

90th Congress, 2nd Session

LIBRARY

OCT 31 1968

FEDERAL RESERVE
BANK OF CHICAGO

Economic Indicators

October 1968

*Prepared for the Joint Economic Committee by the
Council of Economic Advisers*

UNITED STATES
GOVERNMENT PRINTING OFFICE
WASHINGTON : 1968

JOINT ECONOMIC COMMITTEE

(Created pursuant to Sec. 5(a) of Public Law 304, 79th Cong.)

WILLIAM PROXMIRE, Wisconsin, *Chairman*
WRIGHT PATMAN, Texas, *Vice Chairman*

SENATE

JOHN SPARKMAN (Alabama)
J. W. FULBRIGHT (Arkansas)
HERMAN E. TALMADGE (Georgia)
STUART SYMINGTON (Missouri)
ABRAHAM RIBICOFF (Connecticut)
JACOB K. JAVITS (New York)
JACK MILLER (Iowa)
LEN B. JORDAN (Idaho)
CHARLES H. PERCY (Illinois)

HOUSE OF REPRESENTATIVES

RICHARD BOLLING (Missouri)
HALE BOGGS (Louisiana)
HENRY S. REUSS (Wisconsin)
MARTHA W. GRIFFITHS (Michigan)
WILLIAM S. MOORHEAD (Pennsylvania)
THOMAS B. CURTIS (Missouri)
WILLIAM B. WIDNALL (New Jersey)
DONALD RUMSFELD (Illinois)
W. E. BROCK 3d (Tennessee)

JOHN R. STARK, *Executive Director*
JAMES W. KNOWLES, *Director of Research*

COUNCIL OF ECONOMIC ADVISERS

ARTHUR M. OKUN, *Chairman*
MERTON J. PECK
WARREN L. SMITH

Economic Indicators *prepared under supervision of* FRANCES M. JAMES

[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.

Charts drawn by Art Production Branch, Office of the Secretary, Department of Commerce.

Economic Indicators, published monthly, is available at 25 cents a single copy or by subscription at \$3.00 per year (foreign, \$4.00) from:

SUPERINTENDENT OF DOCUMENTS
GOVERNMENT PRINTING OFFICE
WASHINGTON, D.C. 20402

Subscribers who wish to receive it at an earlier date after release may take advantage of provisions for airmail subscriptions. The domestic airmail subscription price is \$6.10 additional per year.

The 1967 revised edition of the *Historical and Descriptive Supplement to Economic Indicators*, which describes each series and gives annual data for years not shown in the monthly issues, is available at 70 cents a copy from the Superintendent of Documents, Government Printing Office.

TOTAL OUTPUT, INCOME, AND SPENDING

THE NATION'S INCOME, EXPENDITURE, AND SAVING

Preliminary estimates indicate that gross national product advanced almost \$18 billion (seasonally adjusted annual rate) in the third quarter, somewhat less than the record increase of nearly \$21¾ billion in the second quarter.

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

Period	Persons					Government						
	Disposable personal income			Personal consumption expenditures	Personal saving or dis-saving (-)	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 sub-sidies 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
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
III ^p -----	592.6	14.5	578.1	541.3	36.8	-----	71.7	-----	271.3	71.7	199.5	-----

Period	Business			Net transfers to foreigners by persons and Government	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 exports of goods and services						
					Exports	Less: Imports	Equals: Net exports	Excess of transfers or of net exports (-) ⁵			
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	-0.8	520.1
1962-----	66.3	83.0	-16.8	2.7	30.3	25.1	5.1	-2.5	559.8	0.5	560.3
1963-----	68.8	87.1	-18.4	2.8	32.3	26.4	5.9	-3.1	590.8	-0.3	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
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	-0.8	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	0.8	856.4	-3.6	852.9
III ^p -----	-----	127.4	-----	2.9	50.8	48.2	2.6	0.3	-----	-----	870.8

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.

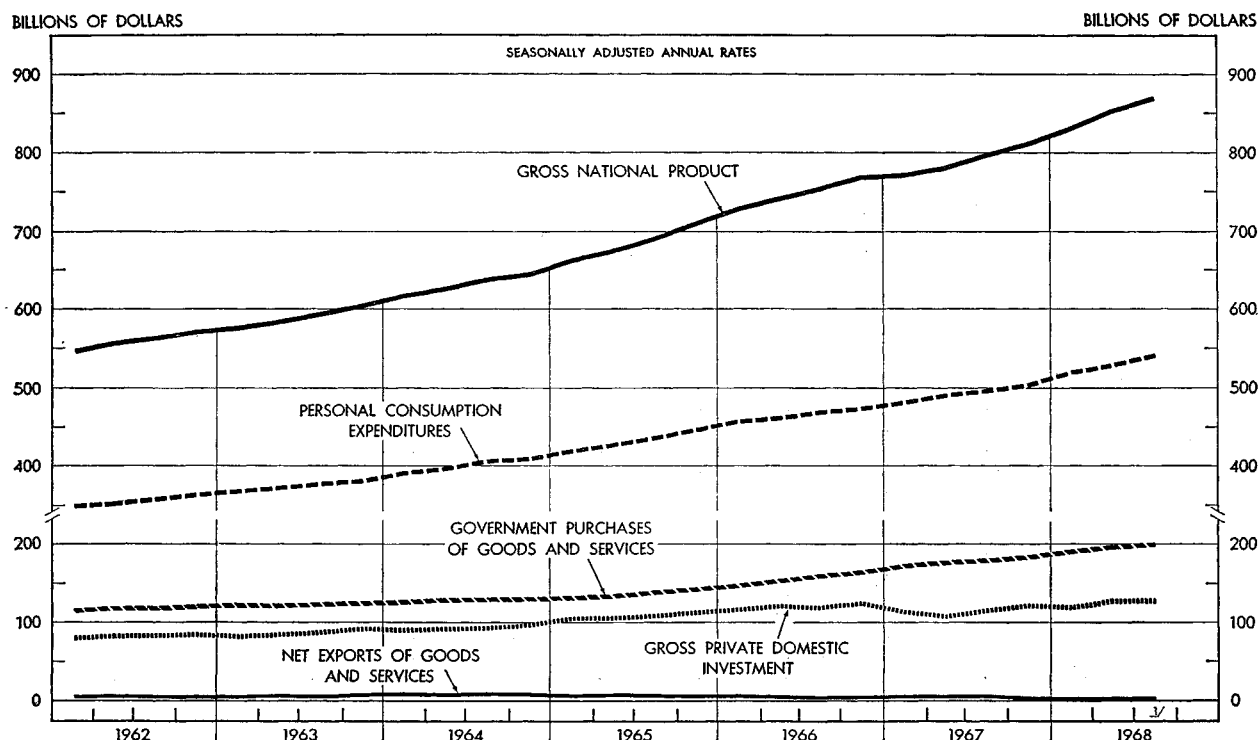
⁵ Net foreign investment with sign changed.

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 8½ percent in the third quarter, according to preliminary estimates. Nearly three-fifths of the increase represented a rise in physical output and the rest higher prices.



1/ PRELIMINARY.
SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total gross national product in 1958 prices	Total gross national product	Personal consumption expenditures	Gross private domestic investment	Net exports of goods and services	Government purchases of goods and services				Implicit price deflator for total GNP, 1958=100 ²	
						Total	Federal				State and local
							Total	National defense ¹	Other		
Billions of dollars; quarterly data at seasonally adjusted annual rates											
1957.....	452.5	441.1	281.4	67.8	5.7	86.1	49.5	44.2	5.3	97.5	
1958.....	447.3	447.3	290.1	60.9	2.2	94.2	53.6	45.9	7.7	100.0	
1959.....	475.9	483.7	311.2	75.3	.1	97.0	53.7	46.0	7.6	101.6	
1960.....	487.7	503.7	325.2	74.8	4.0	99.6	53.5	44.9	8.6	103.3	
1961.....	497.2	520.1	335.2	71.7	5.6	107.6	57.4	47.8	9.6	104.6	
1962.....	529.8	560.3	355.1	83.0	5.1	117.1	63.4	51.6	11.8	105.8	
1963.....	551.0	590.5	375.0	87.1	5.9	122.5	64.2	50.8	13.5	107.2	
1964.....	581.1	632.4	401.2	94.0	8.5	128.7	65.2	50.0	15.2	108.8	
1965.....	617.8	684.9	432.8	108.1	6.9	137.0	66.9	50.1	16.8	110.9	
1966.....	657.1	747.6	465.5	120.8	5.1	156.2	77.4	60.6	16.8	113.8	
1967.....	673.1	789.7	492.2	114.3	4.8	178.4	90.6	72.4	18.2	117.3	
1967: I.....	665.7	772.2	480.9	113.0	5.2	173.1	87.4	70.0	17.4	116.0	
II.....	669.2	780.2	490.3	107.6	5.1	177.3	90.0	72.1	17.9	116.6	
III.....	675.6	795.3	495.5	114.7	5.4	179.6	91.3	72.9	18.4	117.7	
IV.....	681.8	811.0	502.2	121.8	3.4	183.5	93.5	74.6	19.0	118.9	
1968: I.....	692.7	831.2	519.4	119.7	1.5	190.5	97.1	76.8	20.3	120.0	
II.....	703.4	852.9	527.9	127.3	2.0	195.7	100.0	79.0	21.0	121.2	
III ^p	712.0	870.8	541.3	127.4	2.6	199.5	101.1	79.7	21.4	122.3	

¹ This category corresponds closely with budget expenditures for national defense, shown on p. 36.

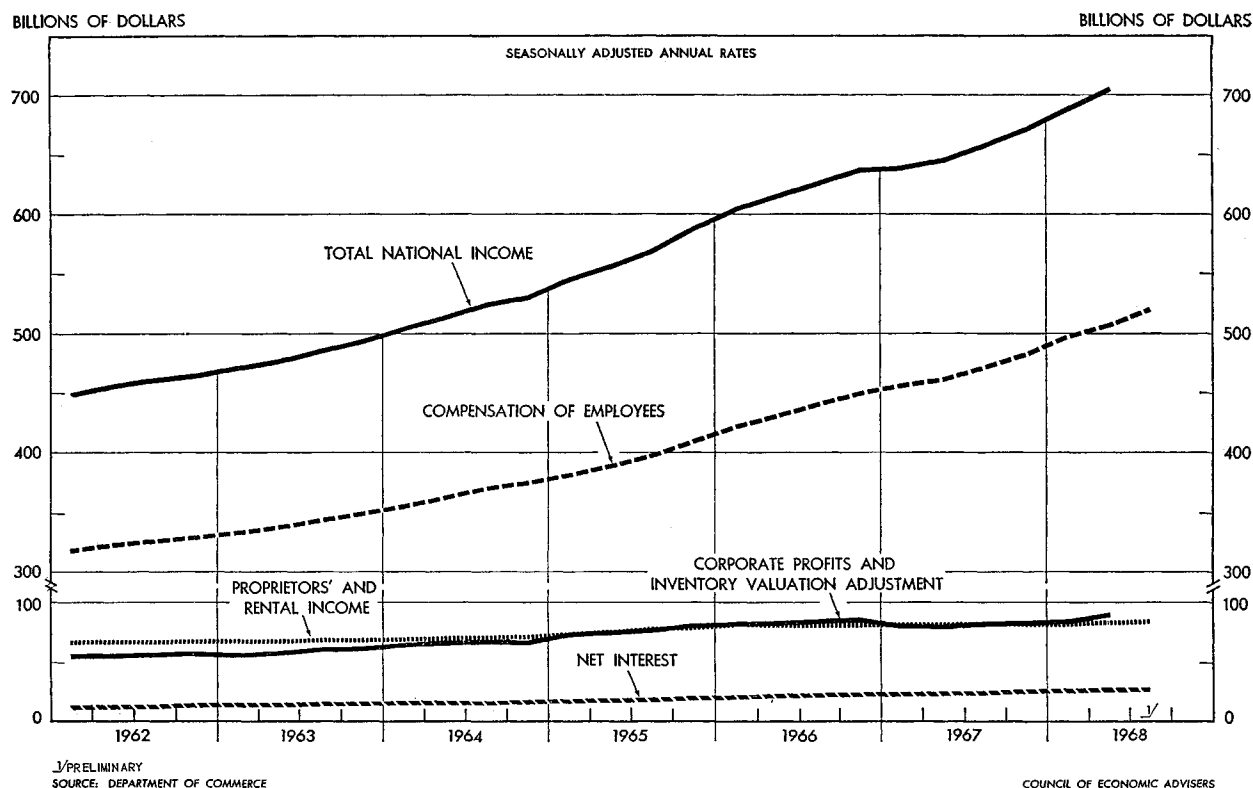
² Gross national product in current prices divided by gross national product in 1958 prices.

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

Source: Department of Commerce.

NATIONAL INCOME

According to preliminary estimates, employee compensation increased a strong \$12½ billion (seasonally adjusted annual rate) in the third quarter. Gains were also reported for other types of noncorporate income, particularly proprietors' income and net interest.



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

Period	Total national income	Compensation of employees ¹	Proprietors' income		Rental income of persons	Net interest	Corporate profits and inventory valuation adjustment ³		
			Farm ²	Business and professional			Total	Profits before taxes ³	Inventory valuation adjustment
1958.....	367.8	257.8	13.4	33.2	15.4	6.8	41.1	41.4	-0.3
1959.....	400.0	279.1	11.4	35.1	15.6	7.1	51.7	52.1	-0.5
1960.....	414.5	294.2	12.0	34.2	15.8	8.4	49.9	49.7	0.2
1961.....	427.3	302.6	12.8	35.6	16.0	10.0	50.3	50.3	-0.1
1962.....	457.7	323.6	13.0	37.1	16.7	11.6	55.7	55.4	0.3
1963.....	481.9	341.0	13.1	37.9	17.1	13.8	58.9	59.4	-0.5
1964.....	518.1	365.7	12.1	40.2	18.0	15.8	66.3	66.8	-0.5
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
1967: I.....	638.6	456.7	14.4	45.7	20.1	22.2	79.5	79.9	-0.4
II.....	645.1	461.8	14.4	46.1	20.2	22.9	79.6	80.3	-0.7
III.....	656.9	471.5	14.6	46.6	20.4	23.6	80.2	80.8	-0.6
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
III ²		519.5	15.4	48.0	21.0	26.7			-1.1

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.

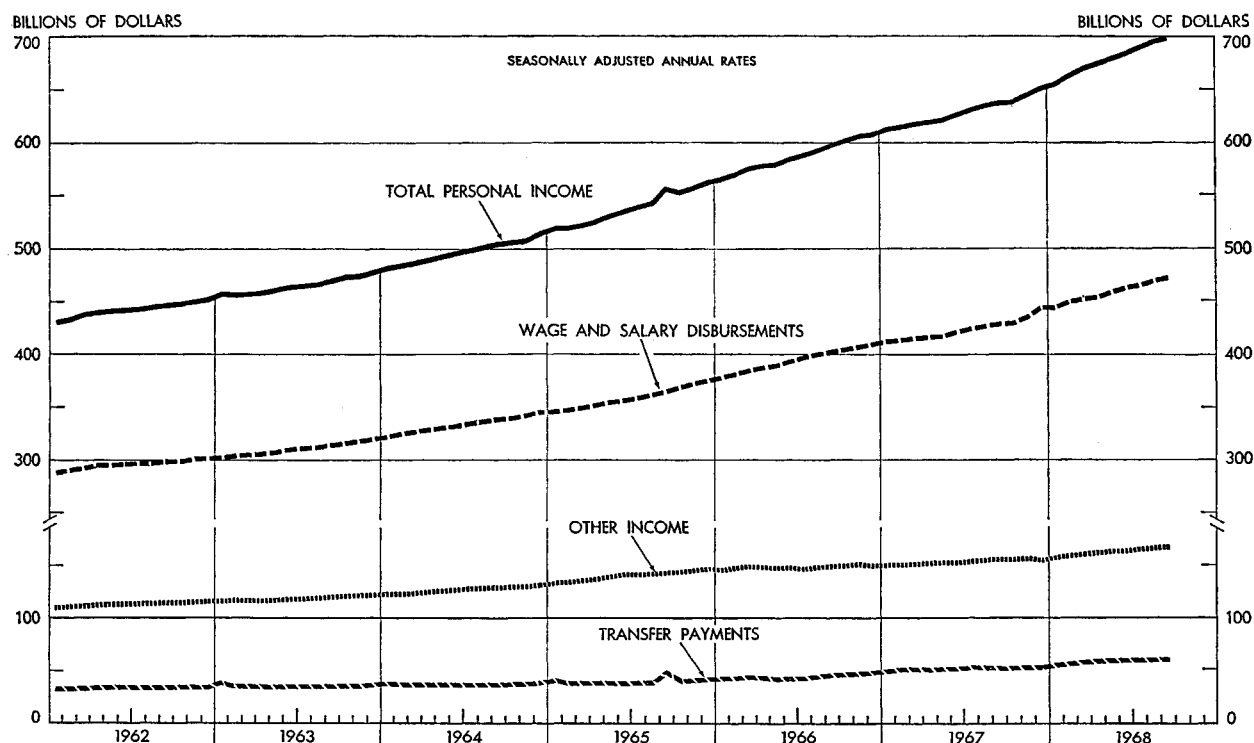
³ See Note, p. 7.

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

Source: Department of Commerce.

SOURCES OF PERSONAL INCOME

Personal income rose strongly again in September with an advance of \$4½ billion (seasonally adjusted annual rate). Wages and salaries and other labor income accounted for \$3½ billion of the gain. Most other sources of income also increased.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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

Period	Total personal income	Wage and salary disbursements ¹	Other labor income ²	Proprietors' income		Rental income of persons	Dividends	Personal interest income	Transfer payments	Less: Personal contributions for social insurance	Nonagricultural personal income ³
				Farm	Business and professional						
1959	383.5	258.2	11.3	11.4	35.1	15.6	12.6	20.7	26.6	7.9	368.5
1960	401.0	270.8	12.0	12.0	34.2	15.8	13.4	23.4	28.5	9.3	385.2
1961	416.8	278.1	12.7	12.8	35.6	16.0	13.8	25.0	32.4	9.6	400.0
1962	442.6	296.1	13.9	13.0	37.1	16.7	15.2	27.7	33.3	10.3	425.5
1963	465.5	311.1	14.9	13.1	37.9	17.1	16.5	31.4	35.3	11.8	448.1
1964	497.5	333.7	16.6	12.1	40.2	18.0	17.8	34.9	36.7	12.5	480.9
1965	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: 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	15.1	48.0	21.0	25.0	52.4	59.1	23.1	668.7
Aug	694.1	468.7	26.5	15.4	48.0	21.0	25.2	52.9	59.6	23.2	673.3
Sept	698.6	471.8	26.8	15.7	48.0	21.1	25.3	53.4	59.9	23.4	677.5

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

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

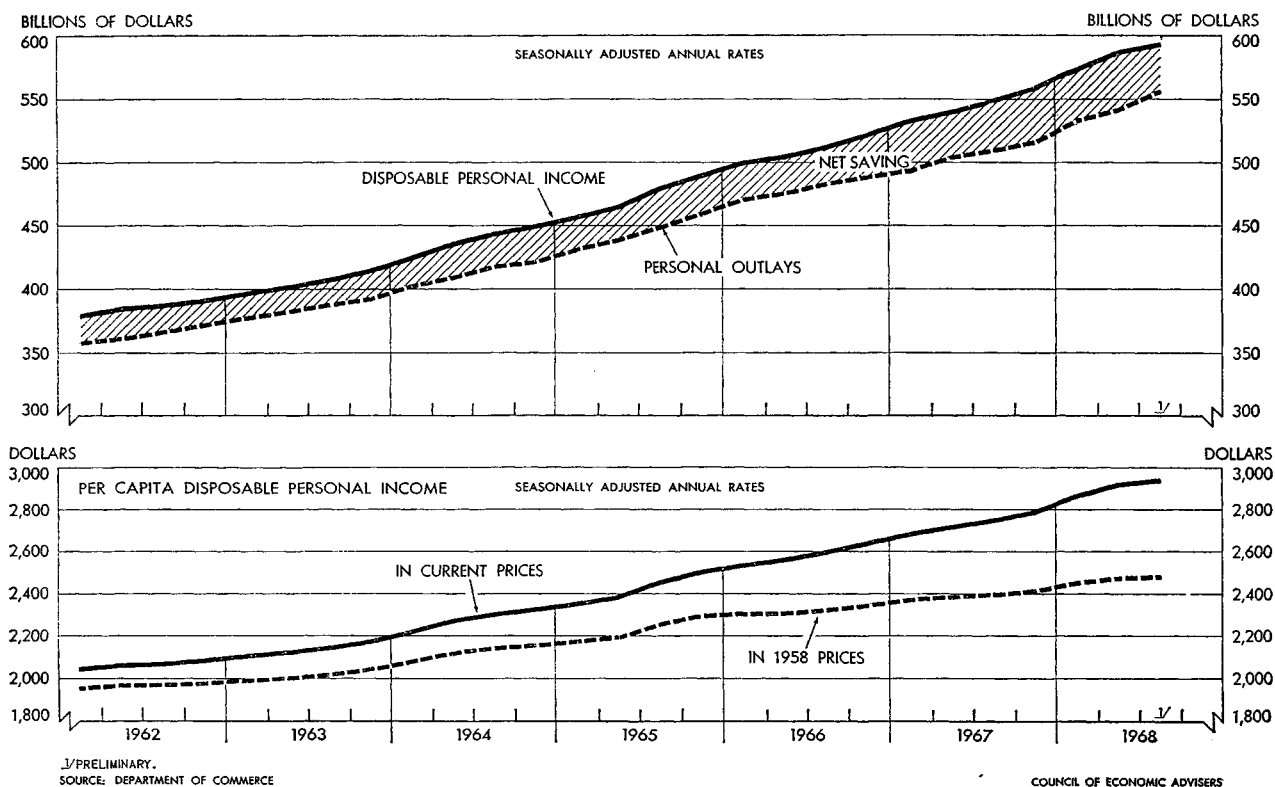
³ Personal income exclusive of net income of unincorporated farm enterprises, farm wages, agricultural net interest, and net dividends paid by agricultural corporations.

