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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

Recently revised estimates indicate that gross national product advanced almost \$21¾ billion (seasonally adjusted annual rate) in the second quarter, surpassing the previous record increase of nearly \$20¼ billion in the first quarter.

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

Period	Persons					Government						
	Disposable personal income			Personal consumption expenditures	Personal saving or dissaving (−)	Net receipts			Expenditures			Surplus or deficit (−), income and product accounts
	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	473.2	12.0	461.3	432.8	28.4	189.1	49.9	139.2	186.9	49.9	137.0	2.2
1966	511.6	13.1	498.4	465.5	32.9	213.2	55.3	157.9	211.5	55.3	156.2	1.7
1967	546.3	13.9	532.4	492.2	40.2	227.4	62.9	164.6	241.3	62.9	178.4	−13.8
1966: III	515.4	13.2	502.2	469.3	32.9	216.6	55.6	161.0	215.3	55.6	159.5	1.2
IV	525.4	13.5	511.9	473.7	38.1	220.5	58.9	161.6	223.1	58.9	164.3	−2.6
1967: I	534.2	13.7	520.5	480.9	39.7	222.3	62.1	160.2	235.2	62.1	173.1	−12.9
II	541.5	14.3	527.2	490.3	37.0	223.6	62.1	161.5	239.5	62.1	177.3	−15.9
III	550.0	14.0	536.0	495.5	40.5	229.0	63.4	165.6	243.0	63.4	179.6	−14.0
IV	559.6	14.0	545.6	502.2	43.4	234.9	63.9	171.0	247.4	63.9	183.5	−12.5
1968: I	574.4	14.1	560.3	519.4	40.8	246.7	66.3	180.4	256.9	66.3	190.5	−10.3
II	586.3	14.4	571.9	527.9	44.0	254.3	69.9	184.4	265.5	69.9	195.7	−11.3

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	−.8	520.1
1962	66.3	83.0	−16.8	2.7	30.3	25.1	5.1	−2.5	559.8	.5	560.3
1963	68.8	87.1	−18.4	2.8	32.3	26.4	5.9	−3.1	590.8	−.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	84.7	108.1	−23.4	2.8	39.2	32.3	6.9	−4.1	688.0	−3.1	684.9
1966	91.6	120.8	−29.2	2.9	43.1	38.1	5.1	−2.2	750.9	−3.3	747.6
1967	93.1	114.3	−21.1	3.1	45.8	41.0	4.8	−1.7	793.2	−3.5	789.7
1966: III	91.9	119.9	−28.0	2.8	43.6	39.1	4.5	−1.7	757.9	−4.4	753.3
IV	95.3	125.7	−30.4	2.6	44.2	39.7	4.5	−1.9	771.3	−3.1	768.2
1967: I	91.3	113.0	−21.7	2.9	45.5	40.3	5.2	−2.3	774.9	−2.8	772.2
II	91.8	107.6	−15.8	3.4	45.5	40.4	5.1	−1.6	783.9	−3.8	780.2
III	93.5	114.7	−21.2	3.4	46.1	40.6	5.4	−2.1	798.5	−3.4	795.3
IV	95.9	121.8	−25.9	2.6	46.0	42.6	3.4	−.8	815.1	−4.2	811.0
1968: I	92.7	119.7	−27.0	2.6	47.5	46.0	1.5	1.1	836.0	−4.7	831.2
II	97.3	127.3	−30.0	2.8	49.9	47.9	2.0	.8	856.4	−3.6	852.9

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.

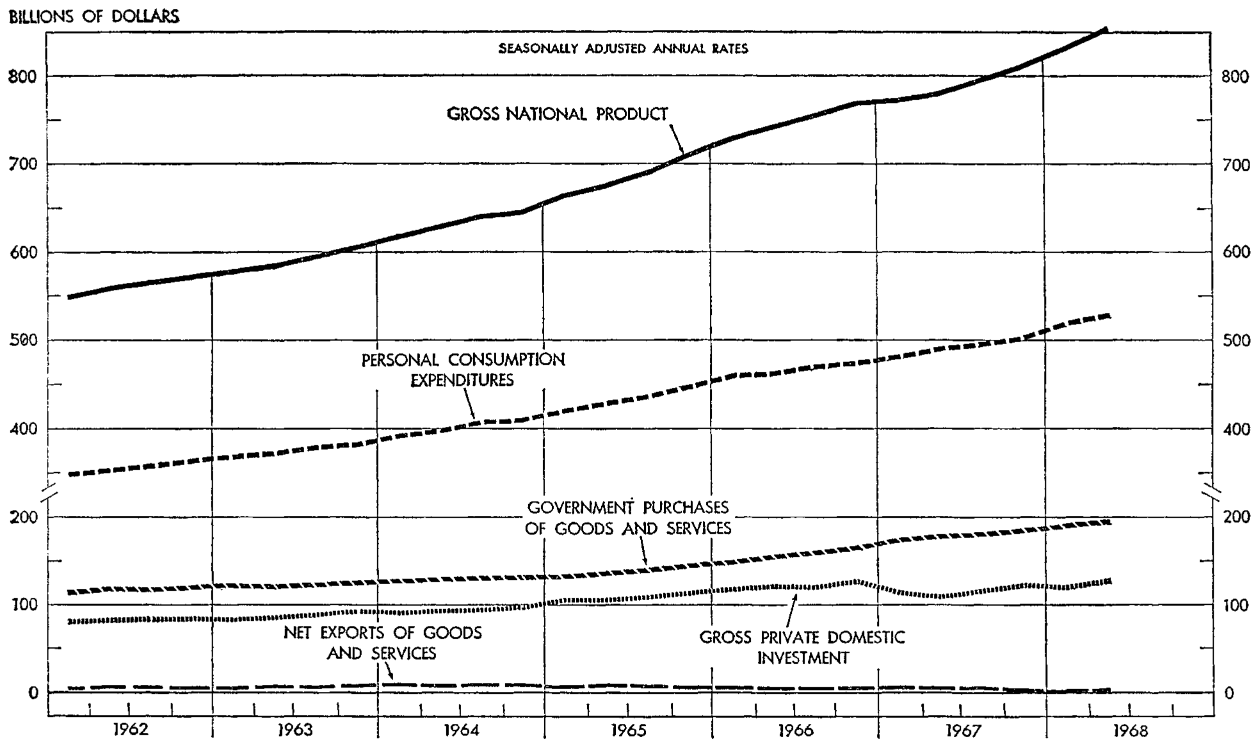
5 Net foreign investment with sign changed.

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

Source: Department of Commerce.

GROSS NATIONAL PRODUCT OR EXPENDITURE

Gross national product (seasonally adjusted) advanced at an annual rate of almost 11 percent in the second quarter, according to revised estimates. About three-fifths of the increase represented a rise in physical output and the rest higher prices.



SOURCE: DEPARTMENT OF COMMERCE

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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: Total	Federal: Total	Federal: National defense[1]	Federal: Other	State and local	Implicit price deflator for total GNP, 1958=100[2]
	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	*617.8*	684.9	432.8	108.1	6.9	137.0	66.9	50.1	16.8	70.1	110.9
1966	*657.1*	747.6	465.5	120.8	5.1	156.2	77.4	60.6	16.8	78.8	113.8
1967	*673.1*	789.7	492.2	114.3	4.8	178.4	90.6	72.4	18.2	87.8	117.3
1966: III	*659.5*	753.3	469.3	119.9	4.5	159.5	79.9	63.0	16.9	79.7	114.2
IV	*667.1*	768.2	473.7	125.7	4.5	164.3	81.5	65.4	16.1	82.7	115.2
1967: I	*665.7*	772.2	480.9	113.0	5.2	173.1	87.4	70.0	17.4	85.8	116.0
II	*669.2*	780.2	490.3	107.6	5.1	177.3	90.0	72.1	17.9	87.2	116.6
III	*675.6*	795.3	495.5	114.7	5.4	179.6	91.3	72.9	18.4	88.4	117.7
IV	*681.8*	811.0	502.2	121.8	3.4	183.5	93.5	74.6	19.0	90.0	118.9
1968: I	*692.7*	831.2	519.4	119.7	1.5	190.5	97.1	76.8	20.3	93.4	120.0
II	*703.4*	852.9	527.9	127.3	2.0	195.7	100.0	79.0	21.0	95.6	121.2

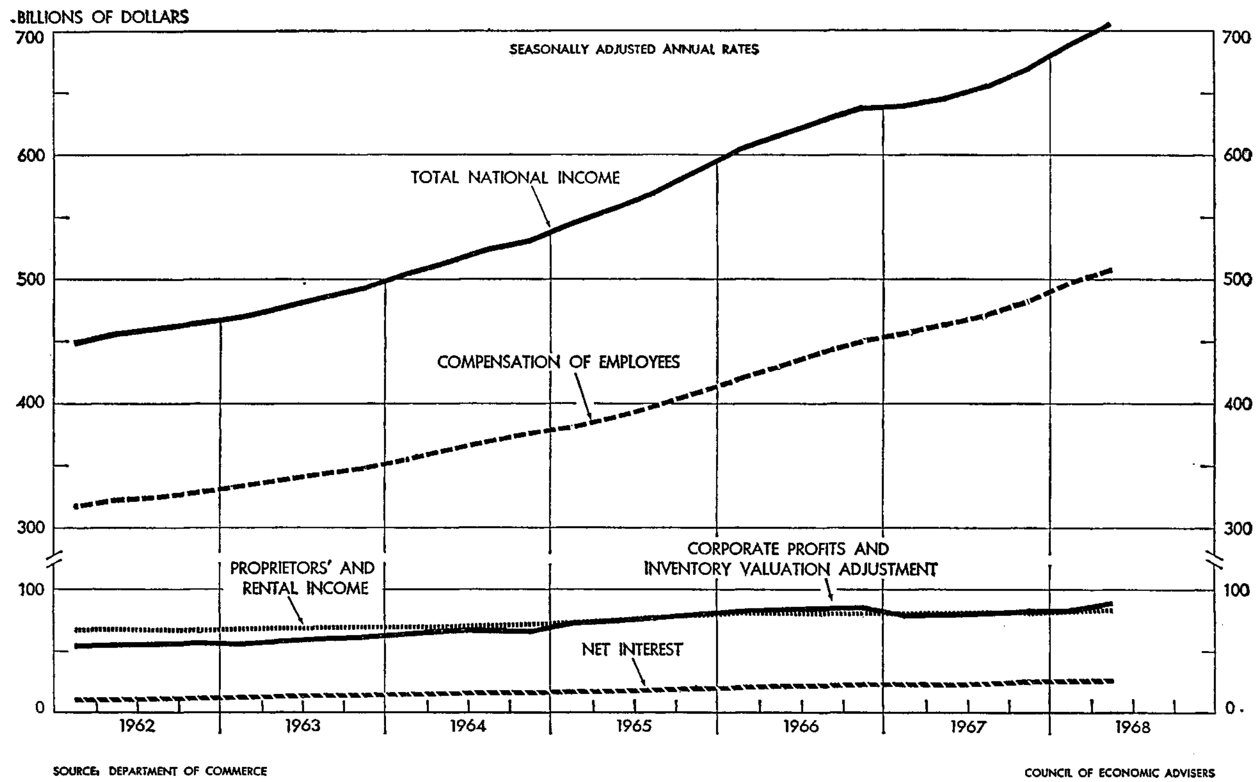
[1] This category corresponds closely with budget expenditures for national defense, shown on p. 36.
[2] Gross national product in current prices divided by gross national product in 1958 prices.

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

Source: Department of Commerce.

NATIONAL INCOME

National income rose $17⅓ billion (seasonally adjusted annual rate) in the second quarter with strong advances in all income components, according to revised estimates. Corporate profits (before taxes) and inventory valuation adjustment were up $5½ billion over the first quarter and about $9½ billion above the level of the second quarter of 1967.



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

Period	Total national income	Compensation of employees [1]	Proprietors' income: Farm [2]	Proprietors' income: Business and professional	Rental income of persons	Net interest	Corporate profits and inventory valuation adjustment [3]: 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	564.3	393.8	14.8	42.4	19.0	18.2	76.1	77.8	−1.7
1966	620.8	435.6	15.9	44.8	19.8	20.8	83.9	85.6	−1.7
1967	652.9	468.2	14.4	46.3	20.3	23.3	80.4	81.6	−1.2
1966: III	626.7	441.4	15.5	44.7	19.9	21.1	84.2	86.7	−2.5
IV	637.3	449.7	15.1	45.2	20.0	22.0	85.3	85.0	.3
1967: I	638.6	456.7	14.4	45.7	20.1	22.2	79.5	79.9	−.4
II	645.1	461.8	14.4	46.1	20.2	22.9	79.6	80.3	−.7
III	656.9	471.5	14.6	46.6	20.4	23.6	80.2	80.8	−.6
IV	670.9	482.7	14.3	46.8	20.5	24.3	82.3	85.4	−3.1
1968: I	688.1	496.8	14.6	47.2	20.7	25.0	83.8	88.9	−5.1
II	705.4	507.1	14.8	47.8	20.9	25.8	89.2	91.8	−2.7

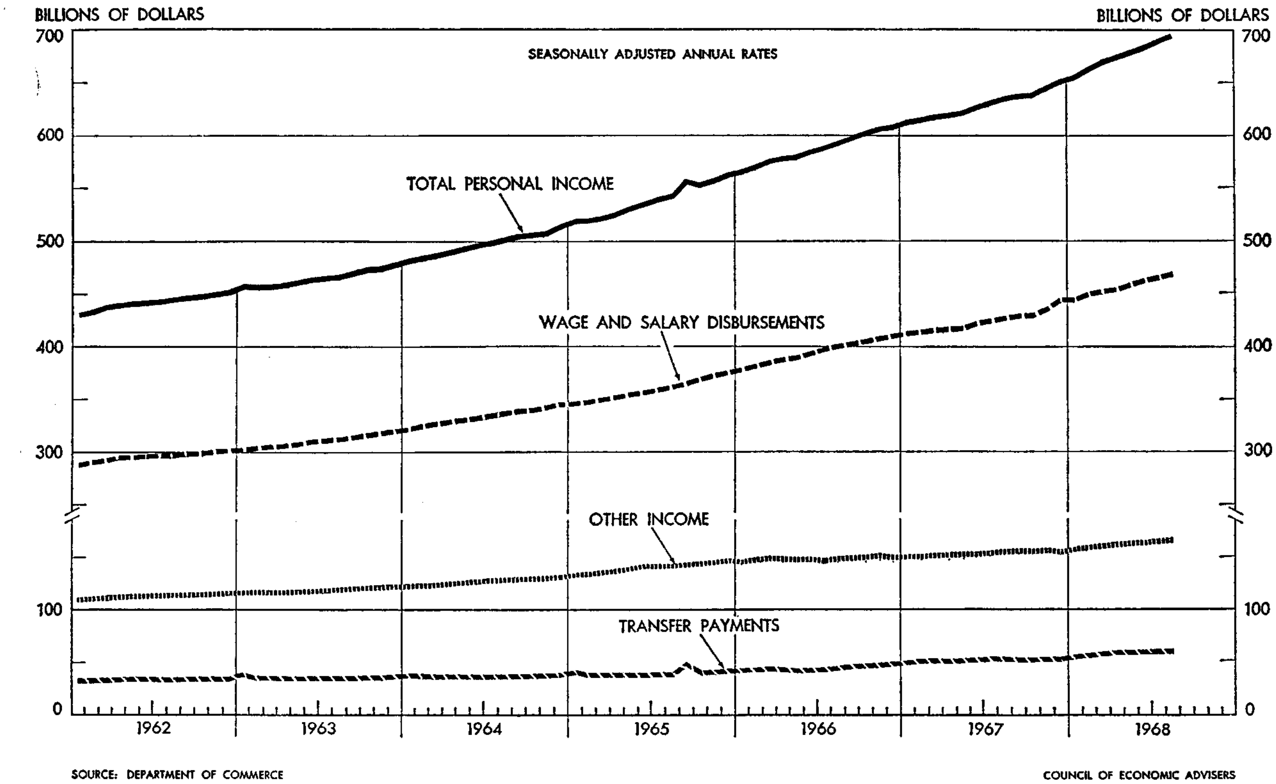
[1] Includes employer contributions for social insurance. (See also p. 4.)
[2] Excludes farm profits of corporations engaged in farming and therefore differs from net farm income (including net inventory change) on p. 6 which includes such profits.
[3] See Note, p. 7.

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

Source: Department of Commerce.

SOURCES OF PERSONAL INCOME

Personal income rose strongly in August with an advance of $5 billion (seasonally adjusted annual rate). Wag
and salaries and other labor income accounted for $3½ billion of the gain.



[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: Farm	Proprietors' income: Business and professional	Rental income of persons	Dividends	Personal interest income	Transfer payments	Less: Personal contributions for social insurance	Nonagricultural personal income [3]
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	538.9	358.9	18.7	14.8	42.4	19.0	19.8	38.7	39.9	13.4	519.5
1966	586.8	394.6	20.8	15.9	44.8	19.8	21.7	43.1	43.9	17.8	566.1
1967	628.8	423.4	23.3	14.4	46.3	20.3	22.9	46.8	51.7	20.4	609.3
1967: July	629.8	423.4	23.4	14.3	46.5	20.3	23.5	46.8	52.0	20.5	610.5
Aug	634.2	426.6	23.7	14.6	46.6	20.4	23.5	47.2	52.2	20.6	614.4
Sept	637.0	428.8	23.9	14.8	46.7	20.4	23.4	47.6	51.9	20.5	617.1
Oct	638.0	429.6	24.0	14.2	46.5	20.5	23.2	48.0	52.6	20.7	618.8
Nov	644.9	435.4	24.2	14.3	46.8	20.5	23.1	48.5	53.0	20.9	625.4
Dec	652.6	444.2	24.4	14.3	47.0	20.6	21.1	49.0	53.2	21.2	633.0
1968: Jan	654.9	443.0	24.7	14.4	47.1	20.6	23.2	49.4	54.5	22.1	635.1
Feb	663.0	449.7	25.0	14.6	47.2	20.7	23.6	49.8	54.9	22.4	643.1
Mar	670.0	452.2	25.2	14.8	47.5	20.7	23.9	50.2	57.8	22.4	649.9
Apr	672.6	453.2	25.5	14.8	47.6	20.8	24.3	50.8	58.1	22.6	652.4
May	678.2	457.5	25.7	14.8	47.8	20.9	24.7	51.3	58.2	22.8	658.0
June	683.7	462.2	26.0	14.8	47.9	20.9	24.3	51.9	58.5	22.9	663.4
July	689.2	465.4	26.3	14.9	48.0	21.0	25.0	52.5	59.1	23.1	668.9
Aug p	694.3	468.8	26.5	15.1	48.1	21.0	25.2	53.2	59.5	23.2	673.7

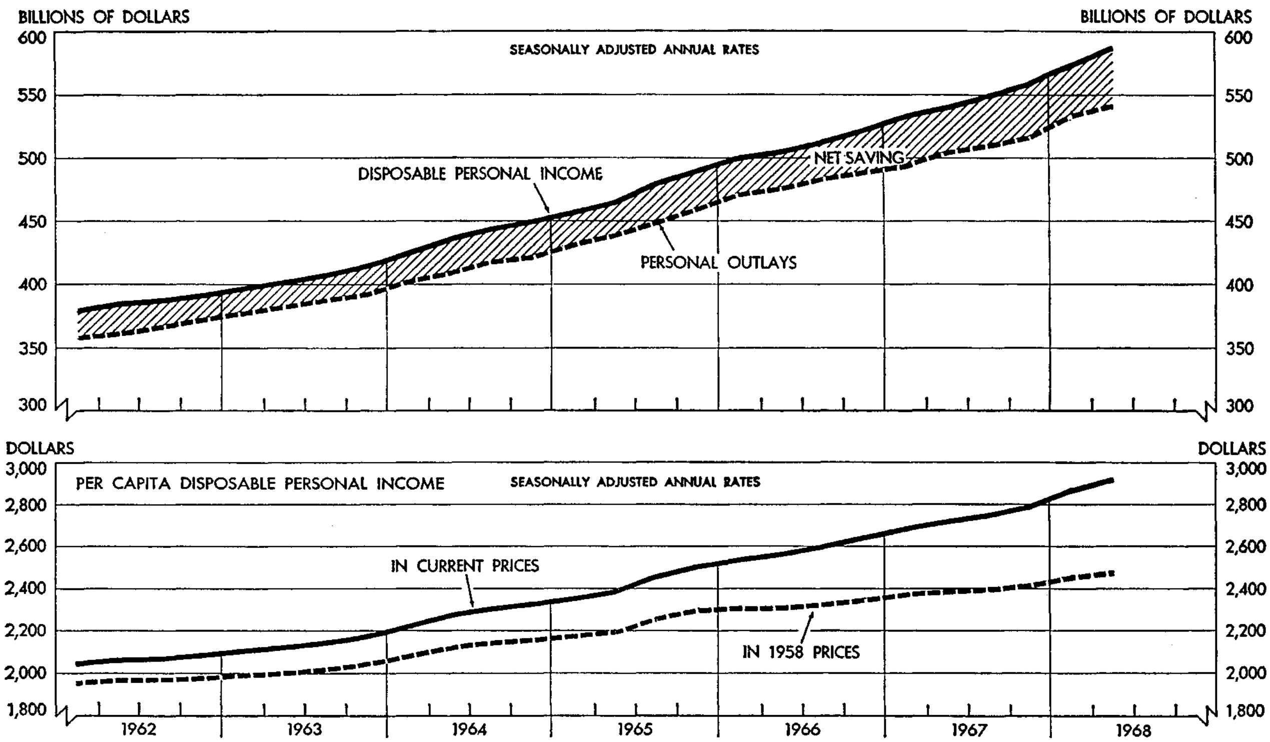
[1] Compensation of employees (see p. 3) excluding employer contributions for social insurance and wage accruals less disbursements.
[2] Employer contributions to private pension, health, and welfare funds; compensation for injuries; directors' fees; military reserve pay; and a few other minor items.
[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 estimates indicate that personal income increased almost $15½ billion (seasonally adjusted annual rate) in the second quarter, and disposable income rose $12 billion. With personal outlays advancing only $8¾ billion, the saving rate jumped sharply from 7.1 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: Total personal outlays [1]	Personal consumption expenditures [2]: Durable goods	Personal consumption expenditures [2]: Nondurable goods	Personal consumption expenditures [2]: Services	Equals: Personal saving	Per capita disposable personal income: Current prices	Per capita disposable personal income: 1958 prices	Saving as percent of disposable personal income (percent)	Population (thousands) [3]
	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	538.9	65.7	473.2	444.8	66.3	191.1	175.5	28.4	2,432	2,235	6.0	194,592
1966	586.8	75.3	511.6	478.6	70.5	206.7	188.3	32.9	2,598	2,332	6.4	196,920
1967	628.8	82.5	546.3	506.2	72.6	215.8	203.8	40.2	2,744	2,401	7.4	199,118
	Seasonally adjusted annual rates											
1966: III	592.1	76.8	515.4	482.5	71.0	208.3	190.0	32.9	2,613	2,340	6.4	197,216
IV	604.5	79.2	525.4	487.3	71.1	209.3	193.3	38.1	2,656	2,359	7.3	197,834
1967: I	614.8	80.5	534.2	494.6	69.8	212.9	198.2	39.7	2,693	2,379	7.4	198,356
II	621.6	80.1	541.5	504.5	73.4	215.3	201.6	37.0	2,723	2,395	6.8	198,852
III	633.7	83.6	550.0	509.5	73.1	216.4	205.9	40.5	2,758	2,404	7.4	199,425
IV	645.2	85.6	559.6	516.1	74.2	218.4	209.6	43.4	2,798	2,418	7.8	200,006
1968: I	662.7	88.3	574.4	533.5	79.0	226.5	213.9	40.8	2,866	2,454	7.1	200,433
II	678.1	91.9	586.3	542.3	81.0	228.2	218.7	44.0	2,918	2,474	7.5	200,911

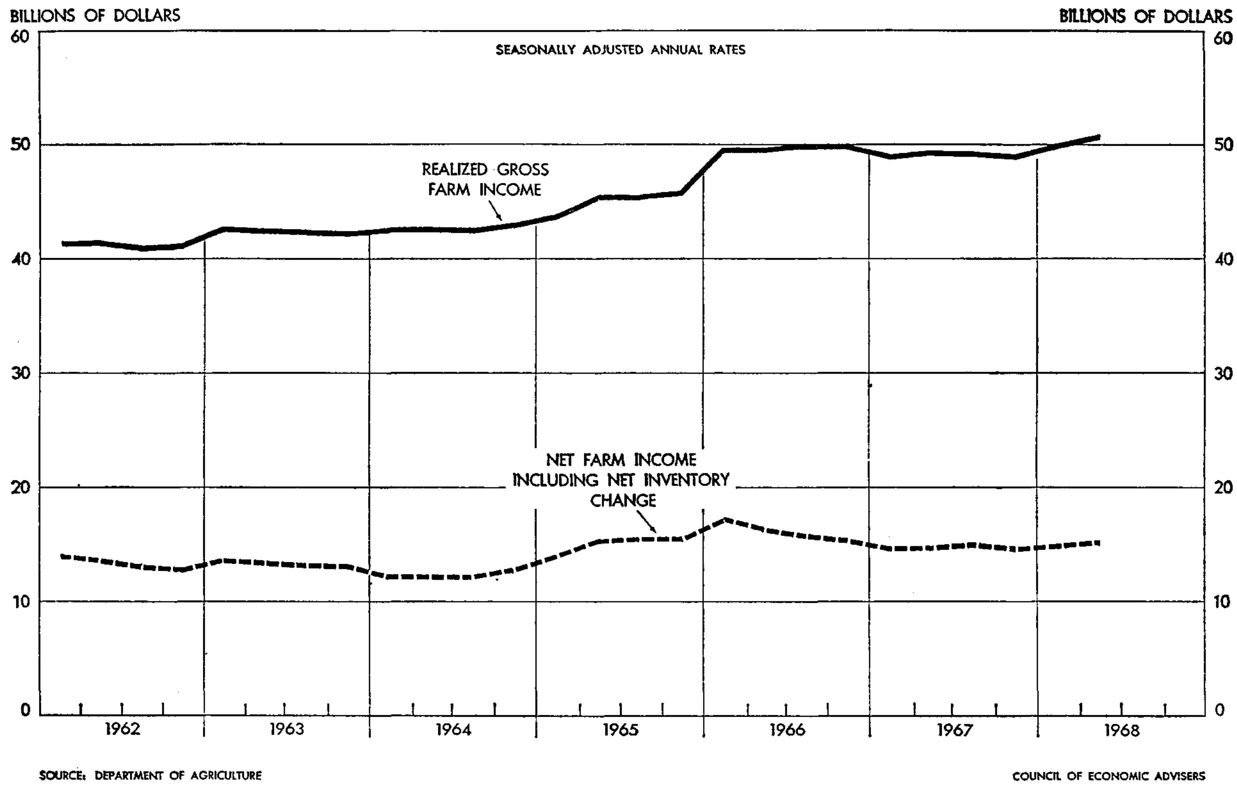
[1] Includes personal consumption expenditures, interest paid by consumers, and personal transfer payments to foreigners.
[2] See p. 2 for total personal consumption expenditures.
[3] Includes armed forces abroad. Annual data are for July 1; quarterly data are for middle of period, interpolated from monthly data.

