

# Economic Indicators

**June 1971**

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

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

### JOINT RESOLUTION [S.J. Res. 55]

To print the monthly publication entitled "Economic Indicators"

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

Approved June 23, 1949.

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

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# TOTAL OUTPUT, INCOME, AND SPENDING

## THE NATION'S INCOME, EXPENDITURE, AND SAVING

Current estimates for the first quarter indicate that gross national product rose \$30¾ billion (seasonally adjusted annual rate), following a strike-depressed fourth quarter rise of only \$4½ billion.

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

| Period       | Persons                    |                                                         |                                                |                                   |                                  | Government                          |                                                       |                      |                    |                                                       |                                         |                                                     |
|--------------|----------------------------|---------------------------------------------------------|------------------------------------------------|-----------------------------------|----------------------------------|-------------------------------------|-------------------------------------------------------|----------------------|--------------------|-------------------------------------------------------|-----------------------------------------|-----------------------------------------------------|
|              | Disposable personal income |                                                         |                                                | Personal consumption expenditures | Personal saving or dissaving (—) | Net receipts                        |                                                       |                      | Expenditures       |                                                       |                                         | Surplus or deficit (—), income and product accounts |
|              | Total <sup>1</sup>         | 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 <sup>2</sup> | Equals: Net receipts | Total expenditures | Less: Transfers, interest, and subsidies <sup>2</sup> | Equals: Purchases of goods and services |                                                     |
| 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.....    | 511.9                      | 13.0                                                    | 498.9                                          | 466.3                             | 32.5                             | 213.3                               | 55.5                                                  | 157.9                | 212.3              | 55.5                                                  | 156.8                                   | 1.1                                                 |
| 1967.....    | 546.3                      | 13.9                                                    | 532.4                                          | 492.1                             | 40.4                             | 228.9                               | 62.8                                                  | 166.2                | 242.9              | 62.8                                                  | 180.1                                   | -13.9                                               |
| 1968.....    | 591.2                      | 15.0                                                    | 576.2                                          | 535.8                             | 40.4                             | 263.3                               | 70.5                                                  | 192.8                | 270.7              | 70.5                                                  | 200.2                                   | -7.3                                                |
| 1969.....    | 631.6                      | 16.5                                                    | 615.1                                          | 577.5                             | 37.6                             | 298.7                               | 77.9                                                  | 220.8                | 290.1              | 77.9                                                  | 212.2                                   | 8.7                                                 |
| 1970.....    | 684.8                      | 17.9                                                    | 666.9                                          | 616.7                             | 50.2                             | 302.9                               | 92.5                                                  | 210.4                | 313.0              | 92.5                                                  | 220.5                                   | -10.1                                               |
| 1970: I..... | 665.3                      | 17.3                                                    | 648.0                                          | 603.1                             | 44.8                             | 300.2                               | 81.8                                                  | 218.4                | 301.5              | 81.8                                                  | 219.6                                   | -1.2                                                |
| II.....      | 683.6                      | 17.8                                                    | 665.8                                          | 614.4                             | 51.5                             | 303.6                               | 96.1                                                  | 207.4                | 314.5              | 96.1                                                  | 218.4                                   | -10.9                                               |
| III.....     | 693.0                      | 18.2                                                    | 674.8                                          | 622.1                             | 52.7                             | 304.2                               | 94.3                                                  | 209.9                | 315.3              | 94.3                                                  | 221.0                                   | -11.2                                               |
| IV.....      | 697.2                      | 18.4                                                    | 678.8                                          | 627.0                             | 51.8                             | 303.5                               | 97.6                                                  | 205.9                | 320.8              | 97.6                                                  | 223.2                                   | -17.3                                               |
| 1971: I..... | 715.1                      | 18.9                                                    | 696.2                                          | 646.4                             | 49.8                             | 316.7                               | 101.0                                                 | 215.7                | 329.7              | 101.0                                                 | 228.7                                   | -13.0                                               |

| 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 <sup>3</sup> | Gross private domestic investment <sup>4</sup> | Excess of investment (—) |                                                       | Net exports of goods and services |               |                     |                          |                         |                                       | Excess of transfers or of net exports (—) <sup>5</sup> |
|              |                                      |                                                |                          |                                                       | Exports                           | Less: Imports | Equals: Net exports |                          |                         |                                       |                                                        |
| 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.....    | 91.3                                 | 121.4                                          | —30.1                    | 2.8                                                   | 43.4                              | 38.1          | 5.3                 | —2.4                     | 750.9                   | —1.0                                  | 749.9                                                  |
| 1967.....    | 93.0                                 | 116.6                                          | —23.5                    | 3.0                                                   | 46.2                              | 41.0          | 5.2                 | —2.2                     | 794.6                   | —0.7                                  | 793.9                                                  |
| 1968.....    | 95.6                                 | 126.5                                          | —31.0                    | 2.8                                                   | 50.6                              | 48.1          | 2.5                 | .3                       | 867.4                   | —2.4                                  | 865.0                                                  |
| 1969.....    | 97.3                                 | 139.8                                          | —42.5                    | 2.8                                                   | 55.5                              | 53.6          | 1.9                 | .9                       | 936.1                   | —4.7                                  | 931.4                                                  |
| 1970.....    | 98.1                                 | 135.7                                          | —37.6                    | 2.9                                                   | 62.2                              | 58.6          | 3.6                 | —0.7                     | 978.3                   | —1.8                                  | 976.5                                                  |
| 1970: I..... | 95.7                                 | 133.2                                          | —37.5                    | 2.8                                                   | 61.1                              | 57.6          | 3.5                 | —0.7                     | 964.9                   | —5.4                                  | 959.5                                                  |
| II.....      | 97.9                                 | 134.3                                          | —36.4                    | 3.0                                                   | 62.8                              | 58.7          | 4.1                 | —1.1                     | 974.1                   | —3.1                                  | 971.1                                                  |
| III.....     | 99.1                                 | 138.3                                          | —39.2                    | 2.9                                                   | 62.8                              | 58.6          | 4.2                 | —1.2                     | 986.7                   | —1.1                                  | 985.5                                                  |
| IV.....      | 99.8                                 | 137.1                                          | —37.3                    | 2.9                                                   | 62.0                              | 59.3          | 2.6                 | .3                       | 987.4                   | 2.4                                   | 989.9                                                  |
| 1971: I..... | 106.4                                | 142.4                                          | —36.0                    | 3.1                                                   | 64.6                              | 61.3          | 3.3                 | —0.2                     | 1,021.4                 | —0.6                                  | 1,020.7                                                |

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

<sup>2</sup> Government transfer payments to persons, foreign net transfers by Government, net interest paid by government, subsidies less current surplus of government enterprises, and disbursements less wage accruals.

