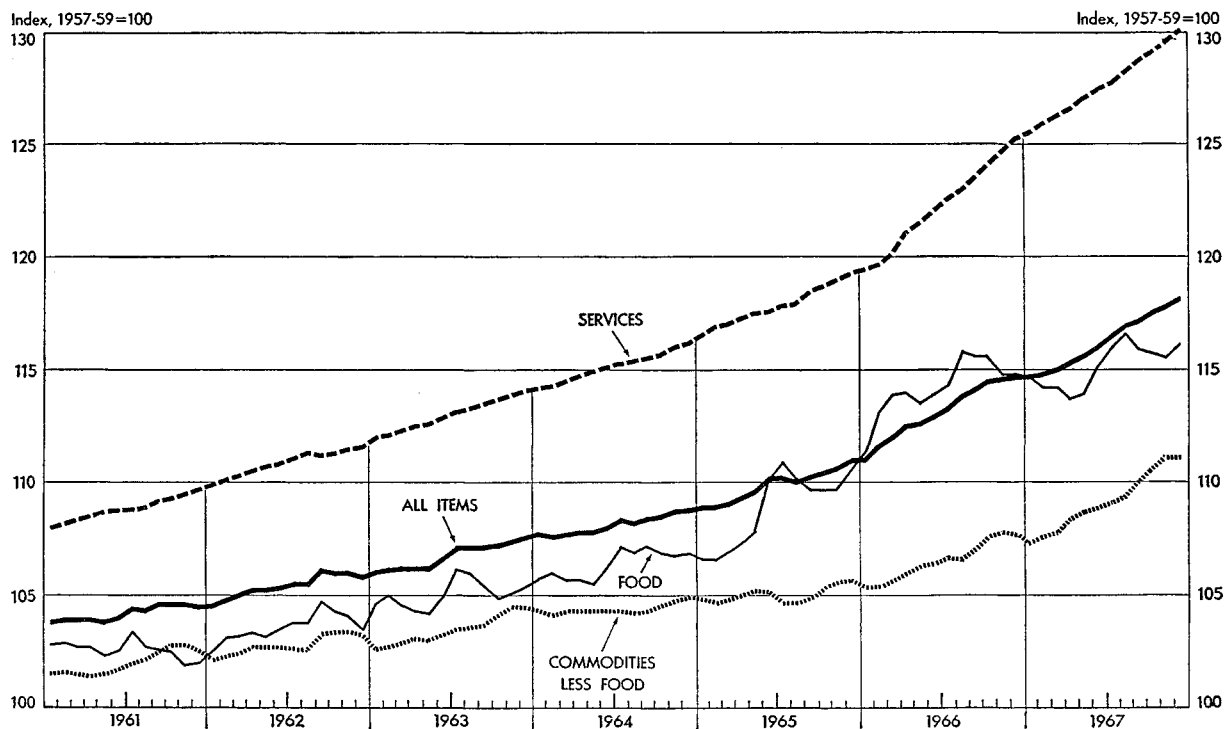
NOTE.—Data exclude military grant-aid and U.S. subscriptions to IMF.

Source: Department of Commerce.

PRICES

CONSUMER PRICES

The consumer price index rose by 0.3 percent again in December. There were increases for all groups except nonfood commodities. For the year, the all items index rose by 2.8 percent. Food prices rose by 0.9 percent, prices of other commodities by 2.5 percent, and services prices by 4.4 percent.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

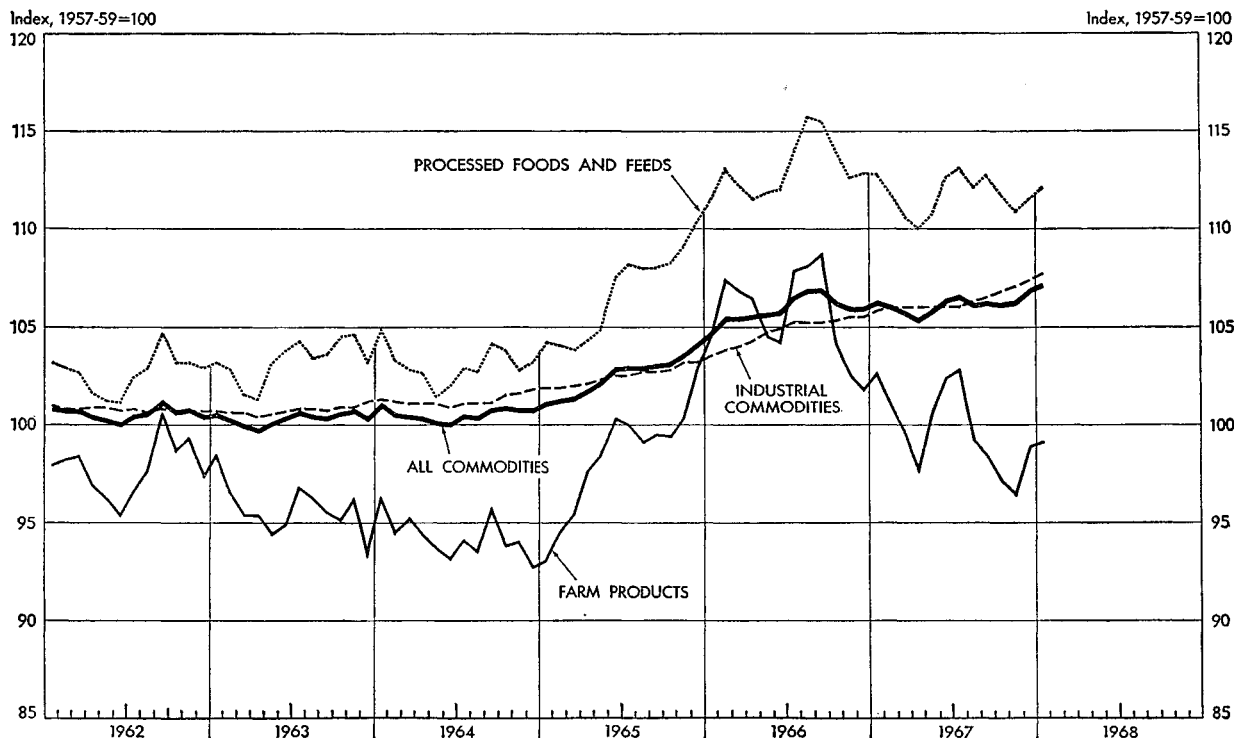
[1957-59=100]

Period	All items	Commodities					Services		
		All commodities	Food	Commodities less food			All services	Rent	Services less rent
				All	Durable	Non-durable			
1958	100.7	100.8	101.9	99.9	100.0	99.8	100.3	100.1	100.2
1959	101.5	100.9	100.3	101.2	101.5	101.0	103.2	101.6	103.6
1960	103.1	101.7	101.4	101.7	100.9	102.6	106.6	103.1	107.4
1961	104.2	102.3	102.6	102.0	100.8	103.2	108.8	104.4	110.0
1962	105.4	103.2	103.6	102.8	101.8	103.8	110.9	105.7	112.1
1963	106.7	104.1	105.1	103.5	102.1	104.8	113.0	106.8	114.5
1964	108.1	105.2	106.4	104.4	103.0	105.7	115.2	107.8	117.0
1965	109.9	106.4	108.8	105.1	102.6	107.2	117.8	108.9	120.0
1966	113.1	109.2	114.2	106.5	102.7	109.7	122.3	110.4	125.0
1967	116.3	111.2	115.2	109.2	104.3	113.1	127.7	112.4	131.1
1966: Nov	114.6	110.2	114.8	107.8	103.5	111.3	124.7	111.2	127.7
1966: Dec	114.7	110.1	114.8	107.7	103.1	111.4	125.2	111.3	128.3
1967: Jan	114.7	109.9	114.7	107.3	102.7	111.0	125.5	111.4	128.8
1967: Feb	114.8	109.9	114.2	107.6	102.8	111.5	125.9	111.7	129.2
1967: Mar	115.0	110.0	114.2	107.8	102.9	111.8	126.3	111.8	129.5
1967: Apr	115.3	110.2	113.7	108.4	103.4	112.4	126.6	111.9	130.0
1967: May	115.6	110.5	113.9	108.7	103.9	112.7	127.0	112.1	130.4
1967: June	116.0	111.0	115.1	108.9	104.1	112.7	127.4	112.2	130.8
1967: July	116.5	111.5	116.0	109.1	104.4	112.8	127.7	112.4	131.2
1967: Aug	116.9	111.9	116.6	109.4	104.7	113.2	128.2	112.6	131.7
1967: Sept	117.1	112.0	115.9	110.0	104.8	114.1	128.7	112.8	132.3
1967: Oct	117.5	112.4	115.7	110.6	105.7	114.5	129.1	113.0	132.7
1967: Nov	117.8	112.6	115.6	111.1	106.0	115.2	129.6	113.2	133.2
1967: Dec	118.2	112.9	116.2	111.1	106.1	115.2	130.1	113.5	133.8

Source: Department of Labor.