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

Source: Department of Commerce.

DISPOSITION OF PERSONAL INCOME

Preliminary estimates for the third quarter show a \$16 billion (seasonally adjusted annual rate) gain in personal income. Reflecting the tax surcharge, the increase in disposable income was held to a more modest \$6½ billion. With personal outlays up a sharp \$13½ billion, the saving rate dropped to 6.2 percent from 7.5 percent.



Period	Personal income	Less: Personal tax and nontax payments	Equals: Disposable personal income	Less: Personal outlays				Equals: Personal saving	Per capita disposable personal income		Saving as percent of disposable personal income (percent)	Population (thousands) ³
				Total personal outlays ¹	Personal consumption expenditures ²				Current prices	1958 prices		
					Durable goods	Non-durable goods	Services					
	Billions of dollars								Dollars			
1959-----	383.5	46.2	337.3	318.3	44.3	146.6	120.3	19.1	1,905	1,881	5.6	177,073
1960-----	401.0	50.9	350.0	333.0	45.3	151.3	128.7	17.0	1,937	1,883	4.9	180,684
1961-----	416.8	52.4	364.4	343.3	44.2	155.9	135.1	21.2	1,983	1,909	5.8	183,756
1962-----	442.6	57.4	385.3	363.7	49.5	162.6	143.0	21.6	2,064	1,968	5.6	186,656
1963-----	465.5	60.9	404.6	384.7	53.9	168.6	152.4	19.9	2,136	2,013	4.9	189,417
1964-----	497.5	59.4	438.1	411.9	59.2	178.7	163.3	26.2	2,280	2,123	6.0	192,120
1965-----	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											
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
1967: 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
1967: 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
1967: 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
1968: 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
1968: III p	694.0	101.4	592.6	555.8	85.3	232.7	223.3	36.8	2,941	2,478	6.2	201,462

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

² See p. 2 for total personal consumption expenditures.

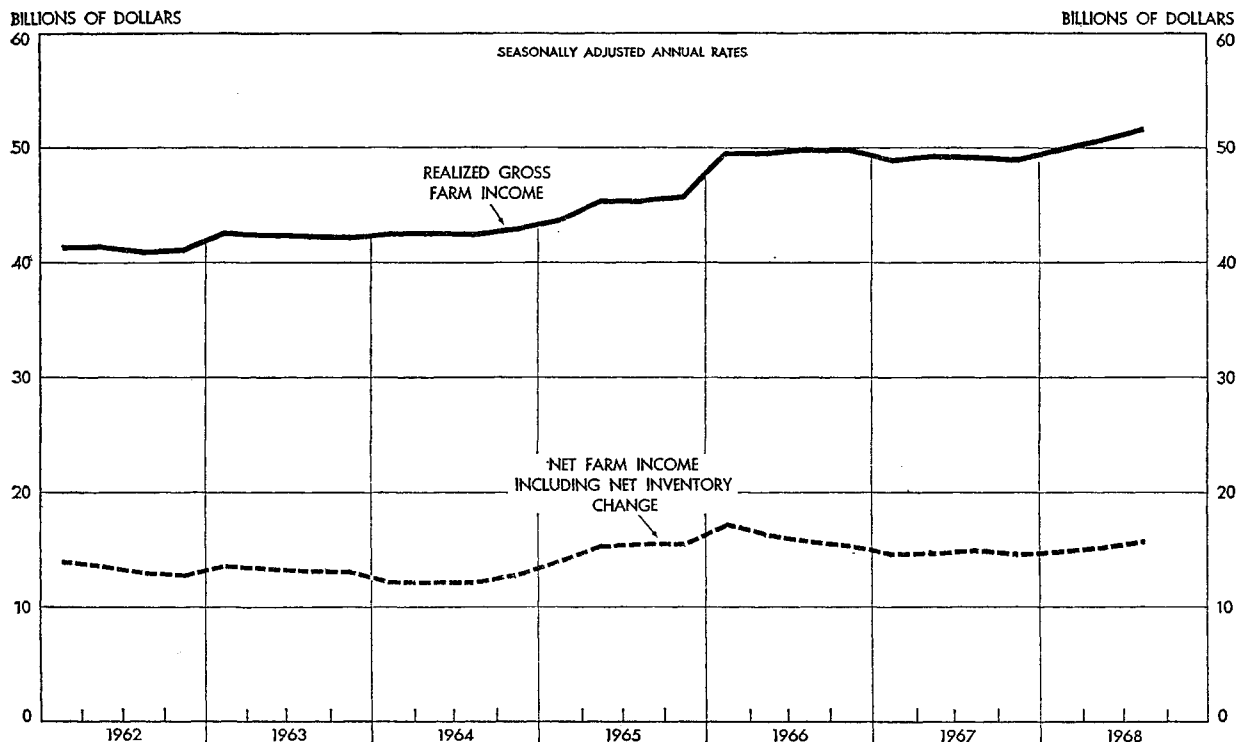
³ Includes armed forces abroad. Annual data are for July 1; quarterly data are for middle of period, interpolated from monthly data.

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

Source: Department of Commerce.

FARM INCOME

According to preliminary estimates, net farm income (excluding and including inventory change), seasonally adjusted, rose about 4 percent in the third quarter.



SOURCE: DEPARTMENT OF AGRICULTURE

COUNCIL OF ECONOMIC ADVISERS

Period	Personal income received by total farm population			Income received from farming						
	From all sources	From farm sources	From nonfarm sources	Realized gross		Produc- tion ex- penses	Net to farm operators		Net income per farm including net inventory change ³	
				Total ¹	Cash receipts from market- ings		Exclud- ing net in- ventory change	Includ- ing net in- ventory change ²	Current prices	1967 prices ⁴
	Billions of dollars								Dollars	
1959	18.1	11.0	7.0	37.5	33.5	26.1	11.4	11.5	2,795	3,106
1960	18.7	11.5	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									
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
III				51.6	44.9	36.2	15.4	15.7	5,130	4,890

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.

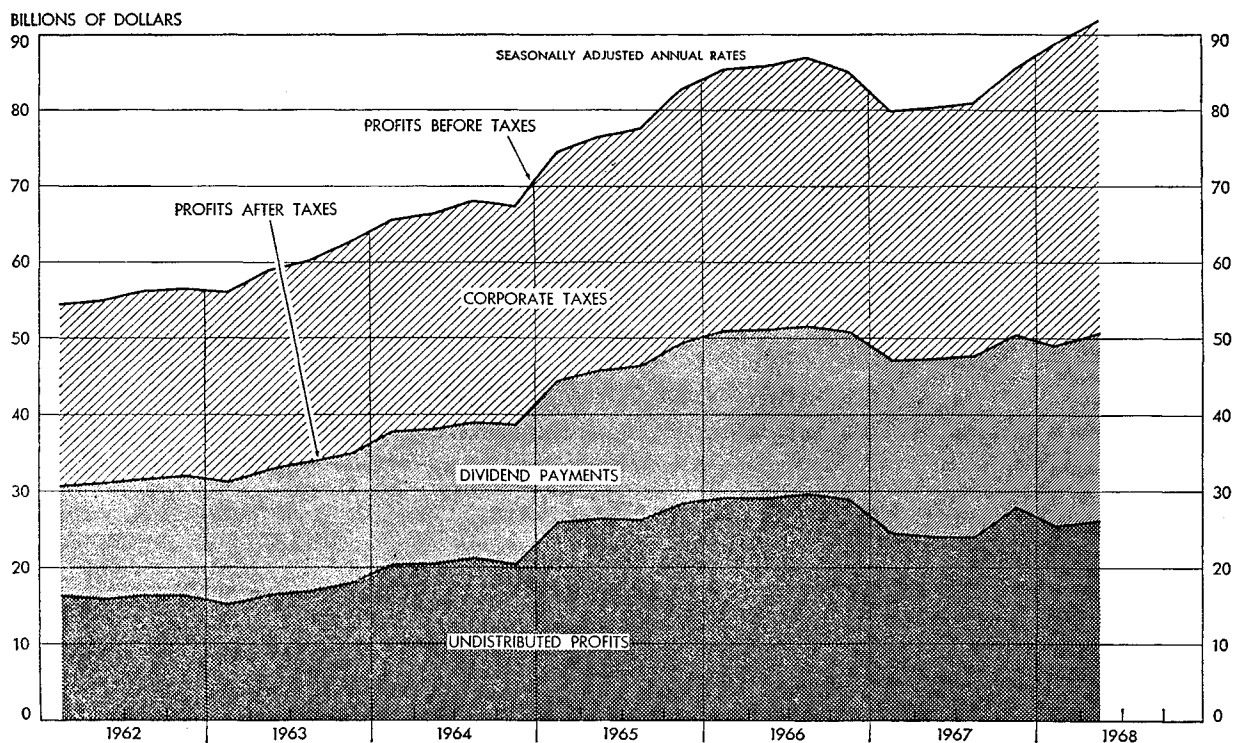
⁴ Income in current prices divided by the index of prices paid by farmers for family living items on a 1967 base.

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

Source: Department of Agriculture.

CORPORATE PROFITS

Current 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.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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

Period	Corporate profits (before taxes) and inventory valuation adjustment						Corporate profits before taxes	Corporate tax liability	Corporate profits after taxes			Corporate capital consumption allowances ²	Profits plus capital consumption allowances ³
	All industries	Manufacturing			Transportation, communications, and public utilities	All other ¹			Total	Dividend payments	Undistributed profits		
		Total	Durable goods industries	Non-durable goods industries									
1959-----	51. 7	26. 3	13. 6	12. 7	7. 0	18. 4	52. 1	23. 7	28. 5	12. 6	15. 9	23. 5	52. 0
1960-----	49. 9	24. 4	12. 0	12. 4	7. 5	17. 9	49. 7	23. 0	26. 7	13. 4	13. 2	24. 9	51. 6
1961-----	50. 3	23. 3	11. 4	11. 9	7. 9	19. 1	50. 3	23. 1	27. 2	13. 8	13. 5	26. 2	53. 5
1962-----	55. 7	26. 6	14. 1	12. 5	8. 5	20. 5	55. 4	24. 2	31. 2	15. 2	16. 0	30. 1	61. 3
1963-----	58. 9	28. 8	15. 8	13. 0	9. 5	20. 6	59. 4	26. 3	33. 1	16. 5	16. 6	31. 8	64. 8
1964-----	66. 3	32. 7	17. 8	14. 9	10. 1	23. 5	66. 8	28. 3	38. 4	17. 8	20. 6	33. 9	72. 3
1965-----	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
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
III-----										25. 2		47. 6	

¹ Includes all other industries and financial institutions.

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

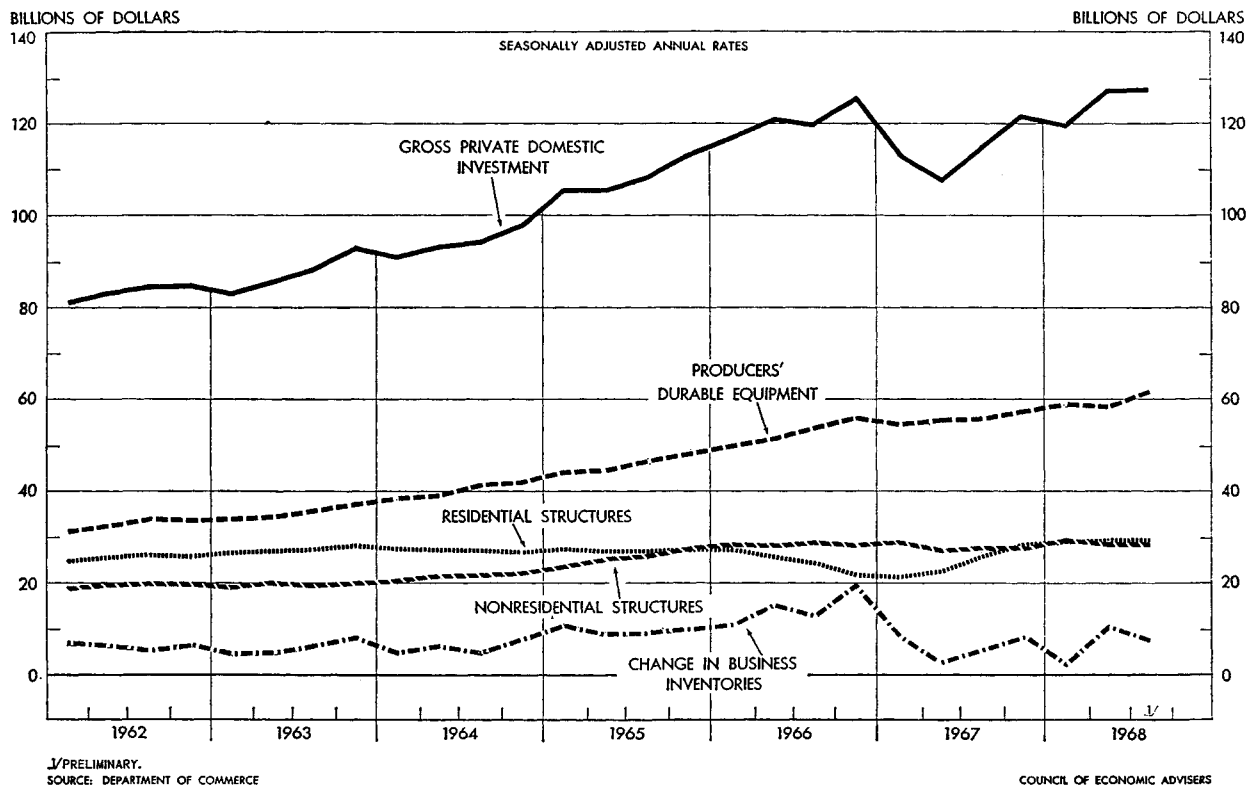
³ Corporate profits after taxes plus corporate capital consumption allowances.

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

Source: Department of Commerce.

GROSS PRIVATE DOMESTIC INVESTMENT

Gross private domestic investment in the third quarter was practically unchanged (seasonally adjusted) from the second quarter level, according to preliminary estimates. A \$3.2 billion (annual rate) recovery in business fixed investment was offset by a moderation in the rate of inventory accumulation from its high second quarter level and a slight drop in residential construction.



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

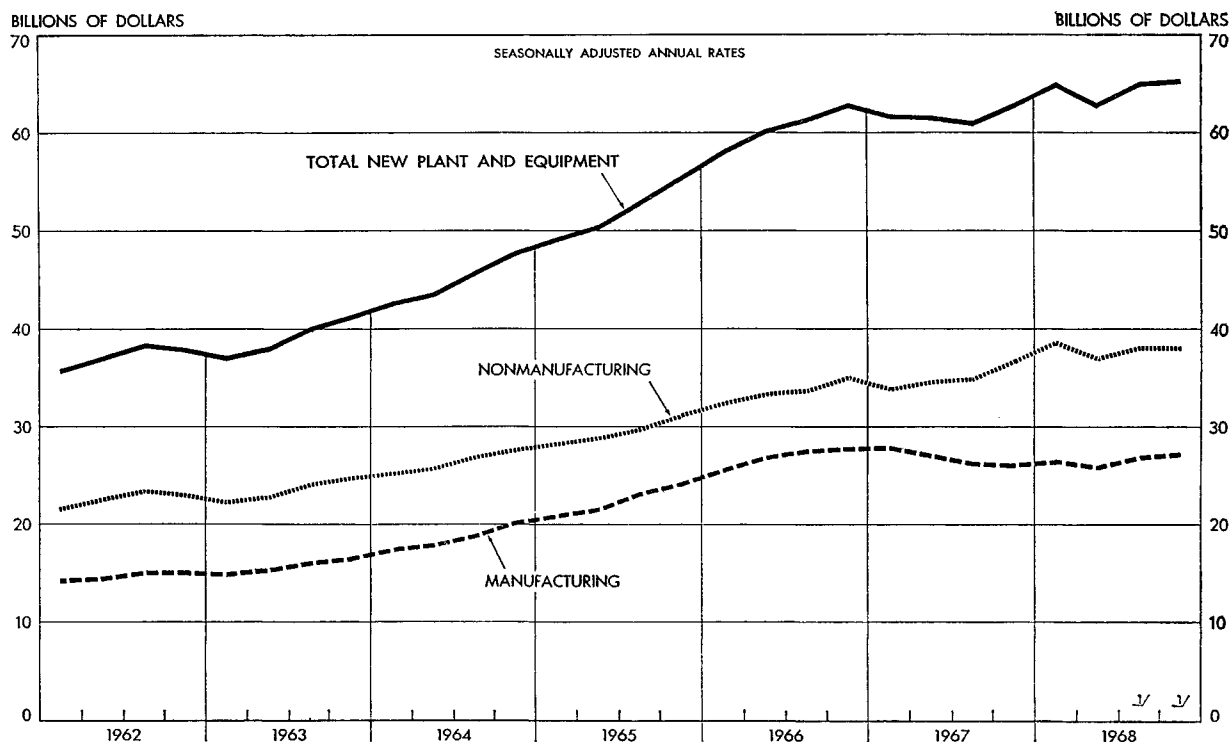
Period	Total gross private domestic investment	Fixed investment								Change in business inventories	
		Total	Nonresidential				Residential structures				
			Total	Structures		Producers' durable equipment		Total	Non-farm	Total	Non-farm
				Total	Non-farm	Total	Non-farm				
1957	67.8	66.5	46.4	18.0	17.2	28.4	25.9	20.2	19.5	1.3	0.8
1958	60.9	62.4	41.6	16.6	15.8	25.0	22.2	20.8	20.1	-1.5	-2.3
1959	75.3	70.5	45.1	16.7	15.9	28.4	25.4	25.5	24.8	4.8	4.8
1960	74.8	71.3	48.4	18.1	17.4	30.3	27.7	22.8	22.2	3.6	3.3
1961	71.7	69.7	47.0	18.4	17.7	28.6	25.8	22.6	22.0	2.0	1.7
1962	83.0	77.0	51.7	19.2	18.5	32.5	29.4	25.3	24.8	6.0	5.3
1963	87.1	81.3	54.3	19.5	18.8	34.8	31.2	27.0	26.4	5.9	5.1
1964	94.0	88.2	61.1	21.2	20.5	39.9	36.3	27.1	26.6	5.8	6.4
1965	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
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
III	127.4	119.6	90.2	28.4	27.6	61.8	56.8	29.4	28.8	7.7	7.6

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.



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.