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

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

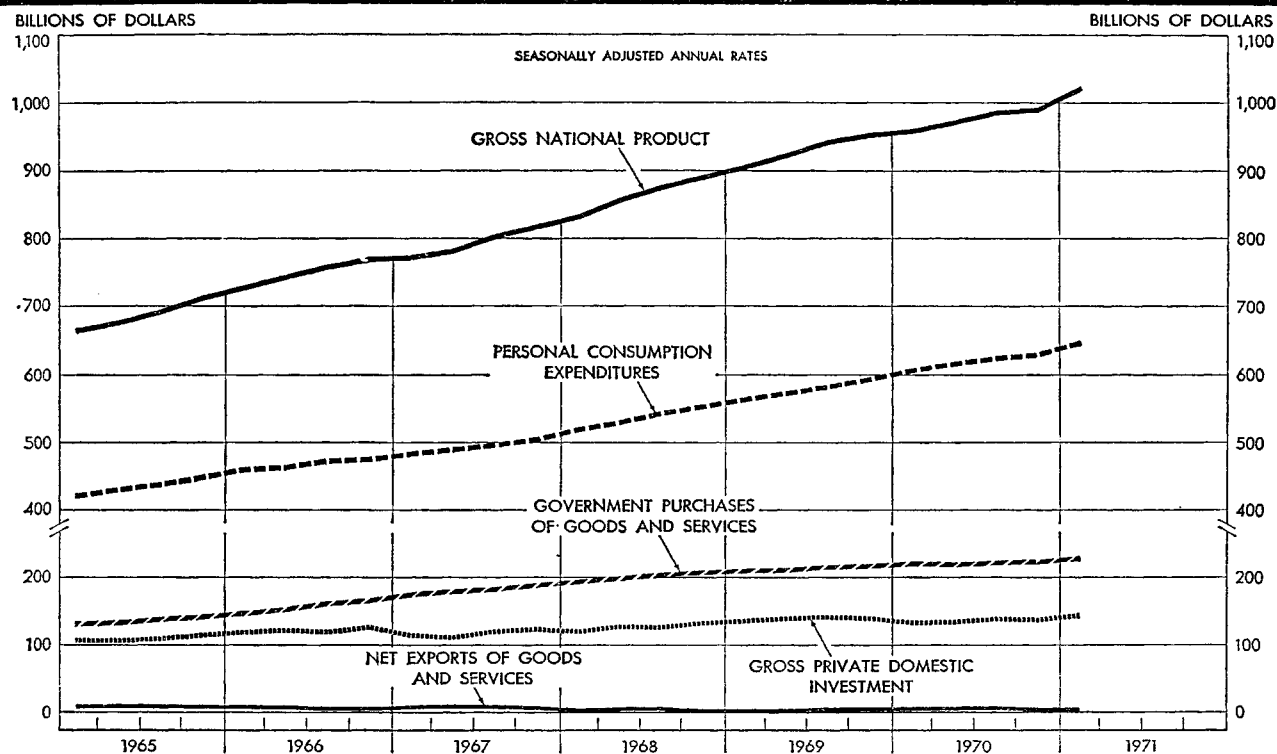
<sup>5</sup> Net foreign investment less capital grants received by U.S., with sign changed.

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

Source: Department of Commerce.

# GROSS NATIONAL PRODUCT OR EXPENDITURE

Gross national product (seasonally adjusted) increased at an annual rate of 13 percent in the first quarter, according to current estimates. When adjusted for price changes, the rate was 7 percent.