WHOLESALE PRICES

The wholesale price index rose by 0.6 percent in December, led by a 2.6 percent increase in farm product prices. Consumer goods prices were unchanged, but all other major groups rose. For the year, the over-all index increased 0.2 percent. The all-commodities index rose 0.3 percent in January, according to preliminary data.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[1957-59=100]

Period	All commodities	Farm products	Processed foods and feeds	Industrial commodities					
				All industrials ¹	Crude materials	Intermediate materials ²	Producer finished goods	Consumer finished goods excluding food	
								Durable	Non-durable
1958.....	100.4	103.6	102.5	99.5	96.9	99.4	100.2	100.1	99.3
1959.....	100.6	97.2	99.9	101.3	102.3	101.0	102.1	101.3	100.8
1960.....	100.7	96.9	100.0	101.3	98.3	101.4	102.3	100.9	101.5
1961.....	100.3	96.0	101.6	100.8	97.2	100.1	102.5	100.5	101.5
1962.....	100.6	97.7	102.7	100.8	95.6	99.9	102.9	100.0	101.6
1963.....	100.3	95.7	103.3	100.7	94.3	99.6	103.1	99.5	101.9
1964.....	100.5	94.3	103.1	101.2	97.1	100.2	104.1	99.9	101.6
1965.....	102.5	98.4	106.7	102.5	100.9	101.5	105.4	99.6	102.8
1966.....	105.9	105.6	113.0	104.7	104.5	103.6	108.0	100.2	104.8
1967.....	106.1	99.7	111.7	106.3	100.0	104.8	111.5	101.7	107.2
1966: Dec.....	105.9	101.8	112.8	105.5	101.6	104.1	110.2	101.3	105.5
1967: Jan.....	106.2	102.6	112.8	105.8	101.4	104.4	110.5	101.3	105.8
Feb.....	106.0	101.0	111.7	106.0	101.1	104.6	110.6	101.3	106.3
Mar.....	105.7	99.6	110.6	106.0	100.2	104.6	110.7	101.3	106.4
Apr.....	105.3	97.6	110.0	106.0	99.3	104.7	110.8	101.3	106.4
May.....	105.8	100.7	110.7	106.0	99.4	104.6	111.1	101.3	106.9
June.....	106.3	102.4	112.6	106.0	99.4	104.5	111.2	101.0	107.2
July.....	106.5	102.8	113.1	106.0	99.0	104.5	111.2	101.1	107.4
Aug.....	106.1	99.2	112.1	106.3	99.0	104.6	111.4	101.2	108.0
Sept.....	106.2	98.4	112.7	106.5	99.5	104.9	111.6	101.4	108.0
Oct.....	106.1	97.1	111.7	106.8	99.4	105.0	112.6	102.8	107.8
Nov.....	106.2	96.4	110.9	107.1	100.6	105.3	113.0	103.0	107.9
Dec.....	106.8	98.9	111.5	107.4	101.3	105.7	113.4	103.0	108.0
1968: Jan ^p	107.1	99.1	112.1	107.7					

¹Coverage of the subgroups does not correspond exactly to coverage of this index.

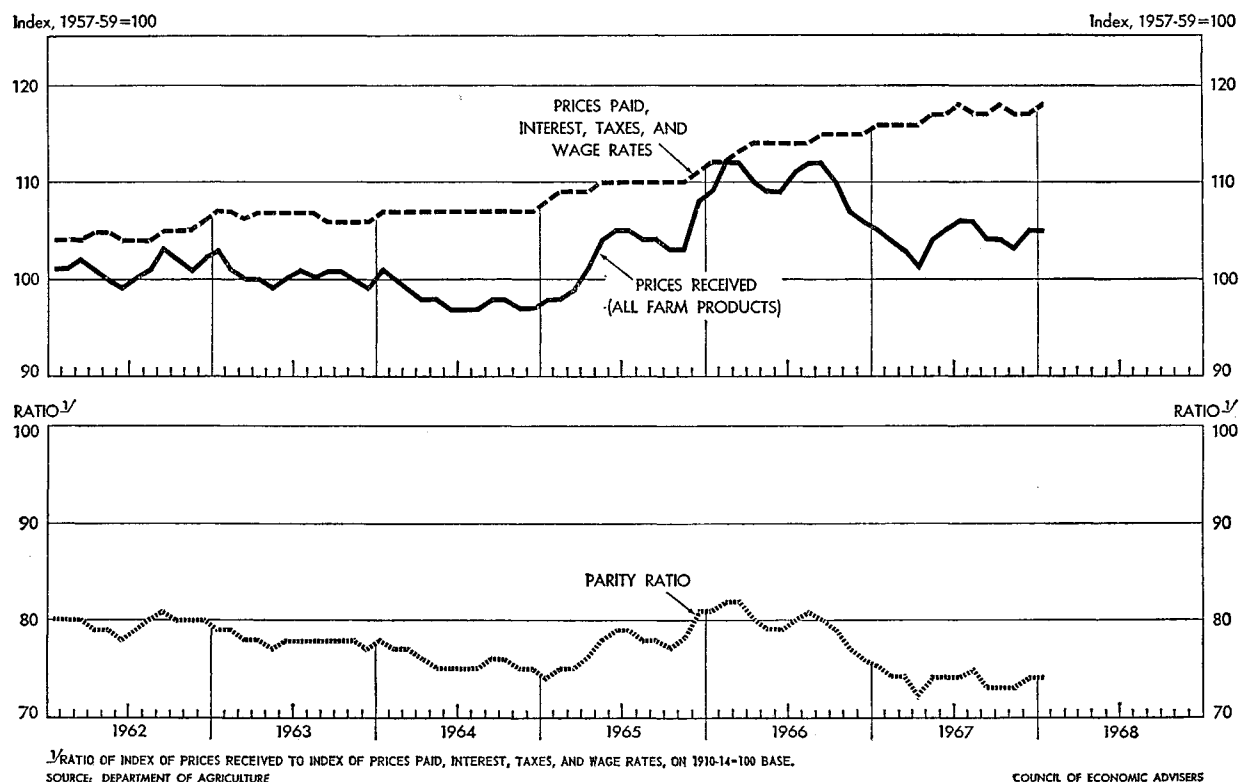
²Excludes intermediate materials for food manufacturing and manufactured animal feeds; includes, in part, grain products for further processing.

NOTE.—Beginning January 1967, the indexes incorporate a revised weighting structure reflecting 1963 values of shipments. The classification structure also changed.

Source: Department of Labor.

PRICES RECEIVED AND PAID BY FARMERS

During the month ended January 15, prices received by farmers were constant while prices paid increased by less than 1 percent. The parity ratio was unchanged from the revised December ratio of 74. Higher prices received for hogs, tomatoes, and lettuce were largely offset by price declines for cotton and milk.



Period	Prices received by farmers			Prices paid by farmers			Parity ratio ¹	
	All farm products	Crops	Livestock and products	All items, interest, taxes, and wage rates	Family living items	Production items	Actual	Adjusted ²
Index, 1957-59=100								
1958	104	100	106	100	100	100	85	88
1959	100	99	100	102	101	102	81	82
1960	99	99	98	102	102	101	80	81
1961	99	102	98	103	102	101	80	83
1962	101	104	99	105	103	103	80	83
1963	100	107	95	107	104	104	78	81
1964	98	107	91	107	105	103	76	80
1965	103	105	101	110	107	105	77	82
1966	110	105	113	114	110	108	80	86
1967	104	100	107	117	112	110	74	79
1966: Dec 15	106	103	109	115	111	109	76	82
1967: Jan 15	105	101	109	116	111	110	75	80
Feb 15	104	100	107	116	111	110	74	80
Mar 15	103	100	105	116	111	110	74	79
Apr 15	101	100	102	116	111	110	72	77
May 15	104	99	108	117	112	110	74	79
June 15	105	102	108	117	112	111	74	80
July 15	106	101	110	118	113	111	74	80
Aug 15	106	100	110	117	113	110	75	80
Sept 15	104	97	110	117	113	110	73	78
Oct 15	104	100	107	118	113	110	73	78
Nov 15	103	102	104	117	114	109	73	78
Dec 15	105	104	105	117	114	109	74	79
1968: Jan 15	105	104	106	118	115	110	74	79

¹ Percentage ratio of index of prices received by farmers to index of prices paid, interest, taxes, and wage rates on 1910-14=100 base.