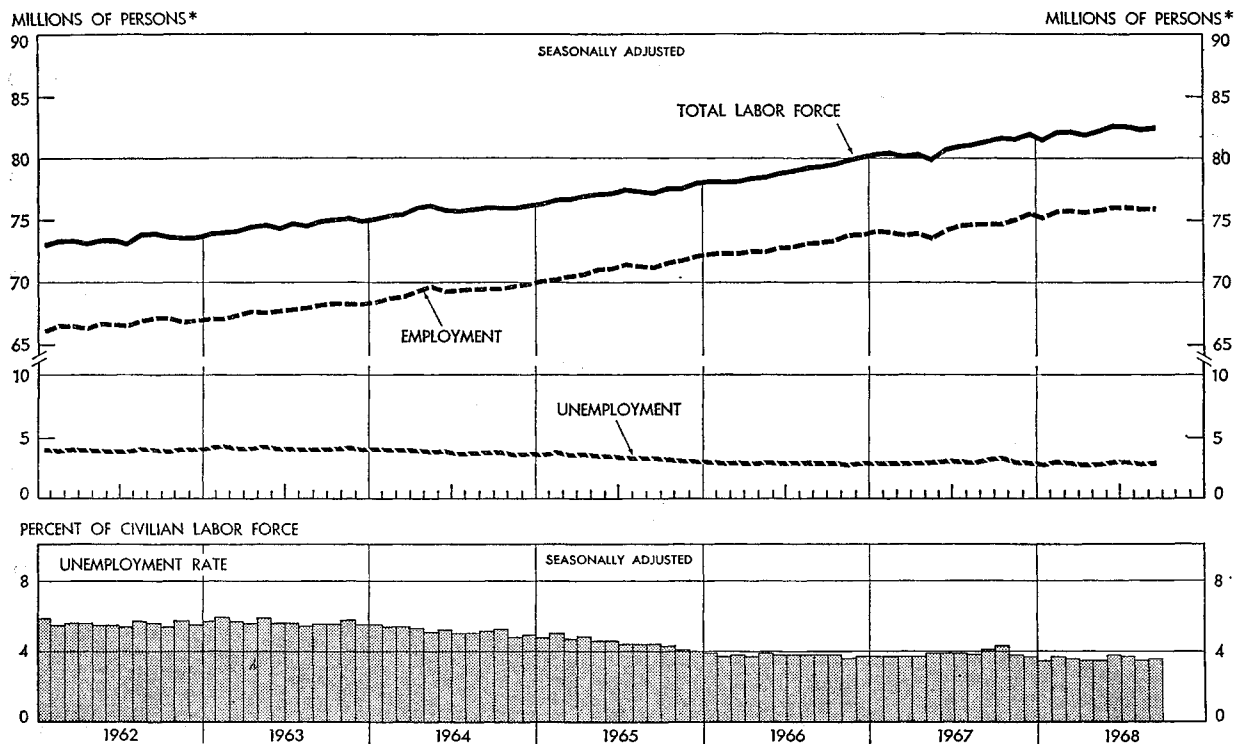
Annual total is the sum of unadjusted expenditures; it does not necessarily coincide with the average of seasonally adjusted figures.

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 September showed an increase of 141,000. Agricultural employment declined by 131,000 and nonagricultural employment increased by 159,000. The increase in unemployment, 113,000, was the first since June 1968.



*16 YEARS OF AGE AND OVER.

SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total labor force (including armed forces)	Civilian employment		Unemployment	Total labor force (including armed forces)	Civilian labor force	Civilian employment			Unemployment	Unemployment rate (percent of civilian labor force)		Labor force participation rate, unadjusted ¹
		Total	Non-agri-cultural				Total	Agri-cultural	Non-agri-cultural		Unad-justed	Season-ally ad-justed	
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:													
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, 934	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, 187	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
Sept.	82, 137	75, 939	72, 103	2, 606	82, 422	78, 831	75, 957	3, 602	72, 355	2, 874	3. 3	3. 6	60. 4

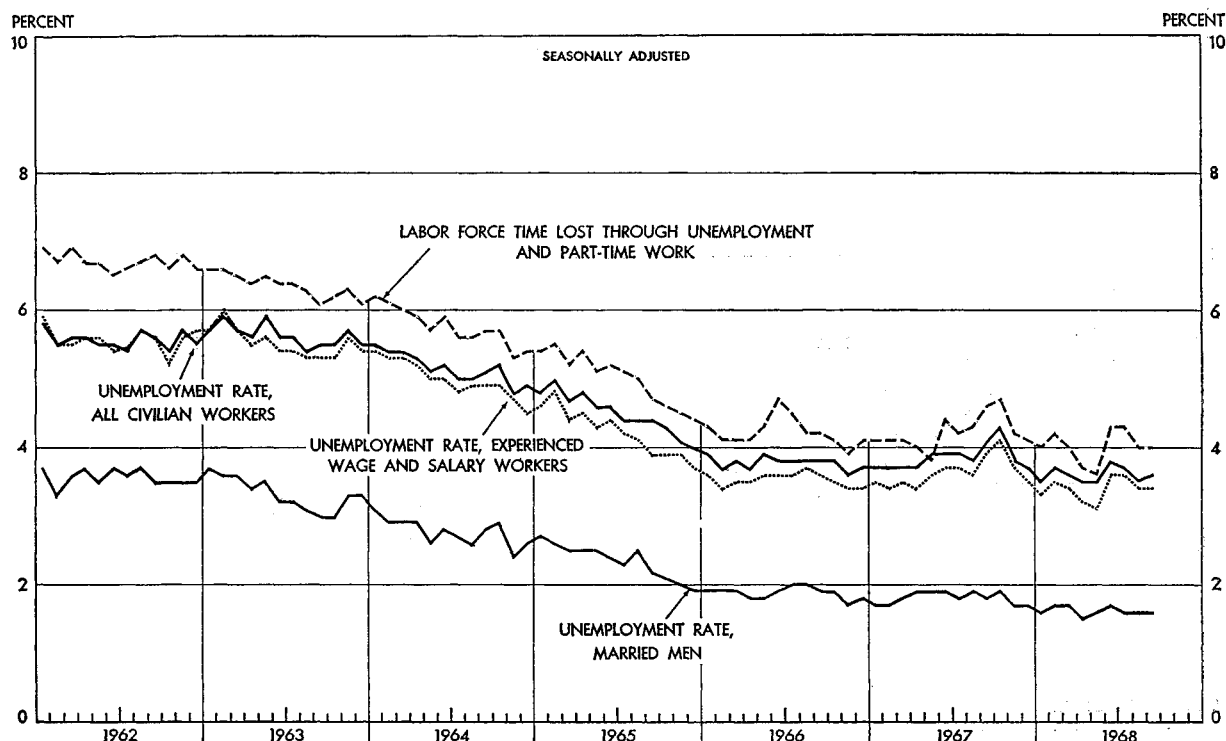
¹ Total labor force as percent of noninstitutional population.

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

Source: Department of Labor.

SELECTED MEASURES OF UNEMPLOYMENT AND PART-TIME EMPLOYMENT

In September, the seasonally adjusted unemployment rate rose from 3.5 percent to 3.6 percent. The number of part-time workers for economic reasons (seasonally adjusted) declined by 120,000.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

Period	Unemployment rate (percent of civilian labor force in group)			Labor force time lost through unem- ployment and part- time work ¹	Persons at work in nonagricultural industries by hours worked per week ²						
	All workers	Experi- enced wage and salary workers	Married men (wife present)		Over 40 hours	35-40 hours	Total	Under 35 hours			
								Part-time for economic reasons		Part-time for economic reasons	
								Usually full- time ³	Usually part- time ⁴	Usually full- time ³	Usually part- time ⁴
	Percent				Thousands of persons 16 years of age and over						
1963-----	5.7	5.5	3.4	16.4	19,271	29,100	13,101	1,069	1,222		
1964-----	5.2	5.0	2.8	5.8	20,788	30,768	11,818	986	1,151		
1965-----	4.5	4.3	2.4	5.0	21,334	32,088	12,034	897	1,031		
1966-----	3.8	3.5	1.9	4.2	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: 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	995	1,103	1,006	847
Sept-----	3.6	3.4	1.6	4.0	22,081	33,773	12,992	972	1,689	991	742

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

² Differs from total nonagricultural employment (p. 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.

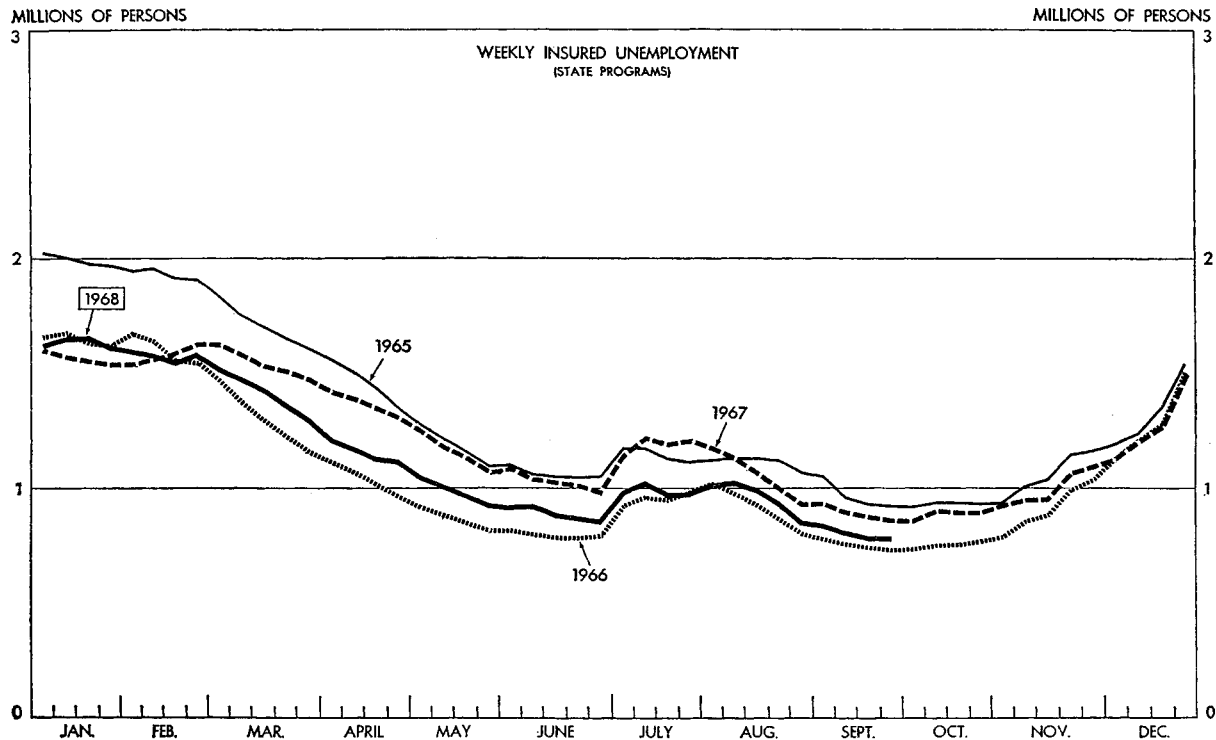
⁴ Primarily includes persons who could find only part-time work.

⁵ Average hours worked: usually full-time, 24.0; usually part-time, 18.0.

Source: Department of Labor.

UNEMPLOYMENT INSURANCE PROGRAMS

In September, insured unemployment under State programs averaged 91,000 lower than a year earlier. The seasonally adjusted insured unemployment rate dropped slightly from 2.3 percent in August to 2.2 percent in September.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

Period	All programs			State programs						
	Covered employment	Insured unemployment (weekly average)	Total benefits paid (millions of dollars)	Insured unemployment	Initial claims	Exhaustions	Insured unemployment as percent of covered employment		Benefits paid	
							Unadjusted	Seasonally adjusted	Total (millions of dollars)	Average weekly check (dollars)
	Thousands			Weekly average, thousands			Percent			
1964.....	49,637	1,753	2,749.2	1,605	268	26	3.8	-----	2,522.1	35.92
1965.....	51,580	1,450	2,360.4	1,328	232	21	3.0	-----	2,166.0	37.19
1966.....	54,739	1,129	1,890.9	1,061	203	15	2.3	-----	1,771.3	39.75
1967.....	^p 56,345	1,270	2,220.1	1,205	226	17	2.5	-----	2,101.0	41.25
1967: July.....	^p 56,934	1,245	155.3	1,184	288	17	2.4	2.8	147.3	40.10
Aug.....	^p 57,358	1,123	184.0	1,060	187	17	2.2	2.6	172.8	41.08
Sept.....	^p 57,201	956	132.3	894	158	15	1.8	2.4	122.6	40.10
Oct.....	^p 56,822	953	133.0	889	180	15	1.8	2.4	122.1	40.70
Nov.....	^p 57,115	1,068	146.5	997	208	15	2.0	2.3	134.9	41.19
Dec.....	^p 57,592	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.....	-----	1,024	162.8	955	174	15	1.9	2.3	150.0	43.73
Sept ^p	-----	875	128.0	803	141	15	1.6	2.2	115.0	42.75
Week ended:										
1968: Sept 7.....	-----	904	-----	836	136	-----	1.6	-----	-----	-----
14.....	-----	871	-----	805	142	-----	1.6	-----	-----	-----
21.....	-----	850	-----	786	143	-----	1.5	-----	-----	-----
28.....	-----	847	-----	785	143	-----	1.5	-----	-----	-----
Oct 5 ^p	-----	851	-----	788	154	-----	1.5	-----	-----	-----
12 ^p	-----	151	-----	151	-----	-----	-----	-----	-----	-----

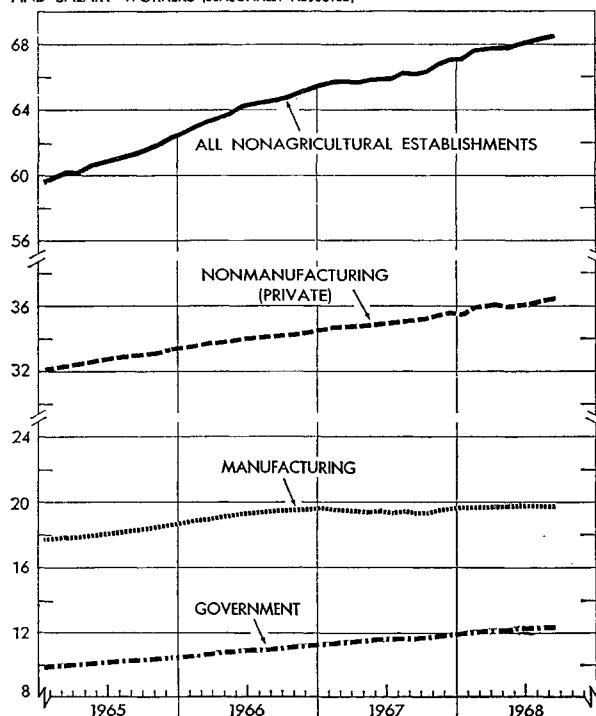
NOTE.—For definitions and coverage, see the 1967 Supplement to Economic Indicators. Data for Alaska and Hawaii included for all periods and for Puerto Rico since January 1961.

Source: Department of Labor.

NONAGRICULTURAL EMPLOYMENT

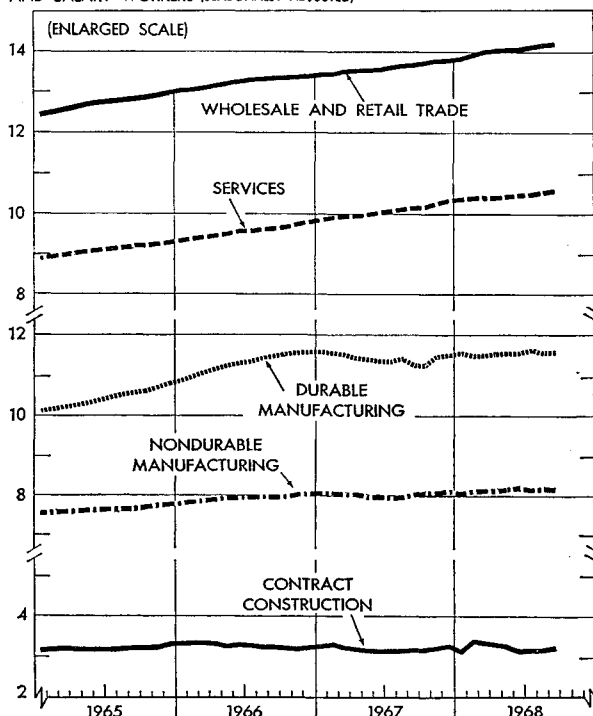
Total nonfarm payroll employment rose 123,000, seasonally adjusted, in September to 68.5 million. Manufacturing declined slightly and private nonmanufacturing increased by 119,000. State and local government registered a gain of 25,000.

MILLIONS OF WAGE
AND SALARY WORKERS (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF LABOR

MILLIONS OF WAGE
AND SALARY WORKERS (SEASONALLY ADJUSTED)



COUNCIL OF ECONOMIC ADVISERS

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

Period	Total	Manufacturing (private)			Nonmanufacturing (private)							Government	
		Total	Durable goods	Non-durable goods	Total	Mining	Contract construction	Transportation and public utilities	Wholesale and retail trade	Finance, insurance, and real estate	Services	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: 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.	68,170	19,776	11,619	8,157	36,138	638	3,189	4,346	14,117	3,350	10,498	2,788	9,468
Aug. ¹	68,335	19,760	11,578	8,182	36,299	638	3,190	4,365	14,179	3,377	10,550	2,751	9,525
Sept. ¹	68,458	19,752	11,581	8,171	36,418	633	3,233	4,377	14,199	3,389	10,587	2,738	9,550

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

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

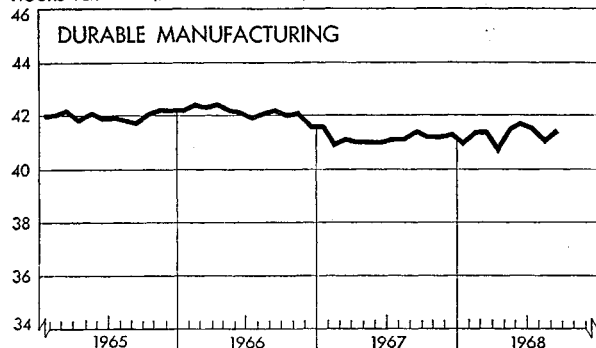
NOTE.—Beginning 1959, data include Alaska and Hawaii.

Source: Department of Labor.

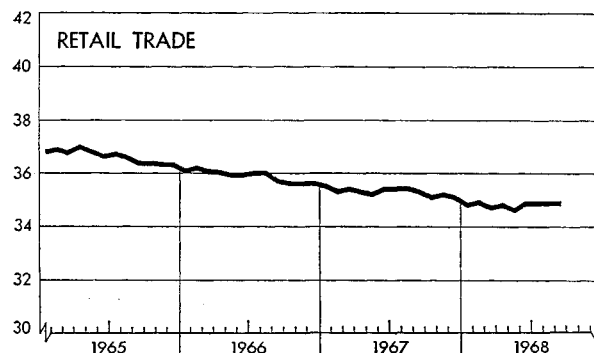
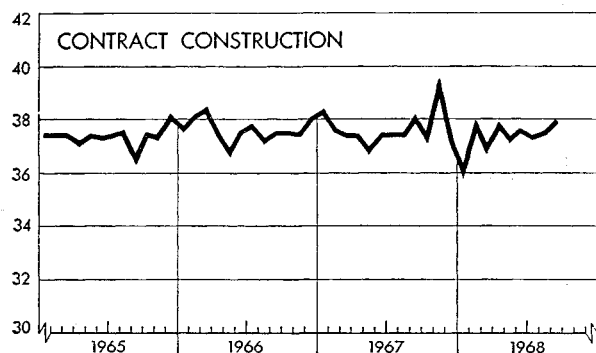
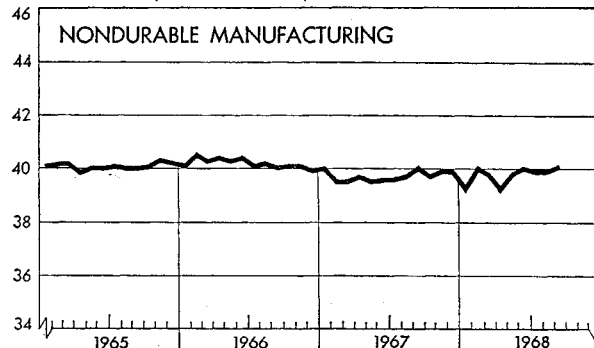
WEEKLY HOURS OF WORK - SELECTED INDUSTRIES

Average weekly hours (seasonally adjusted) in September rose 0.3 hours in manufacturing and 0.4 hours in contract construction, but were unchanged in retail trade.