SOURCE: DEPARTMENT OF COMMERCE

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| Period                                                                  | Total gross national product in 1958 prices | Total gross national product | Personal consumption expenditures | Gross private domestic investment | Net exports of goods and services | Government purchases of goods and services |         |                               |       |                 | Implicit price deflator for total GNP, 1958=100 <sup>2</sup> |
|-------------------------------------------------------------------------|---------------------------------------------|------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|--------------------------------------------|---------|-------------------------------|-------|-----------------|--------------------------------------------------------------|
|                                                                         |                                             |                              |                                   |                                   |                                   | Total                                      | Federal |                               |       | State and local |                                                              |
|                                                                         |                                             |                              |                                   |                                   |                                   |                                            | Total   | National defense <sup>1</sup> | Other |                 |                                                              |
| Billions of dollars; quarterly data at seasonally adjusted annual rates |                                             |                              |                                   |                                   |                                   |                                            |         |                               |       |                 |                                                              |
| 1960.....                                                               | 487.7                                       | 503.7                        | 325.2                             | 74.8                              | 4.0                               | 99.6                                       | 53.5    | 44.9                          | 8.6   | 46.1            | 103.29                                                       |
| 1961.....                                                               | 497.2                                       | 520.1                        | 335.2                             | 71.7                              | 5.6                               | 107.6                                      | 57.4    | 47.8                          | 9.6   | 50.2            | 104.62                                                       |
| 1962.....                                                               | 529.8                                       | 560.3                        | 355.1                             | 83.0                              | 5.1                               | 117.1                                      | 63.4    | 51.6                          | 11.8  | 53.7            | 105.78                                                       |
| 1963.....                                                               | 551.0                                       | 590.5                        | 375.0                             | 87.1                              | 5.9                               | 122.5                                      | 64.2    | 50.8                          | 13.5  | 58.2            | 107.17                                                       |
| 1964.....                                                               | 581.0                                       | 632.4                        | 401.2                             | 94.0                              | 8.5                               | 128.7                                      | 65.2    | 50.0                          | 15.2  | 63.5            | 108.85                                                       |
| 1965.....                                                               | 617.8                                       | 684.9                        | 432.8                             | 108.1                             | 6.9                               | 137.0                                      | 66.9    | 50.1                          | 16.8  | 70.1            | 110.86                                                       |
| 1966.....                                                               | 658.1                                       | 749.9                        | 466.3                             | 121.4                             | 5.3                               | 156.8                                      | 77.8    | 60.7                          | 17.1  | 79.0            | 113.95                                                       |
| 1967.....                                                               | 675.2                                       | 793.9                        | 492.1                             | 116.6                             | 5.2                               | 180.1                                      | 90.7    | 72.4                          | 18.4  | 89.4            | 117.59                                                       |
| 1968.....                                                               | 707.2                                       | 865.0                        | 535.8                             | 126.5                             | 2.5                               | 200.2                                      | 99.5    | 78.0                          | 21.5  | 100.7           | 122.31                                                       |
| 1969.....                                                               | 727.1                                       | 931.4                        | 577.5                             | 139.8                             | 1.9                               | 212.2                                      | 101.3   | 78.8                          | 22.6  | 110.8           | 128.11                                                       |
| 1970.....                                                               | 724.1                                       | 976.5                        | 616.7                             | 135.7                             | 3.6                               | 220.5                                      | 99.7    | 76.6                          | 23.1  | 120.9           | 134.87                                                       |
| 1970: I.....                                                            | 723.8                                       | 959.5                        | 603.1                             | 133.2                             | 3.5                               | 219.6                                      | 102.3   | 79.3                          | 23.0  | 117.4           | 132.57                                                       |
| II.....                                                                 | 724.9                                       | 971.1                        | 614.4                             | 134.3                             | 4.1                               | 218.4                                      | 99.7    | 76.8                          | 22.9  | 118.7           | 133.98                                                       |
| III.....                                                                | 727.4                                       | 985.5                        | 622.1                             | 138.3                             | 4.2                               | 221.0                                      | 98.6    | 75.8                          | 22.9  | 122.4           | 135.50                                                       |
| IV.....                                                                 | 720.3                                       | 989.9                        | 627.0                             | 137.1                             | 2.6                               | 223.2                                      | 98.2    | 74.6                          | 23.5  | 125.0           | 137.44                                                       |
| 1971: I.....                                                            | 732.7                                       | 1,020.7                      | 646.4                             | 142.4                             | 3.3                               | 228.7                                      | 98.4    | 74.0                          | 24.5  | 130.2           | 139.31                                                       |

<sup>1</sup> This category corresponds closely with budget outlays for national defense, shown on p. 36.

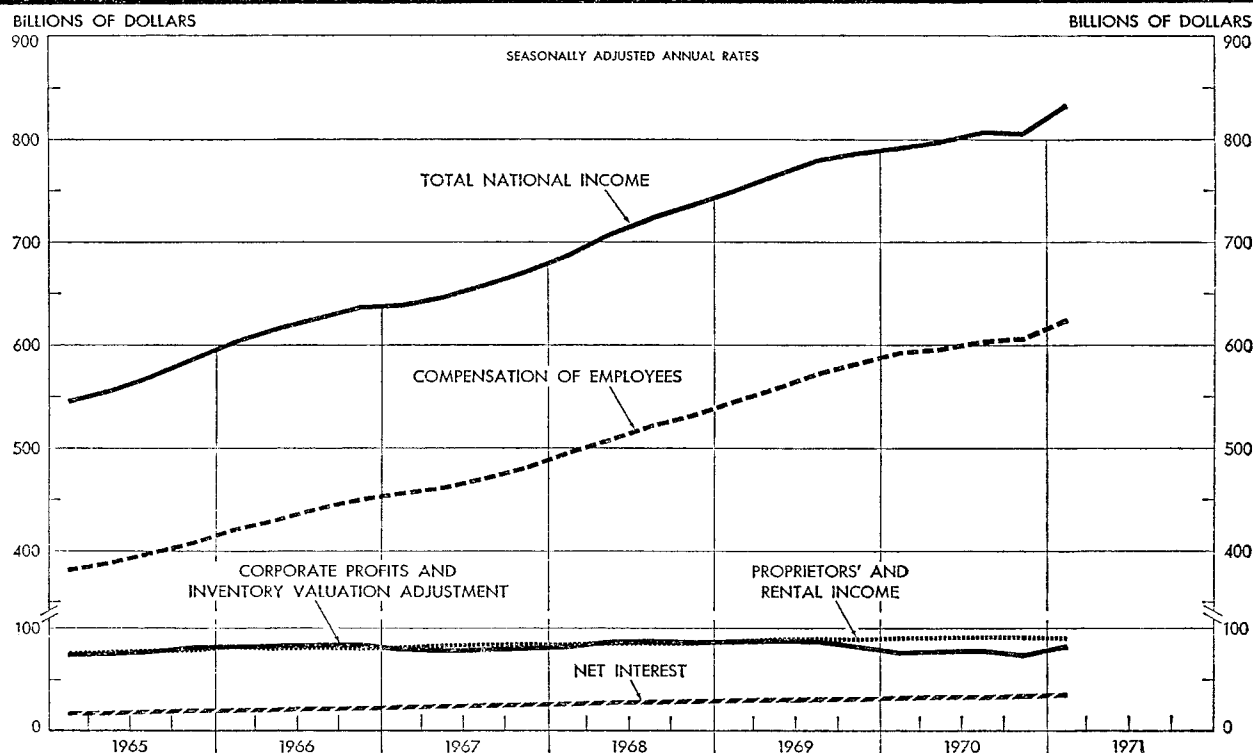
<sup>2</sup> Gross national product in current prices divided by gross national product in 1958 prices.

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

Source: Department of Commerce.

## NATIONAL INCOME

National income increased \$28½ billion (seasonally adjusted annual rate) in the first quarter following a decline in the fourth quarter.