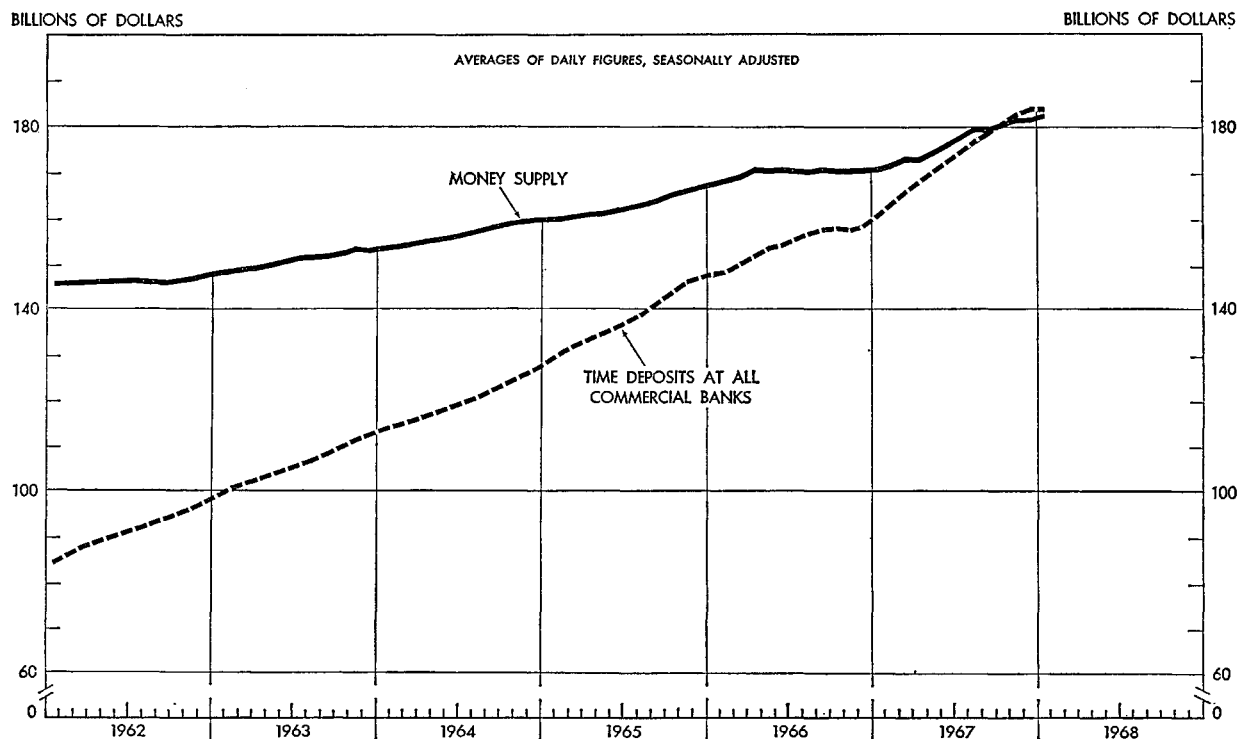
² The adjusted parity ratio reflects Government payments made directly to farmers.

Source: Department of Agriculture.

MONEY, CREDIT, AND SECURITY MARKETS

MONEY SUPPLY

The seasonally adjusted money supply rose \$1.1 billion in January. Time deposits fell by \$0.1 billion, the first decrease since November 1966.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Averages of daily figures, billions of dollars]

Period	Money supply				Time deposits ¹	Money supply				U.S. Government demand deposits ¹
	Total	Currency outside banks	Demand deposits			Total	Currency outside banks	Demand deposits		
Seasonally adjusted					Unadjusted					
1962: Dec.....	147.4	30.6	116.8	97.8	151.6	31.2	120.3	96.7	5.6	
1963: Dec.....	153.0	32.5	120.5	112.2	157.3	33.1	124.1	111.0	5.1	
1964: Dec.....	159.3	34.2	125.1	126.6	164.0	35.0	129.1	125.2	5.5	
1965: Dec.....	166.8	36.3	130.5	146.9	172.0	37.1	134.9	145.2	4.6	
1966: Dec.....	170.4	38.3	132.1	158.6	175.8	39.1	136.7	156.9	3.4	
1967: Dec.....	181.5	40.4	141.1	183.8	187.2	41.2	146.0	181.8	5.0	
1966: Dec.....	170.4	38.3	132.1	158.6	175.8	39.1	136.7	156.9	3.4	
1967: Jan.....	170.3	38.5	131.8	160.8	175.3	38.5	136.8	160.7	4.1	
Feb.....	171.5	38.7	132.8	163.5	170.6	38.3	132.3	164.0	5.0	
Mar.....	173.1	38.9	134.2	166.1	171.9	38.5	133.4	166.7	4.9	
Apr.....	172.7	39.1	133.6	168.1	173.6	38.7	134.9	168.8	4.8	
May.....	174.5	39.2	135.3	170.0	171.1	38.9	132.2	170.8	6.5	
June.....	176.2	39.3	136.8	172.4	174.3	39.3	135.1	173.0	3.9	
July.....	177.9	39.5	138.4	174.6	175.8	39.6	136.2	175.1	5.6	
Aug.....	179.1	39.6	139.6	177.2	175.9	39.6	136.2	177.7	4.3	
Sept.....	179.2	39.8	139.5	178.9	178.4	39.8	138.6	178.9	5.0	
Oct.....	180.3	39.9	140.3	180.8	180.6	40.0	140.6	180.3	6.2	
Nov.....	181.2	40.0	141.2	182.5	182.5	40.4	142.1	181.1	5.2	
Dec.....	181.5	40.4	141.1	183.8	187.2	41.2	146.0	181.8	5.0	
1968: Jan ^p	182.6	40.5	142.0	183.7	187.9	40.5	147.4	183.5	4.9	

¹Deposits at all commercial banks.

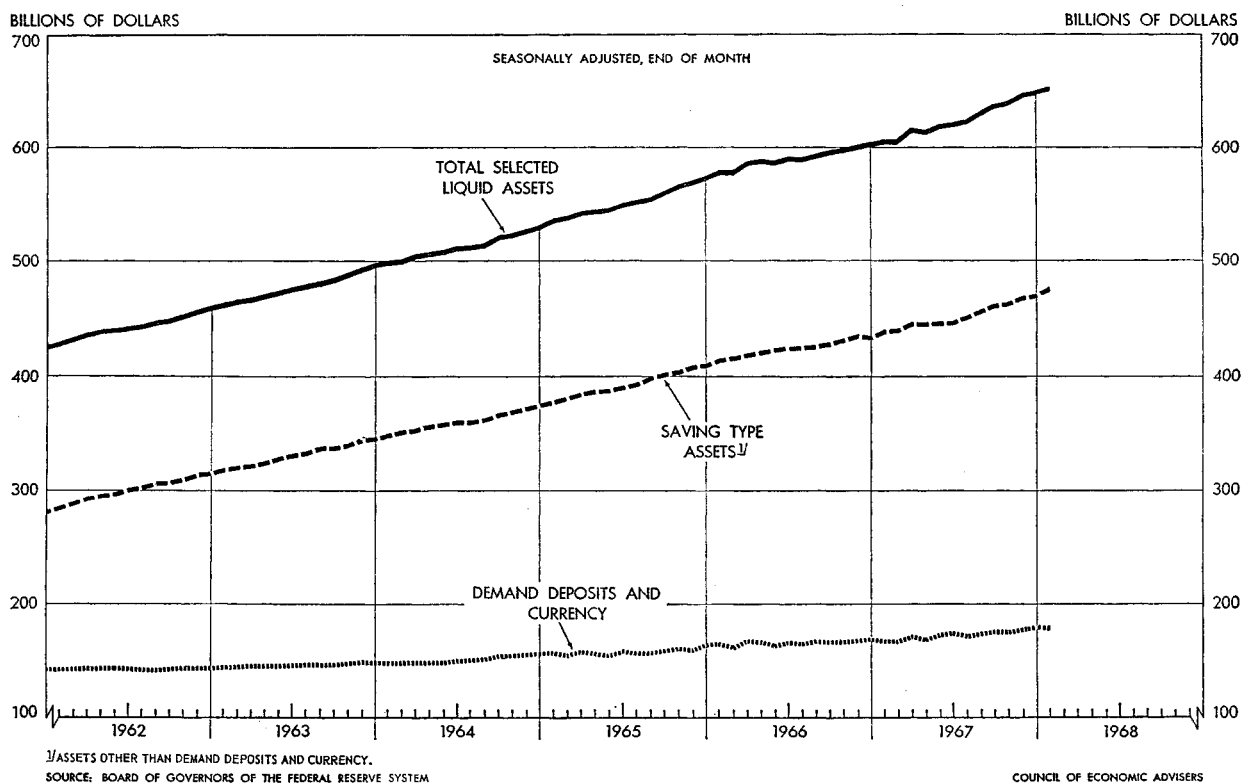
Data include Alaska and Hawaii.

NOTE.—Effective June 9, 1966, balances accumulated for payment of personal loans (about \$1.1 billion) are excluded from time deposits and from loans at all commercial banks.

Source: Board of Governors of the Federal Reserve System.

SELECTED LIQUID ASSETS HELD BY THE PUBLIC

Public holdings of demand deposits and currency (seasonally adjusted) declined \$1 billion in January, and there was no increase in savings and loan shares outstanding. Time deposits, however, more than erasing their December decline.



[Billions of dollars, seasonally adjusted]

End of period	Total selected liquid assets	Demand deposits and currency ¹	Time deposits		Postal Savings System	Savings and loan shares	U.S. Government savings bonds ²	U.S. Government securities maturing within one year ²
			Commercial banks	Mutual savings banks				
1961.....	424.6	142.6	82.5	38.3	0.6	70.5	47.4	42.6
1962.....	459.0	144.8	98.1	41.4	.5	79.8	47.6	46.8
1963.....	495.4	149.6	112.9	44.5	.5	90.9	49.0	48.1
1964.....	530.5	156.7	127.1	49.0	.4	101.4	49.9	46.1
1965.....	573.0	164.0	147.1	52.6	.3	109.8	50.5	48.6
1966.....	601.5	168.6	159.3	55.2	.1	113.4	50.9	53.9
1967 ^p	649.3	180.3	182.6	60.1	-----	123.9	51.9	50.5
1966: Dec.....	601.5	168.6	159.3	55.2	.1	113.4	50.9	53.9
1967: Jan ^p	605.1	166.9	163.6	55.5	.1	113.7	51.0	54.2
Feb.....	604.7	165.8	165.3	55.9	.1	114.8	50.9	51.7
Mar.....	615.1	171.0	167.6	56.3	.1	116.3	51.0	52.9
Apr.....	613.2	168.6	168.6	56.8	.1	117.1	51.1	50.9
May.....	619.7	172.9	170.7	57.4	.1	118.0	51.1	49.5
June.....	620.6	173.7	172.4	57.8	.1	118.9	51.2	46.5
July ^p	623.0	171.9	174.7	58.4	.1	119.9	51.3	46.7
Aug ^p	630.2	174.1	177.2	58.7	.1	121.0	51.3	47.8
Sept ^p	635.4	176.2	178.1	58.9	.1	122.5	51.4	48.2
Oct ^p	638.1	175.7	180.1	59.5	-----	123.0	51.4	48.3
Nov ^p	645.7	177.8	183.7	59.9	-----	123.7	51.5	49.1
Dec ^p	649.3	180.3	182.6	60.1	-----	123.9	51.9	50.5
1968: Jan ^p	652.9	179.3	185.9	³ 60.6	-----	³ 123.7	51.9	51.6

¹ Agrees in concept with money supply, p. 29, except for deduction of demand deposits held by mutual savings banks and savings and loan associations. Data for last Wednesday of month.