HOURS PER WEEK (SEASONALLY ADJUSTED)



HOURS PER WEEK (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[Average hours per week; ¹ seasonally adjusted]

Period	Manufacturing industries			Contract construction	Retail trade ²
	All	Durable goods	Nondurable goods		
1958.....	39.2	39.5	38.8	36.8	38.1
1959.....	40.3	40.7	39.7	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: 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.....	40.9	41.5	39.9	37.3	34.9
Aug ^p	40.6	41.0	39.9	37.5	34.9
Sept ^p	40.9	41.4	40.1	37.9	34.9

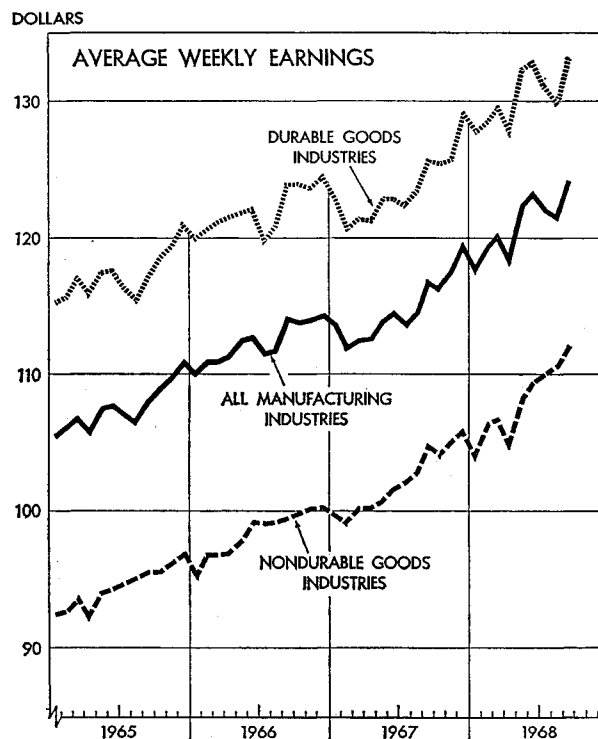
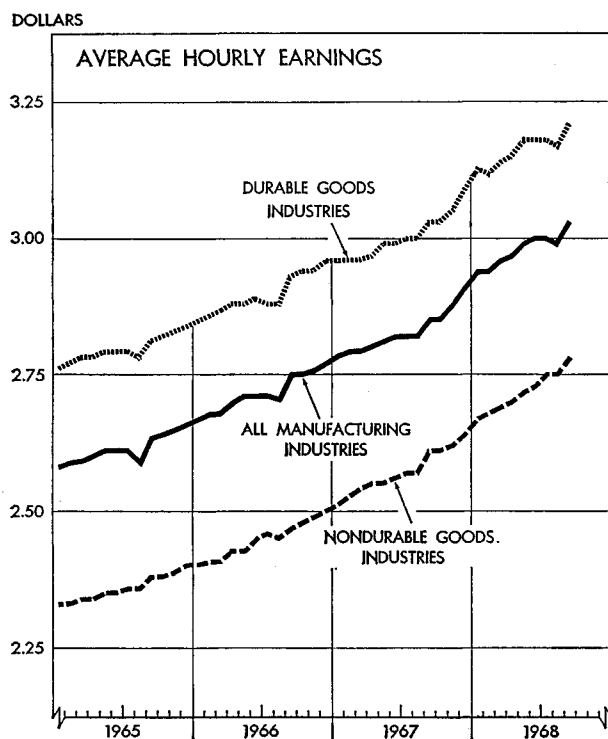
¹ Data relate to production workers or nonsupervisory employees. Data for Alaska and Hawaii included beginning 1959.

² Includes eating and drinking places.

Source: Department of Labor.

AVERAGE HOURLY AND WEEKLY EARNINGS - SELECTED INDUSTRIES

Average hourly earnings in September rose to all-time highs in manufacturing (\$3.03), contract construction (\$4.45), and retail trade (\$2.18). Weekly earnings also set records of \$124.23 in manufacturing and \$172.22 in contract construction; however, they declined by \$1.25 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 ²
	All	Durable goods	Non-durable goods			All	Durable goods	Non-durable goods				
1958.....	2.11	2.26	1.91	2.82	1.42	82.71	89.27	74.11	103.78	54.10	100.2	82.14
1959.....	2.19	2.36	1.98	2.93	1.47	88.26	96.05	78.61	108.41	56.15	103.5	86.96
1960.....	2.26	2.43	2.05	3.08	1.52	89.72	97.44	80.36	113.04	57.76	106.6	87.02
1961.....	2.32	2.49	2.11	3.20	1.56	92.34	100.35	82.92	118.08	58.66	109.6	88.62
1962.....	2.39	2.56	2.17	3.31	1.63	96.56	104.70	85.93	122.47	60.96	112.3	91.61
1963.....	2.46	2.63	2.22	3.41	1.68	99.63	108.09	87.91	127.19	62.66	115.2	93.37
1964.....	2.53	2.71	2.29	3.55	1.75	102.97	112.19	90.91	132.06	64.75	118.0	95.25
1965.....	2.61	2.79	2.36	3.70	1.82	107.53	117.18	94.64	138.38	66.61	121.1	97.84
1966.....	2.72	2.90	2.45	3.89	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: 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....	3.00	3.18	2.75	4.34	2.16	122.10	131.02	110.00	167.52	77.33	138.5	100.49
Aug....	2.99	3.17	2.75	4.36	2.16	121.39	129.97	110.55	169.17	77.33	139.2	99.58
Sept....	3.03	3.21	2.78	4.45	2.18	124.23	133.22	112.03	172.22	76.08		

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.

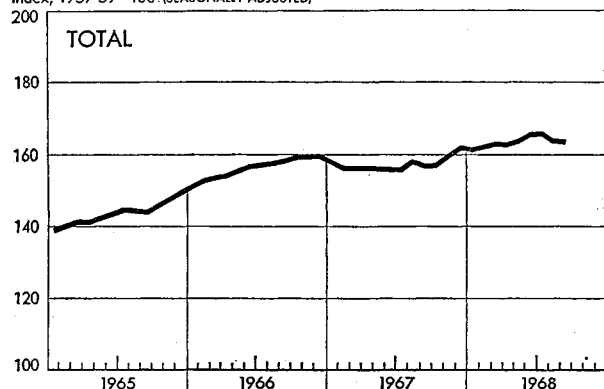
Source: Department of Labor.

PRODUCTION AND BUSINESS ACTIVITY

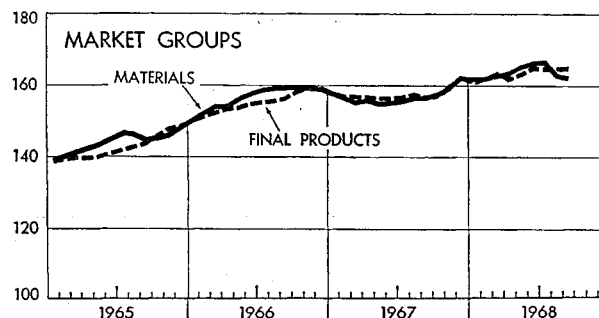
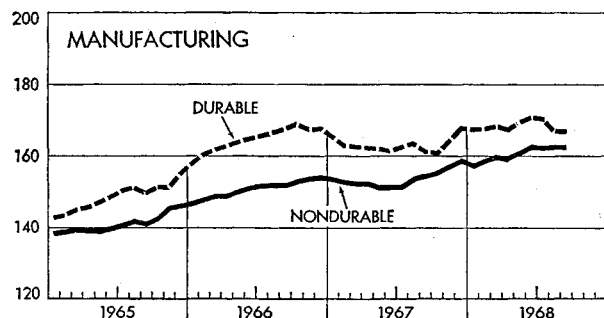
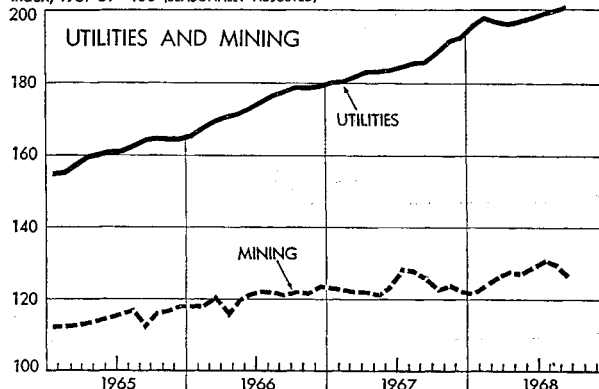
INDUSTRIAL PRODUCTION

Industrial production, seasonally adjusted, declined less than 1/2 percent in September, following a 1 percent drop in August. The September index was about 4 1/4 percent above the level of a year earlier.

Index, 1957-59=100. (SEASONALLY ADJUSTED)



Index, 1957-59=100. (SEASONALLY ADJUSTED)



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1957-59=100, seasonally adjusted]

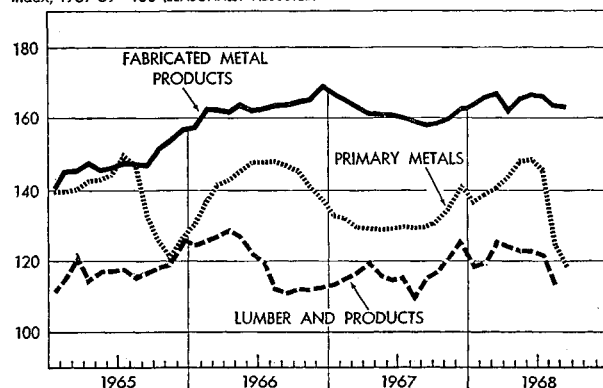
Period	Total industrial production	Industry					Market			
		Manufacturing			Mining	Utilities	Final products			Materials
		Total	Durable	Non-durable			Total	Consumer goods	Equipment	
1958	93.7	93.2	90.3	96.8	95.6	98.1	94.8	96.4	91.3	92.7
1959	105.6	106.0	105.6	106.5	99.7	108.0	105.7	106.6	104.1	105.4
1960	108.7	108.9	108.5	109.5	101.6	115.6	109.9	111.0	107.6	107.6
1961	109.7	109.6	107.0	112.9	102.6	122.3	111.2	112.6	108.3	108.4
1962	118.3	118.7	117.9	119.8	105.0	131.4	119.7	119.7	119.6	117.0
1963	124.3	124.9	124.5	125.3	107.9	140.0	124.9	125.2	124.2	123.7
1964	132.3	133.1	133.5	132.6	111.5	151.3	131.8	131.7	132.0	132.8
1965	143.4	145.0	148.4	140.8	114.8	160.9	142.5	140.3	147.0	144.2
1966	156.3	158.6	164.8	150.8	120.5	173.9	155.5	147.5	172.6	157.0
1967	158.0	159.6	163.8	154.4	123.5	184.4	158.3	148.4	179.6	157.7
1967: 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	196.7	160.8	151.3	181.4	161.7
Feb.	162.0	163.6	167.6	158.6	123.9	199.0	162.0	152.9	181.6	161.8
Mar.	163.0	164.6	168.2	160.0	126.2	198.0	163.5	155.0	181.8	162.8
Apr.	162.5	163.7	167.2	159.5	127.1	196.5	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	165.4	167.1	170.8	162.4	128.9	197.7	164.9	156.4	183.0	166.2
July	165.6	166.7	170.3	162.2	130.7	199.0	164.5	156.2	182.3	166.7
Aug.	163.9	165.0	167.0	162.4	129.4	199.8	164.6	156.5	181.8	162.9
Sept.	163.4	164.7	166.6	162.3	126.4	200.2	164.6	156.7	181.8	162.0

Source: Board of Governors of the Federal Reserve System.

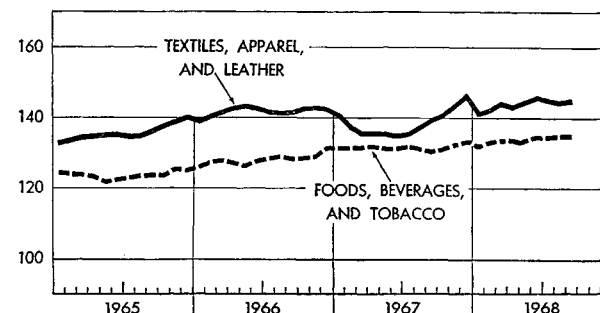
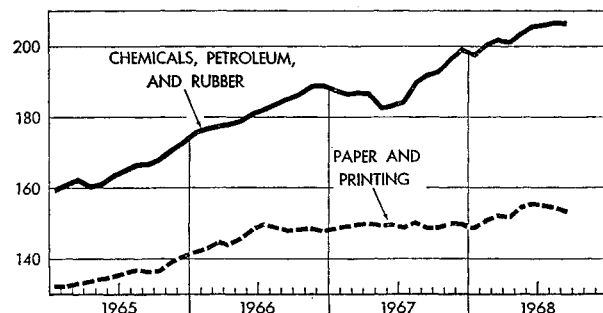
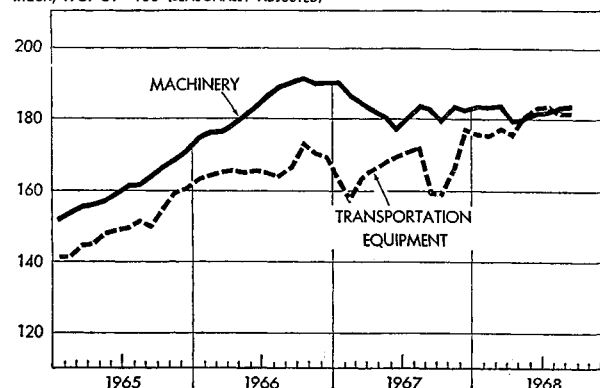
PRODUCTION OF SELECTED MANUFACTURES

Output of manufactures (seasonally adjusted) in September was fractionally lower than in August. The most significant decline was 4½ percent in primary metals, largely due to a 6½ percent drop in iron and steel production.

Index, 1957-59=100 (SEASONALLY ADJUSTED)



Index, 1957-59=100 (SEASONALLY ADJUSTED)



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1957-59=100, seasonally adjusted]

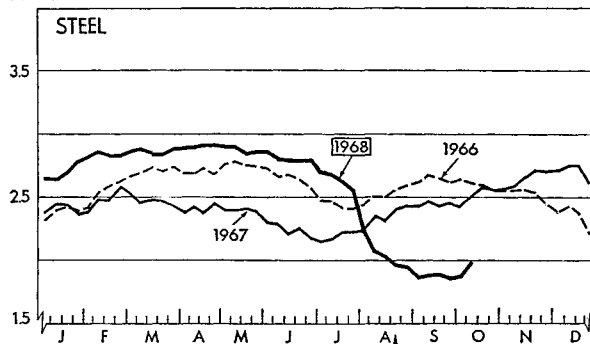
Period	Durable manufactures					Nondurable manufactures				
	Primary metals	Fabricated metal products	Machinery	Transportation equipment	Lumber and products	Textiles, apparel, and leather	Paper and printing	Chemicals, petroleum, and rubber	Foods, beverages, and tobacco	
1959	100.4	105.5	107.1	104.0	108.5	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: 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	148.6	166.0	181.1	182.6	122.5	145.5	155.2	205.3	134.5	
July	145.9	165.8	181.5	183.2	121.5	144.4	154.9	205.9	134.2	
Aug	124.0	163.0	182.9	181.3	113.5	143.9	154.2	206.8	134.9	
Sept ^p	119	162	183	181	-----	144	153	207	135	

Source: Board of Governors of the Federal Reserve System.

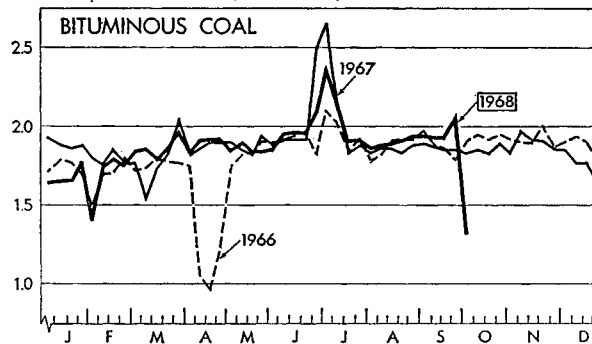
WEEKLY INDICATORS OF PRODUCTION

In September, automobile assemblies rose sharply following the completion of the model changeover. Production of steel, electric power, and paperboard declined while other weekly indicators of production posted gains.

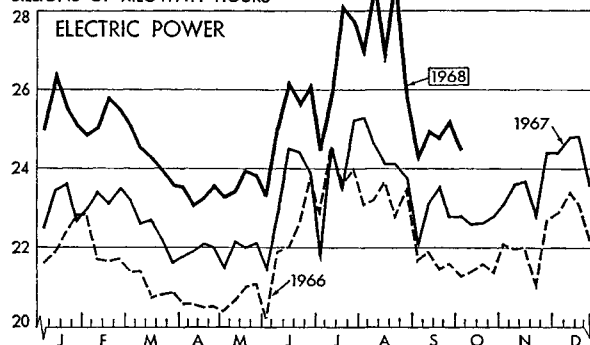
MILLIONS OF TONS



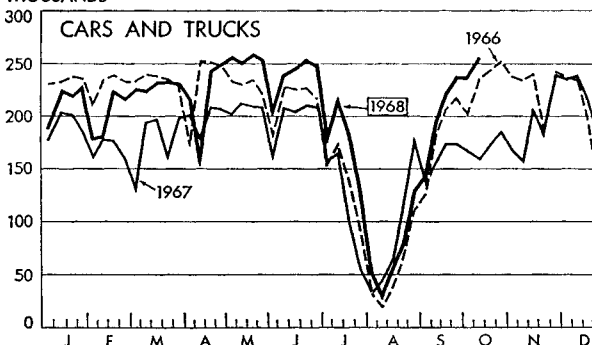
MILLIONS OF SHORT TONS (DAILY AVERAGE)



BILLIONS OF KILOWATT HOURS



THOUSANDS



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

COUNCIL OF ECONOMIC ADVISERS

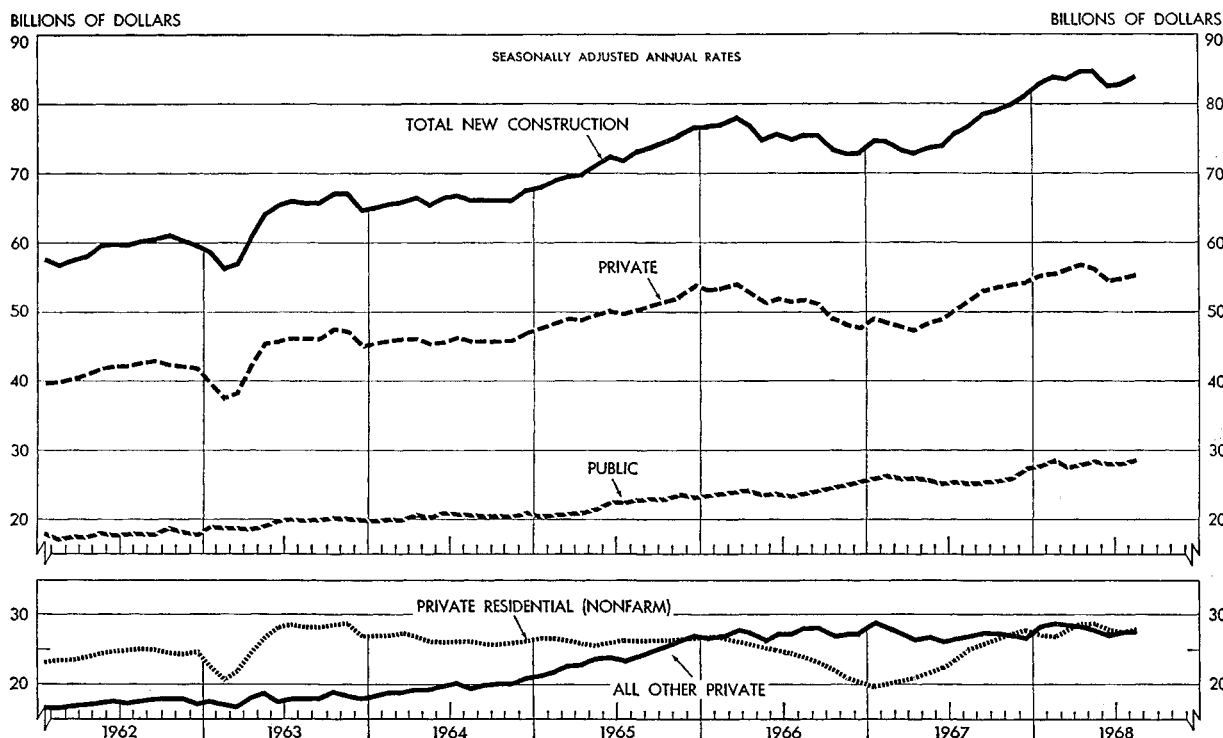
Period	Steel produced		Electric power distributed (millions of kilowatt-hours)	Bituminous coal mined (thousands of short tons) ¹	Freight loaded (thousands of cars)	Paperboard produced (thousands of tons)	Cars and trucks assembled (thousands)		
	Thousands of net tons	Index (1957-59=100)					Total	Cars	Trucks
Weekly average:									
1961-----	1,880	100.9	15,139	1,353	550	322	127.8	106.1	21.7
1962-----	1,886	101.2	16,325	1,414	552	343	157.5	133.4	24.1
1963-----	2,096	112.5	17,490	1,535	555	358	175.0	146.9	28.1
1964-----	2,431	130.5	18,728	1,630	558	384	178.8	148.8	30.0
1965-----	2,521	135.3	20,169	1,735	562	410	213.7	179.4	34.3
1966-----	2,572	138.1	21,971	1,798	570	446	199.3	165.4	33.9
1967-----	2,440	131.0	23,169	1,863	539	439	172.9	142.4	30.5
1967: 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	552	413	160.3	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	2,005	536	437	152.6	122.6	29.9
Aug-----	2,022	108.5	27,562	1,843	555	497	71.2	46.7	24.6
Sept ^p -----	1,884	101.1	24,785	1,976	563	469	199.4	160.7	38.7
Week ended:									
1968: Sept 14-----	1,881	101.0	24,918	1,926	583	492	194.8	156.1	38.7
21-----	1,886	101.2	24,754	1,928	586	494	221.4	180.4	41.0
28-----	1,860	99.8	25,208	2,045	593	507	237.4	194.4	43.1
Oct 5 ^p -----	1,881	101.0	24,467	1,323	568	512	236.5	192.9	43.6
12 ^p -----	1,987	106.7	*24,316				255.7	212.7	43.0