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

| Period  | Total national income | Compensation of employees <sup>1</sup> | Proprietors' income |                           | Rental income of persons | Net interest | Corporate profits and inventory valuation adjustment |                      |                                |
|---------|-----------------------|----------------------------------------|---------------------|---------------------------|--------------------------|--------------|------------------------------------------------------|----------------------|--------------------------------|
|         |                       |                                        | Farm <sup>2</sup>   | Business and professional |                          |              | Total                                                | Profits before taxes | Inventory valuation adjustment |
| 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                 | -.1                            |
| 1962    | 457.7                 | 323.6                                  | 13.0                | 37.1                      | 16.7                     | 11.6         | 55.7                                                 | 55.4                 | .3                             |
| 1963    | 481.9                 | 341.0                                  | 13.1                | 37.9                      | 17.1                     | 13.8         | 58.9                                                 | 59.4                 | -.5                            |
| 1964    | 518.1                 | 365.7                                  | 12.1                | 40.2                      | 18.0                     | 15.8         | 66.3                                                 | 66.8                 | -.5                            |
| 1965    | 564.3                 | 393.8                                  | 14.8                | 42.4                      | 19.0                     | 18.2         | 76.1                                                 | 77.8                 | -1.7                           |
| 1966    | 620.6                 | 435.5                                  | 16.1                | 45.2                      | 20.0                     | 21.4         | 82.4                                                 | 84.2                 | -1.8                           |
| 1967    | 653.6                 | 467.2                                  | 14.8                | 47.3                      | 21.1                     | 24.4         | 78.7                                                 | 79.8                 | -1.1                           |
| 1968    | 712.7                 | 514.1                                  | 15.0                | 49.1                      | 21.3                     | 27.8         | 85.4                                                 | 88.7                 | -3.3                           |
| 1969    | 769.5                 | 564.2                                  | 16.4                | 50.5                      | 22.0                     | 30.7         | 85.8                                                 | 91.2                 | -5.4                           |
| 1970    | 800.1                 | 599.8                                  | 16.2                | 51.4                      | 22.7                     | 33.5         | 76.5                                                 | 81.3                 | -4.8                           |
| 1970: I | 791.5                 | 592.2                                  | 17.0                | 50.6                      | 22.5                     | 32.4         | 76.7                                                 | 82.6                 | -5.8                           |
| II      | 797.4                 | 596.4                                  | 16.5                | 51.2                      | 22.6                     | 33.1         | 77.5                                                 | 82.0                 | -4.5                           |
| III     | 806.6                 | 603.8                                  | 16.1                | 51.7                      | 22.7                     | 33.8         | 78.4                                                 | 84.4                 | -5.9                           |
| IV      | 804.8                 | 606.7                                  | 15.3                | 52.0                      | 23.0                     | 34.5         | 73.3                                                 | 76.3                 | -3.0                           |
| 1971: I | 833.3                 | 625.2                                  | 14.7                | 52.2                      | 23.1                     | 35.2         | 82.8                                                 | 86.4                 | -3.7                           |

<sup>1</sup> Includes employer contributions for social insurance. (See also p. 4.)

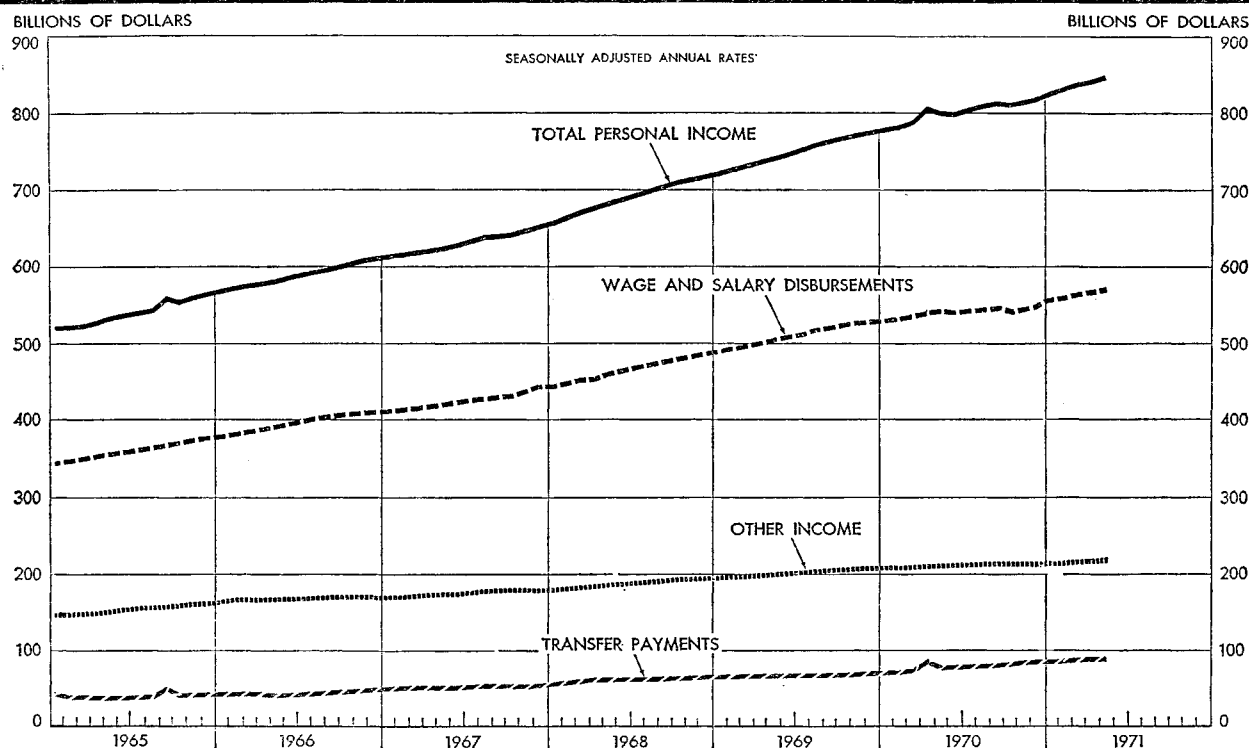
<sup>2</sup> Excludes farm profits of corporations engaged in farming and therefore differs from net farm income (including net inventory change) on p. 6 which includes such profits.