² Excludes holdings of Government agencies and trust funds, domestic commercial and mutual savings banks, Federal Reserve Banks, and beginning

February 1960, savings and loan associations.

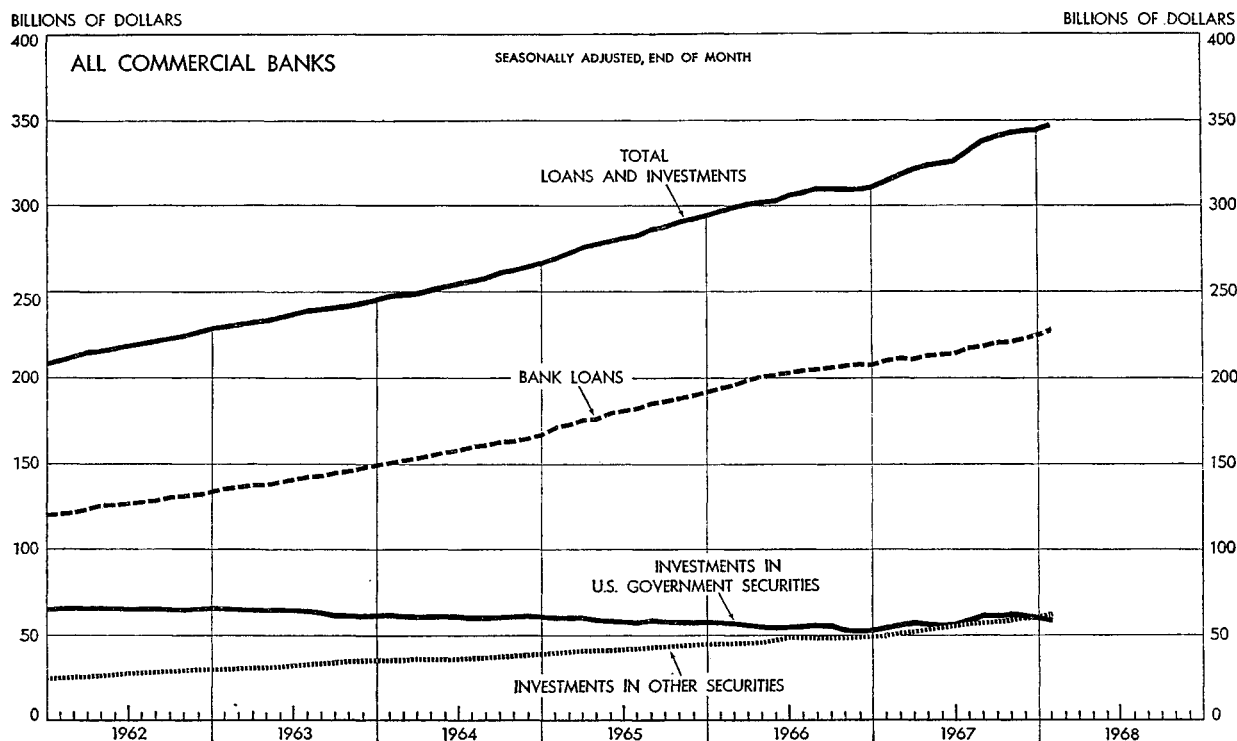
³ Reflects conversion of a savings and loan association with share capital of about \$175 million to a mutual savings bank.

NOTE.—See Note, p. 29.

Source: Board of Governors of the Federal Reserve System.

BANK LOANS, INVESTMENTS, DEBITS, AND RESERVES

Total bank loans and investments (seasonally adjusted) rose \$4 billion in January, the largest increase since August, and loans showed a more rapid increase than total investments. Free reserves rose slightly from the December level.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

End of period	All commercial banks (seasonally adjusted data)				Weekly reporting large com- mercial banks	Bank debits outside New York City (232 centers), seasonally adjusted annual rates ¹	All member banks ²			
	Total loans and invest- ments	Loans, excluding inter- bank	Investments				Total reserves	Excess reserves	Borrow- ings at Federal Reserve Banks	Free reserves
			U.S. Gov- ernment securities	Other securi- ties						
	Billions of dollars						Millions of dollars			
1961.....	209.6	120.5	65.2	23.9	32.9	1,832	20,118	568	149	419
1962.....	227.9	134.1	64.5	29.2	35.2	2,021	20,040	572	304	268
1963.....	246.2	149.7	61.5	35.0	38.8	2,199	20,746	536	327	209
1964.....	267.2	167.7	60.7	38.7	42.1	2,706	21,609	411	243	168
1965.....	294.4	192.4	57.3	44.8	53.1	3,013	22,719	452	454	-2
1966.....	310.2	207.8	53.7	48.7	60.7	3,421	23,830	392	557	-165
1967 ^a	344.4	224.0	60.0	60.4	65.8	3,897	25,260	345	238	107
1966: Dec.....	310.2	207.8	53.7	48.7	60.7	3,662	23,830	392	557	-165
1967: Jan.....	314.4	210.4	54.2	49.9	60.3	3,662	24,075	373	389	-16
Feb.....	318.0	211.0	55.9	51.1	60.4	3,570	23,709	358	362	-4
Mar.....	321.4	211.3	57.8	52.3	62.0	3,559	23,405	435	199	236
Apr.....	323.2	213.5	56.1	53.6	62.3	3,690	23,362	309	134	175
May.....	324.6	213.5	56.1	55.0	61.8	3,614	23,284	370	101	269
June.....	325.6	213.9	55.4	56.3	63.8	3,733	23,518	420	123	297
July.....	332.4	217.1	58.8	56.5	63.7	3,832	23,907	359	87	272
Aug.....	337.3	218.2	61.8	57.3	62.2	3,882	23,791	387	89	298
Sept ^a	339.5	220.2	61.6	57.7	63.4	3,847	24,200	358	90	268
Oct ^a	342.6	221.8	62.3	58.6	63.1	3,891	24,608	286	126	160
Nov ^a	344.3	222.3	61.8	60.2	63.7	3,897	24,740	403	133	270
Dec ^a	344.4	224.0	60.0	60.4	65.8	3,897	25,260	345	238	107
1968: Jan ^a	348.4	227.2	59.1	62.1	65.0	4,046	25,840	375	237	138

¹Debits during period to demand deposit accounts except interbank and U.S. Government. New series beginning January 1964.

²Averages of daily figures. Annual data are for December.

^aNew series; see *Federal Reserve Bulletin*, March 1967.

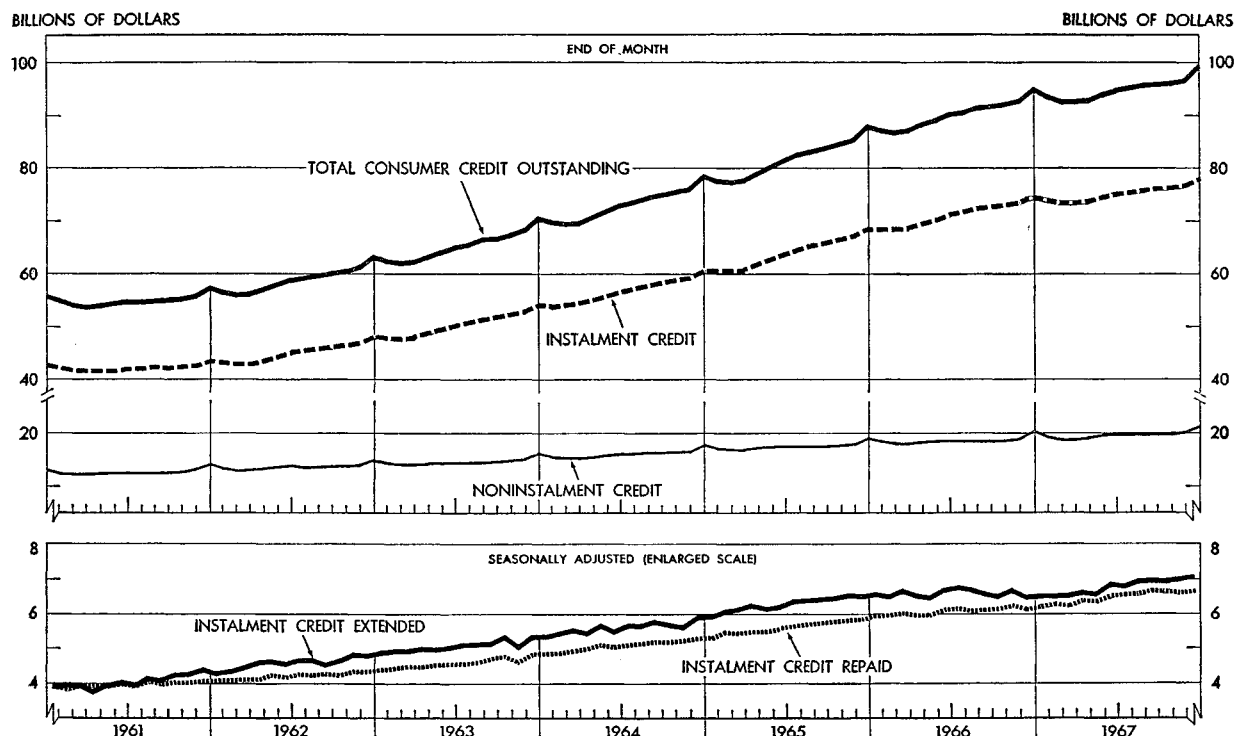
NOTE.—Effective June 1966, balances accumulated for payment of personal loans (about \$1.1 billion) are excluded from loans at all commercial banks, and

certain certificates of CCC and Export-Import Bank totaling about \$1 billion are included in other securities rather than in loans. Data include Alaska and Hawaii.