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

The value of total new construction activity (seasonally adjusted) registered its second straight month of recovery in August with a gain of 1½ percent. Private construction was up 1 percent largely because of a 2 percent rise in residential construction. Public construction advanced 2 percent with a sharp rise in Federal outlays.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total new construction expenditures	Private						Federal, State, and local	Construction contracts ²	
		Total	Residential nonfarm		Commercial and industrial	Other	Total value (index, 1957-59=100)		Commercial and industrial floor space (millions of square feet)	
			Total ¹	New housing units						
Billions of dollars										
1962.....	59.7	41.8	24.3	18.6	8.0	9.5	17.9	119.7	500	
1963.....	63.4	44.1	26.2	20.4	7.9	10.0	19.4	132.0	534	
1964.....	66.2	45.8	26.3	20.4	9.0	10.6	20.4	137.0	599	
1965.....	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: 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.....	82.9	55.3	27.0	21.2	14.1	14.3	27.6	166	774	
Feb.....	83.9	55.4	26.8	21.3	14.1	14.6	28.5	152	737	
Mar.....	83.6	56.1	27.7	21.7	13.8	14.6	27.5	169	799	
Apr.....	84.6	56.7	28.6	22.3	14.0	14.1	27.9	164	565	
May.....	84.7	56.2	28.6	22.3	13.4	14.2	28.4	172	804	
June.....	82.5	54.5	27.7	21.4	13.0	13.8	28.0	160	796	
July.....	82.7	54.7	27.4	21.2	13.0	14.2	28.0	187	860	
Aug.....	83.9	55.3	27.9	21.7	13.4	14.0	28.6	192	794	

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

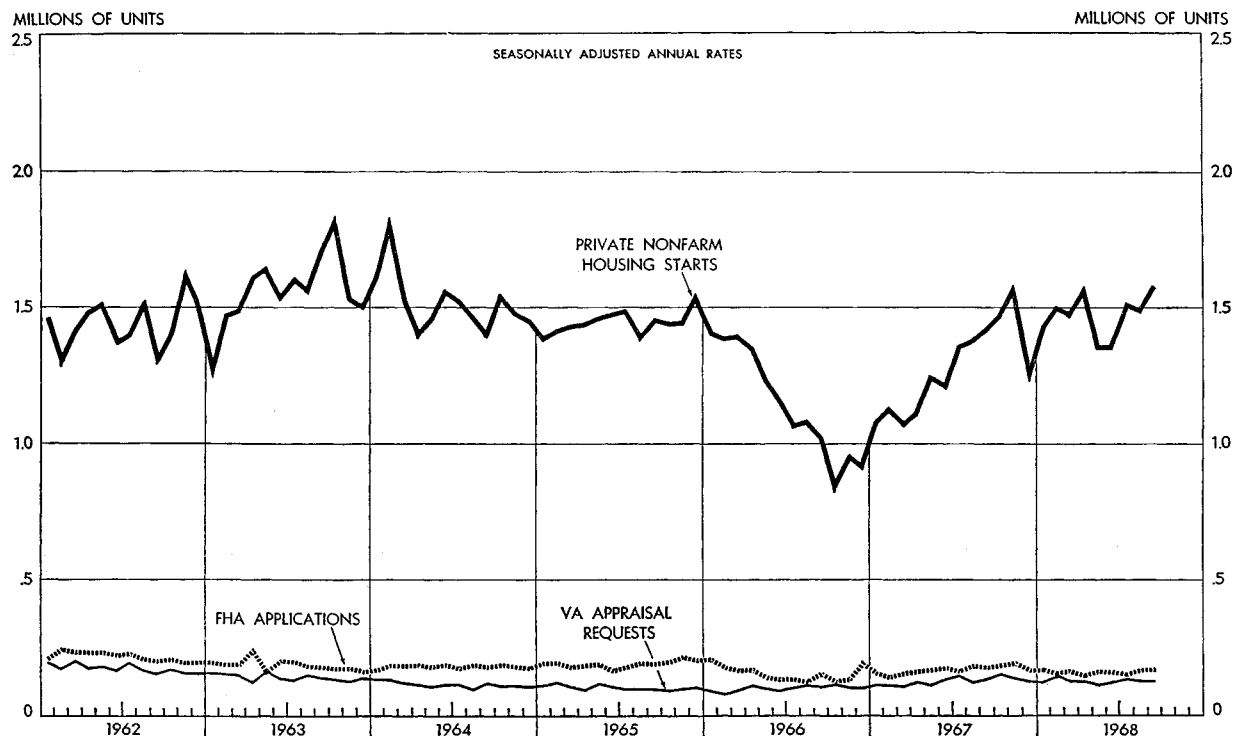
² Compiled by F. W. Dodge Company and relates to 48 States.

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 rose 5½ percent in September to a seasonally adjusted annual rate of 1,576,000 units. They were 17 percent above the low average of May and June. Permits for future starts were up 9 percent following 3 consecutive months of little or no change.



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

COUNCIL OF ECONOMIC ADVISERS

[Thousands of units]

Period	Housing starts										New private housing units authorized ¹	Proposed home construction	
	Total private and public (including farm)	Total private (including farm)	Private nonfarm			Total private (including farm)	Private nonfarm		Applications for FHA commitments ²	Requests for VA appraisals ²			
			Total	One-family	Two or more families		Total	Government home programs					
								FHA				VA	
1962-----	1, 492. 4	1, 462. 7	1, 439. 0	967. 8	471. 2	1, 462. 7	1, 439. 0	197. 3	77. 8	1, 186. 6	221. 1	171. 2	
1963-----	1, 642. 0	1, 610. 3	1, 582. 9	993. 2	589. 7	1, 610. 3	1, 582. 9	166. 2	71. 0	1, 334. 7	190. 2	139. 3	
1964-----	1, 561. 6	1, 529. 3	1, 502. 3	944. 5	557. 8	1, 529. 3	1, 502. 3	154. 0	59. 2	1, 285. 8	182. 1	113. 6	
1965-----	1, 509. 6	1, 472. 9	1, 450. 6	941. 4	509. 2	1, 472. 9	1, 450. 6	159. 9	49. 4	1, 239. 8	188. 9	102. 1	
1966-----	1, 196. 2	1, 165. 0	1, 141. 5	755. 3	386. 2	1, 165. 0	1, 141. 5	129. 1	36. 8	971. 9	153. 0	99. 2	
1967-----	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: 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--	142. 5	139. 8	137. 3	83. 9	53. 4	1, 531	1, 507	134	49	1, 289	146	135	
Aug ^a --	140. 6	136. 2	134. 1	80. 0	54. 1	1, 514	1, 492	144	51	1, 290	167	127	
Sept ^a --	140. 2	134. 7	132. 9	77. 2	55. 7	1, 598	1, 576	145	54	1, 405	168	125	

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.

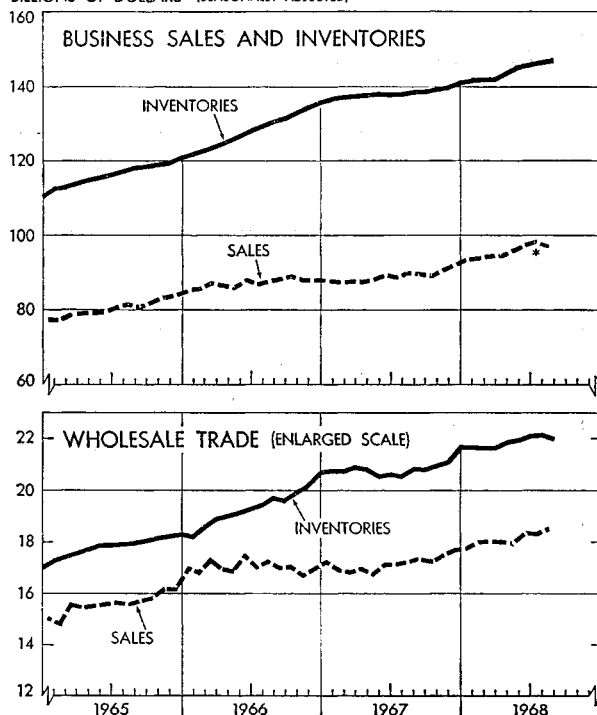
NOTE.—Data include Alaska and Hawaii.

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

BUSINESS SALES AND INVENTORIES — TOTAL AND TRADE

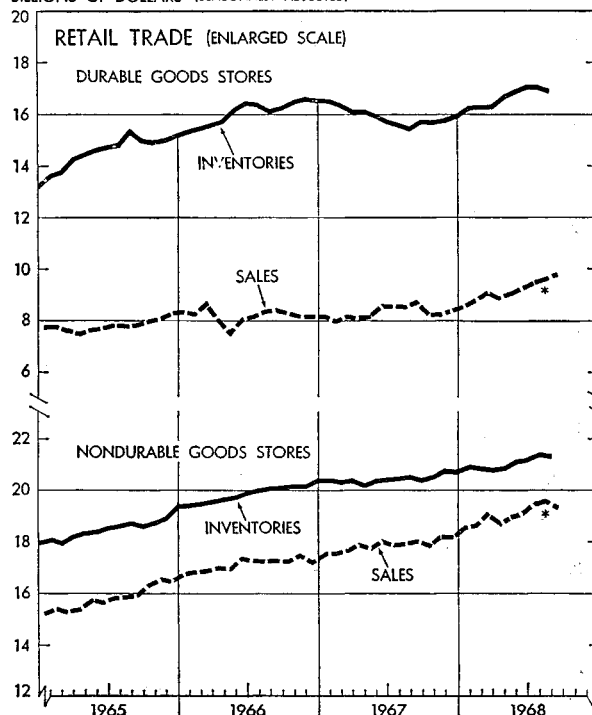
According to preliminary figures, retail sales (seasonally adjusted) fell slightly in September following a 1 percent rise in August. Business sales were down 1 percent in August and inventories were up \$650 million.

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



*SEE FOOTNOTE 7 BELOW.
SOURCE: DEPARTMENT OF COMMERCE

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



COUNCIL OF ECONOMIC ADVISERS

Period	Total business ¹		Wholesale ⁴		Retail ⁵					
	Sales ²	Inven- tories ³	Sales ²	Inven- tories ³	Sales ²			Inventories ³		
					Total	Durable goods stores	Non- durable goods stores	Total	Durable goods stores	Non- durable goods stores
	Millions of dollars, seasonally adjusted									
1960.....	60, 746	94, 747	11, 656	14, 120	18, 294	5, 880	12, 414	26, 813	11, 923	14, 890
1961.....	⁶ 60, 759	⁶ 95, 669	11, 988	14, 488	18, 234	5, 581	12, 654	26, 238	10, 965	15, 273
1962.....	64, 884	101, 086	12, 674	14, 936	19, 613	6, 210	13, 402	27, 938	11, 656	16, 282
1963.....	68, 260	105, 458	13, 382	16, 048	20, 536	6, 627	13, 909	29, 383	12, 386	16, 997
1964.....	72, 852	111, 477	14, 527	16, 977	21, 802	7, 014	14, 788	31, 130	13, 136	17, 994
1965.....	79, 456	121, 060	15, 595	18, 274	23, 654	7, 810	15, 844	34, 607	15, 194	19, 413
1966.....	86, 254	135, 777	16, 979	20, 691	25, 306	8, 151	17, 155	36, 961	16, 536	20, 425
1967.....	87, 969	141, 136	17, 099	21, 635	26, 125	8, 306	17, 820	36, 682	15, 977	20, 705
1967: July.....	88, 627	137, 986	17, 145	20, 511	26, 444	8, 592	17, 852	35, 997	15, 549	20, 448
Aug.....	90, 091	138, 670	17, 198	20, 789	26, 422	8, 508	17, 914	36, 028	15, 503	20, 525
Sept.....	89, 946	138, 672	17, 330	20, 810	26, 732	8, 743	17, 989	36, 143	15, 711	20, 432
Oct.....	89, 032	139, 130	17, 195	20, 945	26, 089	8, 235	17, 854	36, 217	15, 681	20, 536
Nov.....	90, 785	139, 924	17, 419	21, 061	26, 411	8, 221	18, 190	36, 474	15, 728	20, 746
Dec.....	92, 072	141, 136	17, 641	21, 635	26, 470	8, 327	18, 143	36, 682	15, 977	20, 705
1968: Jan.....	93, 206	141, 661	17, 694	21, 641	27, 065	8, 523	18, 542	37, 130	16, 238	20, 892
Feb.....	93, 708	142, 113	17, 953	21, 623	27, 399	8, 765	18, 634	37, 082	16, 268	20, 814
Mar.....	94, 587	142, 380	18, 021	21, 618	28, 120	9, 053	19, 067	37, 003	16, 253	20, 750
Apr.....	94, 381	143, 757	18, 006	21, 863	27, 620	8, 832	18, 788	37, 512	16, 684	20, 828
May.....	95, 904	145, 123	17, 897	21, 924	27, 993	9, 031	18, 962	37, 921	16, 839	21, 082
June.....	97, 399	145, 842	18, 374	22, 098	28, 296	9, 211	19, 085	38, 162	17, 026	21, 136
July.....	⁷ 98, 156	146, 363	18, 269	22, 169	⁷ 28, 814	⁷ 9, 397	⁷ 19, 417	38, 365	17, 024	21, 341
Aug ^p	⁷ 96, 990	147, 017	18, 490	21, 993	29, 115	9, 581	19, 534	38, 167	16, 880	21, 287
Sept ^p					29, 042	9, 771	19, 271			

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

² Monthly average for year and total for month.

³ Book value, end of period, seasonally adjusted.

⁴ Beginning 1961, data include Alaska and Hawaii.

⁵ Beginning 1960, data include Alaska and Hawaii.

⁶ Series revised beginning 1961. See p. 22.

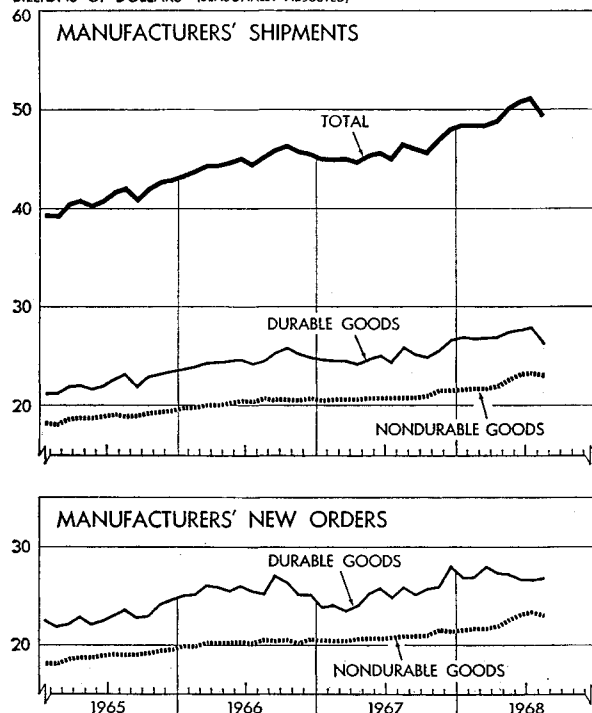
⁷ Not strictly comparable with earlier data; retail sales based on new sample beginning July. See forthcoming August *Monthly Trade Report*.

Source: Department of Commerce.

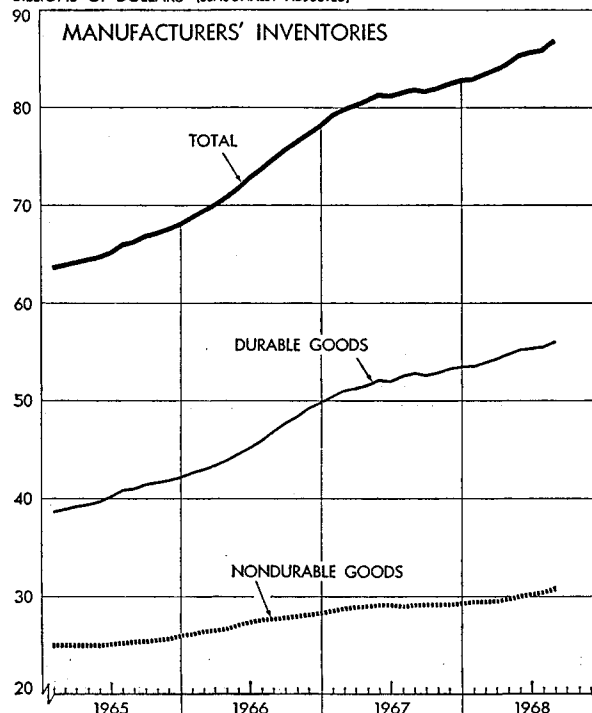
MANUFACTURERS' SHIPMENTS, INVENTORIES, AND NEW ORDERS

Manufacturers' inventories increased a substantial \$1 billion (seasonally adjusted) in August. Shipments were reported down 3 1/3 percent leading to a large jump in the inventory shipments ratio to 1.76. Durable manufacturers' orders rose a moderate 1 percent.

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Manufacturers' shipments ¹			Manufacturers' inventories ²			Manufacturers' new orders ¹				Manufacturers' inventory-shipments ratio ³
	Total	Durable goods	Non-durable goods	Total	Durable goods	Non-durable goods	Total	Durable goods		Non-durable goods	
								Total	Machinery and equipment		
Millions of dollars, seasonally adjusted											
1960-----	30,722	15,743	14,979	53,814	32,360	21,454	30,232	15,340	2,791	14,892	1.76
1961-----	30,896	15,544	15,352	54,943	32,518	22,425	31,085	15,698	2,854	15,387	1.74
1962-----	33,113	17,103	16,010	58,212	34,609	23,603	33,005	17,026	3,090	15,979	1.72
1963-----	35,032	18,247	16,786	60,027	35,807	24,220	35,322	18,522	3,412	16,800	1.69
1964-----	37,335	19,634	17,701	63,370	38,433	24,937	37,952	20,258	3,935	17,694	1.64
1965-----	41,003	22,216	18,788	68,179	42,204	25,975	41,803	22,986	4,435	18,817	1.60
1966-----	44,876	24,635	20,240	78,125	49,797	28,328	45,938	25,710	5,268	20,228	1.62
1967-----	45,712	24,973	20,739	82,819	53,540	29,279	45,928	25,189	5,250	20,739	1.77
1967: June-----	45,579	24,979	20,600	81,119	52,035	29,084	46,332	25,768	5,376	20,564	1.78
July-----	45,038	24,417	20,621	81,478	52,461	29,017	45,606	24,921	5,376	20,685	1.81
Aug-----	46,471	25,759	20,712	81,853	52,801	29,052	46,654	25,879	5,471	20,775	1.76
Sept-----	45,884	25,171	20,713	81,719	52,582	29,137	45,942	25,177	5,350	20,765	1.78
Oct-----	45,748	24,802	20,946	81,968	52,867	29,101	46,655	25,679	5,314	20,976	1.79
Nov-----	46,955	25,538	21,417	82,389	53,283	29,106	47,320	25,852	5,372	21,468	1.75
Dec-----	47,961	26,610	21,351	82,819	53,540	29,279	49,463	28,056	5,495	21,407	1.73
1968: Jan-----	48,447	26,925	21,522	82,890	53,525	29,365	48,353	26,837	5,466	21,516	1.71
Feb-----	48,356	26,711	21,645	83,408	54,009	29,399	48,453	26,814	5,380	21,639	1.72
Mar-----	48,446	26,844	21,602	83,759	54,295	29,464	49,566	28,005	5,382	21,561	1.73
Apr-----	48,755	26,888	21,867	84,382	54,724	29,658	49,237	27,373	5,492	21,864	1.73
May-----	50,014	27,509	22,505	85,278	55,234	30,044	49,650	27,172	5,447	22,478	1.71
June-----	50,729	27,633	23,096	85,582	55,442	30,140	49,850	26,701	5,968	23,149	1.69
July-----	51,073	27,859	23,214	85,829	55,461	30,368	49,829	26,573	5,714	23,256	1.68
Aug ⁴ -----	49,385	26,337	23,048	86,857	56,142	30,715	49,729	26,778	5,904	22,951	1.76

¹ Monthly average for year and total for month.