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

Source: Department of Commerce.

## SOURCES OF PERSONAL INCOME

Personal income in May rose \$6.0 billion (seasonally adjusted annual rate) while wages and salaries rose \$4.3 billion. Both increases were the same as the average monthly advance so far in 1971.



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 <sup>1</sup> | Other labor income <sup>2</sup> | Proprietors' income |                           | Rental income of persons | Dividends | Personal interest income | Transfer payments | Less: Personal contributions for social insurance | Nonagricultural personal income <sup>3</sup> |
|----------------|-----------------------|--------------------------------------------|---------------------------------|---------------------|---------------------------|--------------------------|-----------|--------------------------|-------------------|---------------------------------------------------|----------------------------------------------|
|                |                       |                                            |                                 | Farm                | Business and professional |                          |           |                          |                   |                                                   |                                              |
| 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-----      | 587.2                 | 394.5                                      | 20.7                            | 16.1                | 45.2                      | 20.0                     | 20.8      | 43.6                     | 44.1              | 17.7                                              | 566.3                                        |
| 1967-----      | 629.3                 | 423.1                                      | 22.3                            | 14.8                | 47.3                      | 21.1                     | 21.4      | 48.0                     | 51.8              | 20.5                                              | 609.4                                        |
| 1968-----      | 688.7                 | 464.8                                      | 24.9                            | 15.0                | 49.1                      | 21.3                     | 23.3      | 54.0                     | 59.0              | 22.8                                              | 668.2                                        |
| 1969-----      | 748.9                 | 509.0                                      | 27.6                            | 16.4                | 50.5                      | 22.0                     | 24.7      | 59.7                     | 65.1              | 26.0                                              | 726.7                                        |
| 1970-----      | 801.0                 | 540.1                                      | 30.4                            | 16.2                | 51.4                      | 22.7                     | 25.2      | 65.2                     | 77.6              | 27.8                                              | 778.6                                        |
| 1970: Apr----- | 806.0                 | 539.9                                      | 29.8                            | 16.9                | 51.0                      | 22.6                     | 25.2      | 64.2                     | 84.1              | 27.7                                              | 783.0                                        |
| May-----       | 799.7                 | 540.5                                      | 30.0                            | 16.5                | 51.3                      | 22.6                     | 25.3      | 64.5                     | 76.6              | 27.7                                              | 777.0                                        |
| June-----      | 798.2                 | 538.1                                      | 30.3                            | 16.2                | 51.5                      | 22.7                     | 24.7      | 64.8                     | 77.6              | 27.6                                              | 775.7                                        |
| July-----      | 803.3                 | 541.5                                      | 30.6                            | 16.2                | 51.6                      | 22.7                     | 25.2      | 65.3                     | 78.1              | 27.8                                              | 780.9                                        |
| Aug-----       | 806.4                 | 543.2                                      | 30.8                            | 16.1                | 51.7                      | 22.7                     | 25.3      | 66.0                     | 78.6              | 28.0                                              | 784.0                                        |
| Sept-----      | 811.9                 | 546.6                                      | 31.1                            | 16.0                | 51.8                      | 22.8                     | 25.5      | 66.8                     | 79.6              | 28.2                                              | 789.7                                        |
| Oct-----       | 809.9                 | 541.8                                      | 31.3                            | 15.7                | 51.9                      | 22.9                     | 25.6      | 67.0                     | 81.7              | 28.0                                              | 787.9                                        |
| Nov-----       | 812.6                 | 544.1                                      | 31.5                            | 15.3                | 52.0                      | 23.0                     | 25.7      | 67.1                     | 81.9              | 28.1                                              | 791.0                                        |
| Dec-----       | 817.5                 | 549.8                                      | 31.7                            | 15.0                | 52.1                      | 23.1                     | 24.1      | 67.1                     | 82.9              | 28.4                                              | 796.2                                        |
| 1971: Jan----- | 827.4                 | 557.8                                      | 31.9                            | 14.9                | 52.2                      | 23.2                     | 25.9      | 67.5                     | 84.5              | 30.6                                              | 806.2                                        |
| Feb-----       | 830.4                 | 559.8                                      | 32.1                            | 14.7                | 52.1                      | 22.8                     | 25.9      | 67.7                     | 86.0              | 30.7                                              | 809.2                                        |
| Mar-----       | 836.8                 | 564.2                                      | 32.3                            | 14.7                | 52.3                      | 23.3                     | 25.7      | 67.7                     | 87.6              | 30.9                                              | 815.7                                        |
| Apr-----       | 841.4                 | 566.9                                      | 32.5                            | 14.7                | 52.4                      | 23.4                     | 25.7      | 67.9                     | 88.8              | 31.0                                              | 820.0                                        |
| May-----       | 847.4                 | 571.2                                      | 32.7                            | 14.8                | 52.5                      | 23.5                     | 25.8      | 68.1                     | 89.9              | 31.2                                              | 825.9                                        |