Source: Board of Governors of the Federal Reserve System.

CONSUMER AND REAL ESTATE CREDIT

The \$2.4 billion increase in total consumer credit outstanding in December was largely seasonal. Instalment credit outstanding, seasonally adjusted, increased \$380 million, slightly less than the November increase.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]										
Period	Consumer credit outstanding (end of period; unadjusted)					Consumer instalment credit extended and repaid (seasonally adjusted)				Mortgage debt out- standing nonfarm 1- to 4- family houses ³
	Total	Instalment			Non- instal- ment ²	Total		Automobile paper		
		Total ¹	Auto- mobile paper	Personal loans		Extended	Repaid	Extended	Repaid	
1958.....	45, 129	33, 642	14, 152	8, 116	11, 487	40, 119	40, 344	14, 226	15, 415	117, 700
1959.....	51, 542	39, 245	16, 420	9, 386	12, 297	48, 052	42, 603	17, 779	15, 579	130, 900
1960.....	56, 028	42, 832	17, 688	10, 480	13, 196	49, 560	45, 972	17, 654	16, 384	141, 300
1961.....	57, 678	43, 527	17, 223	11, 256	14, 151	48, 396	47, 700	16, 007	16, 472	153, 100
1962.....	63, 164	48, 034	19, 540	12, 643	15, 130	55, 126	50, 620	19, 796	17, 478	166, 500
1963.....	70, 461	54, 158	22, 433	14, 464	16, 303	61, 295	55, 171	22, 292	19, 400	182, 200
1964.....	78, 442	60, 548	25, 195	16, 228	17, 894	67, 505	61, 121	24, 435	21, 676	197, 600
1965.....	87, 884	68, 565	28, 843	18, 354	19, 319	75, 508	67, 495	27, 914	24, 267	213, 700
1966.....	94, 786	74, 656	30, 961	20, 110	20, 130	78, 896	72, 805	28, 491	26, 373	224, 100
1967.....	99, 228	77, 946	31, 197	21, 690	21, 282	81, 263	77, 973	27, 221	26, 985	235, 900
1966: Dec.....	94, 786	74, 656	30, 961	20, 110	20, 130	6, 433	6, 112	2, 297	2, 225	224, 100
1967: Jan.....	93, 479	74, 015	30, 689	19, 974	19, 464	6, 501	6, 221	2, 240	2, 202	-----
Feb.....	92, 517	73, 598	30, 530	19, 976	18, 919	6, 497	6, 281	2, 177	2, 217	-----
Mar.....	92, 519	73, 591	30, 527	20, 047	18, 928	6, 510	6, 246	2, 199	2, 193	225, 500
Apr.....	93, 089	73, 840	30, 635	20, 193	19, 249	6, 606	6, 393	2, 217	2, 235	-----
May.....	93, 917	74, 290	30, 852	20, 326	19, 627	6, 554	6, 361	2, 238	2, 219	-----
June.....	94, 813	75, 051	31, 208	20, 567	19, 762	6, 823	6, 531	2, 338	2, 281	228, 300
July.....	95, 115	75, 348	31, 364	20, 666	19, 767	6, 776	6, 551	2, 266	2, 228	-----
Aug.....	95, 684	75, 889	31, 455	20, 936	19, 795	6, 929	6, 585	2, 285	2, 240	-----
Sept.....	95, 886	76, 039	31, 296	21, 087	19, 847	6, 973	6, 689	2, 322	2, 280	232, 100
Oct.....	96, 094	76, 223	31, 237	21, 198	19, 871	6, 942	6, 631	2, 321	2, 301	-----
Nov.....	96, 802	76, 680	31, 217	21, 375	20, 122	7, 032	6, 614	2, 305	2, 240	-----
Dec.....	99, 228	77, 946	31, 197	21, 690	21, 282	7, 035	6, 652	2, 306	2, 250	-----

¹Also includes other consumer goods paper, and repair and modernization loans, not shown separately.

²Consists of single-payment loans, charge accounts, and service credit.

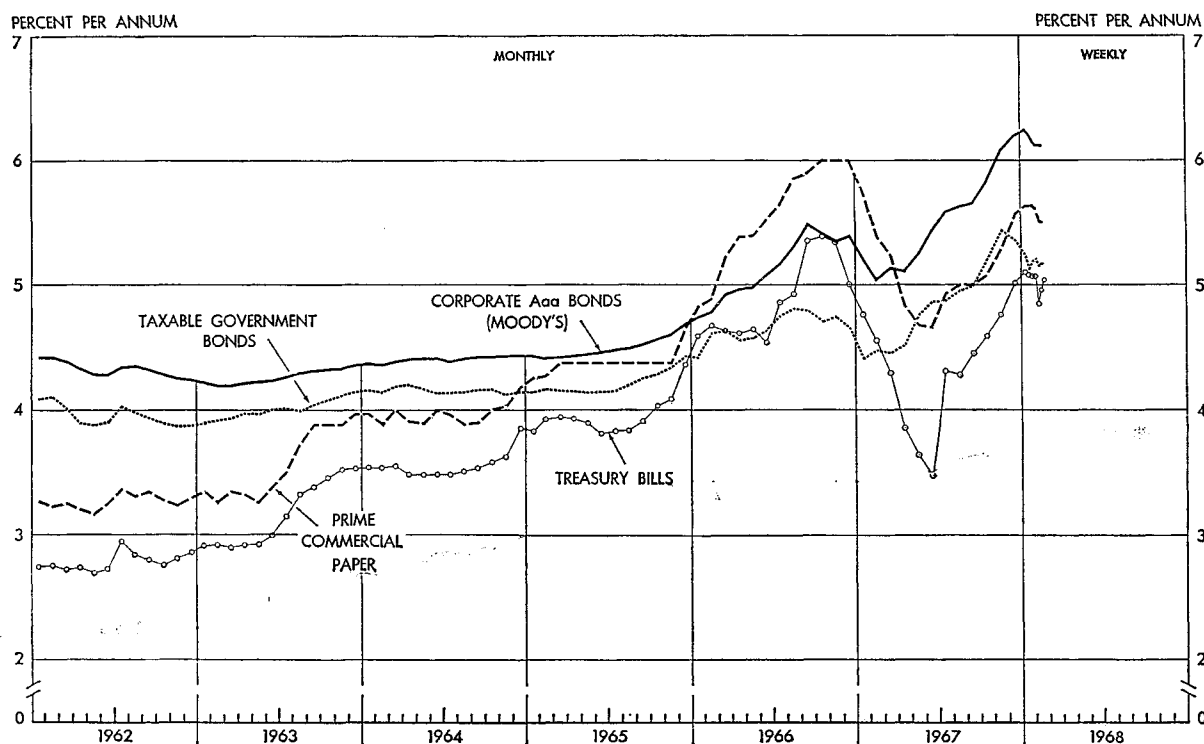
³End of period, unadjusted.

NOTE.—Data for Alaska and Hawaii included beginning January and August 1959, respectively.

Sources: Board of Governors of the Federal Reserve System and Federal Home Loan Bank Board.

BOND YIELDS AND INTEREST RATES

Bond yields fell during January, while the Treasury bill rate averaged higher than in December. On a weekly basis, most yields were fairly stable in late January and early February.