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

Source: Department of Commerce.

FARM INCOME

According to current estimates, net farm income excluding inventory change (seasonally adjusted) advanced 2¾ percent in the second quarter. Including inventory change, there was a rise of 2 percent.



Period	Personal income received by total farm population: From all sources	From farm sources	From nonfarm sources	Income received from farming: Realized gross: Total [1]	Cash receipts from marketings	Production expenses	Net to farm operators: Excluding net inventory change	Including net inventory change [2]	Net income per farm including net inventory change [3]: 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	11.5	7.2	38.1	34.2	26.4	11.7	12.1	3,049	3,388
1961	19.7	12.2	7.5	39.8	35.1	27.1	12.6	13.0	3,399	3,735
1962	20.4	12.3	8.2	41.3	36.4	28.6	12.6	13.2	3,586	3,898
1963	20.6	12.1	8.5	42.3	37.4	29.7	12.6	13.2	3,708	3,987
1964	20.6	11.3	9.3	42.6	37.2	29.5	13.1	12.3	3,564	3,832
1965	23.6	13.5	10.0	44.9	39.3	30.9	14.0	15.0	4,487	4,723
1966	24.8	14.3	10.5	49.6	43.2	33.4	16.2	16.1	4,967	5,068
1967	23.7	13.0	10.7	49.1	42.8	34.8	14.2	14.6	4,654	4,654
	Seasonally adjusted annual rates									
1966: III				49.7	43.2	33.8	15.9	15.7	4,850	4,900
IV				49.7	43.1	33.9	15.8	15.3	4,720	4,770
1967: I				48.9	42.5	34.4	14.5	14.6	4,640	4,690
II				49.3	43.0	34.9	14.4	14.7	4,670	4,670
III				49.2	43.0	35.0	14.2	14.8	4,700	4,650
IV				48.9	42.7	35.0	13.9	14.5	4,610	4,560
1968: I				49.8	43.2	35.4	14.4	14.8	4,840	4,750
II				50.7	44.0	35.9	14.8	15.1	4,940	4,750

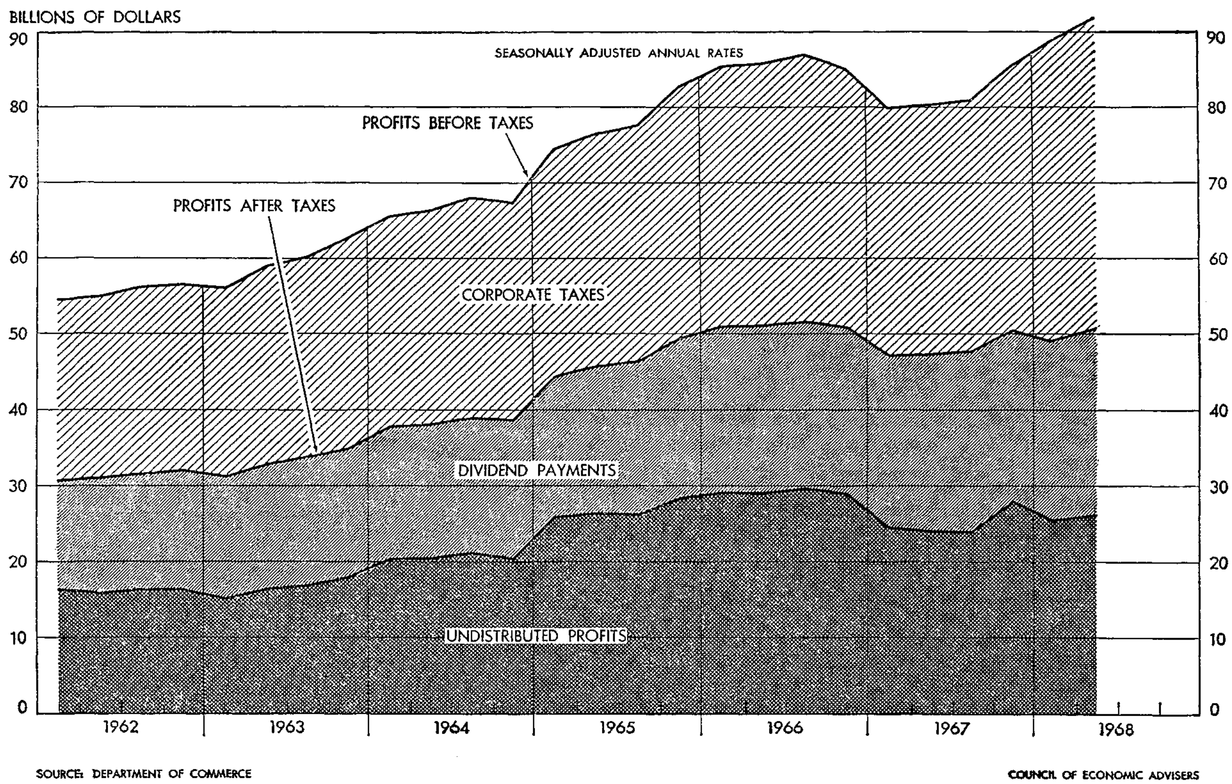
[1] Cash receipts from marketings, Government payments, and nonmoney income furnished by farms.
[2] Inventory of crops and livestock valued at the average price for the year. Also, see footnote 2, p. 3.
[3] Based on Census of Agriculture definition of a farm. The number of farms is held constant within a year.
[4] Income in current prices divided by the index of prices paid by farmers for family living items on a 1967 base.

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

Source: Department of Agriculture.

CORPORATE PROFITS

Revised estimates indicate that corporate profits before taxes increased almost $3 billion (seasonally adjusted annual rate) in the second quarter to a record $92 billion. Profits after taxes increased, following a decline in the first quarter as a result of the tax surcharge.



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

Period	Corporate profits (before taxes) and inventory valuation adjustment: All industries	Manufacturing: Total	Manufacturing: Durable goods industries	Manufacturing: Nondurable goods industries	Transportation, communications, and public utilities	All other[1]	Corporate profits before taxes	Corporate tax liability	Corporate profits after taxes: Total	Dividend payments	Undistributed profits	Corporate capital consumption allowances[2]	Profits plus capital consumption allowances[3]
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	76.1	39.3	22.8	16.6	11.1	25.6	77.8	31.3	46.5	19.8	26.7	36.4	82.9
1966	83.9	42.8	24.1	18.8	12.0	29.0	85.6	34.6	51.0	21.7	29.3	39.7	90.7
1967	80.4	39.2	21.2	18.0	11.8	29.4	81.6	33.5	48.1	22.9	25.2	43.4	91.5
1966: III	84.2	42.7	23.6	19.0	12.1	29.4	86.7	35.0	51.6	21.9	29.7	40.1	91.7
IV	85.3	43.3	24.5	18.8	12.0	30.1	85.0	34.4	50.7	21.6	29.1	41.0	91.7
1967: I	79.5	39.3	21.0	18.3	11.7	28.4	79.9	32.8	47.1	22.5	24.6	41.9	89.0
II	79.6	39.1	21.2	17.9	11.8	28.8	80.3	33.0	47.3	23.2	24.1	42.9	90.2
III	80.2	38.5	20.6	17.9	12.0	29.7	80.8	33.2	47.6	23.5	24.1	44.1	91.7
IV	82.3	39.9	21.9	18.0	11.9	30.6	85.4	35.1	50.3	22.5	27.9	44.9	95.2
1968: I	83.8	41.3	22.3	19.0	12.5	30.0	88.9	39.8	49.1	23.6	25.5	45.7	94.8
II	89.2	44.9	25.2	19.7	12.5	31.8	91.8	41.1	50.7	24.4	26.3	46.7	97.4

[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.

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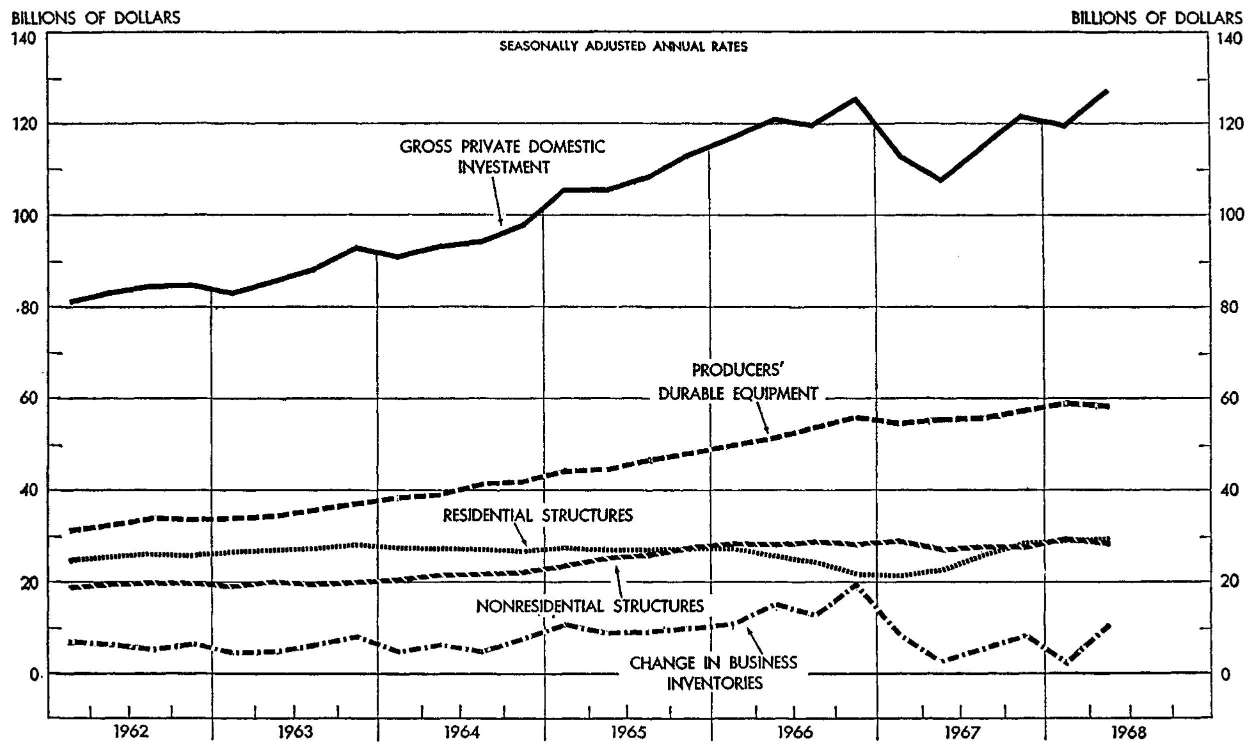
GROSS PRIVATE DOMESTIC INVESTMENT

Led by an $8¾ billion (seasonally adjusted annual rate) rise in inventory accumulation, gross private domestic investment increased by $7½ billion in the second quarter, according to revised estimates. Fixed investment dropped as a $1½ billion decline in business investment from its record high of $88½ billion in the first quarter was only partially offset by a rise of about $½ billion in residential construction.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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

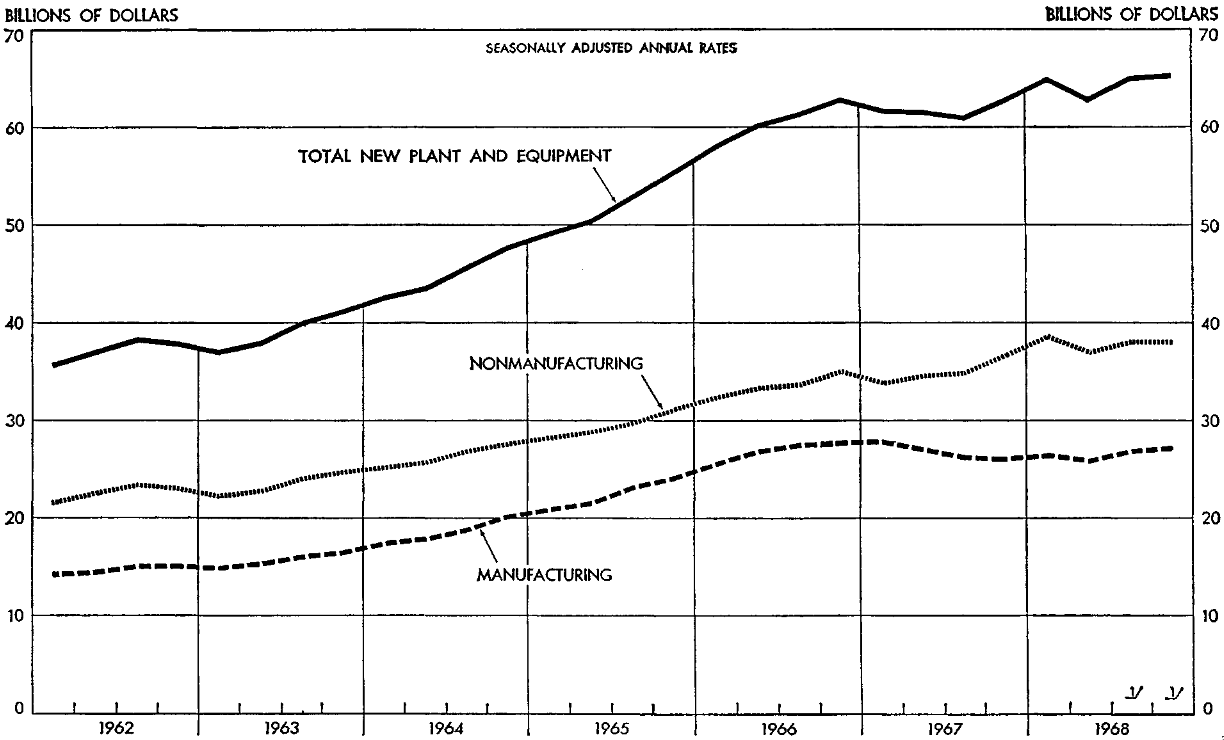
Period	Total gross private domestic investment	Fixed investment: Total	Nonresidential: Total	Structures: Total	Structures: Nonfarm	Producers' durable equipment: Total	Producers' durable equipment: Nonfarm	Residential structures: Total	Residential structures: Nonfarm	Change in business inventories: Total	Change in business inventories: Nonfarm
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	108.1	98.5	71.3	25.5	24.9	45.8	41.6	27.2	26.7	9.6	8.6
1966	120.8	106.1	81.3	28.5	27.8	52.8	48.1	24.8	24.3	14.7	14.9
1967	114.3	108.2	83.6	27.9	27.1	55.7	51.0	24.6	24.0	6.1	5.6
1966: III	119.9	107.0	82.6	28.9	28.2	53.7	49.3	24.4	23.9	12.8	13.3
IV	125.7	105.9	84.2	28.2	27.5	55.9	50.4	21.7	21.1	19.8	20.2
1967: I	113.0	104.6	83.5	29.0	28.3	54.5	49.8	21.1	20.5	8.4	8.3
II	107.6	105.4	82.7	27.2	26.4	55.5	50.7	22.7	22.1	2.3	2.2
III	114.7	109.3	83.3	27.7	27.0	55.6	50.9	26.0	25.4	5.3	4.8
IV	121.8	113.5	85.0	27.7	26.9	57.3	52.6	28.5	27.9	8.3	7.1
1968: I	119.7	117.6	88.6	29.6	28.8	59.0	54.3	29.1	28.5	2.1	1.6
II	127.3	116.5	87.0	28.5	27.7	58.5	53.6	29.5	28.9	10.8	10.4

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

Source: Department of Commerce.

EXPENDITURES FOR NEW PLANT AND EQUIPMENT

Plant and equipment expenditures (seasonally adjusted) were down sharply in the second quarter. A strong recovery is anticipated for the second half of the year, resulting in a projected increase of 4 percent from the fourth quarter of 1967 to the fourth quarter of 1968.



1/ SEE NOTE 3 ON TABLE BELOW

SOURCES: SECURITIES AND EXCHANGE COMMISSION AND DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[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		
1954	26.83	11.04	5.09	5.95	0.98	0.85	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	61.66	26.69	13.70	13.00	1.42	1.53	3.88	9.88	18.25
1968 [3]	64.37	26.55	13.42	13.13	1.49	1.52	4.55	11.29	18.98
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	62.70	26.00	13.50	12.55	1.50	1.40	4.45	10.65	18.70
1968: I	64.90	26.35	13.65	12.70	1.55	1.65	4.35	11.60	19.35
II	62.75	25.80	12.80	13.00	1.40	1.45	3.65	11.65	18.80
III [3]	64.90	26.80	13.45	13.35	1.55	1.35	5.05	11.00	19.15
IV [3]	65.15	27.15	13.75	13.40	1.45	1.60	5.30	11.00	18.70

[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 July and August 1968. 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.

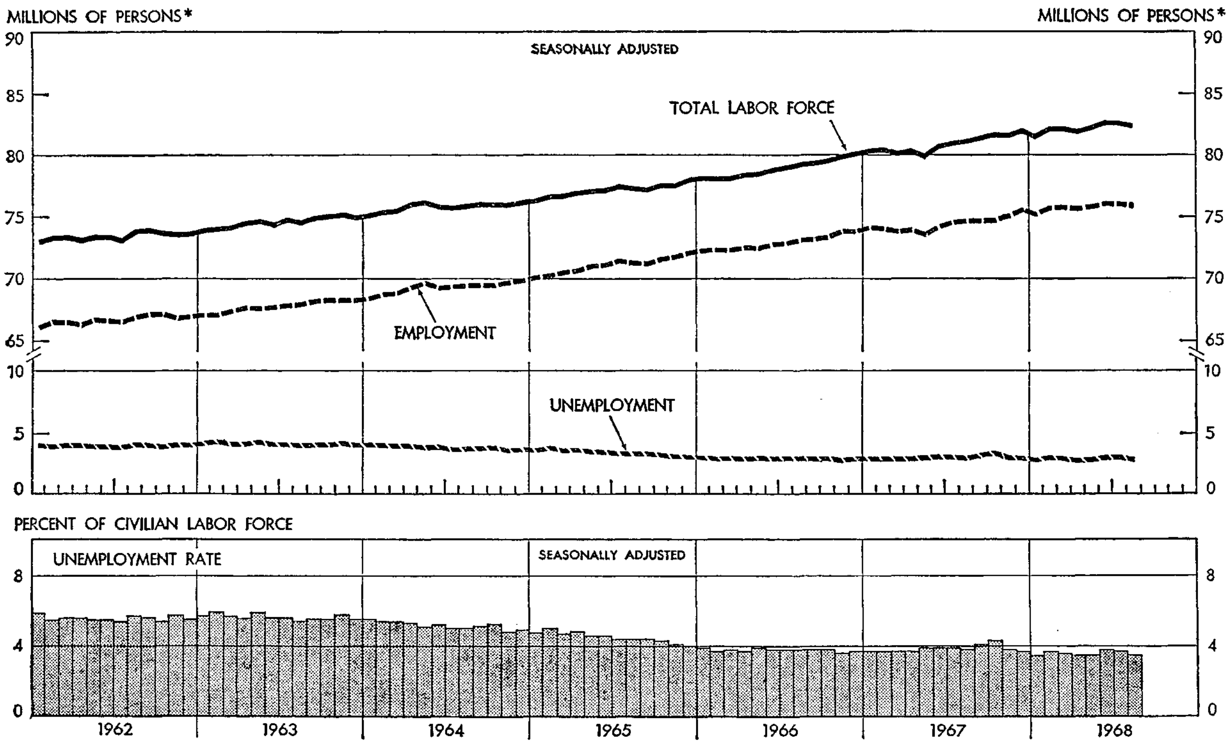
These figures do not agree with the totals included in the gross national product estimates of the Department of Commerce, principally because the latter cover agricultural investment and also certain equipment and construction outlays charged to current expense.

Sources: Securities and Exchange Commission and Department of Commerce.

EMPLOYMENT, UNEMPLOYMENT, AND WAGES

STATUS OF THE LABOR FORCE

The civilian labor force, seasonally adjusted, in August showed the largest decline (295,000) since April. A little over one-third of the decline (103,000) was in agricultural employment. The decline in unemployment (186,000) was the greatest since November 1967.



*16 YEARS OF AGE AND OVER.

SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total labor force (including armed forces)	Civilian employment: Total	Civilian employment: Nonagricultural	Unemployment	Total labor force (including armed forces)	Civilian labor force	Civilian employment: Total	Civilian employment: Agricultural	Civilian employment: Nonagricultural	Unemployment	Unemployment rate (percent of civilian labor force): Unadjusted	Unemployment rate (percent of civilian labor force): *Seasonally adjusted*	Labor force participation rate, unadjusted [1]
	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*								
1967:													
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
Feb.	80, 869	74, 114	70, 653	3, 288	*82, 138*	*78, 672*	*75, 731*	*4, 127*	*71, 604*	*2, 941*	4. 2	*3. 7*	60. 0
Mar.	80, 938	74, 517	70, 980	2, 929	*82, 150*	*78, 658*	*75, 802*	*4, 014*	*71, 788*	*2, 856*	3. 8	*3. 6*	60. 0
Apr.	81, 141	75, 143	71, 292	2, 491	*81, 849*	*78, 343*	*75, 636*	*3, 980*	*71, 656*	*2, 707*	3. 2	*3. 5*	60. 1
May	81, 770	75, 931	71, 935	2, 303	*82, 149*	*78, 613*	*75, 829*	*3, 893*	*71, 936*	*2, 784*	2. 9	*3. 5*	60. 5
June	84, 454	77, 273	72, 757	3, 614	*82, 585*	*79, 018*	*76, 048*	*3, 851*	*72, 197*	*2, 970*	4. 5	*3. 8*	62. 4
July	84, 550	77, 746	73, 270	3, 217	*82, 572*	*78, 985*	*76, 038*	*3, 836*	*72, 202*	*2, 947*	4. 0	*3. 7*	62. 3
Aug.	83, 792	77, 432	73, 325	2, 772	*82, 279*	*78, 690*	*75, 929*	*3, 733*	*72, 196*	*2, 761*	3. 5	*3. 5*	61. 7

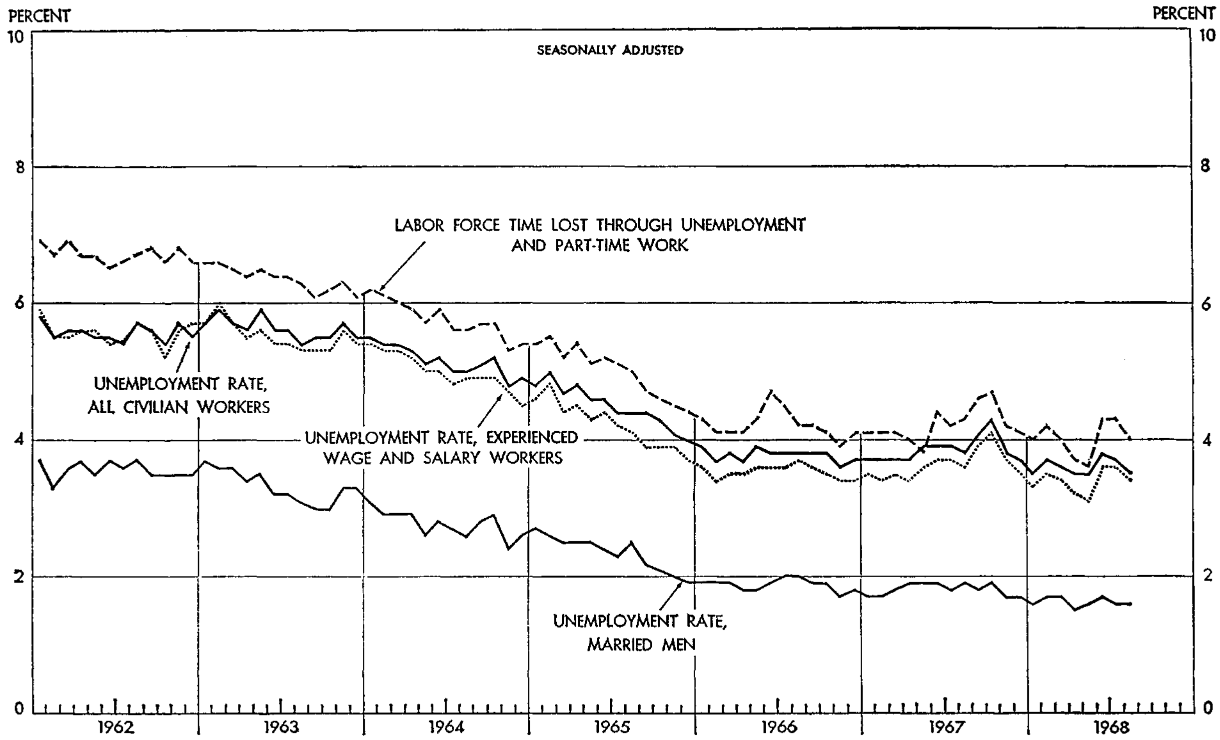
[1] Total labor force as percent of noninstitutional population.

NOTE.—Beginning 1960, data include Alaska and Hawaii.

Source: Department of Labor.

SELECTED MEASURES OF UNEMPLOYMENT AND PART-TIME EMPLOYMENT

In August, the seasonally adjusted unemployment rate declined from 3.7 percent to 3.5 percent. The greatest improvement occurred among teenagers and nonwhites.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

Period	Unemployment rate (percent of civilian labor force in group): All workers	Experienced wage and salary workers	Married men (wife present)	Labor force time lost through unemployment and part-time work [1]	Persons at work in nonagricultural industries by hours worked per week [2]: Over 40 hours	35–40 hours	Under 35 hours: Total	Part-time for economic reasons: Usually full-time [3]	Usually part-time [4]	Part-time for economic reasons: 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	[1]6.4	--------	--------	--------	1,069	1,222	--------	--------
1964	5.2	5.0	2.8	5.8	19,271	29,100	13,101	986	1,151	--------	--------
1965	4.5	4.3	2.4	5.0	20,788	30,768	11,818	897	1,031	--------	--------
1966	3.8	3.5	1.9	4.2	21,334	32,088	12,034	871	793	--------	--------
1967	3.8	3.6	1.8	4.2	20,920	32,616	13,290	1,060	853	--------	--------
	Seasonally adjusted				*Unadjusted*					*Seasonally adjusted*	
1967: July	3.9	3.7	1.8	4.2	22,143	32,608	12,477	997	1,226	1,049	884
Aug	3.8	3.6	1.9	4.3	22,485	33,390	12,066	1,012	1,163	1,023	893
Sept	4.1	3.9	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	3.7	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	805	720	729	808
Feb	3.7	3.5	1.7	4.2	20,557	32,383	15,081	942	799	915	860
Mar	3.6	3.4	1.7	4.0	20,912	33,566	13,976	866	804	851	892
Apr	3.5	3.2	1.5	3.7	17,651	28,705	21,414	828	665	827	764
May	3.5	3.1	1.6	3.6	21,170	34,005	14,182	790	679	806	763
June	3.8	3.6	1.7	4.3	20,748	33,981	12,986	1,120	1,079	1,051	860
July	3.7	3.6	1.6	4.3	19,616	32,965	11,686	924	1,159	973	836
Aug	3.5	3.4	1.6	4.0	20,134	33,115	11,392	[5]995	[5]1,103	1,006	847

[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 orce. Beginning 1963, series reflects whether unemployed persons sought full- or part-time jobs.

[2] Differs from total nonagricultural employment (p. 10), 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.

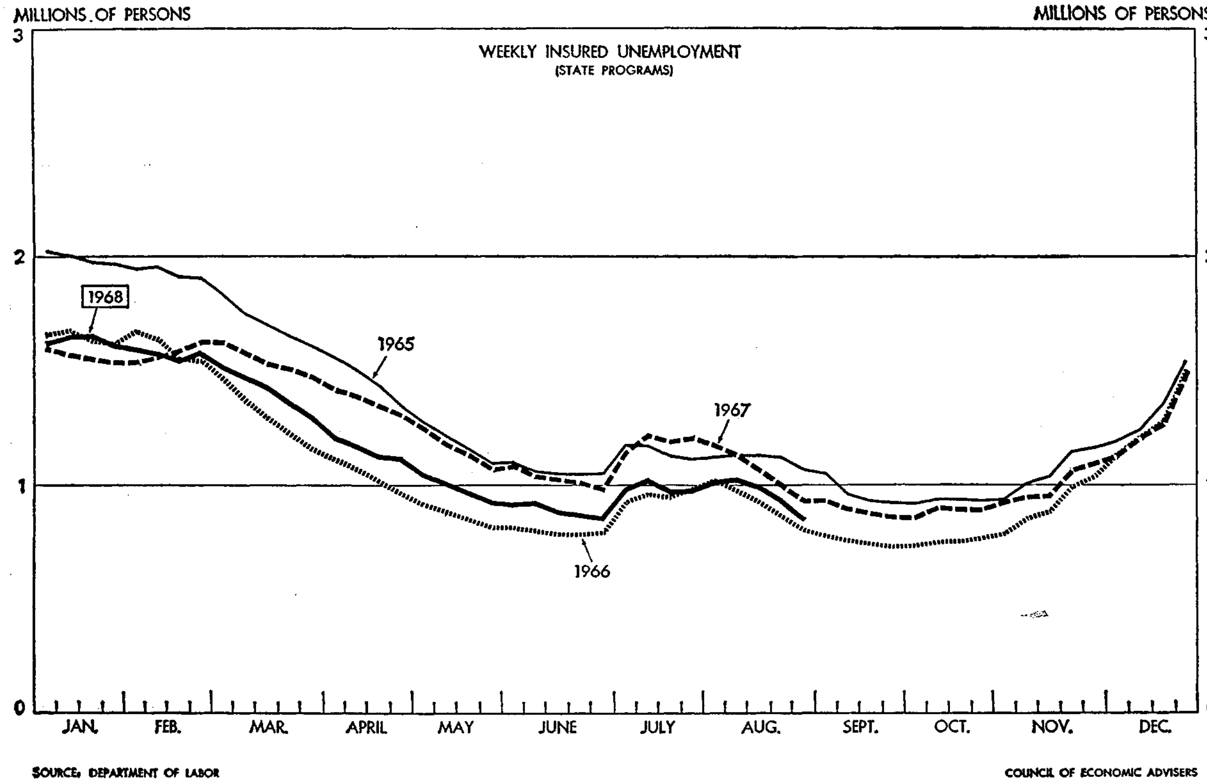
[4] Primarily includes persons who could find only part-time work.

[5] Average hours worked: usually full-time, 23.8; usually part-time, 18.1.

Source: Department of Labor.

UNEMPLOYMENT INSURANCE PROGRAMS

In August, insured unemployment under State programs averaged 105,000 lower than a year earlier. The seasonal. adjusted insured unemployment rate was unchanged from the revised July rate of 2.3 percent.



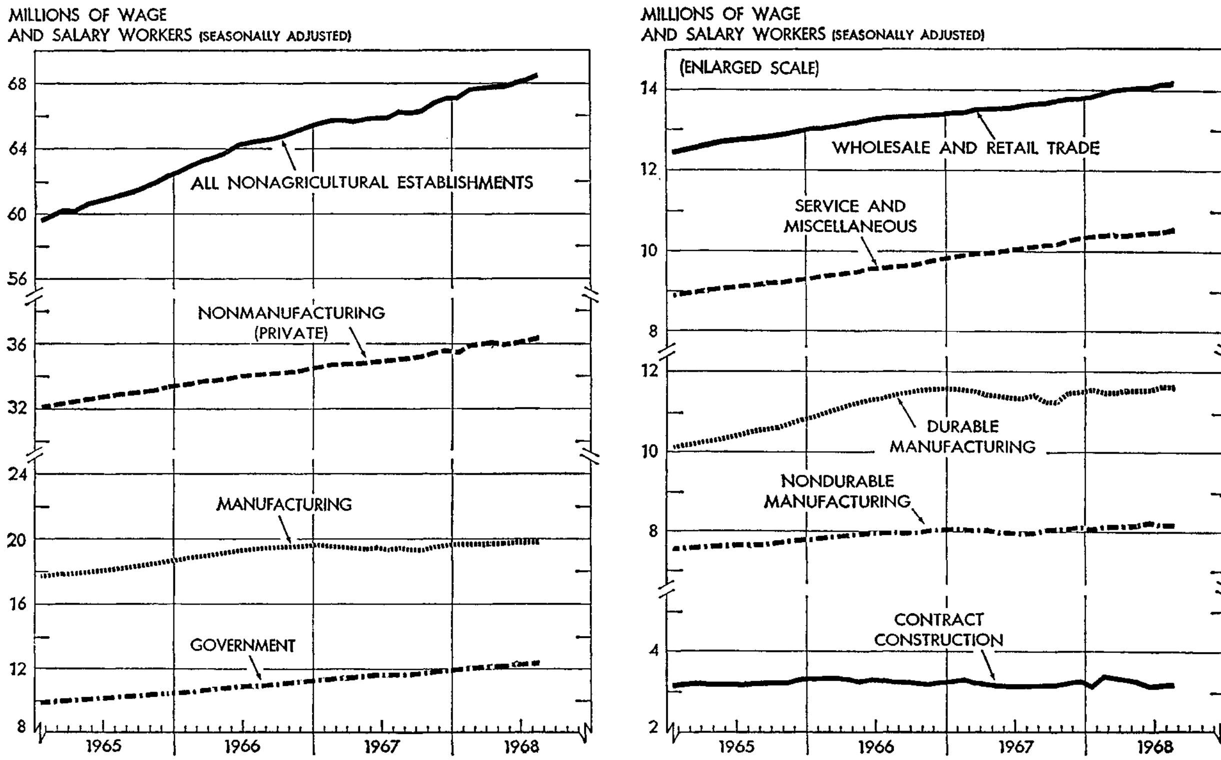
Period	All programs: Covered employment	All programs: Insured unemployment (weekly average)	All programs: Total benefits paid (millions of dollars)	State programs: Insured unemployment	State programs: Initial claims	State programs: Exhaustions	Insured unemployment as percent of covered employment: Unadjusted	Insured unemployment as percent of covered employment: Seasonally adjusted	Benefits paid: Total (millions of dollars)	Benefits paid: 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	--------	1, 270	2, 220. 1	1, 205	226	17	2. 5	--------	2, 101. 0	41. 25
1967: June	p57, 017	1, 071	165. 4	1, 019	186	19	2. 1	*2. 6*	156. 1	39. 99
July	p56, 934	1, 245	155. 3	1, 184	288	17	2. 4	*2. 8*	147. 3	40. 10
Aug	p57, 358	1, 123	184. 0	1, 060	187	17	2. 2	*2. 6*	172. 8	41. 08
Sept	p57, 201	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, 339	171. 8	1, 259	278	16	2. 6	*2. 3*	159. 2	41. 85
1968: Jan	--------	1, 719	264. 8	1, 624	316	19	3. 3	*2. 3*	248. 5	42. 59
Feb	--------	1, 653	259. 4	1, 556	227	19	3. 2	*2. 3*	243. 7	43. 58
Mar	--------	1, 480	247. 4	1, 390	183	18	2. 8	*2. 3*	231. 1	43. 64
Apr	--------	1, 216	205. 6	1, 142	183	20	2. 3	*2. 2*	195. 1	43. 12
May	--------	1, 027	170. 2	964	156	19	2. 0	*2. 2*	159. 1	42. 42
June	--------	944	139. 8	883	157	17	1. 8	*2. 2*	129. 5	42. 25
July	--------	1, 058	156. 9	992	240	17	2. 0	*2. 3*	145. 6	42. 39
Aug p	--------	1, 024	165. 0	955	174	18	1. 9	*2. 3*	150. 0	42. 87
Week ended:										
1968: Aug 3	--------	1, 080	--------	1, 012	236	--------	2. 0	--------	--------	--------
10	--------	1, 091	--------	1, 021	222	--------	2. 0	--------	--------	--------
17	--------	1, 066	--------	994	160	--------	2. 0	--------	--------	--------
24	--------	1, 004	--------	936	149	--------	1. 9	--------	--------	--------
31 p	--------	910	--------	845	139	--------	1. 7	--------	--------	--------
Sept 7 p				--------	136				--------	--------

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 nonfarm payroll employment rose 208,000 (seasonally adjusted) in August to 68.4 million. Manufacturing declined slightly and private nonmanufacturing increased by 164,000. State and local government registered a gain of 48,000.



SOURCE: DEPARTMENT OF LABOR

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	64, 034	19, 214	11, 284	7, 930	33, 949	627	3, 275	4, 151	13, 245	3, 100	9, 551	2, 564	8, 307
1967	66, 030	19, 434	11, 422	8, 012	34, 980	616	3, 203	4, 271	13, 613	3, 217	10, 060	2, 719	8, 897
1967: July	65, 920	19, 288	11, 335	7, 953	34, 979	626	3, 168	4, 296	13, 610	3, 223	10, 056	2, 743	8, 910
Aug	66, 186	19, 407	11, 433	7, 974	35, 062	610	3, 165	4, 288	13, 648	3, 241	10, 110	2, 740	8, 977
Sept	66, 123	19, 285	11, 272	8, 013	35, 140	606	3, 182	4, 278	13, 684	3, 251	10, 139	2, 718	8, 980
Oct	66, 286	19, 302	11, 264	8, 038	35, 215	603	3, 184	4, 267	13, 729	3, 261	10, 171	2, 718	9, 051
Nov	66, 778	19, 518	11, 463	8, 055	35, 448	603	3, 214	4, 297	13, 791	3, 273	10, 270	2, 692	9, 120
Dec	67, 060	19, 593	11, 498	8, 095	35, 578	603	3, 275	4, 302	13, 793	3, 289	10, 316	2, 709	9, 180
1968: Jan	67, 058	19, 612	11, 541	8, 071	35, 468	604	3, 107	4, 317	13, 818	3, 291	10, 331	2, 721	9, 257
Feb	67, 600	19, 612	11, 514	8, 098	35, 967	608	3, 388	4, 342	13, 920	3, 304	10, 405	2, 721	9, 300
Mar	67, 656	19, 607	11, 495	8, 112	35, 996	609	3, 330	4, 332	13, 999	3, 311	10, 415	2, 718	9, 335
Apr	67, 755	19, 657	11, 533	8, 124	36, 010	632	3, 313	4, 331	14, 009	3, 323	10, 402	2, 717	9, 371
May	67, 792	19, 693	11, 545	8, 148	35, 965	631	3, 245	4, 281	14, 049	3, 334	10, 425	2, 721	9, 413
June	68, 039	19, 777	11, 571	8, 206	36, 030	632	3, 174	4, 336	14, 086	3, 335	10, 467	2, 795	9, 437
July p	68, 201	19, 782	11, 624	8, 158	36, 116	637	3, 182	4, 339	14, 119	3, 352	10, 487	2, 788	9, 515
Aug p	68, 409	19, 775	11, 610	8, 165	36, 280	635	3, 186	4, 366	14, 171	3, 381	10, 541	2, 791	9, 563

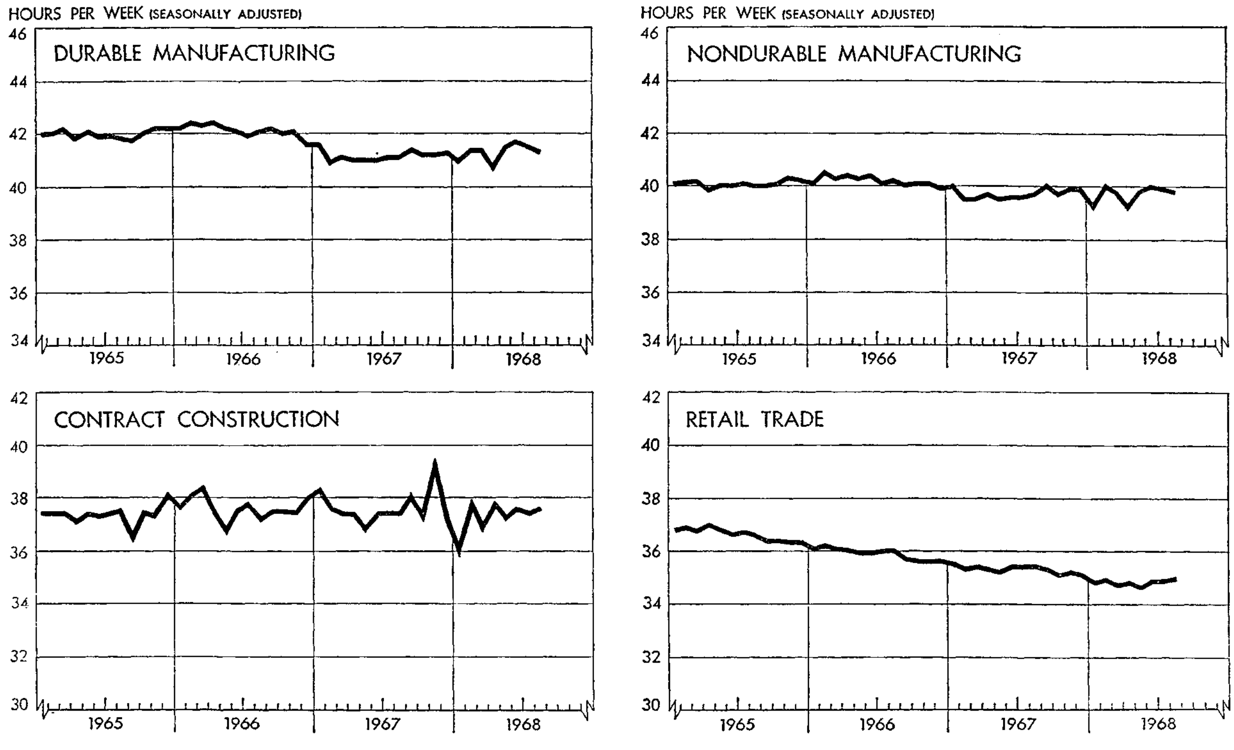
[1] Includes all full- and part-time wage and salary workers in nonagricultural establishments who worked during or received pay for any part of the pay period which includes the 12th of the month. Excludes proprietors, self-employed persons, domestic servants, and personnel of the armed forces. Total 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 enumeration 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

In August, average hours per week (seasonally adjusted) changed only fractionally—down 0.1 hours in manufacturing and up 0.2 hours in contract construction and 0.1 hours in retail trade.



[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	37.0	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	40.6	41.2	39.7	37.7	35.3
1967: July	40.5	41.1	39.6	37.4	35.4
Aug	40.6	41.1	39.7	37.4	35.4
Sept	40.9	41.4	40.0	38.0	35.3
Oct	40.7	41.2	39.7	37.2	35.1
Nov	40.7	41.2	39.9	39.4	35.2
Dec	40.7	41.3	39.9	37.2	35.1
1968: Jan	40.2	40.9	39.2	36.0	34.8
Feb	40.8	41.4	40.0	37.9	34.9
Mar	40.7	41.4	39.8	36.8	34.7
Apr	40.1	40.7	39.2	37.8	34.8
May	40.9	41.5	39.8	37.2	34.6
June	40.9	41.7	40.0	37.6	34.9
July [p]	40.9	41.5	39.9	37.4	34.9
Aug [p]	40.8	41.3	39.8	37.6	35.0

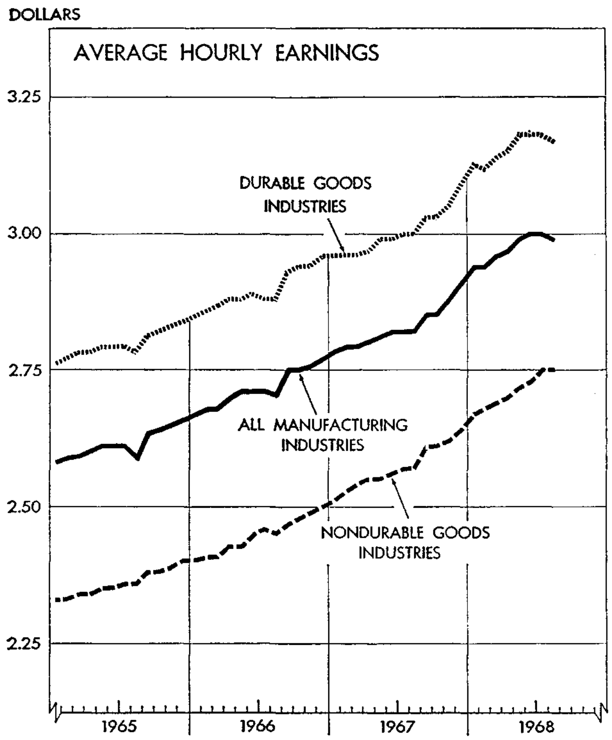
[1] Data relate to production workers or nonsupervisory employees. Data for Alaska and Hawaii included beginning 1959.