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

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

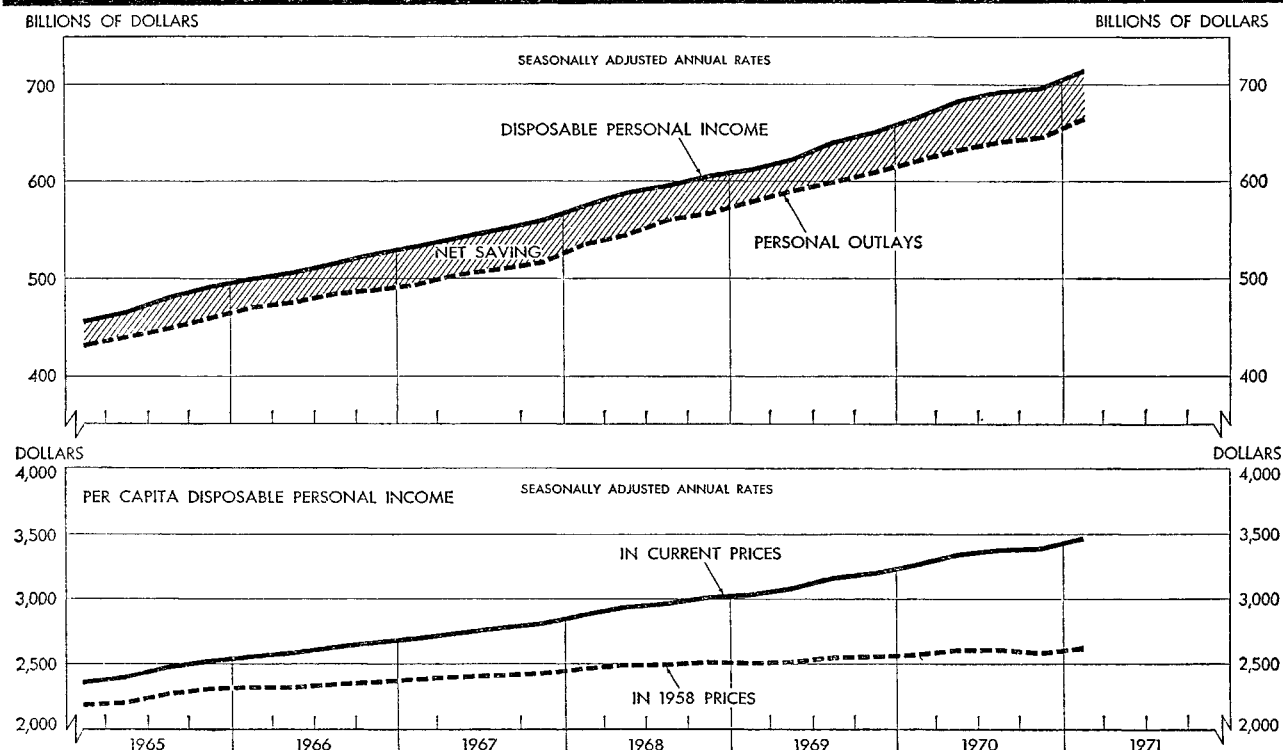
<sup>3</sup> Personal income exclusive of net income of unincorporated farm enterprises, farm wages, agricultural net interest, and net dividends paid by agricultural corporations.

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

Source: Department of Commerce.

## DISPOSITION OF PERSONAL INCOME

Because of tax cuts, nearly all of the \$18 billion (seasonally adjusted annual rate) rise in personal income in the first quarter showed up in disposable personal income. The saving rate declined from 7.4 to 7.0 percent.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

| Period    | Personal income                  | Less: Personal tax and nontax payments | Equals: Disposable personal income | Less: Personal outlays              |                                                |                   |          | Equals: Personal saving | Per capita disposable personal income |             | Saving as percent of disposable personal income (percent) | Population (thousands) <sup>3</sup> |
|-----------|----------------------------------|----------------------------------------|------------------------------------|-------------------------------------|------------------------------------------------|-------------------|----------|-------------------------|---------------------------------------|-------------|-----------------------------------------------------------|-------------------------------------|
|           |                                  |                                        |                                    | Total personal outlays <sup>1</sup> | Personal consumption expenditures <sup>2</sup> |                   |          |                         | Current prices                        | 1958 prices |                                                           |                                     |
|           |                                  |                                        |                                    |                                     | Durable goods                                  | Non-durable goods | Services |                         |                                       |             |                                                           |                                     |
|           | Billions of dollars              |                                        |                                    |                                     |                                                |                   |          |                         | Dollars                               |             |                                                           |                                     |
| 1962----- | 442.6                            | 57.4                                   | 385.3                              | 363.7                               | 49.5                                           | 162.6             | 143.0    | 21.6                    | 2,066                                 | 1,969       | 5.6                                                       | 186,504                             |
| 1963----- | 465.5                            | 60.9                                   | 404.6                              | 384.7                               | 53.9                                           | 168.6             | 152.4    | 19.9                    | 2,139                                 | 2,015       | 4.9                                                       | 189,197                             |
| 1964----- | 497.5                            | 59.4                                   | 438.1                              | 411.9                               | 59.2                                           | 178.7             | 163.3    | 26.2                    | 2,284                                 | 2,126       | 6.0                                                       | 191,833                             |
| 1965----- | 538.9                            | 65.7                                   | 473.2                              | 444.8                               | 66.3                                           | 191.1             | 175.5    | 28.4                    | 2,436                                 | 2,240       | 6.0                                                       | 194,237                             |
| 1966----- | 587.2                            | 75.4                                   | 511.9                              | 479.3                               | 70.8                                           | 206.9             | 188.6    | 32.5                    | 2,605                                 | 2,336       | 6.4                                                       | 196,485                             |
| 1967----- | 629.3                            | 83.0                                   | 546.3                              | 506.0                               | 73.1                                           | 215.0             | 204.0    | 40.4                    | 2,751                                 | 2,404       | 7.4                                                       | 198,629                             |
| 1968----- | 688.7                            | 97.5                                   | 591.2                              | 550.8                               | 84.0                                           | 230.2             | 221.6    | 40.4                    | 2,947                                 | 2,487       | 6.8                                                       | 200,619                             |
| 1969----- | 748.9                            | 117.3                                  | 631.6                              | 593.9                               | 90.0                                           | 245.8             | 241.6    | 37.6                    | 3,117                                 | 2,525       | 6.0                                                       | 202,599                             |
| 1970----- | 801.0                            | 116.3                                  | 684.8                              | 634.6                               | 89.4                                           | 264.7             | 262.6    | 50.2                    | 3,344                                 | 2,587       | 7.3                                                       | 204,800                             |
|           | Seasonally adjusted annual rates |                                        |                                    |                                     |                                                |                   |          |                         |                                       |             |                                                           |                                     |
| 1970: I-- | 782.3                            | 117.0                                  | 665.3                              | 620.5                               | 89.1                                           | 258.8             | 255.2    | 44.8                    | 3,261                                 | 2,563       | 6.7                                                       | 204,012                             |
| II--      | 801.3                            | 117.7                                  | 683.6                              | 632.1                               | 91.9                                           | 262.6             | 259.9    | 51.5                    | 3,342                                 | 2,601       | 7.5                                                       | 204,526                             |
| III--     | 807.2                            | 114.2                                  | 693.0                              | 640.2                               | 91.2                                           | 265.8             | 265.1    | 52.7                    | 3,378                                 | 2,604       | 7.6                                                       | 205,107                             |
| IV--      | 813.3                            | 116.1                                  | 697.2                              | 645.5                               | 85.3                                           | 271.5             | 270.2    | 51.8                    | 3,389                                 | 2,576       | 7.4                                                       | 205,728                             |
| 1971: I-- | 831.5                            | 116.4                                  | 715.1                              | 665.3                               | 97.5                                           | 272.8             | 276.1    | 49.8                    | 3,467                                 | 2,610       | 7.0                                                       | 206,259                             |