SOURCE: SEE TABLE BELOW

COUNCIL OF ECONOMIC ADVISERS

[Percent per annum]

Period	U.S. Government security yields			High-grade municipal bonds (Standard & Poor's) ⁴	Corporate bonds (Moody's)		Prime commercial paper, 4-6 months	FHA new home mortgage yields ⁵
	3-month Treasury bills ¹	3-5 year issues ²	Taxable bonds ³		Aaa	Baa		
1961-----	2.378	3.60	3.90	3.46	4.35	5.08	2.97	5.80
1962-----	2.778	3.57	3.95	3.18	4.33	5.02	3.26	5.61
1963-----	3.157	3.72	4.00	3.23	4.26	4.86	3.55	5.47
1964-----	3.549	4.06	4.15	3.22	4.40	4.83	3.97	5.45
1965-----	3.954	4.22	4.21	3.27	4.49	4.87	4.38	5.46
1966-----	4.881	5.16	4.65	3.82	5.13	5.67	5.55	6.29
1967-----	4.321	5.07	4.85	3.96	5.51	6.23	5.10	6.55
1966: Dec-----	5.007	5.07	4.65	3.83	5.39	6.18	6.00	6.81
1967: Jan-----	4.759	4.71	4.40	3.58	5.20	5.97	5.73	6.77
Feb-----	4.554	4.73	4.47	3.56	5.03	5.82	5.38	6.62
Mar-----	4.288	4.52	4.45	3.60	5.13	5.85	5.24	6.46
Apr-----	3.852	4.46	4.51	3.66	5.11	5.83	4.83	6.35
May-----	3.640	4.68	4.76	3.92	5.24	5.96	4.67	6.29
June-----	3.480	4.96	4.86	3.99	5.44	6.15	4.65	6.44
July-----	4.308	5.17	4.88	4.05	5.58	6.26	4.92	6.51
Aug-----	4.275	5.28	4.95	4.03	5.62	6.33	5.00	6.53
Sept-----	4.451	5.40	4.99	4.15	5.65	6.40	5.00	6.60
Oct-----	4.588	5.52	5.19	4.31	5.82	6.52	5.07	6.63
Nov-----	4.762	5.73	5.44	4.36	6.07	6.72	5.28	6.65
Dec-----	5.012	5.72	5.36	4.49	6.19	6.93	5.56	6.77
1968: Jan-----	5.081	5.53	5.18	4.36	6.17	6.84	5.60	6.81
Week ended:								
1968: Jan 13---	5.080	5.48	5.12	4.35	6.20	6.86	5.63	-----
20-----	5.072	5.52	5.18	4.34	6.14	6.79	5.63	-----
27-----	5.068	5.55	5.20	4.30	6.12	6.80	5.60	-----
Feb 3-----	4.846	5.54	5.15	4.23	6.12	6.80	5.50	-----
10-----	4.957	5.61	5.17	4.30	6.11	6.80	5.50	-----
17-----	5.040	5.56	*5.13	4.36	*6.10	6.79	*5.50	-----

¹ Rate on new issues within period.

² Selected note and bond issues.

³ April 1953 to date, bonds due or callable 10 years and after.

⁴ Weekly data are Wednesday figures.

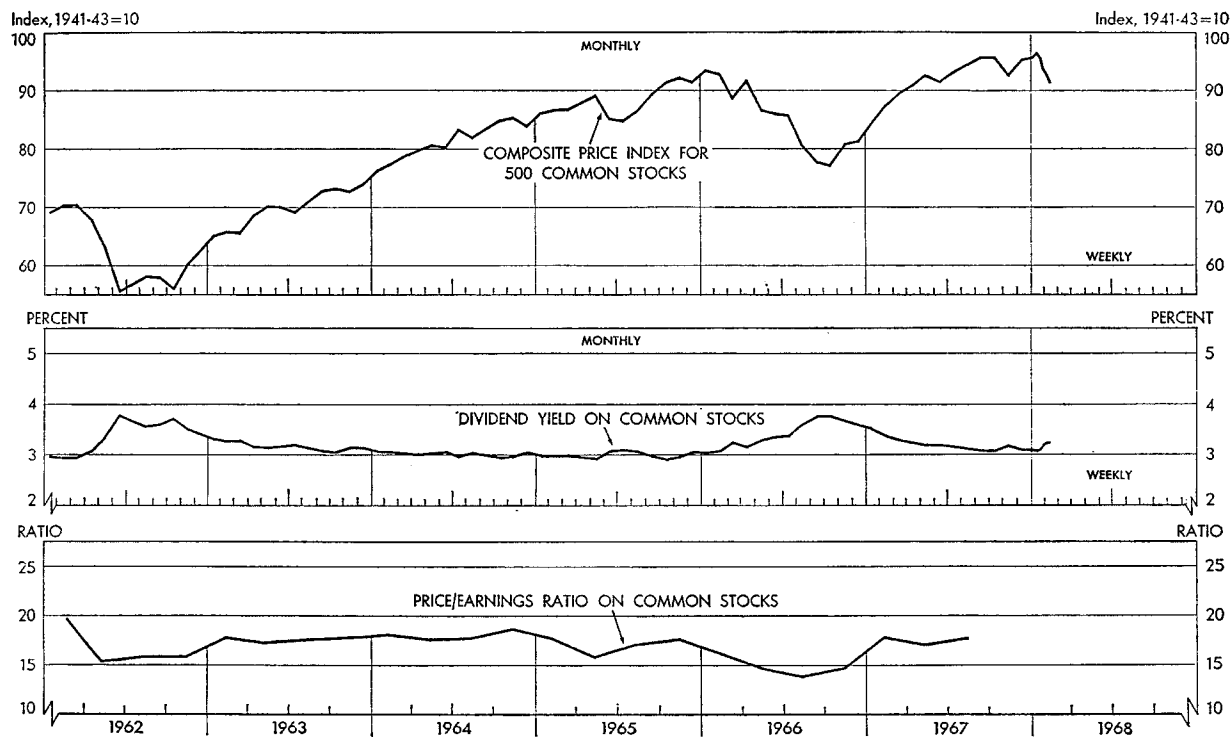
⁵ Not charted.

⁶ Data for first of the month, based on the maximum permissible interest rate (6 percent beginning October 1966) and 30-year mortgages paid in 15 years.

Sources: Treasury Department, Board of Governors of the Federal Reserve System, Federal Housing Administration, Standard & Poor's Corporation, and Moody's Investors Service.

COMMON STOCK PRICES, YIELD, AND EARNINGS

The common stock price index fell during late January and early February, reaching the lowest weekly average level since early June.



SOURCE: STANDARD & POOR'S CORPORATION

COUNCIL OF ECONOMIC ADVISERS

Period	Price index ¹						Dividend yield ² (percent)	Price/ earnings ratio ³
	Total	Industrials			Public utilities	Railroads		
		Total	Capital goods	Consumers' goods				
	1941-43=10							
1962.....	62.38	65.54	58.15	54.96	59.16	30.56	3.37	16.68
1963.....	69.87	73.39	63.30	62.28	64.99	37.58	3.17	17.62
1964.....	81.37	86.19	76.34	73.84	69.91	45.46	3.01	18.08
1965.....	88.17	93.48	85.26	81.94	76.08	46.78	3.00	17.08
1966.....	85.26	91.09	84.86	74.10	68.21	46.34	3.40	14.92
1967.....	91.93	99.18	96.96	79.18	68.10	46.72	3.20	-----
1967: Jan.....	84.45	89.88	82.70	69.97	70.63	44.48	3.51	-----
Feb.....	87.36	93.35	86.72	73.78	70.45	46.13	3.36	-----
Mar.....	89.42	95.86	90.08	75.10	70.03	46.78	3.29	17.86
Apr.....	90.96	97.54	92.37	77.53	71.70	45.80	3.24	-----
May.....	92.59	99.59	95.10	79.13	70.70	47.00	3.19	-----
June.....	91.43	98.61	96.34	78.94	67.39	48.19	3.19	17.01
July.....	93.01	100.38	98.35	81.27	67.77	49.91	3.15	-----
Aug.....	94.49	102.11	101.01	83.88	68.03	50.43	3.11	-----
Sept.....	95.81	103.84	104.17	84.62	67.45	49.27	3.07	17.81
Oct.....	95.66	104.16	106.64	83.60	64.93	46.28	3.07	-----
Nov.....	92.66	100.90	103.58	80.47	63.48	42.95	3.18	-----
Dec.....	95.30	103.91	106.41	81.92	64.61	43.46	3.09	-----
1968: Jan.....	95.04	103.11	102.87	81.06	68.02	43.38	3.13	-----
Week ended:								
1968: Jan 5.....	95.77	104.13	104.72	81.57	66.96	43.73	3.09	-----
12.....	96.60	104.77	104.46	82.49	69.42	43.88	3.06	-----
19.....	95.74	103.80	104.32	81.93	69.01	43.63	3.09	-----
26.....	93.52	101.43	101.39	80.21	67.18	42.76	3.19	-----
Feb 2.....	92.66	100.45	99.46	79.11	66.75	42.85	3.22	-----
9.....	91.32	98.91	99.39	78.91	66.26	42.56	3.23	-----
16.....	*89.87	97.33	97.79	77.09	65.27	41.87	*3.30	-----

¹Includes 500 common stocks; 425 are industrials; 55 are public utilities; and 20 are railroads. Weekly indexes for capital and consumer goods are Wednesday figures; all other weekly indexes are averages of daily figures.

²Aggregate cash dividends (based on latest known annual rate) divided by the aggregate monthly market value of the stocks in the group. Annual yields

are averages of monthly data. Weekly data are Wednesday figures.

³Ratio of price index for last day in quarter to quarterly earnings (seasonally adjusted annual rate). Annual ratios are averages of quarterly data.