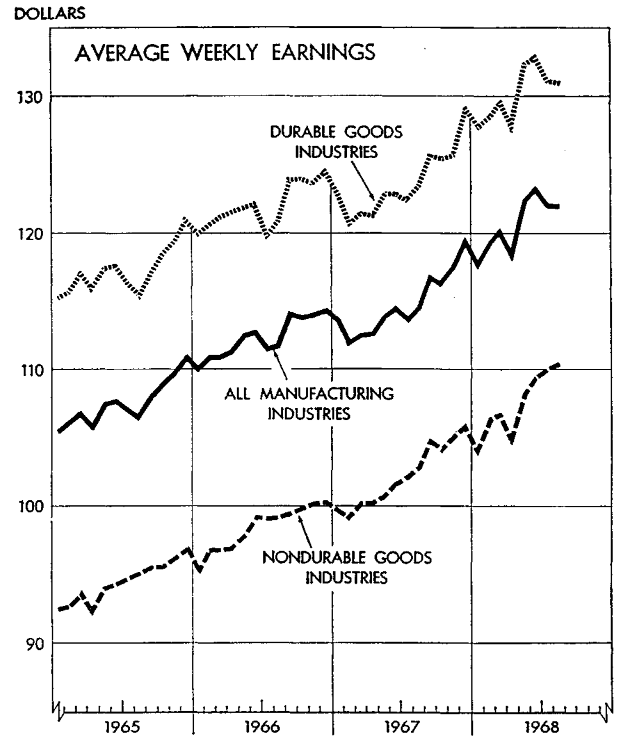
[2] Includes eating and drinking places.

Source: Department of Labor.

VERAGE HOURLY AND WEEKLY EARNINGS - SELECTED INDUSTRIES

verage hourly earnings in August were little changed from July; up 3 cents in construction and down 1 cent in both anufacturing and retail trade. Weekly earnings rose $2.03 in construction and declined 11 cents in manufacturing and 14 cents in retail trade.





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	Nondurable goods			All	Durable goods	Nondurable 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	3.89	1.91	112.34	122.09	98.49	146.26	68.57	125.1	99.33
1967	2.83	3.00	2.57	4.11	2.01	114.90	123.60	102.03	154.95	70.95	130.9	98.80
1967: July	2.82	3.00	2.57	4.10	2.01	113.65	122.40	102.03	158.67	72.96	130.8	97.55
Aug	2.82	3.00	2.57	4.11	2.00	114.49	123.30	102.80	159.06	72.60	131.1	97.94
Sept	2.85	3.03	2.61	4.20	2.03	116.85	125.75	104.92	162.96	71.66	131.9	99.79
Oct	2.85	3.03	2.61	4.22	2.04	116.28	125.44	104.14	160.78	71.20	132.4	98.96
Nov	2.88	3.05	2.62	4.22	2.05	117.50	125.66	105.06	161.63	71.34	133.4	99.75
Dec	2.91	3.09	2.64	4.25	2.04	119.60	129.16	105.86	155.13	72.22	134.3	101.18
1968: Jan	2.94	3.13	2.67	4.34	2.09	117.60	127.70	103.86	151.90	72.11	135.7	99.16
Feb	2.94	3.12	2.68	4.27	2.11	119.36	128.54	106.40	154.57	72.80	136.5	100.30
Mar	2.96	3.14	2.69	4.28	2.12	120.18	129.68	106.79	154.94	72.93	137.0	100.57
Apr	2.97	3.15	2.70	4.27	2.13	118.21	127.58	104.76	159.27	73.49	137.7	98.59
May	2.99	3.18	2.72	4.32	2.14	122.29	132.29	108.26	162.43	73.40	138.1	101.65
June	3.00	3.18	2.73	4.29	2.16	123.30	132.92	109.47	164.74	75.82	138.3	101.99
July [p]	3.00	3.18	2.75	4.33	2.16	122.10	131.02	110.00	167.57	77.33	138.6	100.49
Aug [p]	2.99	3.17	2.75	4.36	2.15	121.99	130.92	110.28	169.60	77.19	-------	-------

[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.

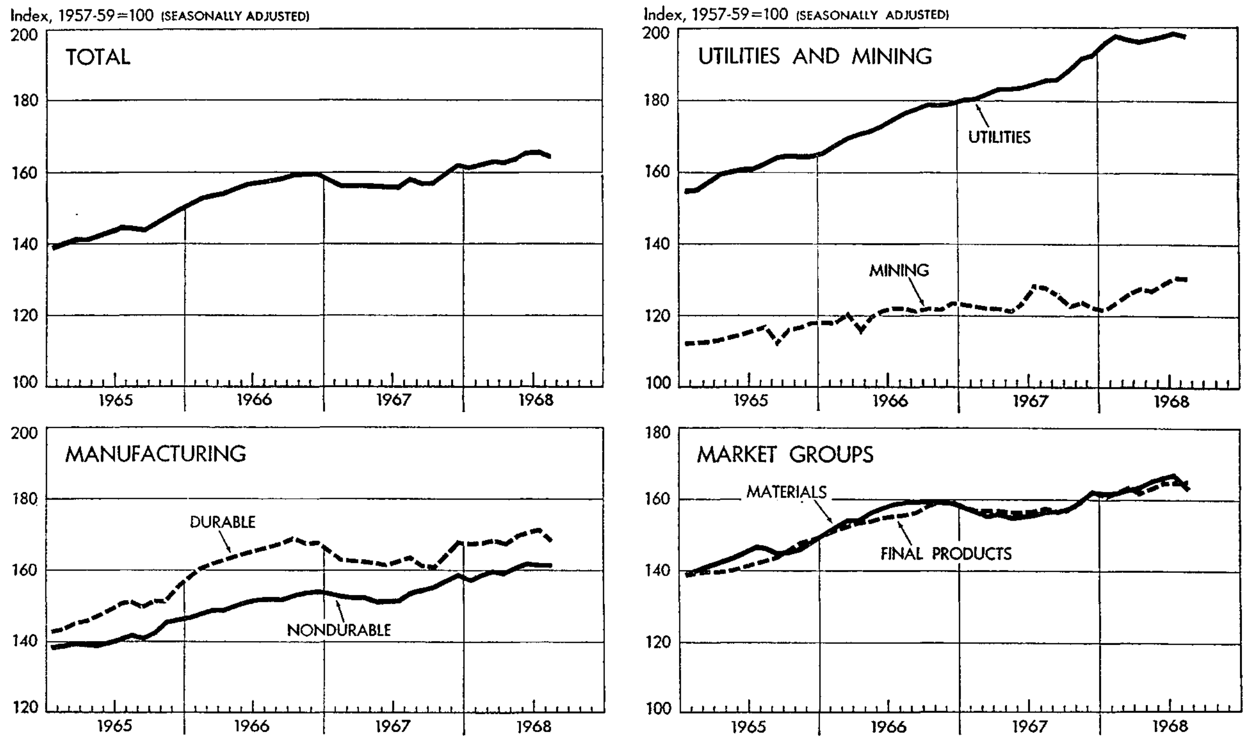
NOTE.—Data for Alaska and Hawaii included beginning 1959.
Source: Department of Labor.

99-614°—68——3

PRODUCTION AND BUSINESS ACTIVITY

INDUSTRIAL PRODUCTION

Industrial production, seasonally adjusted, declined 1 percent in August largely as a result of a sharp decline in iron and steel production. The index, however, was 3¾ percent above the level of a year earlier.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

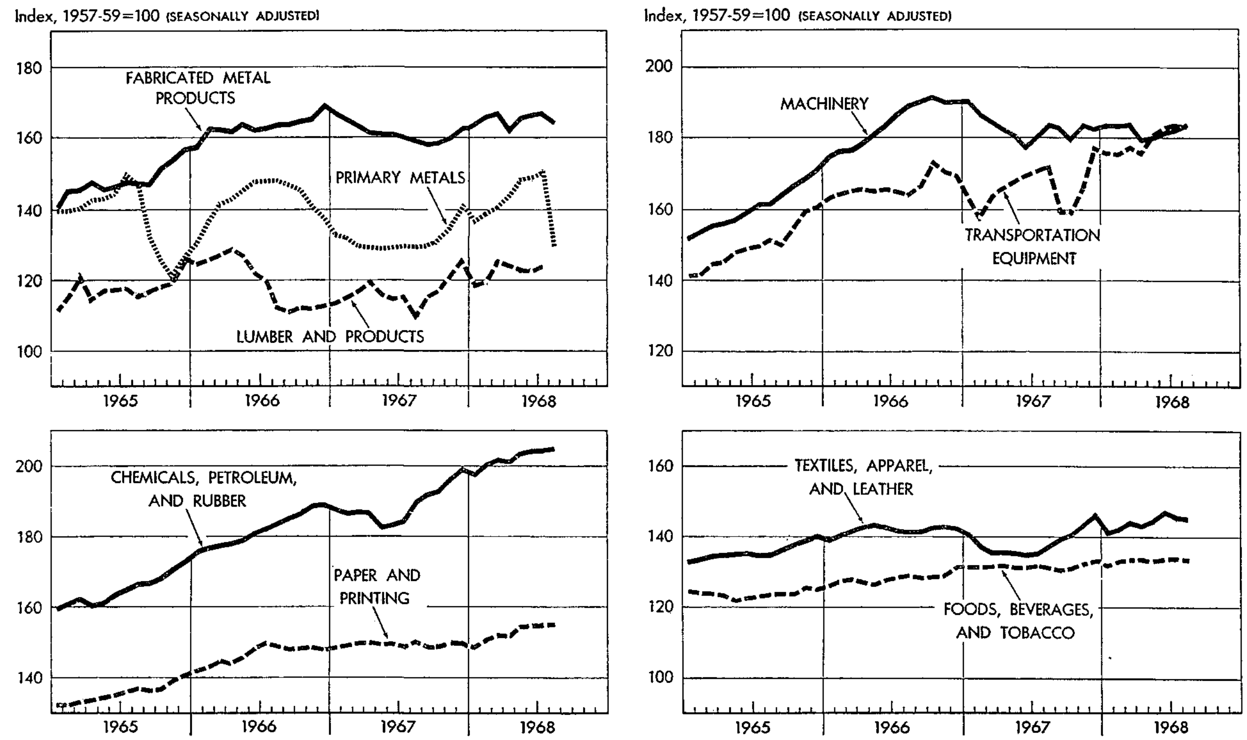
[1957–59=100, seasonally adjusted]

Period	Total industrial production	Industry					Market			
		Manufacturing			Mining	Utilities	Final products			Materials
		Total	Durable	Nondurable			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 p	158.0	159.6	163.8	154.4	123.5	184.4	158.3	148.4	179.6	157.7
1967: July	156.6	157.6	162.5	151.5	128.0	184.6	157.1	147.1	178.4	156.1
Aug	158.1	159.4	163.6	154.0	127.8	185.4	158.2	148.6	178.9	157.9
Sept	156.8	158.1	161.1	154.2	124.3	185.6	157.0	147.0	178.6	156.7
Oct	156.9	158.3	160.7	155.2	122.4	188.7	156.9	147.9	176.1	157.4
Nov	159.5	161.1	164.1	157.2	123.6	191.5	160.0	150.1	181.1	159.5
Dec	162.0	164.0	168.1	158.9	122.3	192.6	161.9	152.8	181.5	162.2
1968: Jan	161.2	162.7	167.2	157.1	121.6	195.9	160.8	151.3	181.4	161.7
Feb	162.0	163.6	167.6	158.6	123.9	197.5	162.0	152.9	181.6	161.8
Mar	163.0	164.6	168.2	160.0	126.2	196.8	163.5	155.0	181.8	162.8
Apr	162.5	163.7	167.2	159.5	127.1	195.8	161.7	153.5	179.4	163.1
May	164.2	165.8	169.8	160.8	126.9	196.1	163.0	154.6	181.1	165.2
June	165.2	166.7	170.7	161.6	128.9	197.7	164.7	156.2	183.0	166.2
July	165.6	166.9	171.2	161.5	130.5	198.2	164.7	156.3	182.6	167.0
Aug p	164.0	165.1	168.1	161.4	130.3	197.7	164.8	156.1	183.5	163.0

Source: Board of Governors of the Federal Reserve System.

RODUCTION OF SELECTED MANUFACTURES

Output of manufactures (seasonally adjusted) declined about 1 percent in August. Most of the decline was in the durable goods sector.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

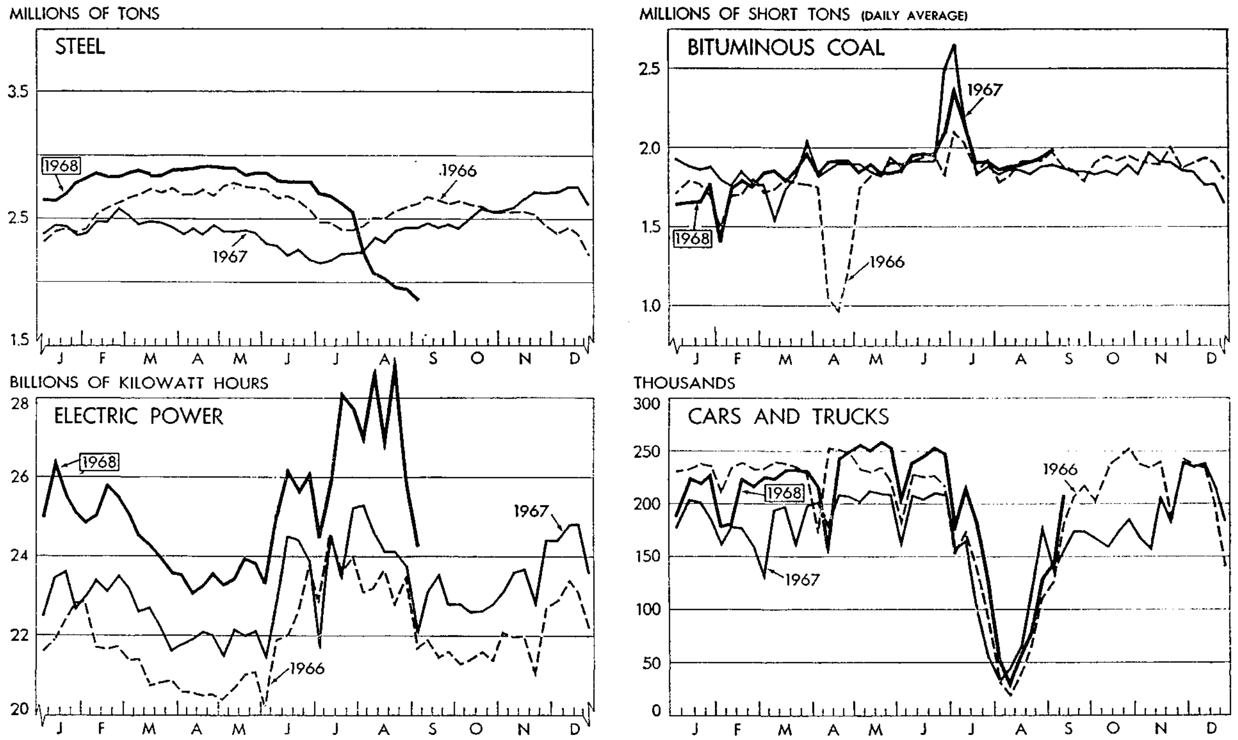
[1957–59=100, seasonally adjusted]

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 p	132.5	162.0	183.4	166.0	116.5	139.6	149.6	189.5	131.5
1967: 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	135.0	159.8	183.2	165.6	120.6	143.0	149.9	195.8	132.2
Dec	140.9	162.4	182.2	177.5	125.7	145.9	149.5	199.0	133.1
1968: Jan	136.3	163.9	183.4	175.6	118.1	141.0	148.6	197.7	132.0
Feb	139.3	165.7	183.2	175.1	119.3	141.9	150.6	200.2	133.1
Mar	140.2	166.6	183.3	177.6	125.0	143.9	152.0	201.6	133.7
Apr	143.3	161.4	179.4	175.3	123.9	142.9	151.6	200.9	133.6
May	148.5	165.0	179.9	180.4	122.7	144.1	154.5	203.1	132.9
June	148.9	166.1	181.0	182.6	122.5	146.6	154.7	203.6	133.4
July	150.4	166.3	181.8	183.0	123.5	145.3	154.7	203.8	133.6
Aug p	130	164	183	183	--------	145	155	204	133

Source: Board of Governors of the Federal Reserve System.

WEEKLY INDICATORS OF PRODUCTION

In August, auto assemblies dropped sharply because of the model changeover; in early September assemblies gained substantially. Steel production was also down significantly following a high level of activity prior to the steel settlement.



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

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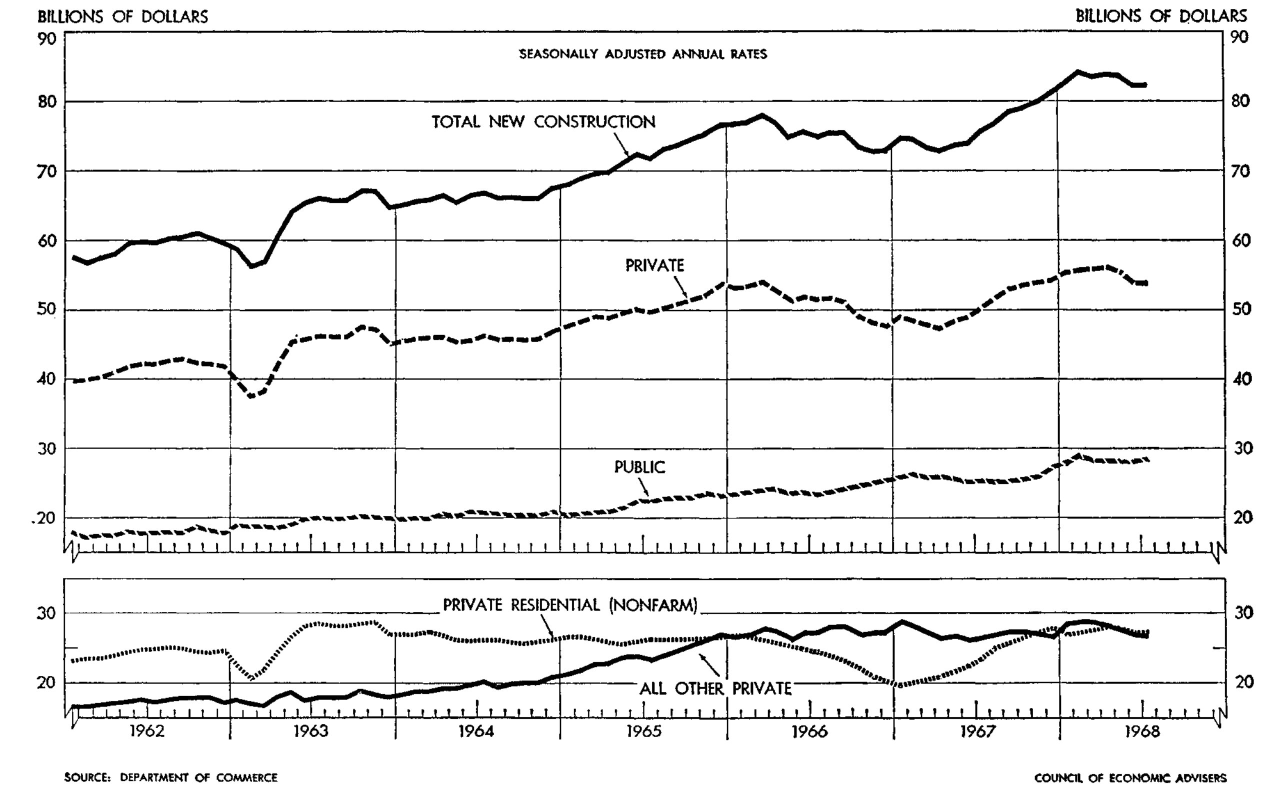
Period	Steel produced: Thousands of net tons	Steel produced: Index (1957–59=100)	Electric power distributed (millions of kilowatt-hours)	Bituminous coal mined (thousands of short tons) [1]	Freight loaded (thousands of cars)	Paperboard produced (thousands of tons)	Cars and trucks assembled (thousands): 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, 440	131. 0	23, 169	1, 863	539	439	172. 9	142. 4	30. 5
1967: July	2, 176	116. 8	23, 747	2, 015	492	376	120. 1	96. 5	23. 6
Aug	2, 325	124. 8	24, 400	1, 885	560	448	86. 5	64. 4	22. 1
Sept	2, 439	130. 9	22, 871	1, 819	551	413	160. 4	135. 3	25. 0
Oct	2, 522	135. 4	22, 662	1, 873	586	463	171. 2	146. 7	24. 6
Nov	2, 634	141. 4	23, 533	1, 923	552	458	190. 1	158. 6	31. 4
Dec	2, 704	145. 2	24, 405	1, 727	496	421	219. 8	185. 0	34. 7
1968: Jan	2, 712	145. 6	25, 365	1, 738	487	421	207. 3	172. 9	34. 4
Feb	2, 849	152. 9	25, 338	1, 753	514	486	211. 0	174. 5	36. 5
Mar	2, 872	154. 1	24, 081	1, 827	535	480	229. 5	189. 2	40. 2
Apr	2, 902	155. 8	23, 344	1, 887	548	480	215. 4	177. 7	37. 6
May	2, 867	153. 9	23, 560	1, 871	571	488	244. 0	200. 4	43. 6
June	2, 775	149. 0	25, 772	1, 875	578	489	246. 8	202. 2	44. 6
July	2, 591	139. 1	26, 632	2, 027	536	437	152. 6	122. 6	29. 9
Aug p	2, 010	107. 9	27, 562	1, 843	555	497	71. 2	46. 7	24. 6
Week ended:									
1968: Aug 17	2, 032	109. 1	26, 799	1, 892	559	496	55. 4	33. 1	22. 3
24	1, 963	105. 4	28, 950	1, 920	548	479	76. 4	45. 8	30. 6
31	1, 948	104. 6	25, 839	1, 943	574	509	128. 4	92. 6	35. 8
Sept 7 p	1, 862	99. 9	24, 261	1, 993	492	382	144. 0	111. 9	32. 1
14 p	*1, 881	*101. 0	*24, 918	----------	----------	----------	208. 9	170. 4	38. 5

[1] Daily average. Includes data for Alaska. * 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

Construction expenditures (seasonally adjusted) remained virtually unchanged in July from their June level. Residential construction recovered slightly with a ½ percent gain while other private construction declined for the fifth straight month.