² Book value, end of period, seasonally adjusted.

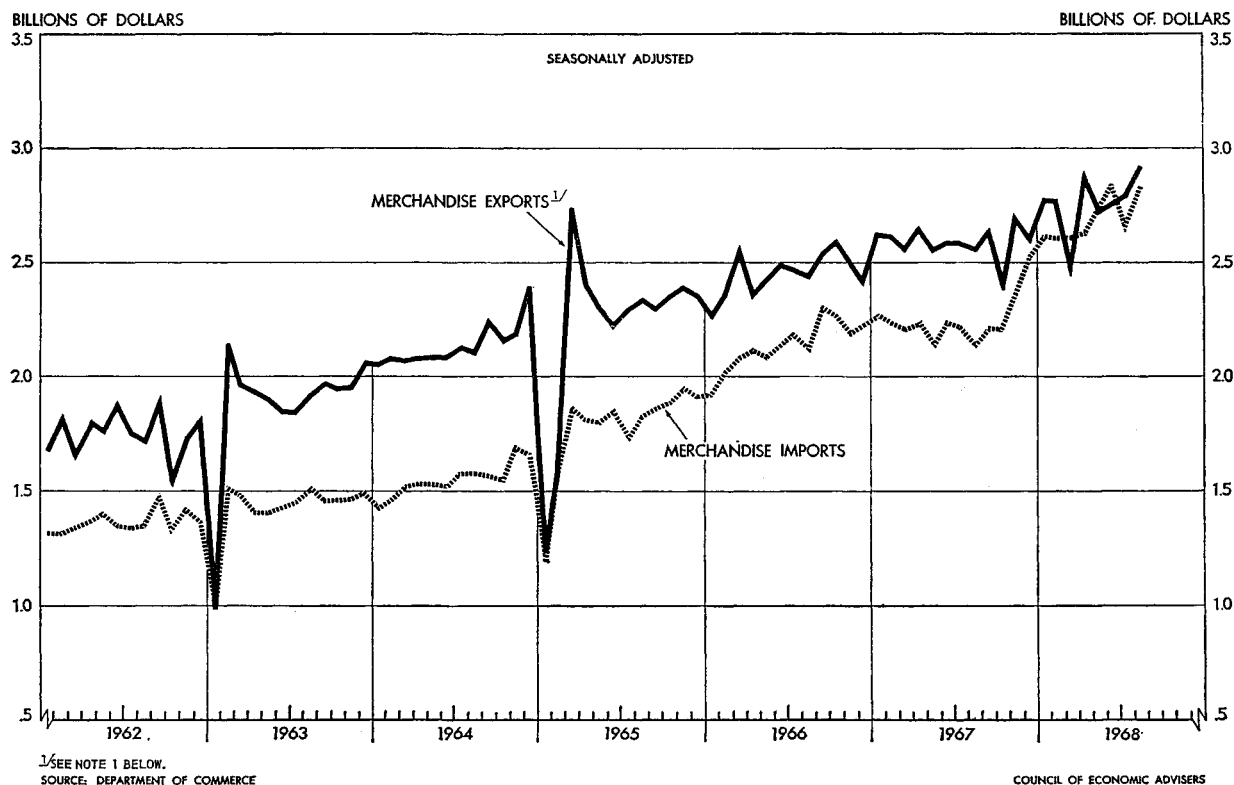
³ For annual periods, ratio of weighted average inventories to average monthly shipments; for monthly data, ratio of inventories at end of month to shipments for month.

NOTE.—Series revised beginning 1961. See *Manufacturers' Shipments, Inventories, and Orders: 1961-1968*, Bureau of the Census. Data for Alaska and Hawaii included beginning 1958.

Source: Department of Commerce.

MERCHANDISE EXPORTS AND IMPORTS

The U.S. merchandise trade balance deteriorated slightly in August registering a surplus of \$88 million (seasonally adjusted) as imports increased more than exports.



[Millions of dollars]

Period	Merchandise exports						Merchandise imports					Gross-merchan- dise trade surplus, season- ally ad- justed
	Total (includ- ing reexports) ¹		Domestic exports				General imports ²					
	Season- ally ad- justed	Unad- justed	Total ^{1 3}	Food, bever- ages, and to- bacco	Crude mate- rials and fuel	Manu- fac- tured goods	Total ³		Food, bever- ages, and to- bacco	Crude mate- rials and fuels	Manu- fac- tured goods	
Season- ally ad- justed							Unad- justed					
Monthly average:												
1959		1, 368	1, 353	239	252	897		1, 302	298	382	591	66
1960		1, 636	1, 620	264	329	1, 047		1, 251	283	365	571	385
1961		1, 682	1, 662	289	327	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: 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	73
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, 465	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
Aug.	2, 916	2, 787	2, 749	399	387	1, 938	2, 827	2, 739	484	484	1, 673	88

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

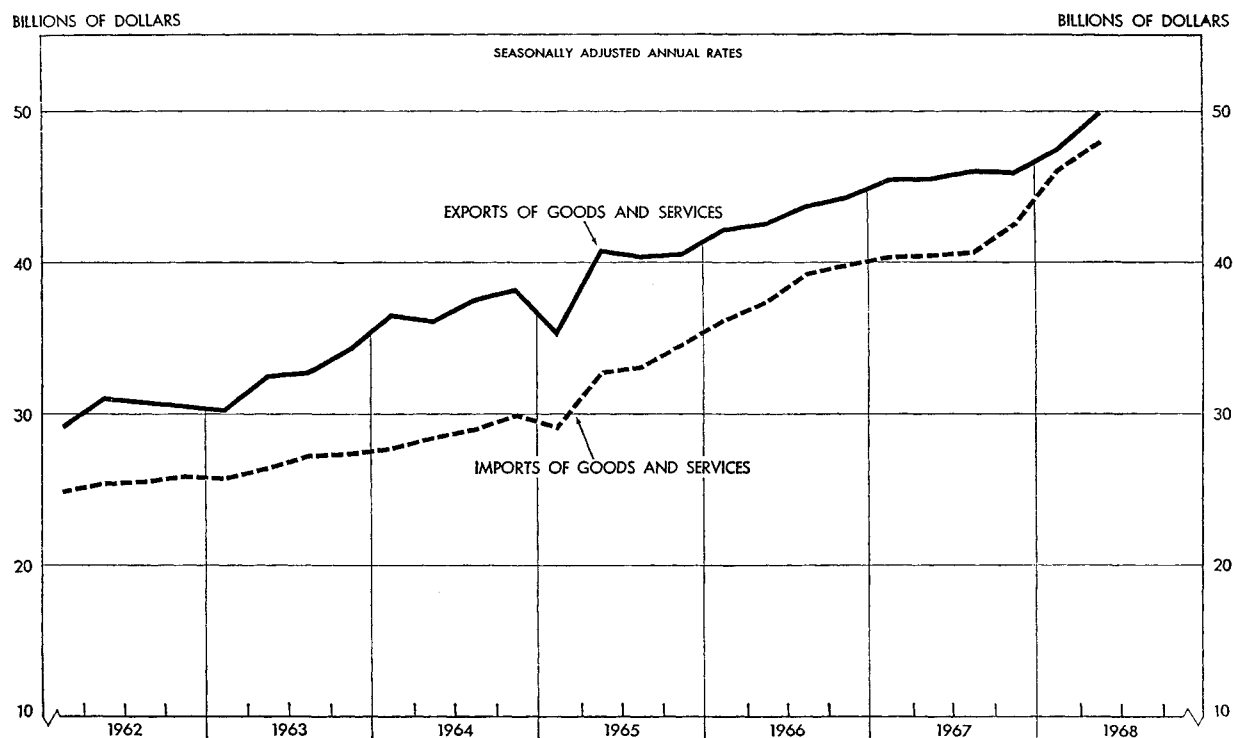
² Total arrivals of imported goods other than intransit shipments.

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]

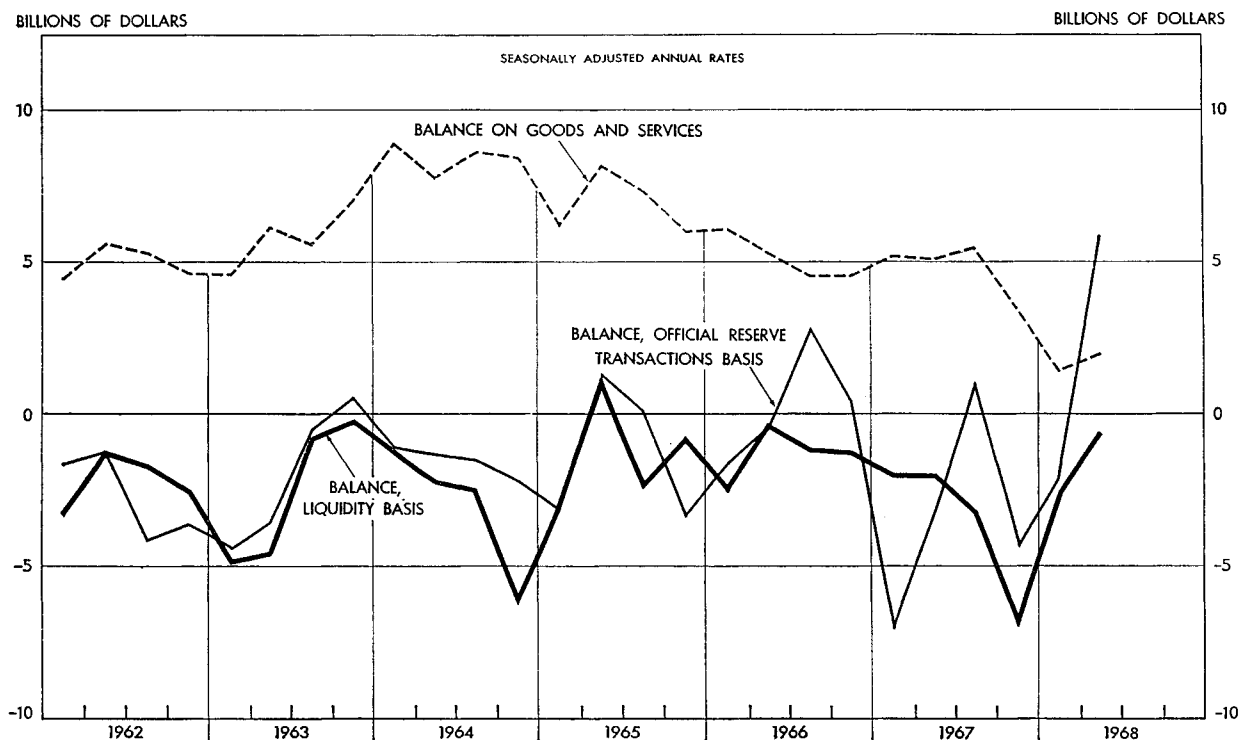
Period	Exports of goods and services						Imports of goods and services				Bal- ance on goods and serv- ices
	Total	Mer- chan- dise ¹	Mili- tary sales	Income on investments		Other serv- ices	Total	Mer- chan- dise ¹	Mili- tary expend- itures	Other serv- ices	
				Priv- ate	Gov- ern- ment						
1963.....	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 ^a	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			Foreign capital, net ¹	Errors and unrecorded transactions	Balance		Changes in selected liabilities (decrease [—]) ⁴			Changes in gold, convertible currencies, and IMF gold tranche position (increase [—])
		Direct investment	Other long-term	Short-term			Liquidity basis ²	Official reserve transactions basis ³	To foreign official holders ⁵		To other foreign holders ⁶	
									Liquid	Non-liquid		
1963...	-3, 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.....	-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.

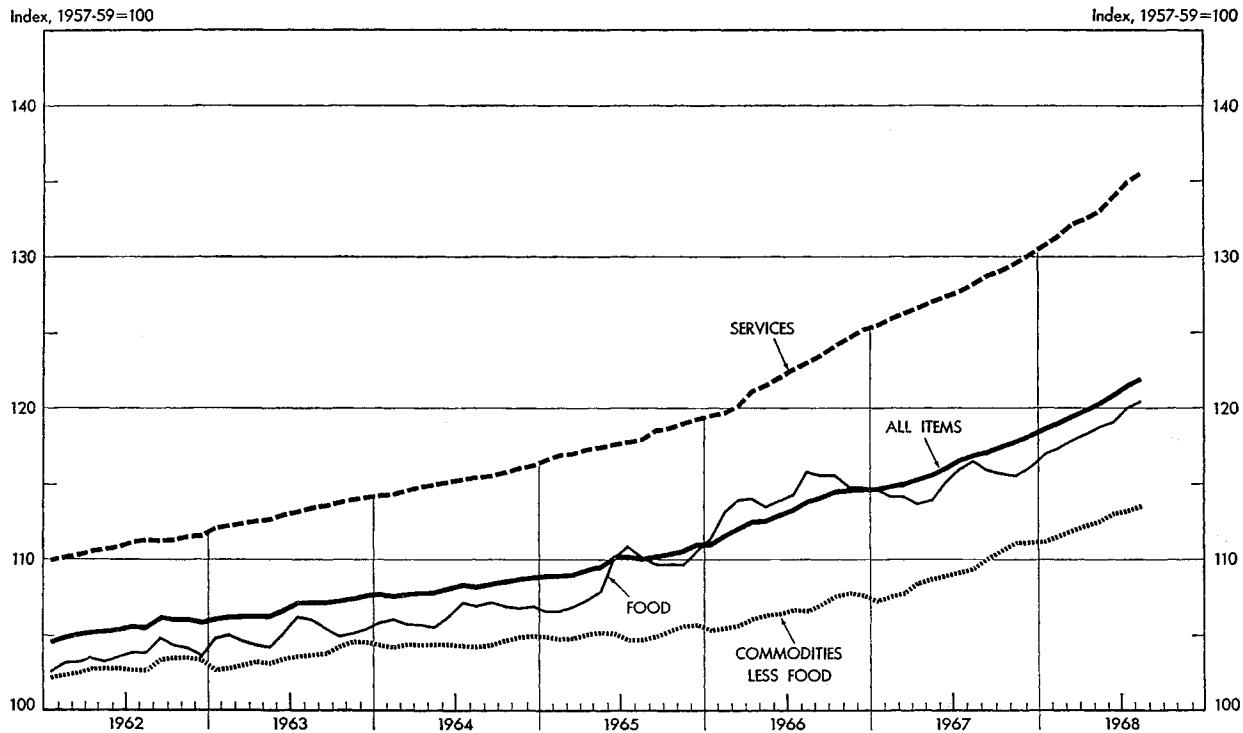
NOTE.—Data exclude military grant-aid and U.S. subscriptions to IMF.

Source: Department of Commerce.

PRICES

CONSUMER PRICES

Consumer prices rose 0.3 percent in August, somewhat less than the 0.5 percent increase in June and in July. Higher costs of housing and food accounted for most of the rise.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

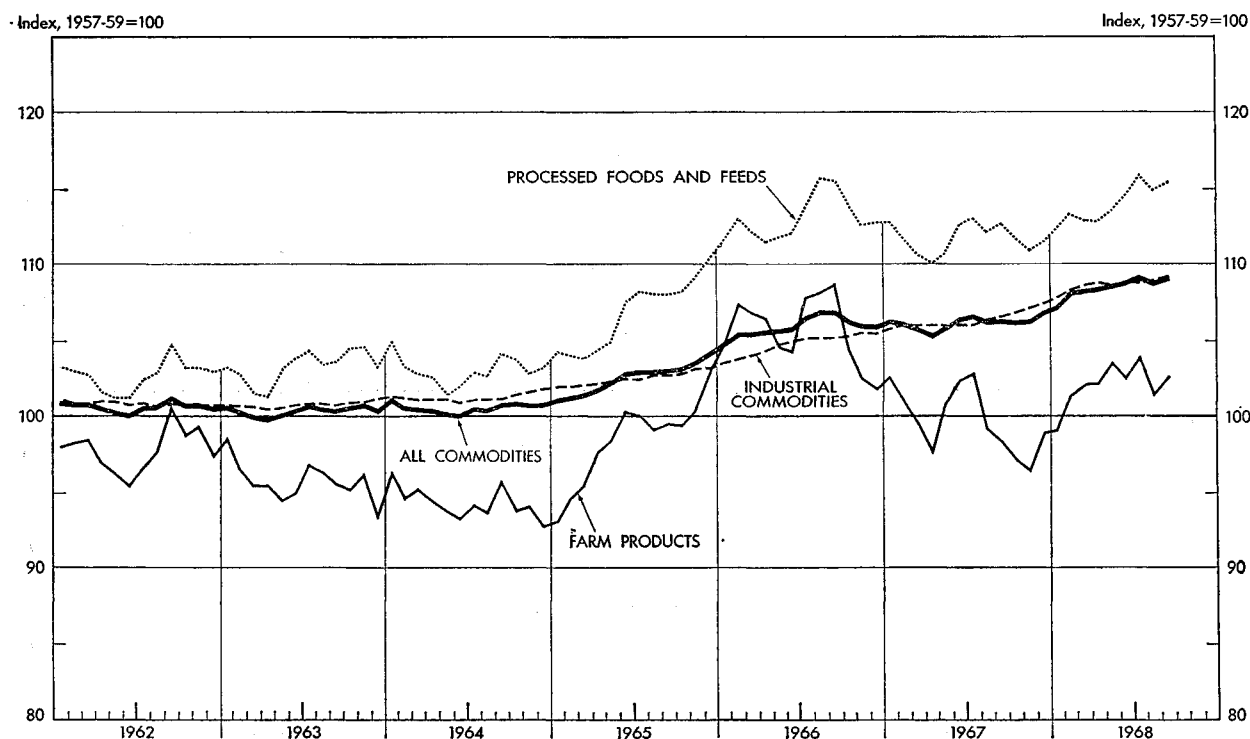
[1957-59=100]

Period	All items	Commodities					Services		
		All commodities	Food	Commodities less food			All services	Rent	Services less rent
				All	Durable	Non-durable			
1958.....	100.7	100.8	101.9	99.9	100.0	99.8	100.3	100.1	100.2
1959.....	101.5	100.9	100.3	101.2	101.5	101.0	103.2	101.6	103.6
1960.....	103.1	101.7	101.4	101.7	100.9	102.6	106.6	103.1	107.4
1961.....	104.2	102.3	102.6	102.0	100.8	103.2	108.8	104.4	110.0
1962.....	105.4	103.2	103.6	102.8	101.8	103.8	110.9	105.7	112.1
1963.....	106.7	104.1	105.1	103.5	102.1	104.8	113.0	106.8	114.5
1964.....	108.1	105.2	106.4	104.4	103.0	105.7	115.2	107.8	117.0
1965.....	109.9	106.4	108.8	105.1	102.6	107.2	117.8	108.9	120.0
1966.....	113.1	109.2	114.2	106.5	102.7	109.7	122.3	110.4	125.0
1967.....	116.3	111.2	115.2	109.2	104.3	113.1	127.7	112.4	131.1
1967: 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
Aug.....	121.9	115.9	120.5	113.5	107.7	118.1	135.5	115.4	140.0

Source: Department of Labor.