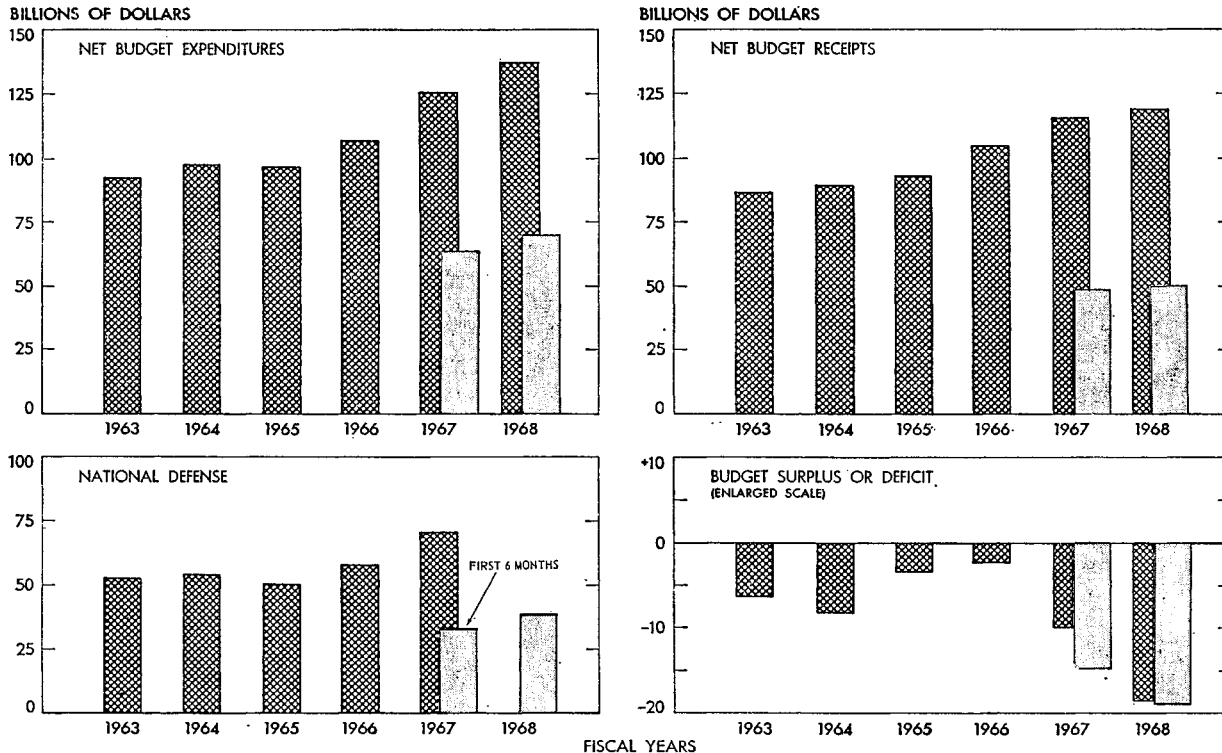
* Not charted.

Source: Standard & Poor's Corporation.

FEDERAL FINANCE

FEDERAL ADMINISTRATIVE BUDGET RECEIPTS AND EXPENDITURES

Administrative budget expenditures for the first 6 months of fiscal 1968 were \$70.0 billion. In the corresponding period of fiscal 1967 expenditures were \$64.1 billion. Receipts for the same period were \$51.0 billion in fiscal 1968 and \$49.2 billion in fiscal 1967.



SOURCES: TREASURY DEPARTMENT AND BUREAU OF THE BUDGET

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars]

Period	Net budget receipts	Net budget expenditures				Budget surplus or deficit (—)	Public debt (end of period) ²
		Total	National defense ¹		Military assistance		
			Total	Depart- ment of Defense, military			
Fiscal year 1964	89.5	97.7	54.2	49.8	1.5	—8.2	312.5
Fiscal year 1965	93.1	96.5	50.2	46.2	1.2	—3.4	317.9
Fiscal year 1966	104.7	107.0	57.7	54.4	1.0	—2.3	320.4
Fiscal year 1967	115.8	125.7	70.8	67.7	.9	—9.9	326.7
Fiscal year 1968	118.6	137.2				—18.6	351.6
Fiscal year 1969	135.6	147.4				—11.8	363.5
1967: Jan.	9.4	10.0	6.2	5.9	.1	— .6	329.4
Mar.	11.4	11.7	6.9	6.6	.1	— .3	331.5
Apr.	13.5	9.5	6.3	6.1	.1	4.1	328.3
May	6.3	10.9	6.1	5.8	.1	—4.6	331.4
June	18.3	10.1	6.1	5.8	.2	8.2	326.7
July	6.4	11.5	6.4	6.2	(³)	—5.1	331.2
Aug.	7.3	12.7	6.8	6.6	(³)	—5.4	336.4
Sept.	12.4	12.5	6.6	6.3	(³)	— .1	336.4
Oct.	6.8	11.5	6.6	6.4	.1	—4.7	341.0
Nov.	7.5	11.7	6.4	6.1	.1	—4.2	345.6
Dec.	10.6	10.1	6.0	5.8	(³)	.5	345.2
Cumulative totals, first 6 months:							
Fiscal year 1967	49.2	64.1	33.4	32.0	.3	—14.9	329.8
Fiscal year 1968	51.0	70.0	38.8	37.3	.2	—19.0	345.2

¹ In addition to items shown, also includes atomic energy and defense related services.

² Includes guaranteed securities held outside the Treasury. Not all of total shown is subject to statutory debt limitation.

³ Less than \$50 million.

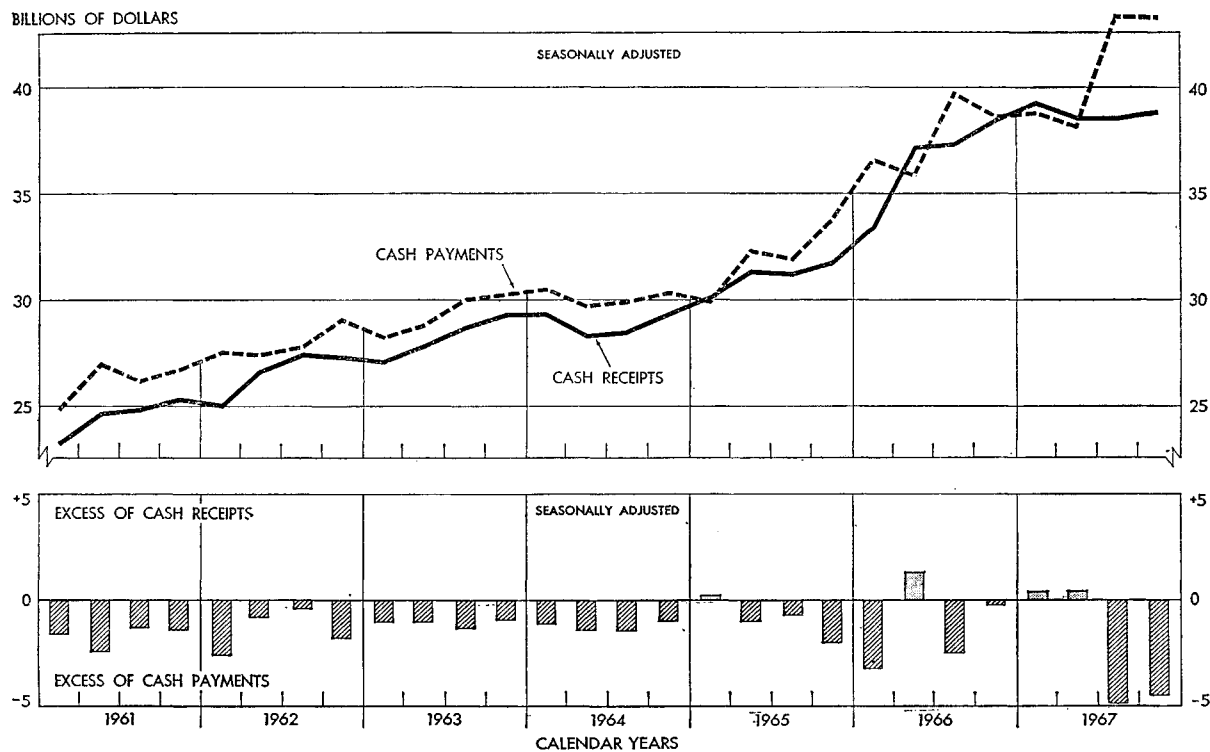
Sources: Treasury Department and Bureau of the Budget.

NOTE.—Total budget receipts and expenditures exclude certain intragovernmental transactions.

New concepts of Federal receipts and outlays presented in "The Budget of the United States Government, Fiscal Year 1969" will be used in this table as soon as data are available on a monthly basis.

FEDERAL CASH RECEIPTS FROM AND PAYMENTS TO THE PUBLIC

On a seasonally adjusted basis, cash receipts rose slightly from the third to the fourth quarter while cash payments changed little, resulting in a cash deficit of \$4½ billion.