Period	Total new construction expenditures	Private: Total	Private: Residential nonfarm: Total[1]	Private: Residential nonfarm: New housing units	Private: Commercial and industrial	Private: Other	Federal, State, and local	Construction contracts[2]: Total value (index, 1957–59=100)	Construction contracts[2]: Commercial and industrial floor space (millions of square feet)
	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	72.3	50.3	26.3	20.4	11.9	12.1	22.1	142.8	680
1966	75.1	51.1	24.0	18.0	13.6	13.6	24.0	145.3	769
1967	76.2	50.6	23.7	17.9	13.1	13.7	25.6	153.3	694
	Seasonally adjusted annual rates							*Seasonally adjusted*	*Seasonally adjusted annual rates*
1967: June	73.8	48.7	22.6	17.0	12.6	13.5	25.0	164	748
July	75.7	50.4	23.8	17.8	12.9	13.6	25.4	149	681
Aug	76.7	51.6	25.0	18.7	12.6	14.0	25.1	165	740
Sept	78.3	52.8	25.8	19.5	13.1	13.9	25.4	168	725
Oct	78.9	53.5	26.4	20.4	13.2	13.9	25.4	171	701
Nov	79.6	53.9	27.2	21.3	12.7	14.0	25.7	168	758
Dec	81.2	54.0	27.6	21.8	12.5	13.8	27.2	166	769
1968: Jan	82.8	55.3	26.9	21.2	14.1	14.3	27.6	166	774
Feb	84.1	55.6	27.0	21.3	14.1	14.6	28.5	152	737
Mar	83.6	55.7	27.3	21.7	13.8	14.6	27.9	169	799
Apr	83.8	55.9	27.8	22.3	14.0	14.1	28.0	164	565
May	83.6	55.4	27.7	22.3	13.4	14.2	28.3	172	804
June	82.2	53.9	27.1	21.4	13.0	13.8	28.3	160	796
July p	82.3	53.8	27.2	21.1	12.8	13.8	28.5	187	860

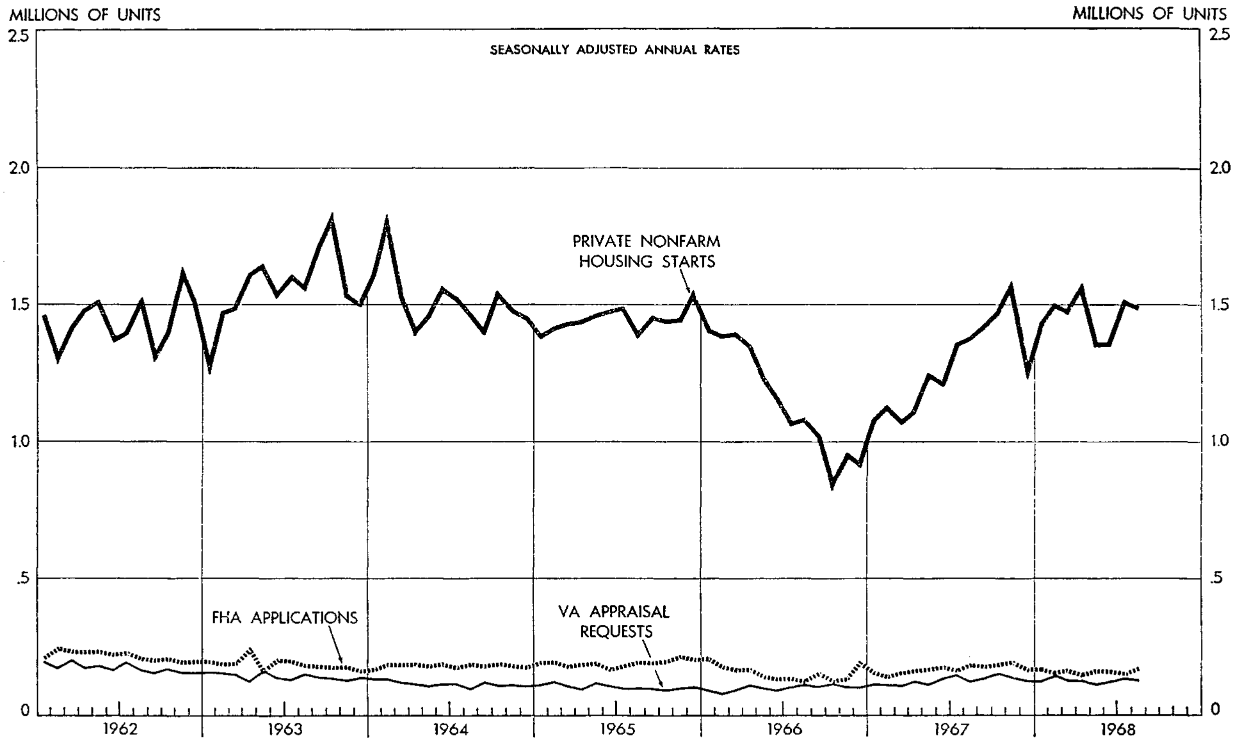
[1] Includes nonhousekeeping residential construction and additions and alterations, not shown separately.
[2] Compiled by F. W. Dodge Company and relates to 48 States.

NOTE.—Revised series on new construction beginning 1965. 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 were at a seasonally adjusted annual rate of 1.5 million units in August, down slightly from the very high July level but 10½ percent above the low average of May and June.



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

COUNCIL OF ECONOMIC ADVISERS

[Thousands of units]

Period	Housing starts: Total private and public (including farm)	Housing starts: Total private (including farm)	Housing starts: Private nonfarm: Total	Housing starts: Private nonfarm: One-family	Housing starts: Private nonfarm: Two or more families	Housing starts: Total private (including farm)	Housing starts: Private nonfarm: Total	Private nonfarm: Government home programs: FHA	Private nonfarm: Government home programs: VA	New private housing units authorized [1]	Proposed home construction: Applications for FHA commitments [2]	Proposed home construction: Requests for VA appraisals [2]
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	1, 321. 9	1, 291. 6	1, 268. 4	820. 7	447. 7	1, 291. 6	1, 268. 4	141. 9	52. 5	1, 124. 9	167. 2	124. 3
						Seasonally adjusted annual rates						
1967: July	126. 1	125. 3	124. 0	81. 1	42. 9	1, 369	1, 356	140	53	1, 144	155	146
Aug	130. 2	127. 4	123. 6	80. 0	43. 6	1, 407	1, 381	141	57	1, 169	180	122
Sept	125. 8	121. 9	119. 5	75. 8	43. 7	1, 445	1, 415	150	56	1, 207	176	131
Oct	137. 0	135. 4	133. 1	79. 4	53. 7	1, 496	1, 478	155	58	1, 236	185	151
Nov	120. 2	118. 4	116. 8	67. 4	49. 4	1, 590	1, 567	154	54	1, 204	189	136
Dec	83. 1	80. 1	79. 1	46. 1	33. 0	1, 250	1, 235	149	55	1, 368	162	125
1968: Jan	82. 7	80. 5	79.8	44. 5	35. 3	1, 456	1, 430	157	52	1, 148	163	122
Feb	87. 2	84. 6	82. 8	53. 5	29. 3	1, 537	1, 499	164	63	1, 394	152	141
Mar	128. 6	126. 6	123. 9	76. 6	47. 3	1, 511	1, 479	149	63	1, 416	160	127
Apr	165. 2	162. 0	159. 1	95. 0	64. 1	1, 591	1, 562	147	59	1, 340	144	126
May	145. 1	140. 9	139. 0	85. 0	54. 0	1, 364	1, 345	133	57	1, 280	161	110
June	142. 9	137. 9	136. 0	79. 6	56. 4	1, 365	1, 348	137	54	1, 281	157	120
July [p]	142. 6	139. 9	137. 4	84. 0	53. 4	1, 532	1, 508	134	49	1, 289	146	135
Aug [p]	140. 1	135. 7	133. 5	79. 7	53. 8	1, 508	1, 486	144	54	1, 246	168	127

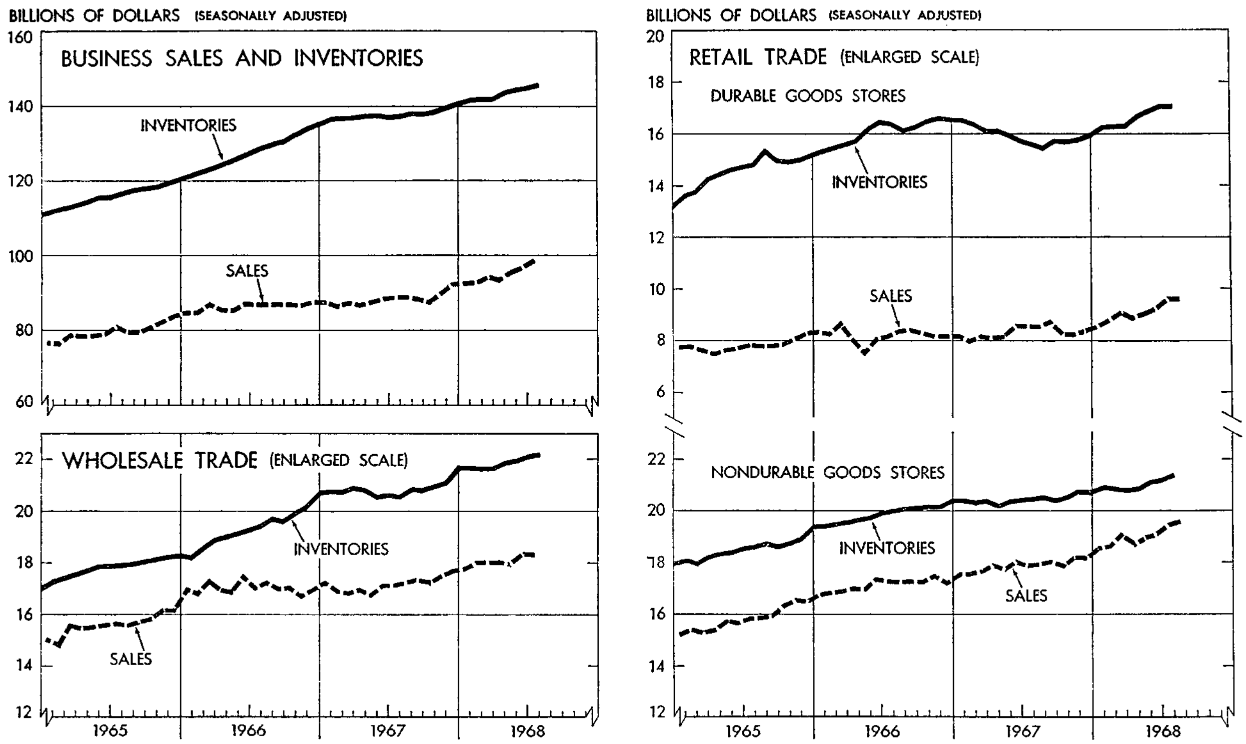
[1] Authorized by issuance of local building permit; in 13,000 permit-issuing places beginning 1967; 12,000 for 1963–66; and 10,000 prior to 1963.
[2] Units represented by mortgage applications for new home construction.

NOTE.—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 figures, retail sales (seasonally adjusted) rose slightly in August following a strong July surge of almost 3 percent. Business sales were up 2 percent in July with a moderate $600 million rise in inventories.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

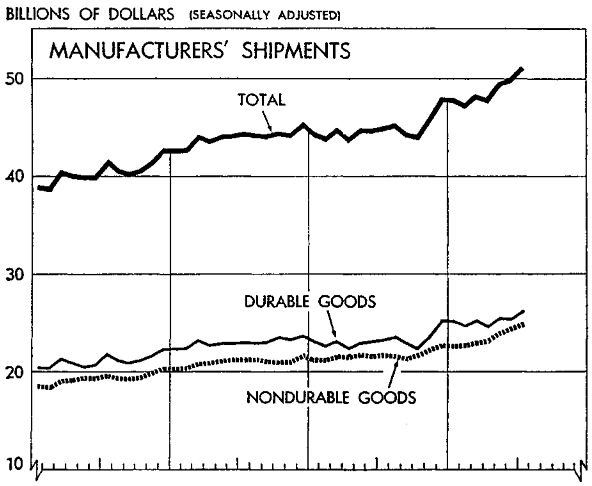
Period	Total business [1] Sales [2]	Total business [1] Inventories [3]	Wholesale [4] Sales [2]	Wholesale [4] Inventories [3]	Retail [5] Sales [2] Total	Retail [5] Sales [2] Durable goods stores	Retail [5] Sales [2] Nondurable goods stores	Retail [5] Inventories [3] Total	Retail [5] Inventories [3] Durable goods stores	Retail [5] Inventories [3] Nondurable 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	86, 254	135, 233	16, 979	20, 691	25, 306	8, 151	17, 155	36, 961	16, 536	20, 425
1967	87, 969	140, 742	17, 099	21, 635	26, 125	8, 306	17, 820	36, 682	15, 977	20, 705
1967: June	88, 244	136, 805	17, 117	20, 599	26, 544	8, 546	17, 998	36, 087	15, 661	20, 426
July	88, 454	137, 111	17, 145	20, 511	26, 444	8, 592	17, 852	35, 997	15, 549	20, 448
Aug	88, 768	137, 850	17, 198	20, 789	26, 422	8, 508	17, 914	36, 028	15, 503	20, 525
Sept	88, 323	137, 794	17, 330	20, 810	26, 732	8, 743	17, 989	36, 143	15, 711	20, 432
Oct	87, 196	138, 268	17, 195	20, 945	26, 089	8, 235	17, 854	36, 217	15, 681	20, 536
Nov	89, 612	139, 331	17, 419	21, 061	26, 411	8, 221	18, 190	36, 474	15, 728	20, 746
Dec	92, 057	140, 742	17, 641	21, 635	26, 470	8, 327	18, 143	36, 682	15, 977	20, 705
1968: Jan	92, 544	141, 342	17, 694	21, 641	27, 065	8, 523	18, 542	37, 130	16, 238	20, 892
Feb	92, 595	141, 624	17, 953	21, 623	27, 399	8, 765	18, 634	37, 082	16, 268	20, 814
Mar	94, 327	141, 840	18, 021	21, 618	28, 120	9, 053	19, 067	37, 003	16, 253	20, 750
Apr	93, 368	143, 331	18, 006	21, 863	27, 620	8, 832	18, 788	37, 512	16, 684	20, 828
May	95, 310	144, 350	17, 897	21, 924	27, 993	9, 031	18, 962	37, 921	16, 839	21, 082
June	96, 473	144, 878	18, 374	22, 098	28, 296	9, 211	19, 085	38, 162	17, 026	21, 136
July [p]	98, 391	145, 482	18, 314	22, 204	29, 075	9, 582	19, 493	38, 365	17, 024	21, 341
Aug [p]					29, 163	9, 583	19, 580			

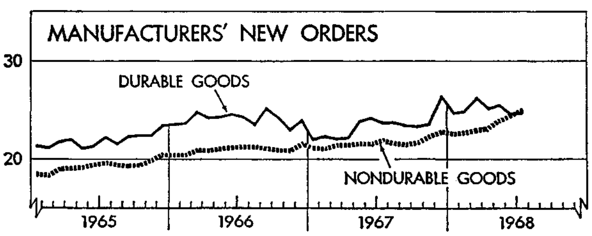
[1] The term "business" also includes manufacturing (see page 22).
[2] Monthly average for year and total for month.
[3] Book value, end of period, seasonally adjusted.
[4] Beginning 1961, data include Alaska and Hawaii.
[5] Beginning 1960, data include Alaska and Hawaii.

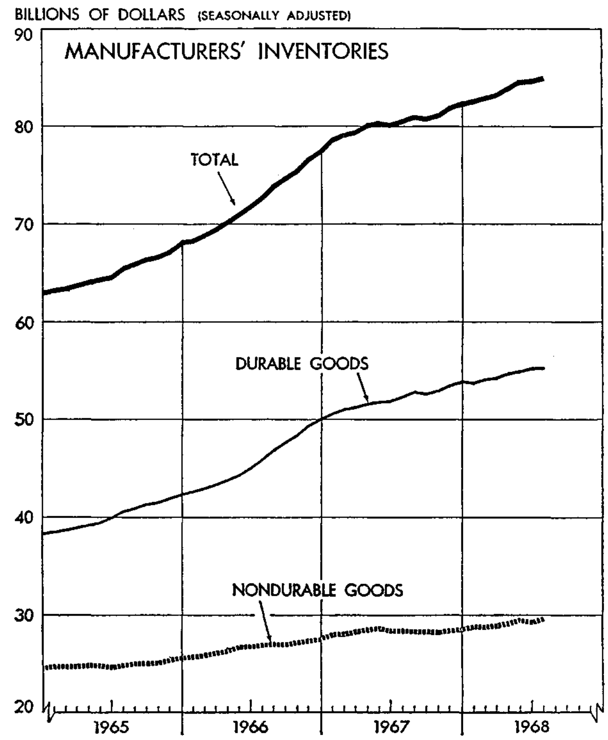
Source: Department of Commerce.

MANUFACTURERS' SHIPMENTS, INVENTORIES, AND NEW ORDERS

Manufacturers' sales rose a strong 2½ percent (seasonally adjusted) in July after a rise of about 1 percent in June. The inventory-sales ratio continued to decline to a more normal historical rate of 1.66 as inventories increased a modest $295 million. Durable goods orders are estimated to have risen one-half percent in July, reversing the June decline.







SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

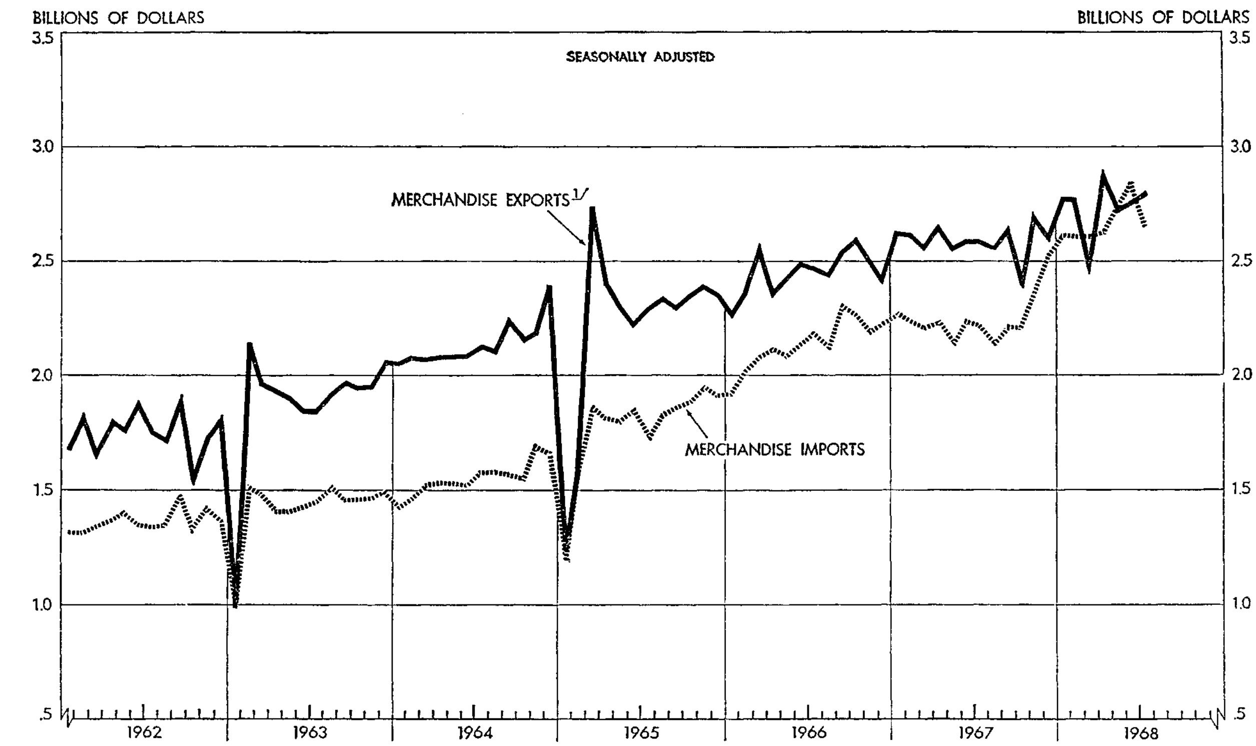
Period	Manufacturers' shipments [1]			Manufacturers' inventories [2]			Manufacturers' new orders [1]				Manufacturers' inventory-shipments ratio [3]
	Total	Durable goods	Nondurable goods	Total	Durable goods	Nondurable goods	Total	Durable goods: Total	Durable goods: Machinery and equipment	Nondurable goods	
	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, 745	23, 123	21, 622	82, 425	53, 930	28, 495	44, 999	23, 378	4, 641	21, 621	1. 79
1967: May	44, 620	22, 900	21, 720	80, 341	51, 784	28, 557	45, 474	23, 857	4, 607	21, 617	1. 80
June	44, 583	23, 052	21, 531	80, 119	51, 809	28, 310	45, 757	24, 263	4, 794	21, 494	1. 80
July	44, 865	23, 192	21, 673	80, 603	52, 346	28, 257	45, 481	23, 715	4, 853	21, 766	1. 80
Aug	45, 148	23, 633	21, 515	81, 033	52, 784	28, 249	45, 322	23, 726	5, 058	21, 596	1. 79
Sept	44, 261	22, 949	21, 312	80, 841	52, 572	28, 269	44, 818	23, 416	4, 665	21, 402	1. 83
Oct	43, 912	22, 311	21, 601	81, 106	52, 918	28, 188	44, 975	23, 381	4, 614	21, 594	1. 85
Nov	45, 782	23, 487	22, 295	81, 796	53, 506	28, 290	45, 882	23, 545	4, 791	22, 337	1. 79
Dec	47, 946	25, 290	22, 656	82, 425	53, 930	28, 495	49, 264	26, 492	4, 827	22, 772	1. 72
1968: Jan	47, 785	25, 227	22, 558	82, 571	53, 742	28, 829	47, 280	24, 771	4, 866	22, 509	1. 73
Feb	47, 243	24, 646	22, 597	82, 919	54, 136	28, 783	47, 432	24, 829	4, 494	22, 603	1. 76
Mar	48, 186	25, 260	22, 926	83, 219	54, 274	28, 945	49, 163	26, 278	4, 622	22, 885	1. 73
Apr	47, 742	24, 628	23, 114	83, 956	54, 754	29, 202	48, 266	25, 165	4, 713	23, 101	1. 76
May	49, 420	25, 483	23, 937	84, 505	54, 977	29, 528	49, 400	25, 541	4, 864	23, 859	1. 71
June [p]	49, 803	25, 407	24, 396	84, 618	55, 276	29, 342	49, 063	24, 617	5, 222	24, 446	1. 70
July [p]	51, 002	26, 196	24, 806	84, 913	55, 314	29, 599	49, 636	24, 740	5, 155	24, 896	1. 66

[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.

NOTE.—Data for Alaska and Hawaii included beginning 1958.
Source: Department of Commerce.

MERCHANDISE EXPORTS AND IMPORTS

The U.S. merchandise trade balance improved sharply in July registering a surplus of $139 million (seasonally adjusted) primarily because of lower imports.



1/ SEE NOTE 1 BELOW.
SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

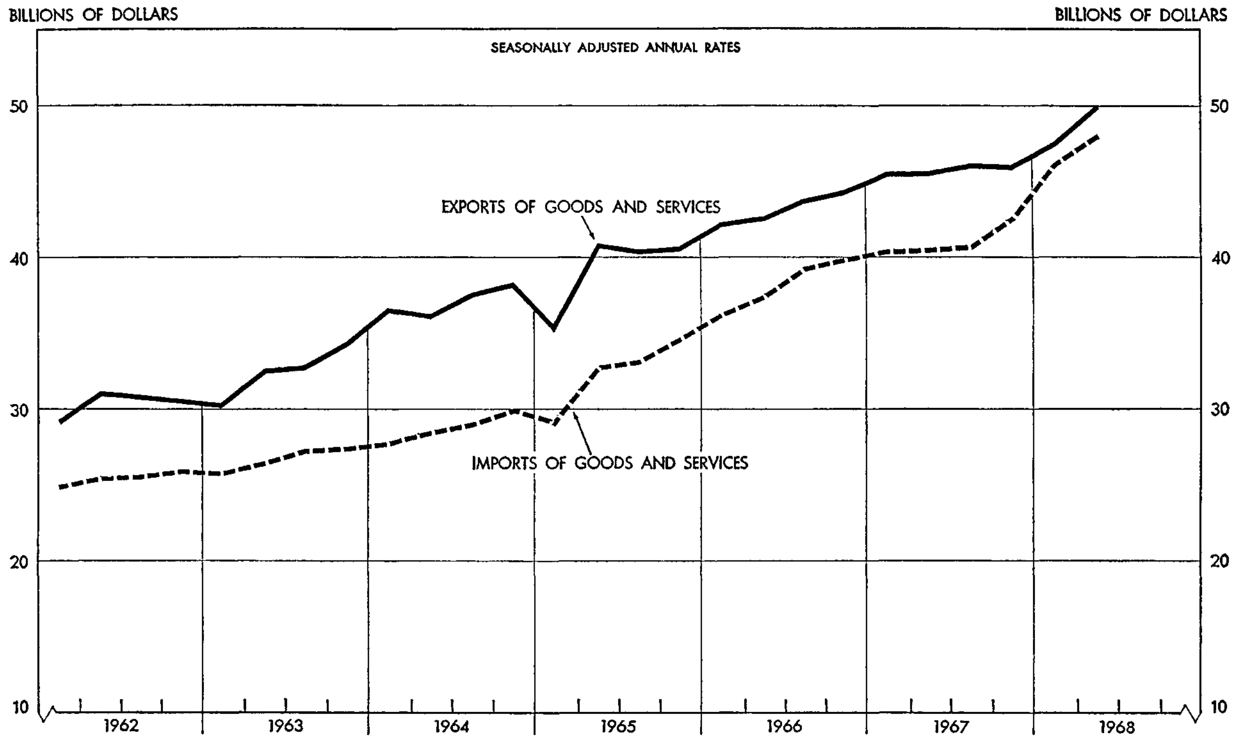
Period	Merchandise exports: Total (including reexports)[1]: *Seasonally adjusted*	Merchandise exports: Total (including reexports)[1]: Unadjusted	Merchandise exports: Domestic exports: Total[1,3]	Domestic exports: Food, beverages, and tobacco	Domestic exports: Crude materials and fuel	Domestic exports: Manufactured goods	Merchandise imports: General imports[2]: Total[3]: *Seasonally adjusted*	General imports: Total[3]: Unadjusted	General imports: Food, beverages, and tobacco	General imports: Crude materials and fuels	General imports: Manufactured goods	Gross-merchandise trade surplus, *seasonally adjusted*
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	-------	2,578	2,546	392	393	1,729	-------	2,234	392	445	1,309	344
		Unadjusted						Unadjusted				
1967: June	*2,577*	2,618	2,587	382	410	1,780	*2,227*	2,270	389	457	1,334	*350*
July	*2,585*	2,377	2,348	363	377	1,582	*2,208*	2,127	366	397	1,272	*376*
Aug	*2,549*	2,396	2,359	366	383	1,561	*2,125*	2,166	372	444	1,262	*424*
Sept	*2,638*	2,500	2,470	402	363	1,687	*2,208*	2,112	362	413	1,245	*430*
Oct	*2,394*	2,442	2,412	390	408	1,596	*2,198*	2,338	417	445	1,363	*196*
Nov	*2,691*	2,760	2,729	480	452	1,766	*2,382*	2,442	409	437	1,488	*310*
Dec	*2,603*	2,812	2,782	425	373	1,934	*2,525*	2,431	439	478	1,431	*78*
1968: Jan	*2,785*	2,674	2,645	398	377	1,828	*2,609*	2,728	441	506	1,692	*176*
Feb	*2,773*	2,667	2,636	407	387	1,833	*2,602*	2,448	421	444	1,496	*171*
Mar	*2,455*	2,639	2,601	391	412	1,767	*2,612*	2,558	395	487	1,598	*−158*
Apr	*2,888*	2,944	2,908	381	426	2,074	*2,640*	2,755	455	466	1,728	*248*
May	*2,720*	2,944	2,907	366	417	2,076	*2,752*	2,815	451	488	1,772	*−32*
June	*2,759*	2,682	2,648	343	361	1,911	*2,839*	2,649	401	499	1,656	*−80*
July	*2,803*	2,640	2,605	346	382	1,866	*2,664*	2,812	458	532	1,712	*139*

[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.