WHOLESALE PRICES

Preliminary estimates of the wholesale price index show an advance of 0.4 percent in September, thus reversing the decline in August. Farm products and food prices rebounded from their August levels; many industrial commodity prices also rose.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

(1957-59=100)

Period	All commodities	Farm products	Processed foods and feeds	Industrial commodities					
				All industrials ¹	Crude materials	Intermediate materials ²	Producer finished goods	Consumer finished goods excluding food	
								Durable	Non-durable
1958	100.4	103.6	102.5	99.5	96.9	99.4	100.2	100.1	99.3
1959	100.6	97.2	99.9	101.3	102.3	101.0	102.1	101.3	100.8
1960	100.7	96.9	100.0	101.3	98.3	101.4	102.3	100.9	101.5
1961	100.3	96.0	101.6	100.8	97.2	100.1	102.5	100.5	101.5
1962	100.6	97.7	102.7	100.8	95.6	99.9	102.9	100.0	101.6
1963	100.3	95.7	103.3	100.7	94.3	99.6	103.1	99.5	101.9
1964	100.5	94.3	103.1	101.2	97.1	100.2	104.1	99.9	101.6
1965	102.5	98.4	106.7	102.5	100.9	101.5	105.4	99.6	102.8
1966	105.9	105.6	113.0	104.7	104.5	103.6	108.0	100.2	104.8
1967	106.1	99.7	111.7	106.3	100.0	104.8	111.5	101.7	107.2
1967: 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	108.8	100.9	107.3	115.2	103.3	110.0
Aug.	108.7	101.4	114.9	108.9	101.0	107.4	115.4	103.6	109.7
Sept. ^a	109.1	102.7	115.4	109.2					

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

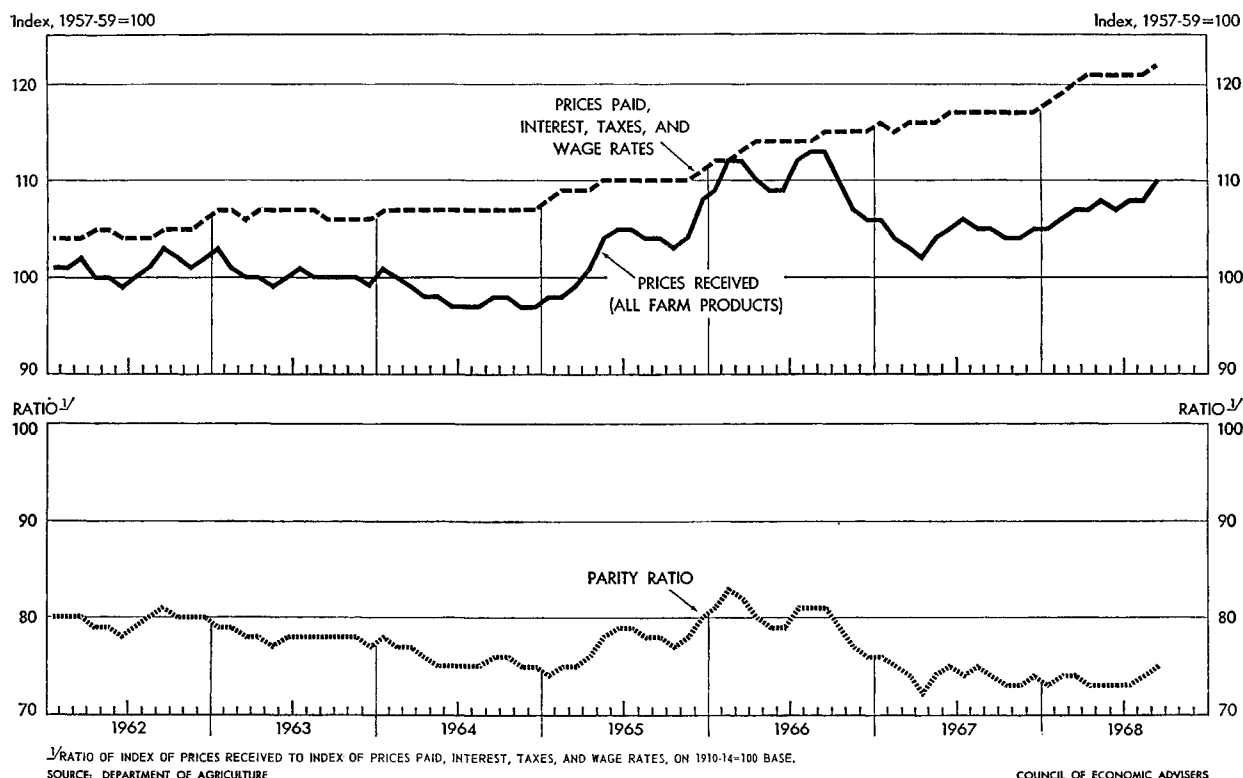
² Excludes intermediate materials for food manufacturing and manufactured animal feeds; includes, in part, grain products for further processing.

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 September 15, prices received by farmers advanced 2 percent and prices paid less than 1 percent; the adjusted parity ratio increased 2 points to 81. Strong seasonal gains in egg and milk prices were largely responsible for the rise in prices received; partially offsetting these increases were price declines for cattle, soybeans, and chickens.



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: 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	74	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
Sept 15.....	110	103	116	122	119	111	75	81

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.

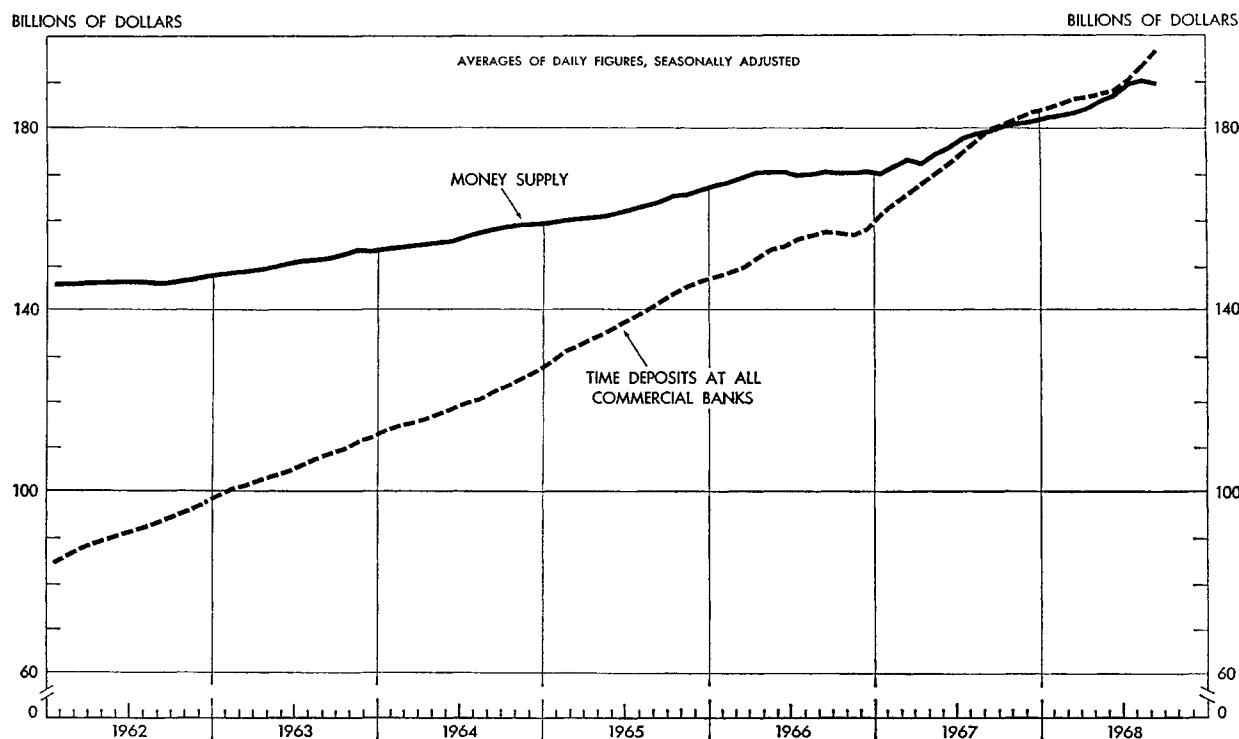
² The adjusted parity ratio reflects Government payments made directly to farmers.

Source: Department of Agriculture.

MONEY, CREDIT, AND SECURITY MARKETS

MONEY SUPPLY

The \$0.7 billion September decline in the seasonally adjusted money supply approximately offset the August increase. Following the unusually large August increase, time deposits rose an additional \$2.9 billion in September.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Averages of daily figures, billions of dollars]

Period	Money supply				Time deposits ¹	Money supply				U.S. Government demand deposits ¹
	Total	Currency outside banks	Demand deposits	Total		Currency outside banks	Demand deposits	Time 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: 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.....	187.4	42.0	145.4	188.2		185.6	41.9	143.6	188.6	5.4
July.....	189.4	42.2	147.2	190.4		187.2	42.4	144.8	190.8	5.7
Aug.....	190.2	42.5	147.7	193.8		186.8	42.6	144.3	194.3	5.4
Sept ²	189.5	42.8	146.7	196.7		188.6	42.8	145.8	196.3	5.8

¹ Deposits at all commercial banks.

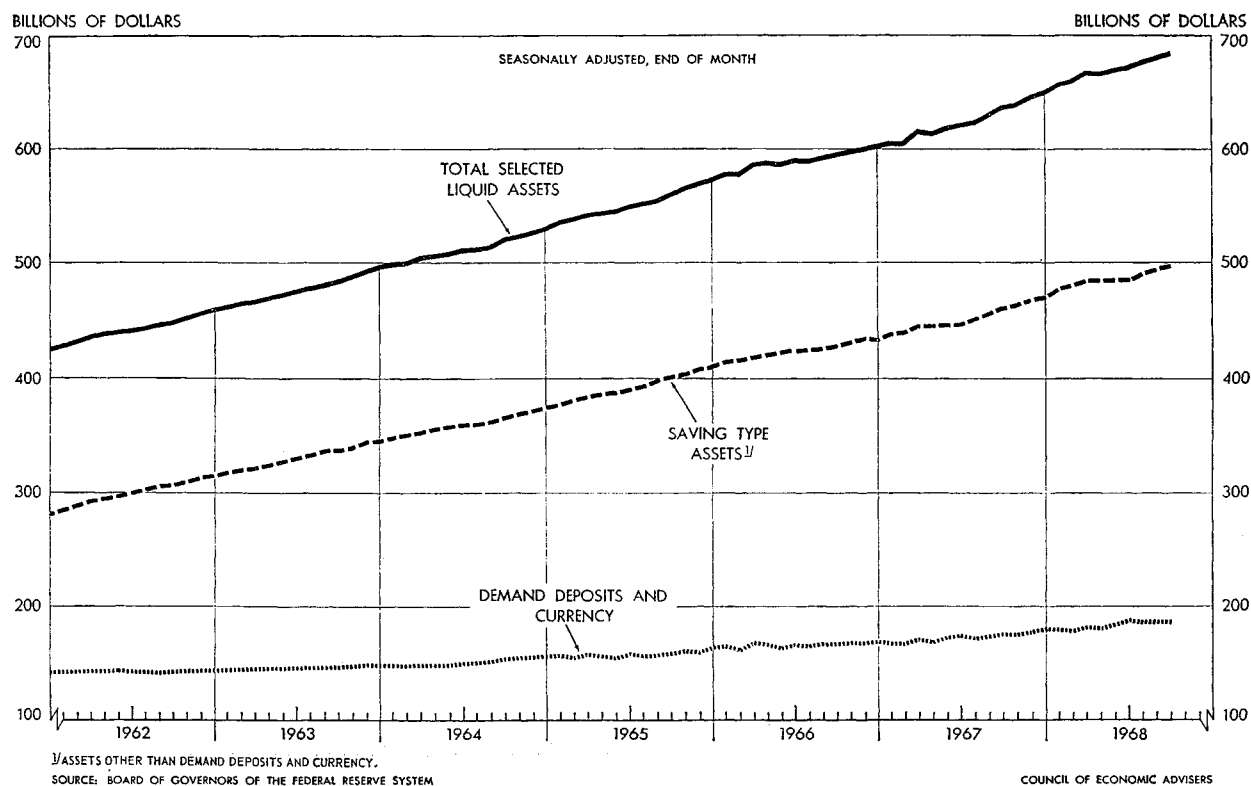
NOTE.—Effective June 9, 1966, balances accumulated for payment of personal loans (about \$1.1 billion) are excluded from time deposits and from loans at all commercial banks.

Data include Alaska and Hawaii.

Source: Board of Governors of the Federal Reserve System.

SELECTED LIQUID ASSETS HELD BY THE PUBLIC

Seasonally adjusted public holdings of demand deposits and currency and of short-term U.S. Government securities showed little change during August and September, while time deposits and savings and loan shares showed fairly substantial gains.



{ Billions of dollars, seasonally adjusted }

End of period	Total selected liquid assets	Demand deposits and currency ¹	Time deposits		Postal Savings System	Savings and loan shares	U.S. Government savings bonds ²	U.S. Government securities maturing within one year ²
			Commercial banks	Mutual savings banks				
1961.....	424.6	142.6	82.5	38.3	0.6	70.5	47.4	42.6
1962.....	459.0	144.8	98.1	41.4	.5	79.8	47.6	46.8
1963.....	495.4	149.6	112.9	44.5	.5	90.9	49.0	48.1
1964.....	530.5	156.7	127.1	49.0	.4	101.4	49.9	46.1
1965.....	573.1	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: 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.....	665.7	181.8	187.9	61.4	-----	125.9	51.8	57.0
Apr.....	664.6	181.1	187.6	61.7	-----	126.0	51.8	56.5
May.....	667.9	183.9	187.7	62.1	-----	126.5	51.8	55.9
June.....	670.5	186.8	187.9	62.2	-----	⁴ 126.8	51.9	54.9
July.....	676.6	186.2	191.5	62.8	-----	127.2	51.9	56.9
Aug.....	679.7	186.0	194.0	63.0	-----	128.1	52.0	56.6
Sept.....	683.8	186.3	195.9	63.3	-----	129.5	52.0	56.9

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.

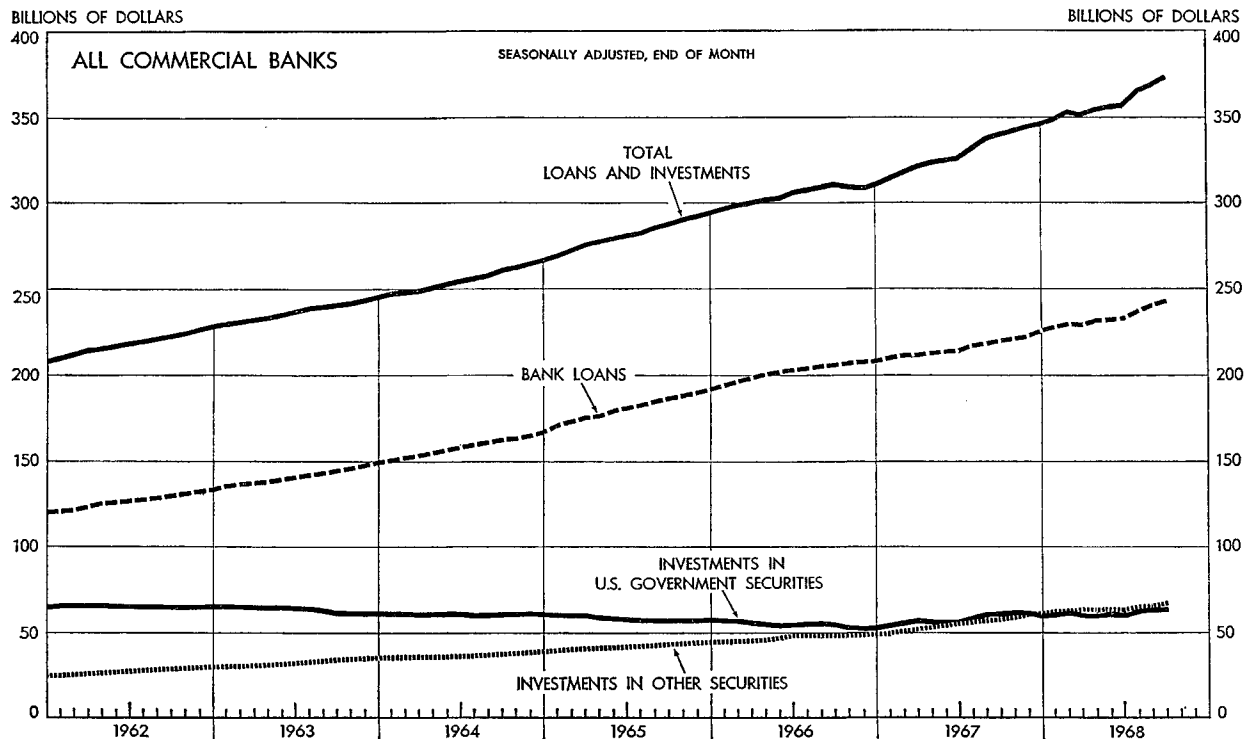
⁴ Reflects liquidation of two savings and loan associations.

NOTE.—See Note, p. 29.

Source: Board of Governors of the Federal Reserve System.

BANK LOANS, INVESTMENTS, DEBITS, AND RESERVES

Following large gains in July and August, total bank credit (seasonally adjusted) increased an additional \$4.3 billion in September. Free reserves fell slightly to a net borrowed position of \$215 million.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

End of period	All commercial banks (seasonally adjusted data)				Weekly reporting large com- mercial banks	Bank debits outside New York City (232 centers), seasonally adjusted annual rates ¹	All member banks ²			
	Total loans and invest- ments	Loans, excluding inter- bank	Investments				Total reserves	Excess reserves	Borrow- ings at Federal Reserve Banks	Free reserves
			U.S. Gov- ernment securities	Other securi- ties						
	Billions of dollars						Millions of dollars			
1961.....	209.6	120.4	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: 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	26,069	379	565	-186
Sept ^p	373.4	243.1	63.5	66.9	69.4	-----	25,990	300	515	-215

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.

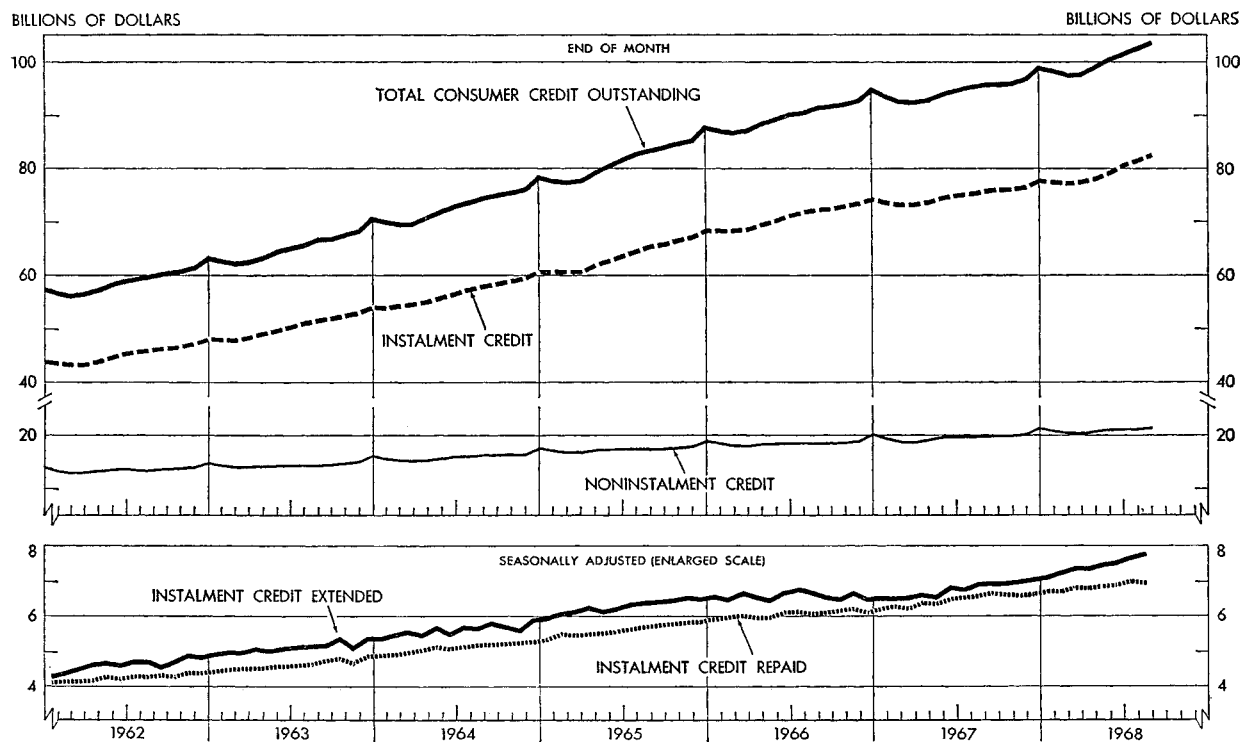
NOTE.—Data for all commercial banks revised beginning 1959; see *Federal Reserve Bulletin*, August 1968. Effective June 1966, balances accumulated for pay-

ment 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

Seasonally adjusted instalment credit outstanding increased by a record \$853 million in August, and total consumer credit outstanding increased substantially more than seasonally.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

Period	Consumer credit outstanding (end of period; unadjusted)					Consumer instalment credit extended and repaid (seasonally adjusted)				Mortgage debt out- standing nonfarm. 1- to 4- family houses ³
	Total	Instalment			Non- instal- ment ²	Total		Automobile paper		
		Total ¹	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	197,600
1965.....	87,884	68,565	28,843	18,354	19,319	75,508	67,495	27,914	24,267	212,900
1966.....	94,786	74,656	30,961	20,110	20,130	78,896	72,805	28,491	26,373	223,600
1967.....	99,228	77,946	31,197	21,690	21,282	81,263	77,973	27,221	26,985	236,000
1967: 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	232,000
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	236,000
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	239,300
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	243,400
July.....	102,439	81,308	33,253	22,930	21,131	7,683	7,001	2,669	2,405	-----
Aug.....	103,775	82,455	33,684	23,311	21,320	7,788	6,935	2,679	2,352	-----

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.