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

<sup>2</sup>See p. 2 for total personal consumption expenditures.

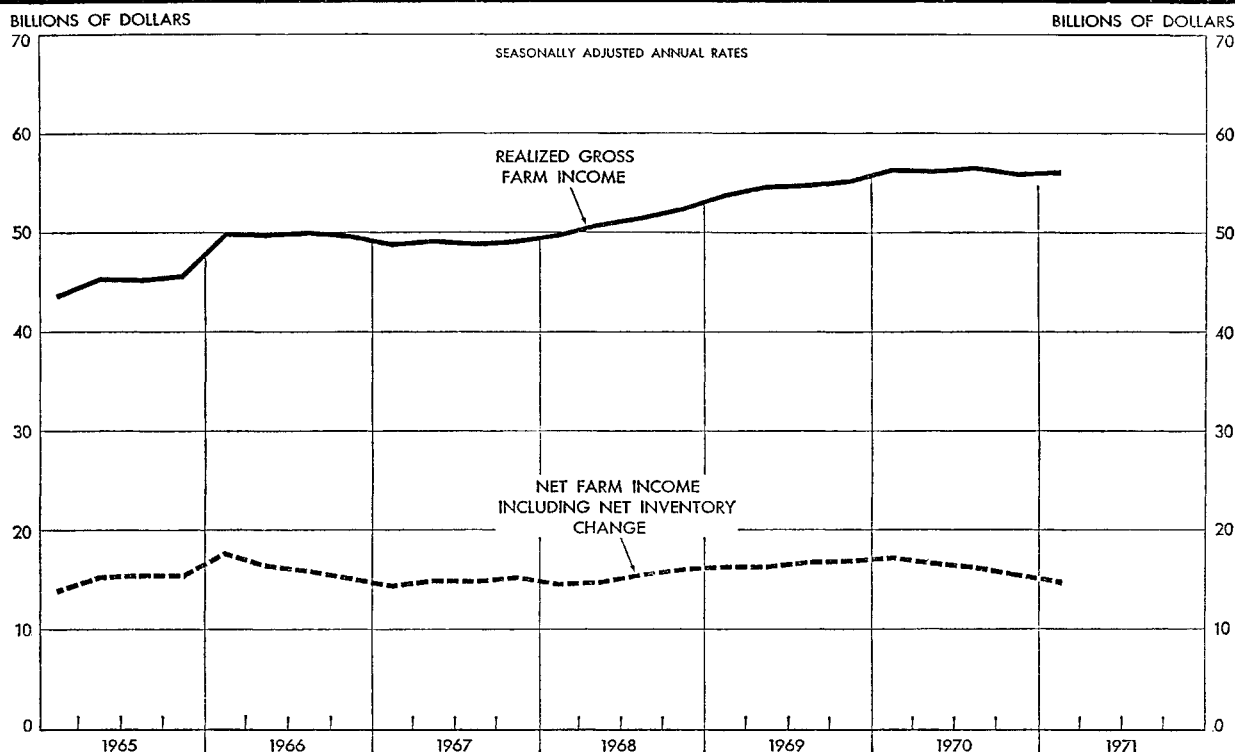
<sup>3</sup>Includes Armed Forces abroad. Annual data are for July 1; quarterly data are middle of period, interpolated from monthly data.

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

Source: Department of Commerce.

## FARM INCOME

Net farm income excluding inventory change (seasonally adjusted) dropped 2 percent in the first quarter. Including inventory change, the decline was about 4 percent.