Source: Department of Commerce.

U.S. EXPORTS AND IMPORTS OF GOODS AND SERVICES

The surplus in the balance on goods and services increased to a level of $2 billion (seasonally adjusted annual rate) in the second quarter despite a smaller surplus of merchandise trade.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

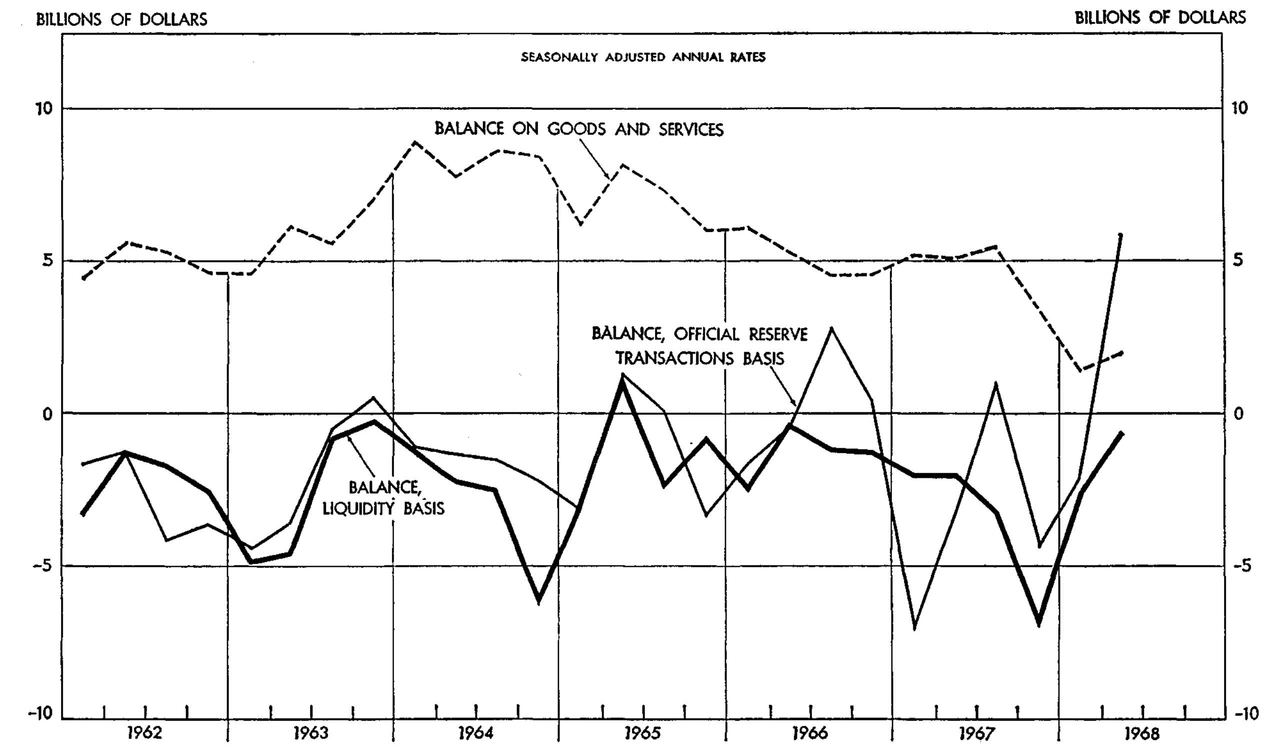
Period	Exports of goods and services						Imports of goods and services				Balance on goods and services
	Total	Merchandise [1]	Military sales	Income on investments: Private	Income on investments: Government	Other services	Total	Merchandise [1]	Military expenditures	Other services	
1963	32, 432	22, 071	657	4, 151	498	5, 055	26, 620	17, 014	2, 961	6, 645	5, 812
1964	37, 098	25, 297	747	4, 930	456	5, 668	28, 688	18, 648	2, 876	7, 164	8, 409
1965	39, 196	26, 244	830	5, 384	509	6, 229	32, 295	21, 516	2, 945	7, 834	6, 901
1966	43, 142	29, 176	829	5, 659	593	6, 885	38, 063	25, 541	3, 735	8, 787	5, 080
1967	45, 756	30, 468	1, 240	6, 235	624	7, 189	40, 989	26, 991	4, 340	9, 658	4, 768
	Seasonally adjusted annual rates										
1967: I	45, 484	30, 644	1, 340	5, 772	604	7, 124	40, 312	26, 744	4, 288	9, 280	5, 172
II	45, 508	30, 812	1, 344	5, 564	660	7, 128	40, 432	26, 420	4, 260	9, 752	5, 076
III	46, 052	30, 504	980	6, 684	624	7, 260	40, 616	26, 164	4, 392	10, 060	5, 436
IV	45, 984	29, 912	1, 292	6, 916	612	7, 252	42, 592	28, 636	4, 416	9, 540	3, 392
1968: I	47, 440	31, 696	1, 224	6, 176	792	7, 552	46, 016	31, 348	4, 440	10, 228	1, 424
II p	49, 912	33, 208	1, 448	6, 796	868	7, 592	47, 944	33, 172	4, 572	10, 200	1, 968

[1] Adjusted 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 was further reduced to a $0.7 billion level (seasonally adjusted annual rate) in the second quarter. On the official reserve transactions basis, a significant surplus was recorded in the second quarter reaching a $5.8 billion annual rate which more than offsets the first quarter 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: Direct investment	U.S. private capital, net: Other long-term	U.S. private capital, net: Short-term	Foreign capital, net [1]	Errors and unrecorded transactions	Balance: Liquidity basis [2]	Balance: Official reserve transactions basis [3]	Changes in selected liabilities (decrease [—]) [4]: To foreign official holders [5]: Liquid	Changes in selected liabilities (decrease [—]) [4]: To foreign official holders [5]: Nonliquid	Changes in selected liabilities (decrease [—]) [4]: To other foreign holders [6]	Changes in gold, convertible currencies, and IMF gold tranche position (increase [—])
1963	−3, 578	−1, 976	−1, 698	−784	690	−244	−2, 670	−2, 011	1, 673	−39	620	377
1964	−3, 564	−2, 328	−2, 103	−2, 147	689	−860	−2, 800	−1, 564	1, 075	318	1, 554	171
1965	−3, 370	−3, 468	−1, 079	753	271	−315	−1, 335	−1, 289	−18	85	131	1, 222
1966	−3, 444	−3, 623	−256	−418	2, 532	−210	−1, 357	266	−1, 595	761	2, 384	568
1967	−4, 211	−3, 020	−1, 270	−1, 214	3, 185	−532	−3, 571	−3, 405	2, 062	1, 291	1, 457	52
	Seasonally adjusted annual rates								Quarterly totals, unadjusted			
1967:												
I	−4, 704	−2, 612	−696	−592	3, 460	−1, 000	−2, 020	−7, 056	−80	332	−709	1, 027
II	−4, 156	−2, 604	−724	−1, 088	4, 808	−1, 832	−2, 088	−3, 224	544	580	95	−419
III	−3, 952	−3, 608	−2, 024	−1, 520	3, 064	828	−3, 208	988	281	119	1, 306	−375
IV	−4, 032	−3, 260	−1, 632	−1, 656	1, 412	−136	−6, 968	−4, 328	1, 317	260	765	−181
1968:												
I	−4, 656	−1, 496	−564	−524	5, 460	−1, 220	−2, 640	−2, 140	−1, 364	366	709	904
II [p]	−4, 404	−4, 136	−216	−568	8, 684	−888	−680	5, 836	−2, 195	771	2, 199	[7] −137

[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 June 30, U.S. reserve assets consisted of gold stock, $10,681 million (down $22 million from March 31); IMF position including gold portion of increased U.S. subscription, $903 million; convertible currencies, $2,479 million.

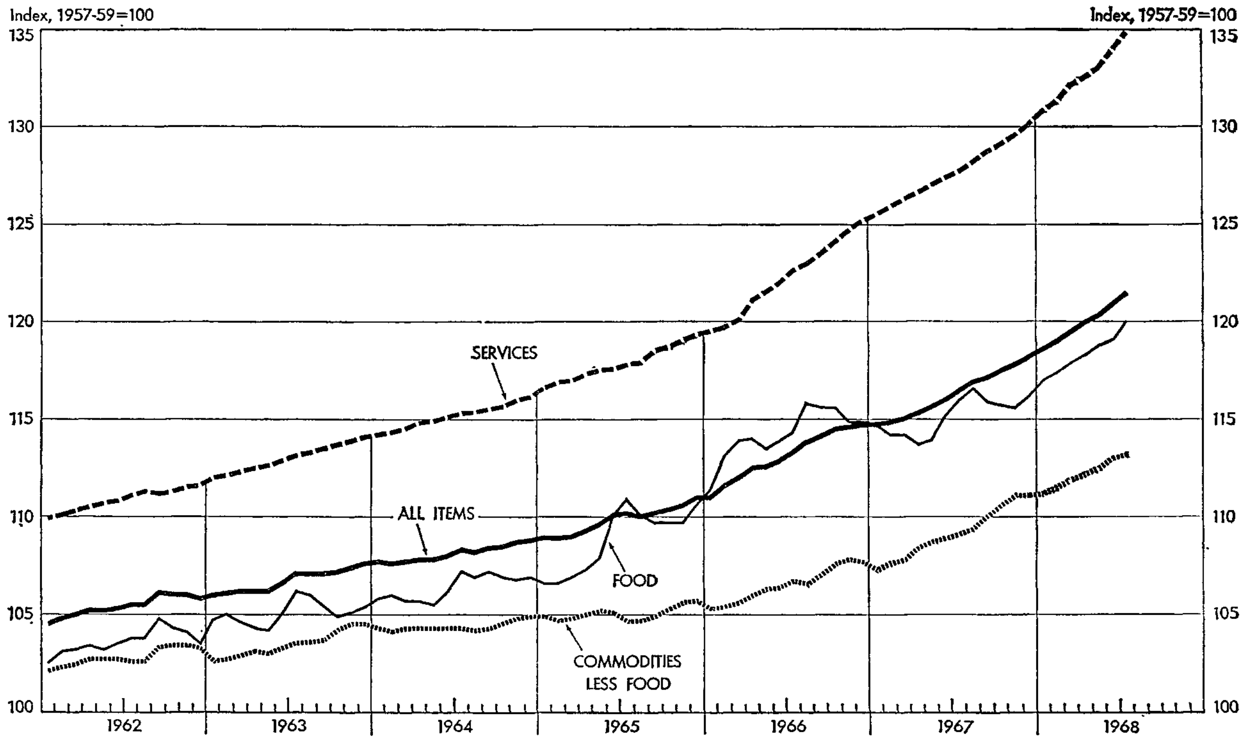
NOTE.—Data exclude military grant-aid and U.S. subscriptions to IMF.

Source: Department of Commerce.

PRICES

CONSUMER PRICES

In July, consumer prices increased 0.5 percent for the second month in a row. The July increase was largely due to rapidly climbing mortgage interest and medical care charges but many other consumer items also rose.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

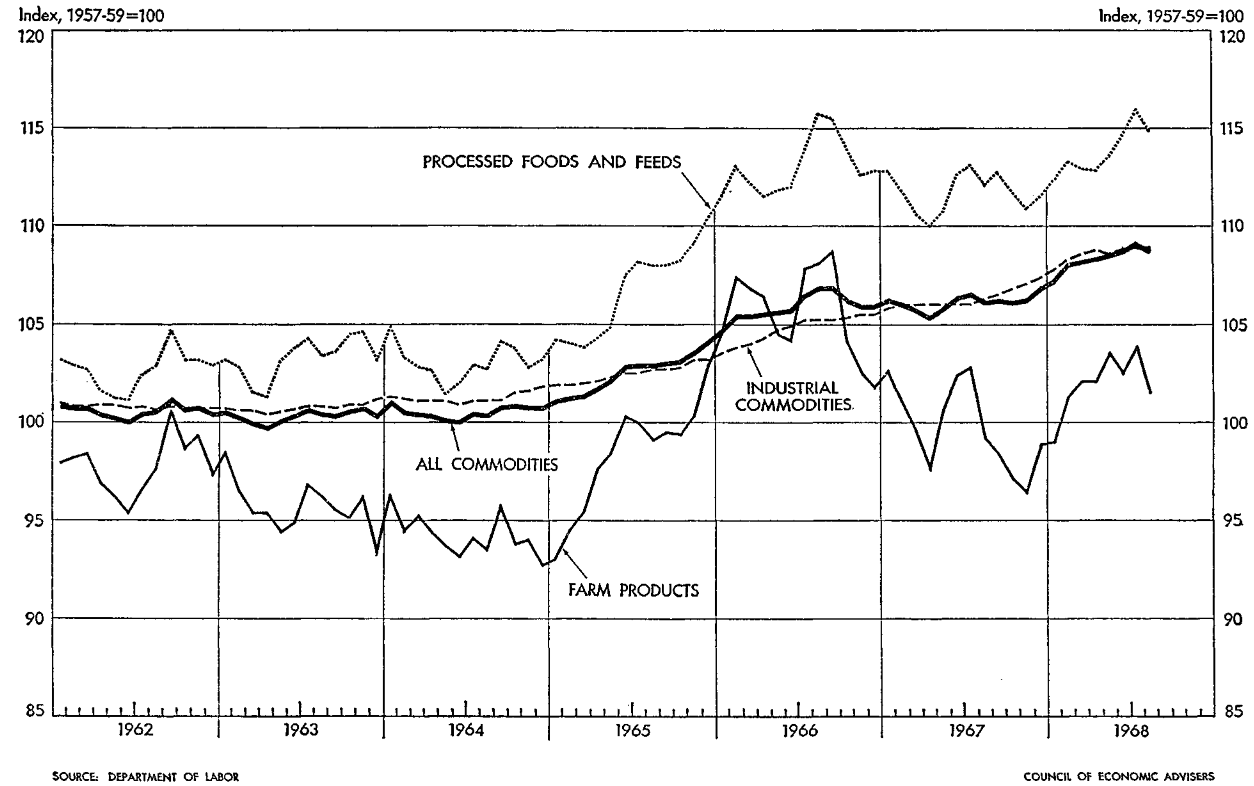
[1957–59=100]

Period	All items	Commodities: All commodities	Commodities: Food	Commodities less food: All	Commodities less food: Durable	Commodities less food: Non-durable	Services: All services	Services: Rent	Services: Services less rent
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
1967: June	116.0	111.0	115.1	108.9	104.1	112.7	127.4	112.2	130.8
July	116.5	111.5	116.0	109.1	104.4	112.8	127.7	112.4	131.2
Aug	116.9	111.9	116.6	109.4	104.7	113.2	128.2	112.6	131.7
Sept	117.1	112.0	115.9	110.0	104.8	114.1	128.7	112.8	132.3
Oct	117.5	112.4	115.7	110.6	105.7	114.5	129.1	113.0	132.7
Nov	117.8	112.6	115.6	111.1	106.0	115.2	129.6	113.2	133.2
Dec	118.2	112.9	116.2	111.1	106.1	115.2	130.1	113.5	133.8
1968: Jan	118.6	113.2	117.0	111.2	106.3	115.1	130.8	113.7	134.6
Feb	119.0	113.5	117.4	111.5	106.4	115.6	131.3	113.9	135.2
Mar	119.5	113.9	117.9	111.9	106.6	116.1	132.1	114.2	136.1
Apr	119.9	114.3	118.3	112.2	106.9	116.4	132.5	114.4	136.6
May	120.3	114.7	118.8	112.5	106.9	117.0	133.0	114.6	137.1
June	120.9	115.1	119.1	113.0	107.4	117.5	133.9	114.9	138.1
July	121.5	115.5	120.0	113.2	107.6	117.6	134.9	115.1	139.3

Source: Department of Labor.

WHOLESALE PRICES

The wholesale price index declined 0.4 percent in August, according to preliminary estimates. The decline was caused by a sharp drop (2.3 percent) in farm products prices and a moderate decline (0.9 percent) in processed foods and feeds. Prices for industrial commodities averaged the same as in July.



[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	Nondurable
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
1967: 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	105.5	113.0	103.0	107.9
Dec	106.8	98.9	111.5	107.4	101.3	105.9	113.4	103.0	108.0
1968: Jan	107.2	99.0	112.4	107.8	101.4	106.3	114.0	103.5	108.0
Feb	108.0	101.3	113.3	108.3	102.4	107.0	114.2	103.5	108.4
Mar	108.2	102.1	112.9	108.6	103.1	107.3	114.4	103.6	108.6
Apr	108.3	102.1	112.8	108.8	101.7	107.5	114.8	103.5	109.0
May	108.5	103.6	113.6	108.6	100.5	107.3	114.9	103.4	109.1
June	108.7	102.5	114.6	108.8	100.6	107.2	115.1	103.5	109.8
July	109.1	103.9	115.9	108.9	110.9	107.3	115.3	103.5	110.0
Aug p	108.7	101.5	114.9	108.9					

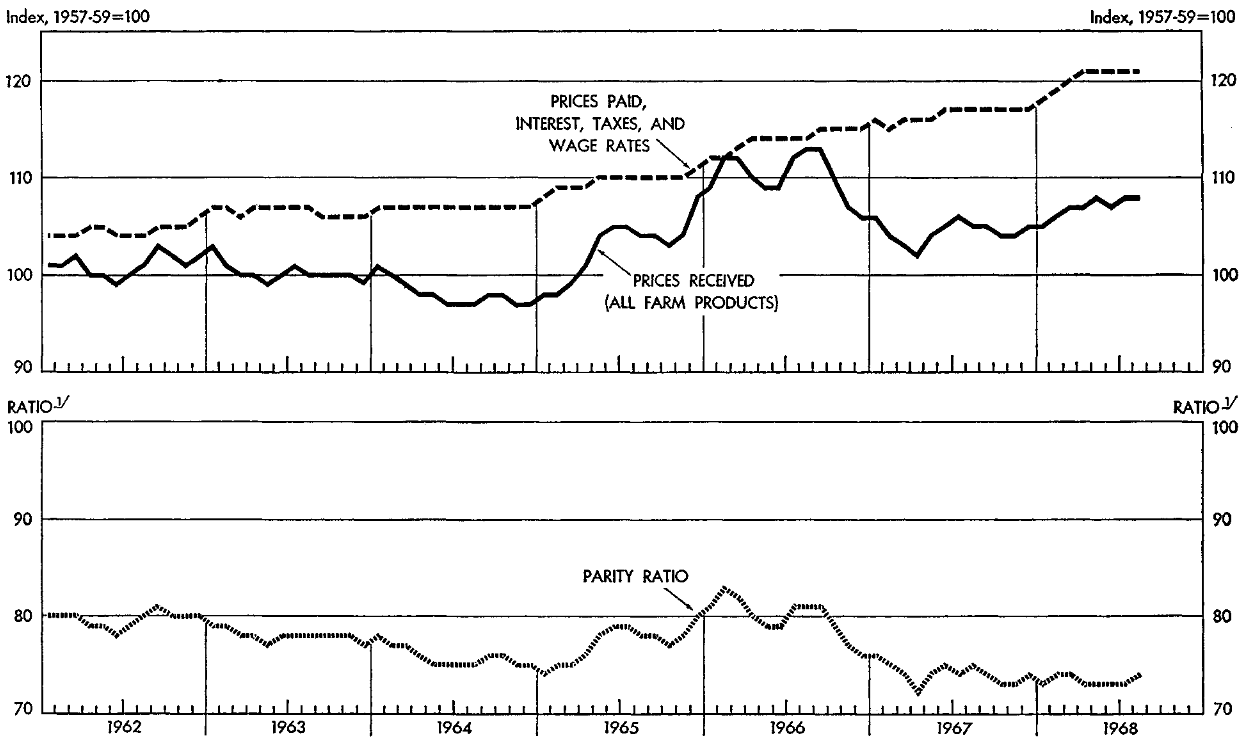
[1] Coverage of the subgroups does not correspond exactly to coverage of this index.
[2] Excludes intermediate materials for food manufacturing and manufactured animal feeds; includes, in part, grain products for further processing.

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 August 15, both prices received and prices paid by farmers were unchanged and the adjusted parity ratio remained at 79. The increases in prices received for cotton, oranges, and milk were about offset by price declines for hogs, potatoes, and corn.



1/ RATIO OF INDEX OF PRICES RECEIVED TO INDEX OF PRICES PAID, INTEREST, TAXES, AND WAGE RATES, ON 1910-14=100 BASE.

SOURCE: DEPARTMENT OF AGRICULTURE

COUNCIL OF ECONOMIC ADVISERS

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	104	101	110	107	105	77	82
1966	110	106	113	114	110	108	80	86
1967	104	100	107	116	113	109	74	79
1967: July 15	106	99	110	117	113	110	74	80
Aug 15	105	99	110	117	113	109	75	80
Sept 15	105	98	110	117	113	109	74	79
Oct 15	104	101	107	117	113	109	73	78
Nov 15	104	102	105	117	114	109	73	78
Dec 15	105	103	105	117	114	109	74	79
1968: Jan 15	105	103	107	118	115	110	73	79
Feb 15	106	102	109	119	115	111	74	80
Mar 15	107	103	109	120	116	111	74	79
Apr 15	107	104	109	121	117	111	73	79
May 15	108	105	109	121	117	112	73	79
June 15	107	103	111	121	117	112	73	79
July 15	108	99	114	121	118	112	73	79
Aug 15	108	101	113	121	118	111	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.