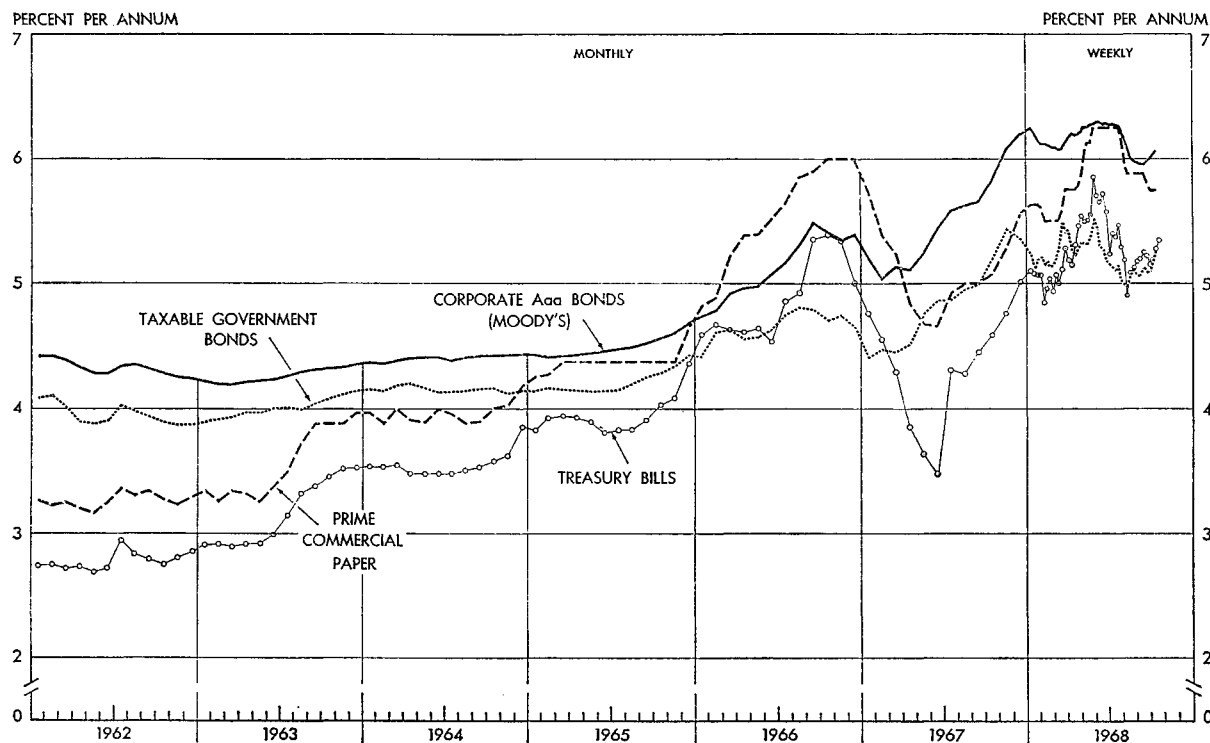
³ End of period, unadjusted.

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

Bond yields were relatively stable in September, but Treasury bill rates averaged higher than in August. Most yields rose somewhat during the first part of October.



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: 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
Sept	5.202	5.30	5.09	4.44	5.97	6.79	5.82	7.35
Week ended:								
1968: Sept 13	5.246	5.36	5.12	4.43	5.95	6.80	5.88	
20	5.218	5.27	5.08	4.45	5.98	6.79	5.80	
27	5.151	5.28	5.09	4.40	6.00	6.79	5.75	
Oct 4	5.182	5.34	5.15	4.45	6.02	6.78	5.75	
11	5.277	5.43	5.25	4.55	6.06	6.79	5.75	
18	5.345							

¹ Rate on new issues within period.

² Selected note and bond issues.

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

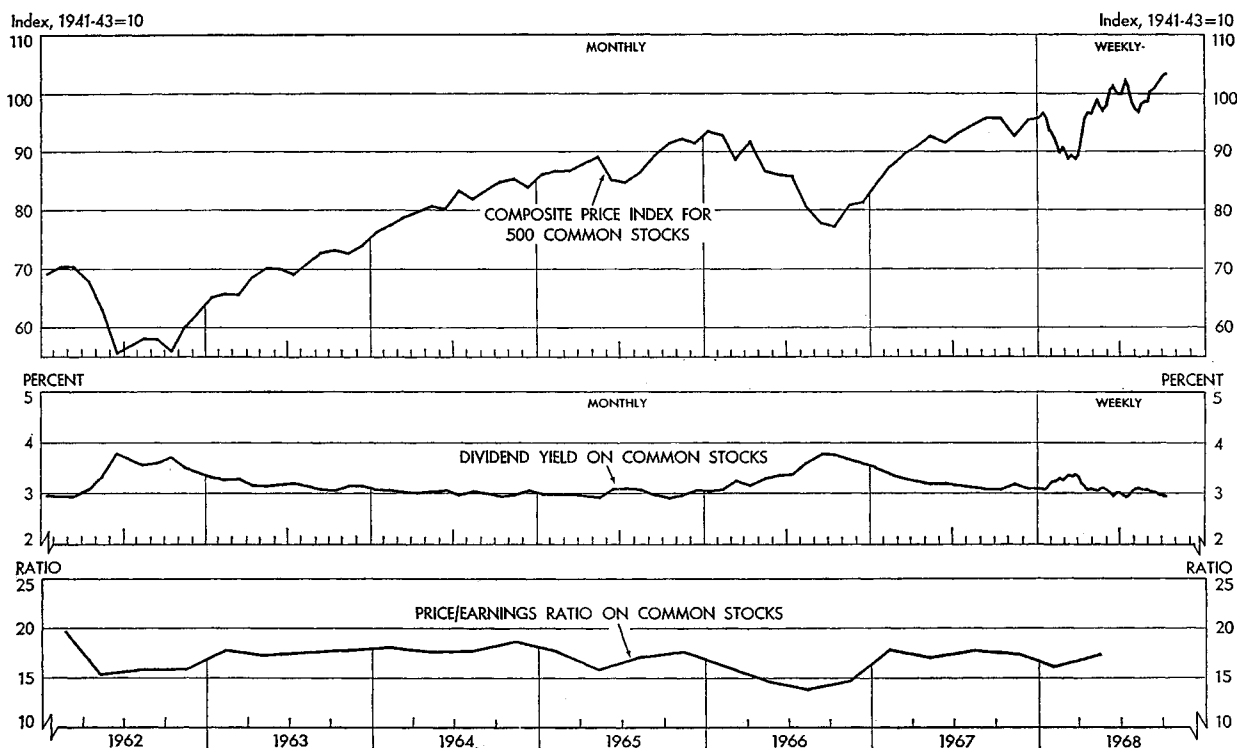
⁴ Weekly data are Wednesday figures.

⁵ Data for first of the month, based on the maximum permissible interest rate (6 1/2 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 rose steadily during September and early October.



SOURCE: STANDARD & POOR'S CORPORATION

COUNCIL OF ECONOMIC ADVISERS

Period	Price index ¹						Dividend yield ² (percent)	Price/ earnings ratio ³
	Total	Industrials			Public utilities	Railroads		
		Total	Capital goods	Consumers' goods				
	1941-43=10							
1962-----	62.38	65.54	58.15	54.96	59.16	30.56	3.37	16.68
1963-----	69.87	73.39	63.30	62.28	64.99	37.58	3.17	17.62
1964-----	81.37	86.19	76.35	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: 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	-----
Sept-----	101.34	110.53	107.57	88.46	66.75	51.11	3.01	-----
Week ended:								
1968: Aug 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	-----
20-----	101.50	110.75	⁴ 107.65	⁴ 89.23	66.69	51.01	⁴ 3.00	-----
27-----	102.38	111.73	⁴ 109.20	⁴ 90.19	66.64	52.48	⁴ 2.97	-----
Oct 4-----	103.15	112.53	⁴ 108.03	⁴ 90.54	66.96	54.34	⁴ 2.96	-----
11-----	103.48	112.96	⁴ 109.70	⁴ 90.81	66.83	54.11	⁴ 2.94	-----

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.

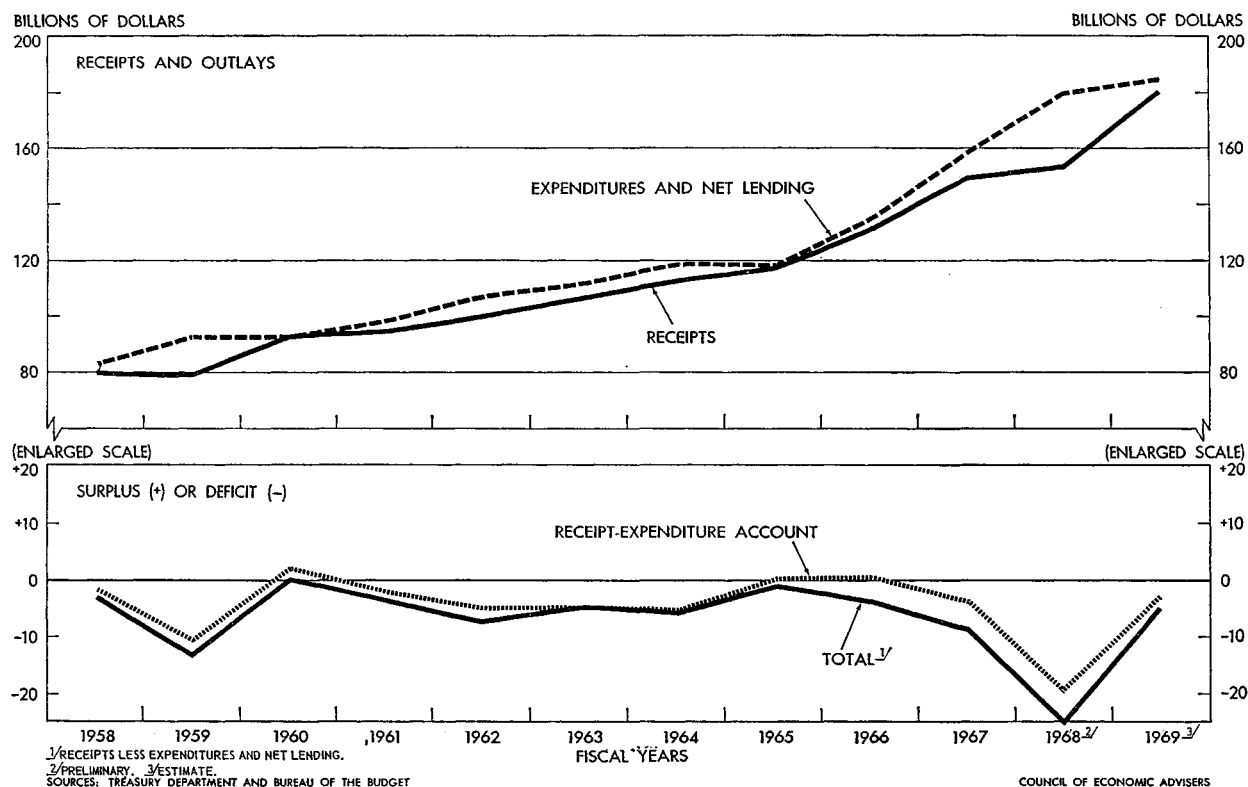
⁴ Tuesday prices.

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 2 months of the current fiscal year, the total deficit was \$5.7 billion; a year earlier it was \$9.3 billion.



[Billions of dollars]

Period	Budget receipts, expenditures, and net lending					Public debt and agency securities (end of period) ¹	
	Receipt-expenditure account			Loan account	Total surplus or deficit (-)	Total	Held by the public
	Receipts	Expenditures	Surplus or deficit (-)	Net lending			
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	-1.1	-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 ²	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		
Cumulative totals, first 2 months:							
Fiscal year 1968	20.4	29.1	-8.7	.6	-9.3	354.4	275.7
Fiscal year 1969	24.9	30.1	-5.2	.5	-5.7	380.2	297.5

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.

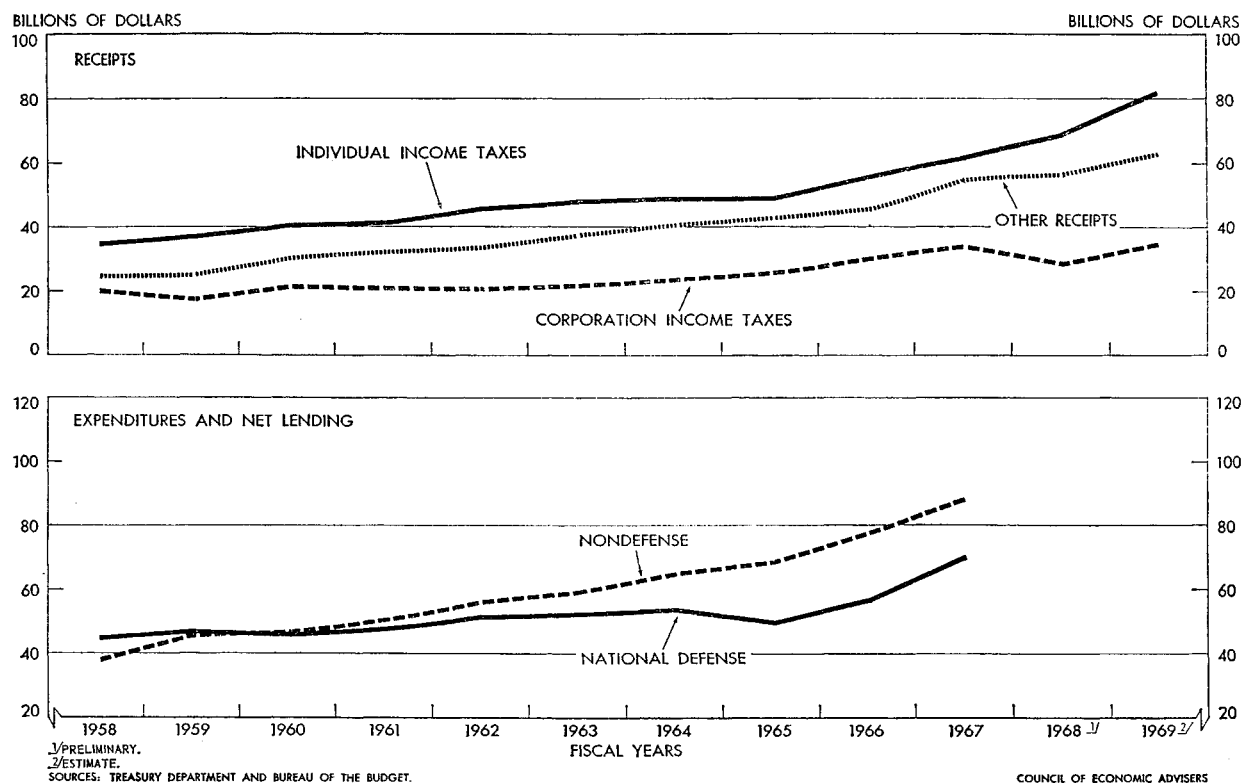
NOTE.—Budget receipts and expenditures, net lending, and the public debt are based on *The Budget of the United States Government, 1969*, which shows data

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 2 months of the current fiscal year, receipts were \$4.5 billion over a year earlier while expenditures were up \$0.9 billion.



[Billions of dollars]										
Period	Receipts				Expenditures and net lending					
	Total	Individual income taxes	Corporation income taxes	Other	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 ²	153.5	68.7	28.7	56.1	178.9		77.2			
1969 ²	179.4	81.8	34.8	62.8	184.4					
Cumulative totals, first 2 months:										
Fiscal year 1968	20.4	9.2	1.4	9.8	29.7		12.9			
Fiscal year 1969	24.9	11.4	2.7	10.8	30.6		12.2			

¹ Expenditure account.

² Estimate, as published in *Summer Review of the 1969 Budget*, September 1968, Bureau of the Budget.

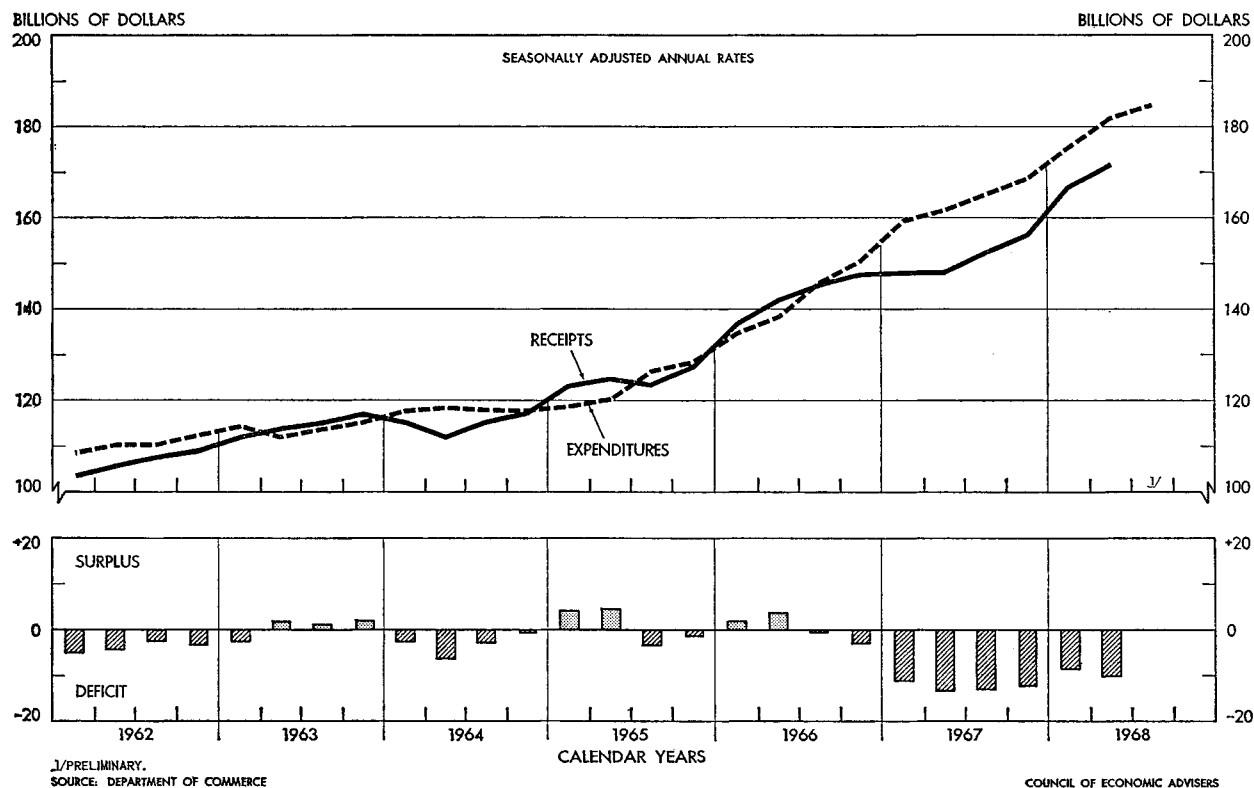
NOTE.—Receipts and outlays in this table are based on *The Budget of the United States Government, 1969*, which shows data on the basis of budget-concepts

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 current estimates, Federal receipts rose \$5 billion (seasonally adjusted annual rate) in the second quarter and expenditures \$6¾ billion, yielding a deficit of about \$10¼ billion. Preliminary estimates indicate that receipts rose substantially more than expenditures in the third quarter.



[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
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
III ^p -----	83.5			17.8	42.2	184.8	101.1	48.8	18.4	12.1	4.3	

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.

OFFICIAL BUSINESS
First-Class Mail

Contents

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

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