SOURCES: TREASURY DEPARTMENT AND BUREAU OF THE BUDGET

COUNCIL OF ECONOMIC ADVISERS

(Billions of dollars)

Period	Cash receipts from the public	Cash payments to the public	Excess of receipts or payments (—)	Cash receipts from the public	Cash payments to the public	Excess of receipts or payments (—)
Fiscal year:						
1962	101.9	107.7	—5.8			
1963	109.7	113.8	—4.0			
1964	115.5	120.3	—4.8			
1965	119.7	122.4	—2.7			
1966	134.5	137.8	—3.3			
1967	153.6	155.1	—1.5			
1968 ¹	158.8	176.0	—17.2			
1969 ¹	181.1	188.7	—7.6			
Calendar year:						
1962	106.2	111.9	—5.7			
1963	112.6	117.2	—4.6			
1964	115.0	120.3	—5.2			
1965	123.4	127.9	—4.5			
1966 ²	145.1	150.9	—5.7			
1967	156.3	163.6	—7.3			
Quarterly total (calendar years):						
	Unadjusted			Seasonally adjusted ¹		
1966: I	33.3	34.6	—1.3	33.4	36.6	—3.2
II	46.2	36.2	10.0	37.1	35.8	1.3
III	34.6	41.3	—6.7	37.3	39.7	—2.5
IV	31.1	38.8	—7.7	38.4	38.6	—0.2
1967: I	38.0	36.7	1.4	39.2	38.8	.4
II	49.9	38.4	11.5	38.5	38.1	.4
III	35.9	45.1	—9.2	38.5	43.4	—4.9
IV	32.5	43.5	—10.9	38.8	43.3	—4.5

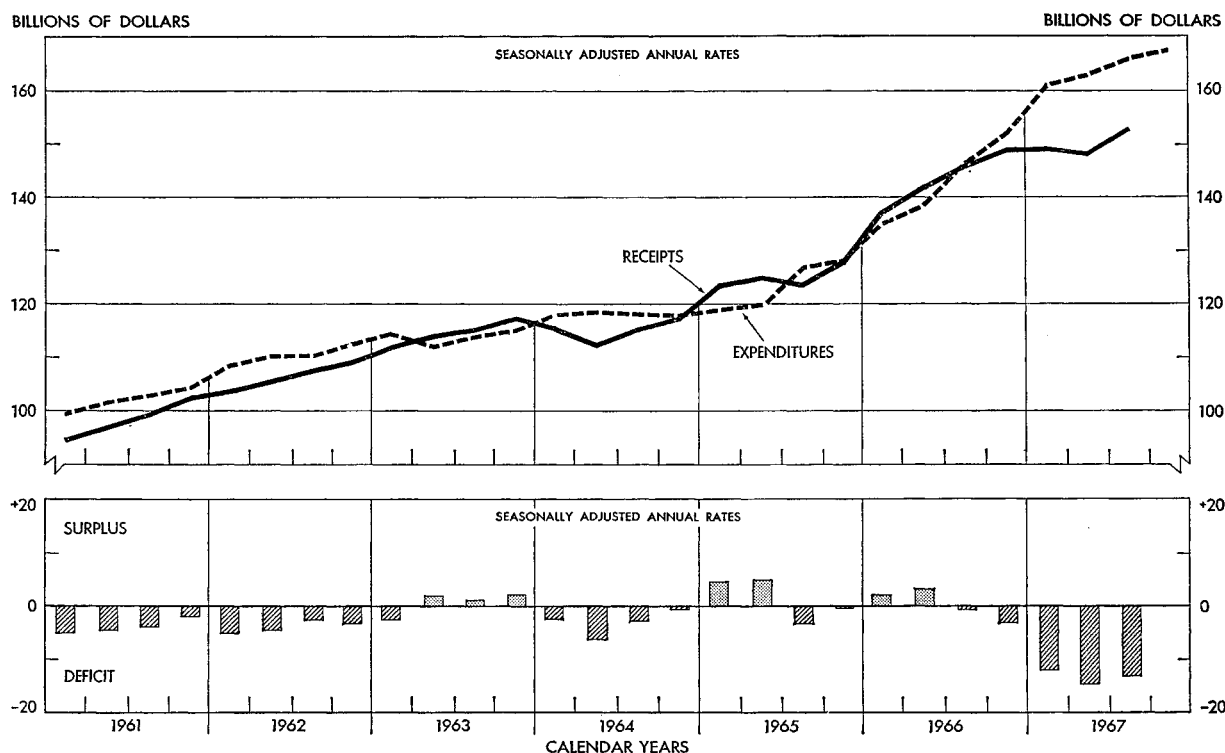
¹ Estimates.

² Seasonally adjusted data include accelerated corporate tax payments of about \$3 billion in calendar year 1966 and \$5 billion in calendar year 1967.

Sources: Treasury Department and Bureau of the Budget.

FEDERAL SECTOR, NATIONAL INCOME ACCOUNTS BASIS

In the third quarter, Federal receipts rose more than \$4½ billion (seasonally adjusted annual rate) and expenditures rose about \$3 billion, yielding a deficit of over \$13 billion. Preliminary data for the fourth quarter indicate that expenditures rose \$2 billion.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars, quarterly data at seasonally adjusted annual rates]

Period	Federal Government receipts					Federal Government expenditures						Surplus or deficit (—), income and product accounts
	Total	Personal tax and nontax receipts	Corporate profits tax accruals	Indirect business tax and nontax accruals	Contributions for social insurance	Total	Purchases of goods and services	Transfer payments	Grants-in-aid to State and local governments	Net interest paid	Subsidies less current surplus of Govt. enterprises	
Fiscal year:												
1964-----	115.5	50.7	25.7	15.6	23.5	116.9	65.7	29.5	9.8	8.1	3.8	-1.4
1965-----	120.6	51.3	27.8	16.9	24.5	118.3	64.3	30.4	10.9	8.5	4.1	2.3
1966-----	132.9	57.5	31.0	15.8	28.6	131.9	71.7	34.1	12.7	9.0	4.5	.9
1967-----	147.6	64.6	31.4	15.9	35.7	155.1	84.5	39.8	15.4	10.1	5.3	-7.5
1968 ¹ -----	161.1	71.0	34.3	17.1	38.7	171.1	92.8	44.9	18.0	10.7	4.5	-10.0
1969 ¹ -----	182.5	83.8	37.2	18.1	43.4	185.0	99.4	49.9	20.0	11.2	4.5	-2.5
Calendar year:												
1964-----	115.0	48.6	26.4	16.1	23.8	118.1	65.2	29.9	10.4	8.3	4.2	-3.0
1965-----	124.8	53.8	29.3	16.5	25.2	123.4	66.8	32.4	11.2	8.7	4.3	1.4
1966-----	143.2	61.7	32.3	15.9	33.3	142.9	77.0	36.0	14.8	9.5	5.4	.3
1967-----	151.6	66.5	30.7	16.6	37.7	164.3	89.9	42.9	16.0	10.5	5.1	-12.7
1966: I-----	137.0	57.7	32.2	15.2	31.9	134.8	72.1	35.2	13.8	9.1	4.6	2.2
II-----	141.6	60.9	32.2	15.9	32.5	138.4	74.9	34.1	14.6	9.4	5.3	3.2
III-----	145.6	63.1	32.4	16.2	34.0	146.3	79.5	35.9	15.3	9.6	6.0	-.7
IV-----	148.6	65.2	32.3	16.3	34.7	151.9	81.5	38.8	15.6	10.0	5.9	-3.3
1967: I-----	149.1	65.5	30.3	16.2	37.0	160.9	87.1	42.2	15.6	10.4	5.6	-11.9
II-----	148.1	64.0	30.3	16.5	37.2	162.8	89.5	42.4	15.3	10.4	5.3	-14.7
III-----	152.7	67.5	30.6	16.7	38.0	165.9	90.9	43.5	16.0	10.5	5.0	-13.2
IV ^p -----	69.1	-----	-----	17.0	38.7	167.9	92.2	43.3	17.1	10.7	4.6	-----

¹ Estimates.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

Contents

TOTAL OUTPUT, INCOME, AND SPENDING	Page
The Nation's Income, Expenditure, and Saving.....	1
Gross National Product or Expenditure.....	2
National Income.....	3
Sources of Personal Income.....	4
Disposition of Personal Income.....	5
Farm Income.....	6
Corporate Profits.....	7
Gross Private Domestic Investment.....	8
Expenditures for New Plant and Equipment.....	9
EMPLOYMENT, UNEMPLOYMENT, AND WAGES	
Status of the Labor Force.....	10
Selected Measures of Unemployment and Part-Time Employment.....	11
Unemployment Insurance Programs.....	12
Nonagricultural Employment.....	13
Weekly Hours of Work—Selected Industries.....	14
Average Hourly and Weekly Earnings—Selected Industries.....	15
PRODUCTION AND BUSINESS ACTIVITY	
Industrial Production.....	16
Production of Selected Manufactures.....	17
Weekly Indicators of Production.....	18
New Construction.....	19
New Housing Starts and Applications for Financing.....	20
Business Sales and Inventories—Total and Trade.....	21
Manufacturers' Shipments, Inventories, and New Orders.....	22
Merchandise Exports and Imports.....	23
U.S. Exports and Imports of Goods and Services.....	24
U.S. Balance of International Payments.....	25
PRICES	
Consumer Prices.....	26
Wholesale Prices.....	27
Prices Received and Paid by Farmers.....	28
MONEY, CREDIT, AND SECURITY MARKETS	
Money Supply.....	29
Selected Liquid Assets Held by the Public.....	30
Bank Loans, Investments, Debits, and Reserves.....	31
Consumer and Real Estate Credit.....	32
Bond Yields and Interest Rates.....	33
Common Stock Prices, Yield, and Earnings.....	34
FEDERAL FINANCE	
Federal Administrative Budget Receipts and Expenditures.....	35
Federal Cash Receipts from and Payments to the Public.....	36
Federal Sector, National Income Accounts Basis.....	37

NOTE.—Detail in these tables will not necessarily add to totals because of rounding.
Data for Alaska and Hawaii are not included unless specifically noted.
Unless otherwise stated, all dollar figures are in current prices.
? Indicates preliminary and not available.