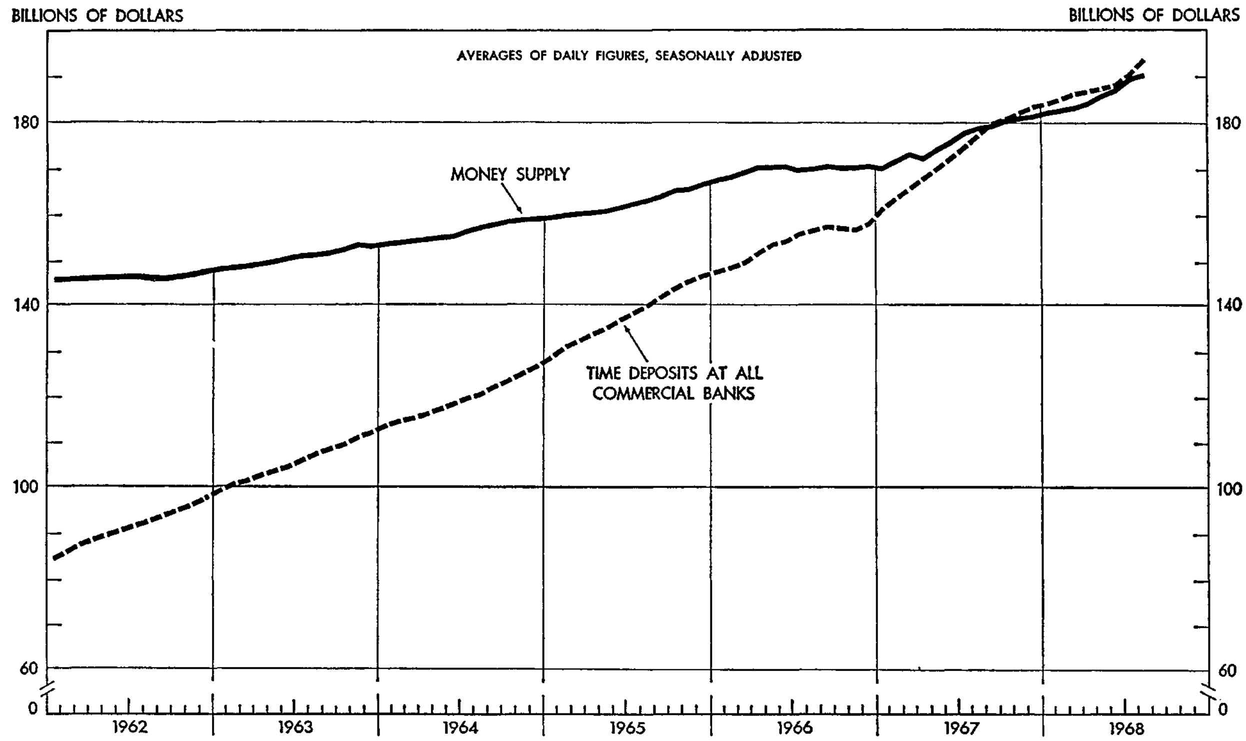
[2] The adjusted parity ratio reflects Government payments made directly to farmers.

Source: Department of Agriculture.

MONEY, CREDIT, AND SECURITY MARKETS

MONEY SUPPLY

The seasonally adjusted money supply increased $0.8 billion in August, the smallest increase since March. Time deposits, however, showed an extraordinarily large increase of $3.3 billion.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Averages of daily figures, billions of dollars]

Period	Money supply: Total	Money supply: Currency outside banks	Money supply: Demand deposits	Time deposits [1]	Money supply: Total	Money supply: Currency outside banks	Money supply: Demand deposits	Time deposits [1]	U.S. Government demand deposits [1]
	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	146.6	172.0	37.1	134.9	145.2	4.6
1966: Dec	170.4	38.3	132.1	158.1	175.8	39.1	136.7	156.9	3.4
1967: Dec	181.3	40.4	140.9	183.5	187.1	41.2	145.9	182.0	5.0
1967: June	176.0	39.3	136.7	172.6	174.2	39.2	135.0	173.0	4.0
July	177.8	39.4	138.4	174.8	175.7	39.6	136.2	175.2	5.7
Aug	178.9	39.5	139.4	177.2	175.8	39.6	136.2	177.8	4.3
Sept	179.1	39.7	139.4	179.4	178.3	39.7	138.5	179.0	5.0
Oct	180.2	39.9	140.2	180.6	180.5	40.0	140.5	180.4	6.3
Nov	181.0	40.1	141.0	182.0	182.4	40.4	141.9	181.3	5.3
Dec	181.3	40.4	140.9	183.5	187.1	41.2	145.9	182.0	5.0
1968: Jan	182.3	40.6	141.7	184.1	187.6	40.5	147.1	183.7	5.0
Feb	182.7	40.7	141.9	185.2	181.4	40.3	141.1	185.8	7.2
Mar	183.4	41.1	142.2	186.7	182.0	40.7	141.2	187.7	6.6
Apr	184.3	41.4	143.0	187.1	185.6	41.1	144.5	187.9	4.2
May	186.1	41.6	144.5	187.6	182.5	41.3	141.1	188.4	6.4
June	187.1	42.0	145.1	188.2	185.3	41.9	143.3	188.6	5.4
July	189.4	42.2	147.2	190.4	187.2	42.4	144.8	190.8	5.7
Aug ᵖ	190.2	42.6	147.6	193.7	186.8	42.6	144.2	194.3	5.5

[1] Deposits at all commercial banks.

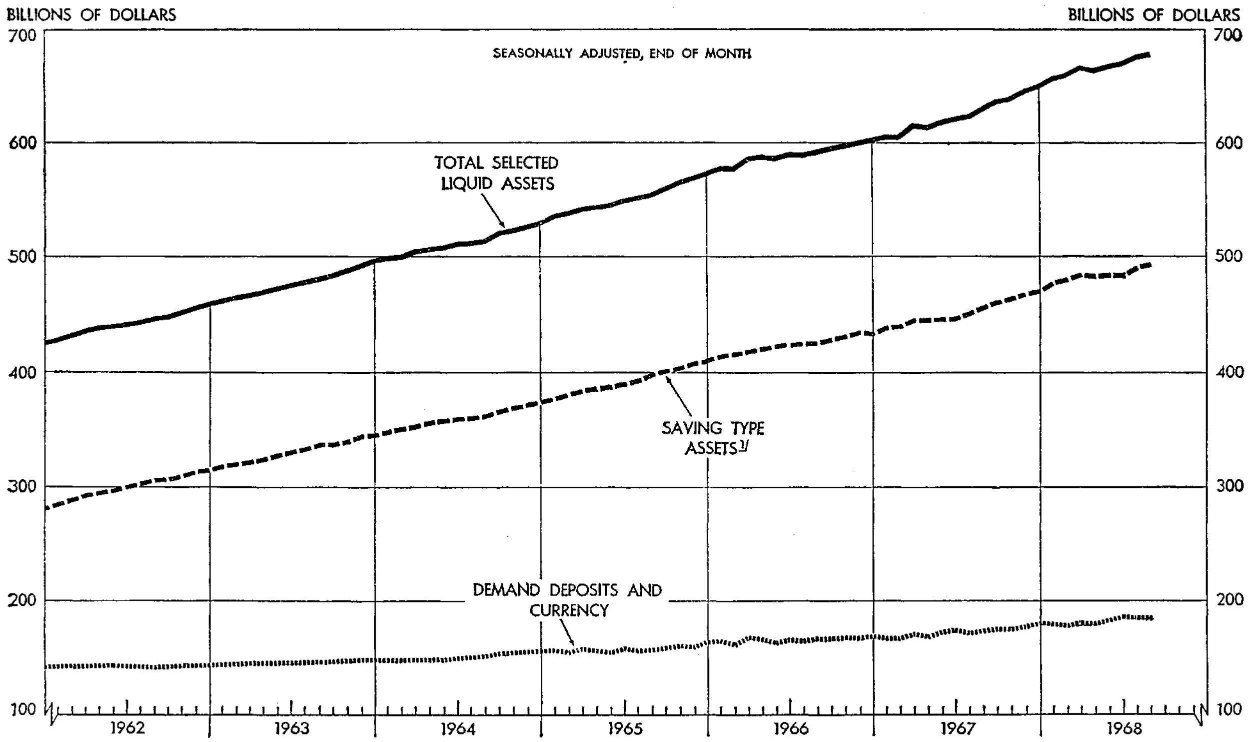
NOTE.—Effective June 9, 1966, balances accumulated for payment of personal loans (about $1.1 billion) are excluded from time deposits and from loans at all commercial banks.

Data include Alaska and Hawaii.

Source: Board of Governors of the Federal Reserve System.

SELECTED LIQUID ASSETS HELD BY THE PUBLIC

Public holdings of time deposits and savings and loan shares (seasonally adjusted) rose $4.3 billion in August, almos equaling the July increase and exceeding any other month this year. Holdings of short-term U.S. Government securities declined $1.8 billion.



1/ ASSETS OTHER THAN DEMAND DEPOSITS AND CURRENCY.

SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars, seasonally adjusted]

End of period	Total selected liquid assets	Demand deposits and currency [1]	Time deposits: Commercial banks	Time deposits: Mutual savings banks	Postal Savings System	Savings and loan shares	U.S. Government savings bonds [2]	U.S. Government securities maturing within one year [2]
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	573.1	164.1	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	650.5	180.7	183.1	60.3	----------	123.9	51.9	50.5
1967: July	623.1	172.0	174.7	58.4	.1	119.9	51.3	46.7
Aug	630.3	174.2	177.2	58.7	.1	121.0	51.3	47.8
Sept	635.7	176.3	178.1	59.1	.1	122.5	51.4	48.2
Oct	638.1	175.8	180.1	59.5	----------	123.0	51.4	48.3
Nov	645.9	177.9	183.8	59.9	----------	123.7	51.5	49.1
Dec	650.5	180.7	183.1	60.3	----------	123.9	51.9	50.5
1968: Jan	655.9	179.6	186.5	[3] 60.6	----------	[3] 123.6	51.9	53.6
Feb	658.7	178.3	187.6	61.1	----------	124.6	51.8	55.4
Mar [p]	665.3	181.6	187.8	61.4	----------	125.9	51.8	57.0
Apr [p]	664.0	180.8	187.3	61.7	----------	126.0	51.8	56.5
May [p]	667.1	183.5	187.3	62.1	----------	126.5	51.8	55.9
June [p]	669.9	186.5	187.5	62.4	----------	[4] 126.8	51.9	54.9
July [p]	675.8	185.8	191.2	62.8	----------	127.2	51.9	56.9
Aug [p]	678.3	185.7	193.7	63.7	----------	128.1	52.0	55.1

[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 association.

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

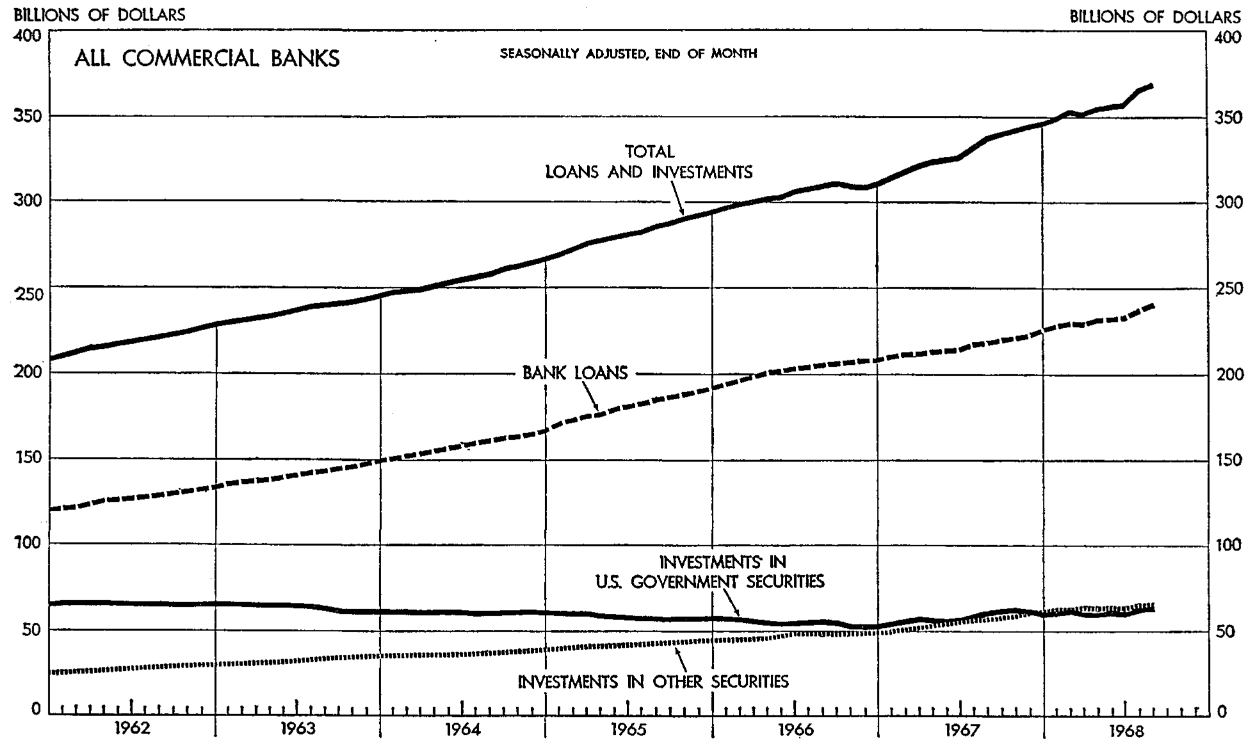
[4] Reflects liquidation of two savings and loan associations.

NOTE.—See Note, p. 29.

Source: Board of Governors of the Federal Reserve System.

BANK LOANS, INVESTMENTS, DEBITS, AND RESERVES

ollowing the unusually large July increase of $7.3 billion, total bank credit (seasonally adjusted) increased an dditional $4.5 billion in August. Free reserves increased slightly to a net borrowed position of $192 million.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

End of period	All commercial banks (seasonally adjusted data): Total loans and investments	Loans, excluding interbank	Investments: U.S. Government securities	Investments: Other securities	Weekly reporting large commercial banks: Commercial and industrial loans	Bank debits outside New York City (232 centers), seasonally adjusted annual rates [1]	All member banks [2]: Total reserves	Excess reserves	Borrowings at Federal Reserve Banks	Free reserves
	Billions of dollars						Millions of dollars			
1961	209.6	120.4	65.3	23.9	32.9	*1,832*	20,118	568	149	419
1962	227.9	134.0	64.6	29.2	35.2	*2,021*	20,040	572	304	268
1963	246.2	149.6	61.7	35.0	38.8	*2,199*	20,746	536	327	209
1964	267.2	167.7	60.7	38.7	42.1	[1] *2,706*	21,609	411	243	168
1965	294.4	192.6	57.1	44.8	[3] 53.1	*3,013*	22,719	452	454	−2
1966	310.5	208.2	53.6	48.7	60.7	*3,421*	23,830	392	557	−165
1967	346.5	225.4	59.7	61.4	65.8	*3,740*	25,260	345	238	107
1967: July	332.5	216.5	59.4	56.5	63.7	*3,832*	23,907	359	87	272
Aug	336.6	218.0	61.3	57.3	62.2	*3,882*	23,791	387	89	298
Sept	339.1	219.9	61.4	57.7	63.4	*3,847*	24,200	358	90	268
Oct	342.0	221.4	61.9	58.6	63.1	*3,891*	24,608	286	126	160
Nov	344.3	222.7	61.2	60.4	63.7	*3,897*	24,740	403	133	270
Dec	346.5	225.4	59.7	61.4	65.8	*3,897*	25,260	345	238	107
1968: Jan	349.5	227.1	60.0	62.4	65.0	*4,046*	25,834	381	237	144
Feb	353.6	228.9	62.1	62.7	65.1	*4,047*	25,610	399	361	38
Mar	352.1	228.7	59.8	63.6	66.5	*4,021*	25,580	356	671	−315
Apr [p]	354.4	230.9	60.0	63.4	67.6	*4,215*	25,546	270	683	−413
May [p]	356.4	232.1	60.7	63.5	67.1	*4,243*	25,505	420	746	−326
June [p]	357.3	233.4	60.5	63.4	69.2	*4,354*	25,713	351	692	−341
July [p]	364.6	237.7	62.6	64.2	69.2	*4,437*	26,001	299	525	−226
Aug [p]	369.1	240.3	63.4	65.4	68.1	*4,442*	26,061	373	565	−192

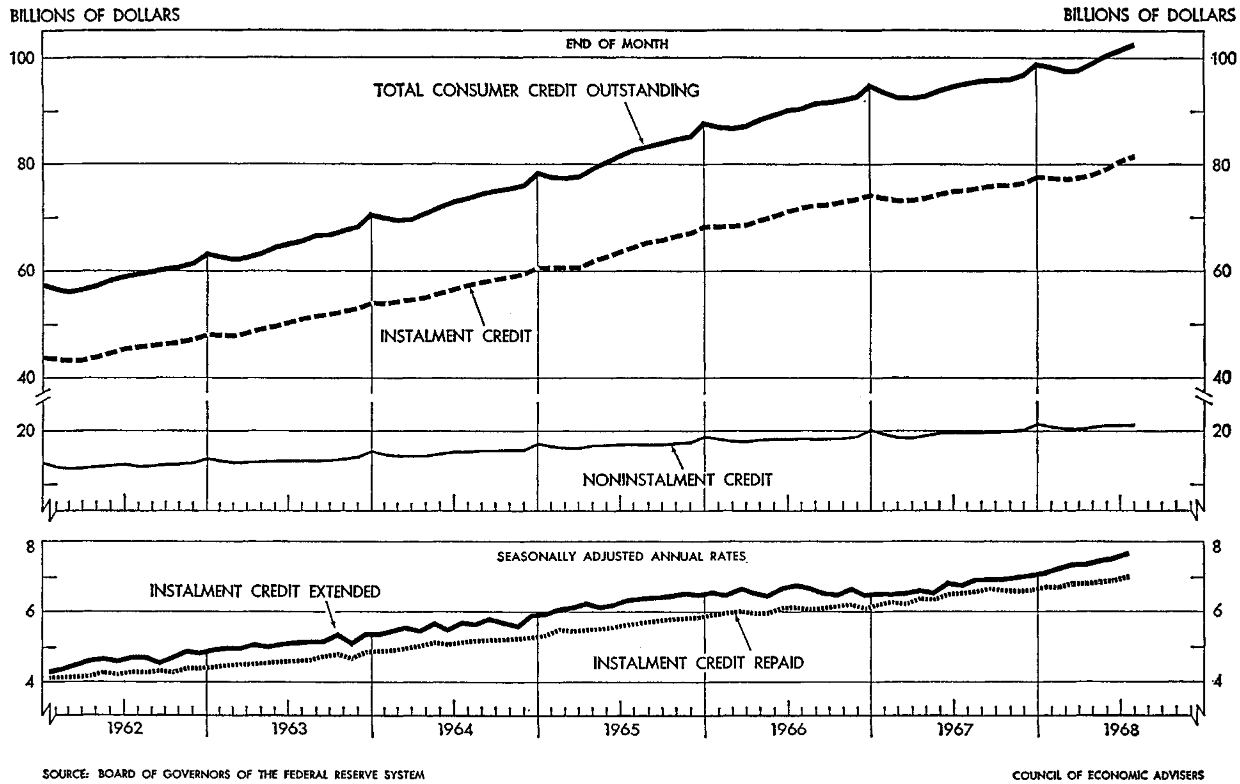
[1] Debits during period to demand deposit accounts except interbank and U.S. Government. New series beginning January 1964.
[2] Averages of daily figures. Annual data are for December.
[3] New series; see *Federal Reserve Bulletin*, March 1967.

NOTE.—Data for all commercial banks revised beginning 1959; see *Federal Reserve Bulletin*, August 1968. 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

Total consumer credit outstanding increased more than seasonally in July, and seasonally adjusted instalment credit outstanding showed the largest increase since November 1965.



[Millions of dollars]

Period	Consumer credit outstanding (end of period; unadjusted)					Consumer instalment credit extended and repaid (seasonally adjusted)				Mortgage debt outstanding nonfarm, 1- to 4-family houses [3]
	Total	Instalment			Noninstalment [2]	Total		Automobile paper		
		Total [1]	Automobile paper	Personal loans		Extended	Repaid	Extended	Repaid	
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, 700
1965	87, 884	68, 565	28, 843	18, 354	19, 319	75, 508	67, 495	27, 914	24, 267	213, 200
1966	94, 786	74, 656	30, 961	20, 110	20, 130	78, 896	72, 805	28, 491	26, 373	223, 700
1967	99, 228	77, 946	31, 197	21, 690	21, 282	81, 263	77, 973	27, 221	26, 985	236, 100
1967: June	94, 813	75, 051	31, 208	20, 567	19, 762	6, 823	6, 531	2, 338	2, 281	228, 200
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, 200
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	236, 100
1968: Jan	98, 225	77, 467	31, 061	21, 631	20, 758	7, 089	6, 691	2, 437	2, 302	---------
Feb	97, 672	77, 327	31, 137	21, 752	20, 345	7, 245	6, 679	2, 519	2, 308	---------
Mar	97, 875	77, 581	31, 380	21, 873	20, 294	7, 380	6, 814	2, 567	2, 330	239, 100
Apr	99, 142	78, 345	31, 766	22, 128	20, 797	7, 342	6, 800	2, 517	2, 339	---------
May	100, 275	79, 270	32, 240	22, 378	21, 005	7, 479	6, 869	2, 578	2, 343	---------
June	101, 467	80, 363	32, 774	22, 686	21, 104	7, 516	6, 884	2, 574	2, 337	---------
July	102, 439	81, 308	33, 253	22, 930	21, 131	7, 683	7, 001	2, 669	2, 405	---------

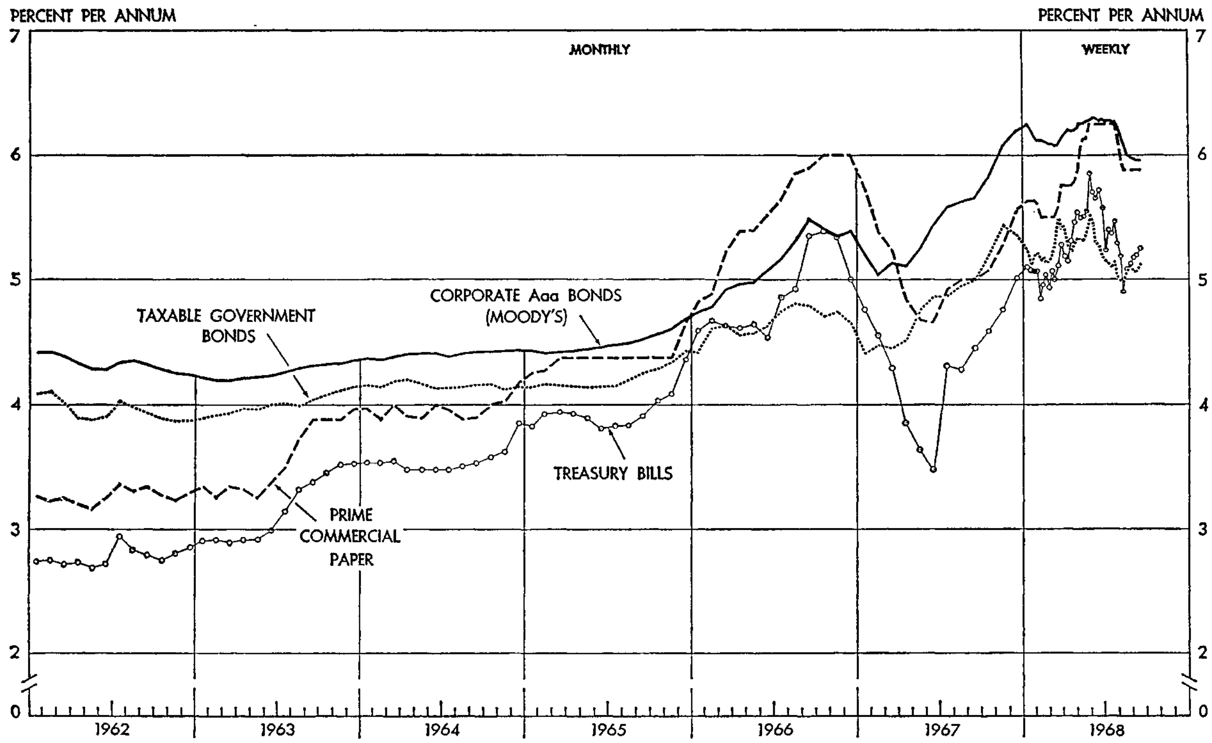
[1] Also includes other consumer goods paper, and repair and modernization loans, not shown separately.
[2] Consists of single-payment loans, charge accounts, and service credit.
[3] End of period, unadjusted.

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

Most interest rates continued to decline in early August. Since mid-August Treasury bill rates have risen somewhat while most bond yields have remained relatively stable.



SOURCE: SEE TABLE BELOW

COUNCIL OF ECONOMIC ADVISERS

[Percent per annum]

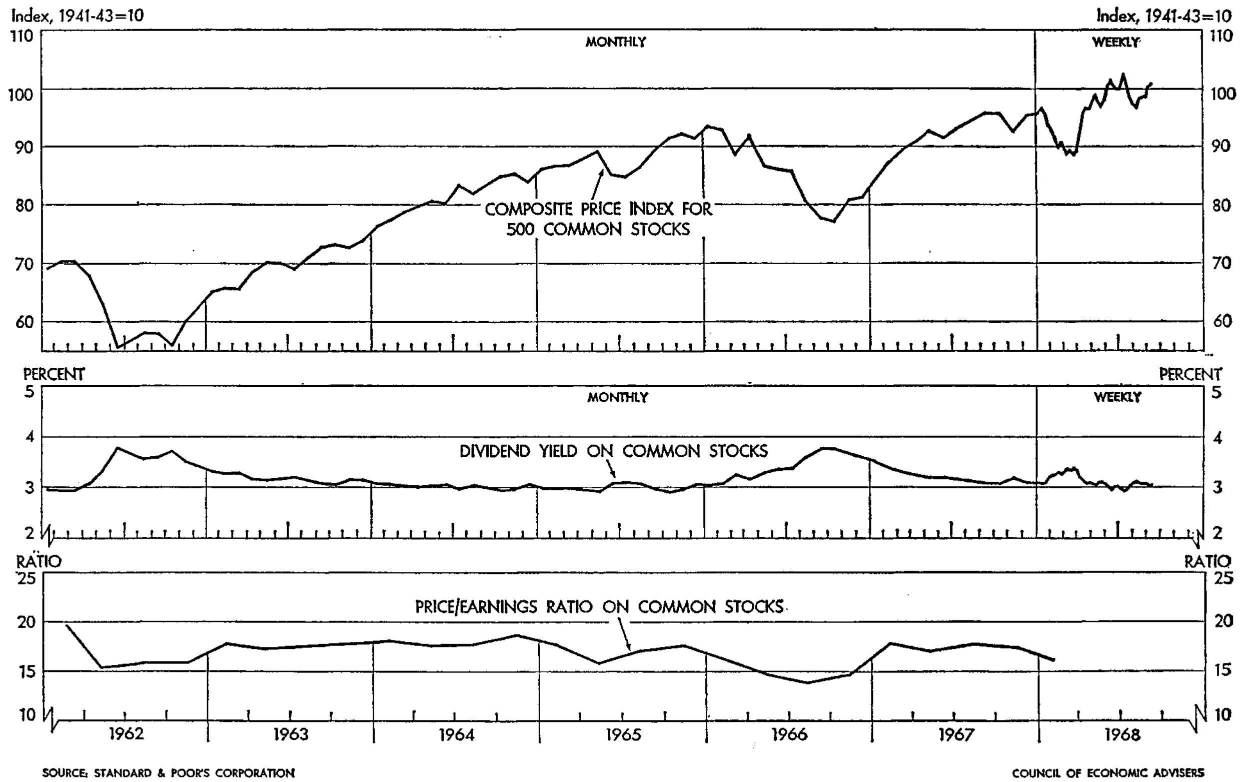
Period	U.S. Government security yields			High-grade municipal bonds (Standard & Poor's) [4]	Corporate bonds (Moody's)		Prime commercial paper, 4–6 months	FHA new home mortgage yields [5]
	3-month Treasury bills [1]	3–5 year issues [2]	Taxable bonds [3]		Aaa	Baa		
1961	2.378	3.60	3.90	3.46	4.35	5.08	2.97	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	3.98	5.51	6.23	5.10	6.55
1967: July	4.308	5.17	4.86	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	4.34	6.17	6.84	5.60	6.81
Feb	4.969	5.59	5.16	4.39	6.10	6.80	5.50	6.81
Mar	5.144	5.77	5.39	4.56	6.11	6.85	5.64	6.78
Apr	5.365	5.69	5.28	4.41	6.21	6.97	5.81	6.83
May	5.621	5.95	5.40	4.56	6.27	7.03	6.18	6.94
June	5.544	5.71	5.23	4.56	6.28	7.07	6.25	----------
July	5.382	5.44	5.09	4.36	6.24	6.98	6.19	7.52
Aug	5.095	5.32	5.04	4.31	6.02	6.82	5.88	7.42
Week ended:								
1968: Aug 16	5.084	5.35	5.06	4.29	6.00	6.82	5.88	----------
23	5.123	5.36	5.10	4.34	5.98	6.80	5.88	----------
30	5.173	5.33	5.06	4.45	5.97	6.79	5.88	----------
Sept 6	5.194	5.30	5.06	4.48	5.95	6.79	5.88	----------
13	5.246	5.36	5.12	4.43	5.95	6.80	5.88	----------
20	*5.218	----------	----------	----------	----------	----------	----------	----------

[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. *Not charted.
[5] Data for first of the month, based on the maximum permissible interest rate (6¾ percent beginning early May 1968) 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 averaged lower in August than in June and July, but has been rising again since mid August.



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	76.35	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	91.08	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	17.54
1967: 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	17.41
1968: Jan	95.04	103.11	102.87	81.06	68.02	43.38	3.13	
Feb	90.75	98.33	98.13	77.99	65.61	42.35	3.28	
Mar	89.09	96.77	96.32	77.49	62.62	41.68	3.34	16.40
Apr	95.67	104.42	104.08	84.79	63.66	44.79	3.12	
May	97.87	107.02	106.86	87.75	62.92	48.00	3.07	
June	100.53	109.73	110.65	89.04	65.21	51.72	3.00	*17.23
July	100.30	109.16	108.12	88.38	67.55	51.01	3.00	
Aug	98.11	106.77	104.92	85.73	66.60	48.80	3.09	
Week ended:								
1968: Aug 2	97.33	105.84	[4] 104.10	[4] 85.12	66.57	48.45	[4] 3.10	
9	97.04	105.54	[4] 103.76	[4] 84.95	66.41	47.89	[4] 3.12	
16	98.32	107.01	[4] 105.11	[4] 85.78	66.68	49.01	[4] 3.08	
23	98.84	107.57	[4] 105.79	[4] 86.22	66.92	49.41	[4] 3.08	
30	98.84	107.63	[4] 105.01	[4] 85.96	66.46	49.31	[4] 3.08	
Sept 6	100.32	109.36	106.25	86.63	66.77	49.87	3.04	
13	100.84	109.94	[4] 107.19	[4] 87.79	66.90	50.50	[4] 3.02	

[1] Includes 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.

[2] Aggregate 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.

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

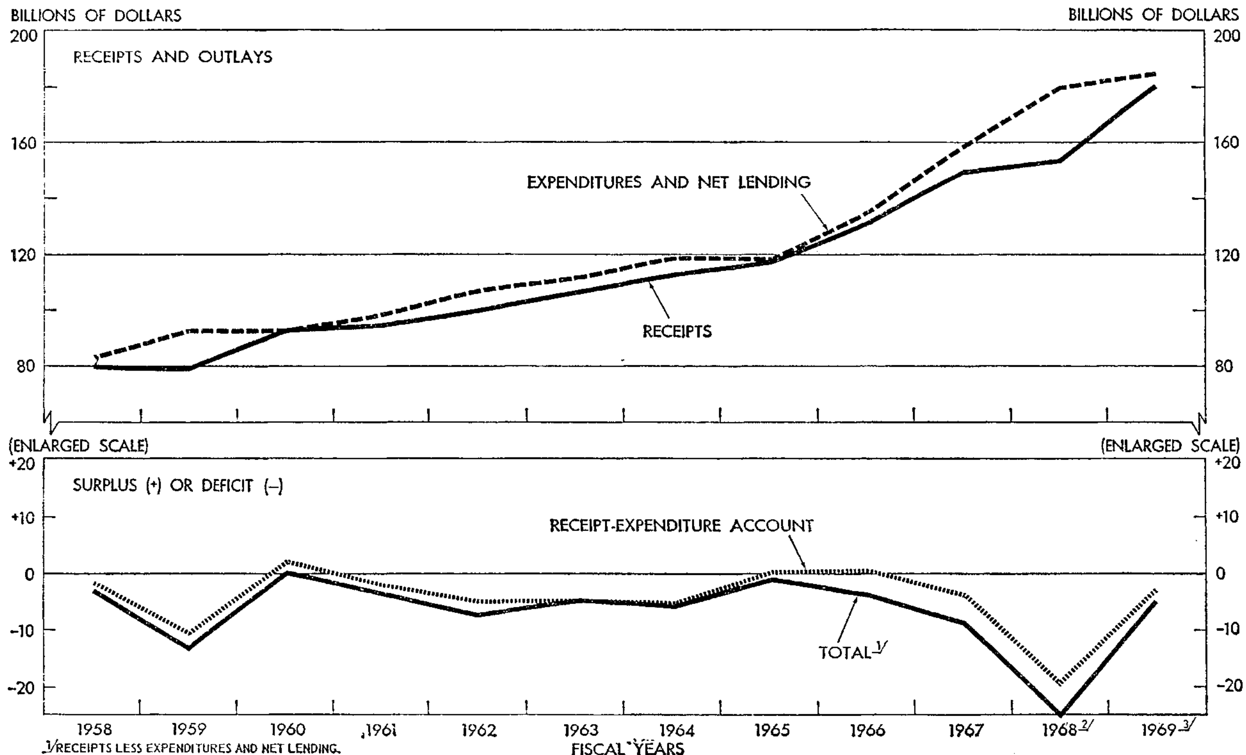
[4] Tuesday prices. * Not charted.

Source: Standard & Poor's Corporation.

FEDERAL FINANCE

FEDERAL BUDGET RECEIPTS, EXPENDITURES, AND NET LENDING

In fiscal 1968, receipts totaled $153.5 billion and expenditures $173.0 billion, yielding a receipt-expenditure account deficit of $19.5 billion. Including net lending, the total deficit was $25.4 billion. In the first month of the current fiscal year, the total deficit was $2.6 billion; a year earlier it was $5.7 billion.



1/RECEIPTS LESS EXPENDITURES AND NET LENDING.
2/PRELIMINARY. 3/ESTIMATE.
SOURCES: TREASURY DEPARTMENT AND BUREAU OF THE BUDGET

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars]

Period	Budget receipts, expenditures, and net lending: Receipt-expenditure account: Receipts	Expenditures	Surplus or deficit (—)	Loan account: Net lending	Total surplus or deficit (—)	Public debt and agency securities (end of period)[1]: Total	Held by the public
Fiscal year:							
1958	79.6	81.2	−1.6	1.5	−3.1		
1959	79.0	89.7	−10.6	2.7	−13.3	289.8	234.9
1960	92.5	90.4	2.1	1.9	.2	293.0	237.0
1961	94.4	96.7	−2.3	1.2	−3.5	295.4	238.5
1962	99.7	104.7	−5.0	2.4	−7.4	306.1	248.3
1963	106.6	111.5	−4.9	−.1	−4.7	313.9	254.3
1964	112.7	118.1	−5.4	.5	−6.0	320.4	257.5
1965	116.9	116.7	.1	1.2	−1.1	326.6	261.6
1966	130.9	130.7	.2	3.8	−3.7	333.3	264.6
1967	149.6	153.2	−3.6	5.2	−8.8	344.7	267.5
1968 p	153.5	173.0	−19.5	5.9	−25.4	372.0	290.6
1969 [2]	179.4	182.3	−2.9	2.1	−5.0	389.4	298.0
First month:							
Fiscal 1968	8.8	14.2	−5.4	.3	−5.7	349.2	272.5
Fiscal 1969	11.7	14.0	−2.3	.3	−2.6	375.6	294.6

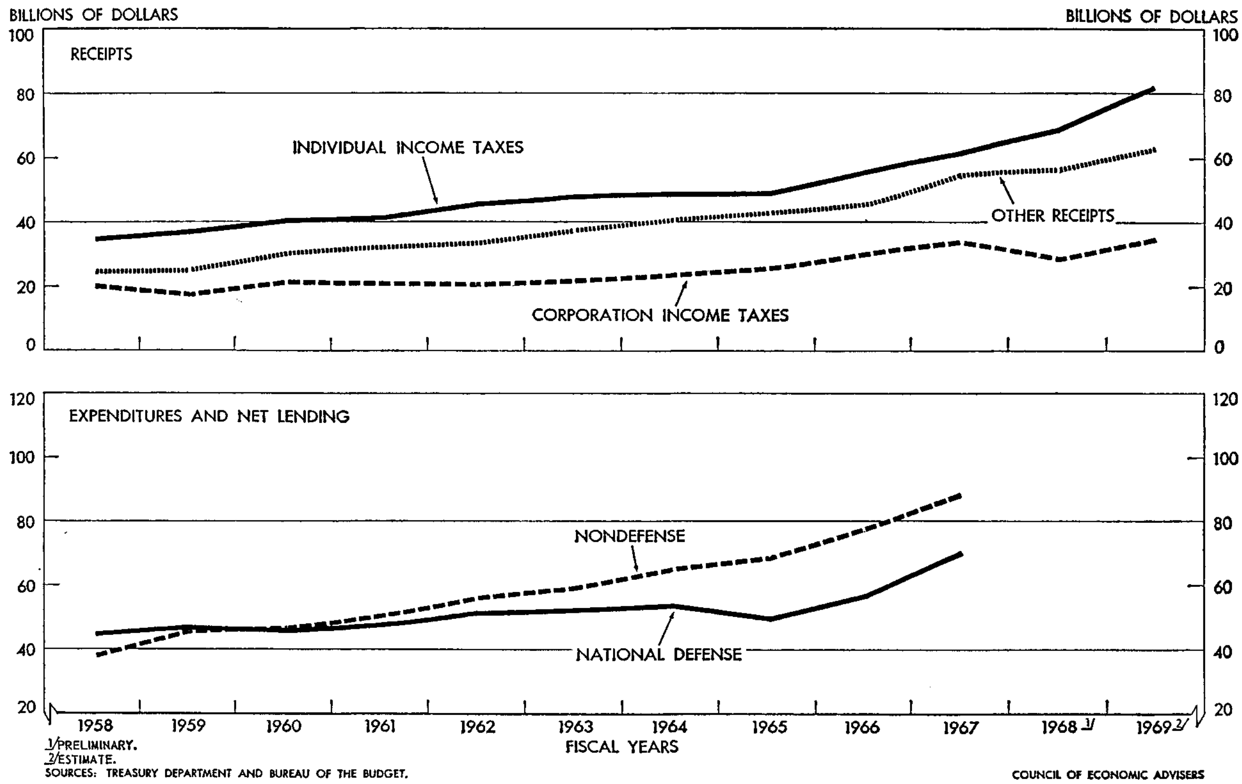
[1] As published in the *Treasury Bulletin*, beginning July 1968.
[2] Estimate, as published in *Summer Review of the 1969 Budget*, September 1968. Bureau of the Budget.

NOTE.—Budget receipts and expenditures, net lending, and the public debt are based on *The Budget of the United States Government, 1969*, which shows data on the basis of budget concepts adopted pursuant to the recommendations of the President's Commission on Budget Concepts. As soon as all of the data are available on a monthly basis, the table will be expanded to include them.

Sources: Treasury Department and Bureau of the Budget.

FEDERAL BUDGET RECEIPTS BY SOURCE AND OUTLAYS BY FUNCTION

In fiscal 1968, individual income taxes increased by $7.2 billion, corporation income taxes declined by $5.3 billion, and other receipts increased by $2.0 billion. Military outlays of the Department of Defense rose by $9.7 billion. In the first month of the current fiscal year, receipts were $2.9 billion over a year earlier while expenditures were down slightly.



[Billions of dollars]

Period	Receipts				Expenditures and net lending					
	Total	Individual income taxes	Corporation income taxes	Other	Total	National defense: Total	National defense: Department of Defense, military [1]	International affairs and finance	Health, labor, and welfare	Other
Fiscal year:										
1958	79.6	34.7	20.1	24.8	82.7	44.5	39.1	3.3	15.8	19.2
1959	79.0	36.7	17.3	25.0	92.4	46.7	41.2	3.2	18.0	24.5
1960	92.5	40.7	21.5	30.3	92.3	45.8	41.2	3.1	19.1	24.2
1961	94.4	41.3	21.0	32.1	97.9	47.5	43.2	3.4	22.4	24.7
1962	99.7	45.6	20.5	33.6	107.0	51.2	46.8	4.6	24.0	27.3
1963	106.6	47.6	21.6	37.4	111.3	52.2	48.3	4.2	25.7	29.2
1964	112.7	48.7	23.5	40.5	118.7	53.7	49.8	4.2	27.2	33.7
1965	116.9	48.8	25.5	42.6	118.0	49.6	46.2	4.2	28.2	36.0
1966	130.9	55.4	30.1	45.4	134.6	56.8	54.4	4.4	33.2	40.1
1967	149.6	61.5	34.0	54.1	158.4	70.1	67.5	4.6	40.1	43.6
1968 p	153.5	68.7	28.7	56.1	178.9		77.2			
1969 [2]	179.4	81.8	34.8	62.8	184.4					
First month:										
Fiscal 1968	8.8	4.0	.9	4.0	14.5		6.1			
Fiscal 1969	11.7	5.0	2.2	4.5	14.3		5.5			

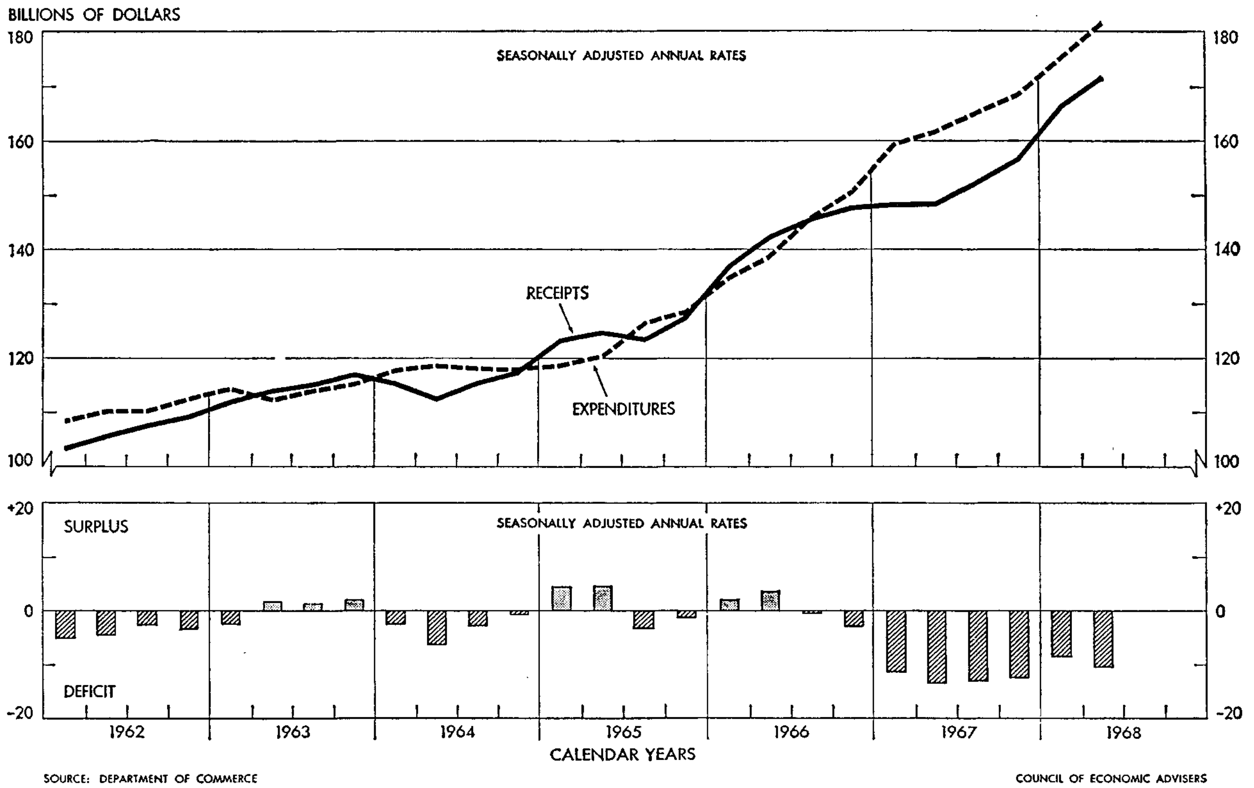
[1] Expenditure account.
[2] Estimate, as published in *Summer Review of the 1969 Budget*, September 1968, Bureau of the Budget.

NOTE.—Receipts and outlays in this table are based on *The Budget of the United States Government, 1969*, which shows data on the basis of budget concepts adopted pursuant to the recommendations of the President's Commission on Budget Concepts. As soon as all of the data are available on a monthly basis, the table will be expanded to include them.

Sources: Treasury Department and Bureau of the Budget.

FEDERAL SECTOR, NATIONAL INCOME ACCOUNTS BASIS

According to revised data, Federal receipts rose $5 billion (seasonally adjusted annual rate) in the second quarter and expenditures $6¾ billion, yielding a deficit of about $10¼ billion. The deficit was up $1½ billion from the first quarter level but below the $12 to $13 billion rates of the preceding 3 quarters.



[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	120.5	51.3	27.8	16.9	24.6	118.6	64.3	30.5	10.9	8.6	4.1	2.1
1966	133.0	57.5	31.2	15.7	28.5	131.9	71.7	34.1	12.7	9.0	4.4	1.1
1967	147.8	64.5	31.4	16.0	35.8	154.3	84.9	39.4	14.8	9.9	5.4	−6.7
1968 [1]	160.8	71.2	34.6	17.1	37.9	172.7	95.5	44.6	17.2	11.0	4.4	−11.9
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	124.7	53.8	29.3	16.5	25.1	123.5	66.9	32.5	11.1	8.7	4.3	1.2
1966	143.0	61.7	32.4	15.8	33.1	142.4	77.4	35.7	14.4	9.5	5.4	.7
1967	151.2	67.3	30.9	16.2	36.8	163.6	90.6	42.3	15.7	10.3	4.8	−12.4
1966: III	145.5	62.9	32.8	16.0	33.8	145.8	79.9	35.5	14.9	9.5	5.9	−.3
IV	147.7	64.9	32.2	16.1	34.5	150.5	81.5	38.4	15.1	10.0	5.5	−2.8
1967: I	148.1	66.0	30.3	15.9	35.9	159.3	87.4	41.5	15.1	10.2	5.1	−11.2
II	148.2	65.1	30.5	16.1	36.5	161.5	90.0	42.1	14.6	9.9	4.8	−13.3
III	152.2	68.2	30.6	16.3	37.0	165.1	91.3	42.9	15.9	10.2	4.8	−12.9
IV	156.4	69.7	32.4	16.4	37.9	168.6	93.5	42.7	17.0	10.7	4.6	−12.2
1968: I	166.6	72.0	37.0	17.0	40.5	175.1	97.1	45.1	17.7	11.3	3.9	−8.6
II	171.8	74.9	38.2	17.5	41.2	181.9	100.0	47.7	18.3	11.8	4.1	−10.2

[1] Preliminary, based mostly on seasonally adjusted data; not strictly comparable with preceding data.

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

Source: Department of Commerce.

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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.
^{p} Indicates preliminary and . . . . . . not available.

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