SOURCE: DEPARTMENT OF AGRICULTURE

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| Period       | Personal income received by<br>total farm population |                         |                            | Income received from farming |                                             |                               |                                             |                                                          |                                                                       |                             |       |
|--------------|------------------------------------------------------|-------------------------|----------------------------|------------------------------|---------------------------------------------|-------------------------------|---------------------------------------------|----------------------------------------------------------|-----------------------------------------------------------------------|-----------------------------|-------|
|              | From<br>all<br>sources                               | From<br>farm<br>sources | From<br>nonfarm<br>sources | Realized gross               |                                             | Produc-<br>tion ex-<br>penses | Net to farm<br>operators                    |                                                          | Net income per<br>farm including net<br>inventory change <sup>3</sup> |                             |       |
|              |                                                      |                         |                            | Total <sup>1</sup>           | Cash<br>receipts<br>from<br>market-<br>ings |                               | Exclud-<br>ing net in-<br>ventory<br>change | Includ-<br>ing net in-<br>ventory<br>change <sup>2</sup> | Current<br>prices                                                     | 1967<br>prices <sup>4</sup> |       |
|              |                                                      |                         |                            |                              |                                             |                               |                                             |                                                          |                                                                       |                             |       |
|              | Billions of dollars                                  |                         |                            |                              |                                             |                               |                                             |                                                          |                                                                       | Dollars                     |       |
| 1962-----    | 20.4                                                 | 12.3                    | 8.2                        | 41.3                         | 36.4                                        | 28.6                          | 12.6                                        | 13.2                                                     |                                                                       | 3,586                       | 3,941 |
| 1963-----    | 20.6                                                 | 12.1                    | 8.5                        | 42.3                         | 37.4                                        | 29.7                          | 12.6                                        | 13.2                                                     |                                                                       | 3,708                       | 4,030 |
| 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-----    | 24.9                                                 | 14.4                    | 10.5                       | 49.7                         | 43.3                                        | 33.4                          | 16.3                                        | 16.3                                                     |                                                                       | 5,019                       | 5,121 |
| 1967-----    | 24.0                                                 | 13.1                    | 10.9                       | 49.0                         | 42.7                                        | 34.8                          | 14.2                                        | 14.9                                                     |                                                                       | 4,730                       | 4,730 |
| 1968-----    | 25.4                                                 | 13.5                    | 11.8                       | 51.0                         | 44.2                                        | 36.0                          | 15.0                                        | 15.1                                                     |                                                                       | 4,957                       | 4,766 |
| 1969-----    | 27.5                                                 | 14.7                    | 12.8                       | 54.6                         | 47.2                                        | 38.4                          | 16.2                                        | 16.5                                                     |                                                                       | 5,563                       | 5,104 |
| 1970-----    | 27.9                                                 | 14.6                    | 13.3                       | 56.2                         | 48.7                                        | 40.4                          | 15.8                                        | 16.3                                                     |                                                                       | 5,563                       | 4,880 |
|              | Seasonally adjusted annual rates                     |                         |                            |                              |                                             |                               |                                             |                                                          |                                                                       |                             |       |
| 1970: I----- |                                                      |                         |                            | 56.3                         | 49.0                                        | 39.8                          | 16.5                                        | 17.1                                                     |                                                                       | 5,850                       | 5,220 |
| II-----      |                                                      |                         |                            | 56.2                         | 49.0                                        | 40.1                          | 16.1                                        | 16.6                                                     |                                                                       | 5,680                       | 5,030 |
| III-----     |                                                      |                         |                            | 56.5                         | 48.8                                        | 40.8                          | 15.7                                        | 16.2                                                     |                                                                       | 5,540                       | 4,860 |
| IV-----      |                                                      |                         |                            | 55.8                         | 48.0                                        | 40.9                          | 14.9                                        | 15.4                                                     |                                                                       | 5,270                       | 4,580 |
| 1971: I----- |                                                      |                         |                            | 56.1                         | 48.8                                        | 41.5                          | 14.6                                        | 14.8                                                     |                                                                       | 5,150                       | 4,400 |

<sup>1</sup> Cash receipts from marketings, Government payments, and nonmoney income furnished by farms.

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

<sup>3</sup> Based on Census of Agriculture definition of a farm. The number of farms is held constant within a year.

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

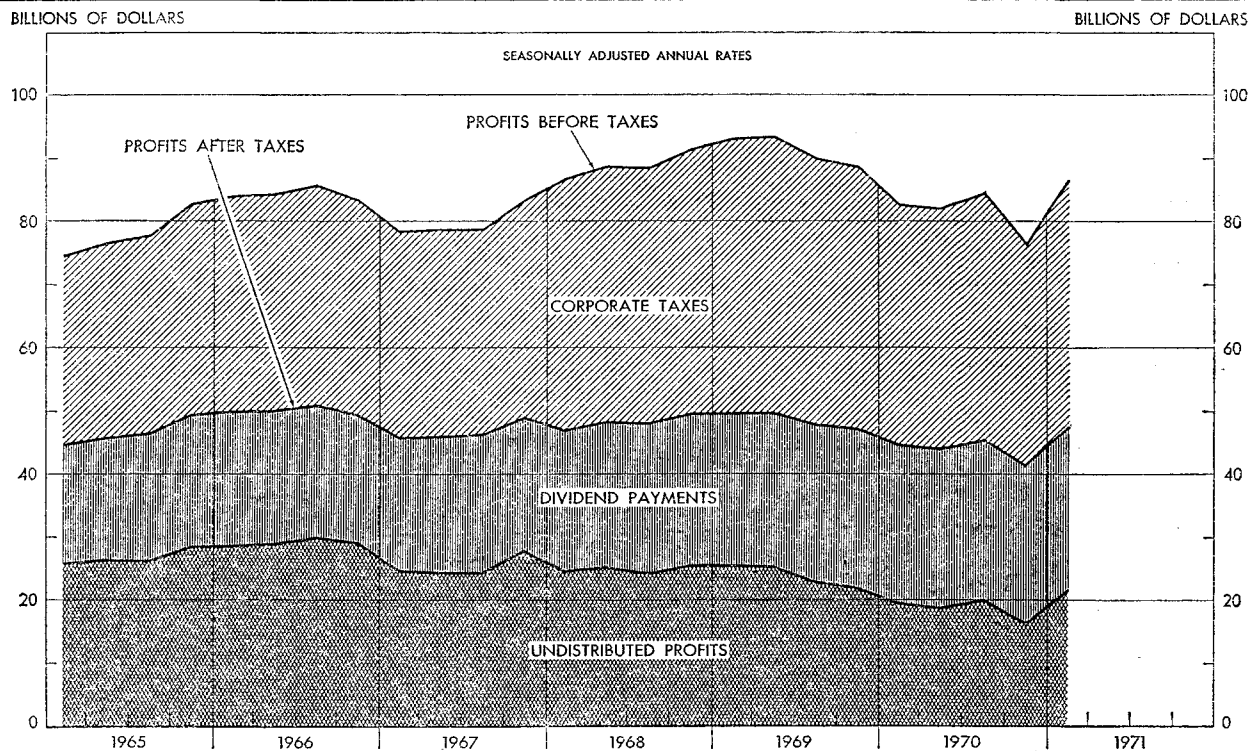
NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Agriculture.



## CORPORATE PROFITS

Corporate profits (including inventory valuation adjustment) in the first quarter rose \$9½ billion (seasonally adjusted annual rate) from the strike-depressed fourth quarter level.



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 <sup>2</sup> | Profits plus capital consumption allowances <sup>3</sup> |
|--------------|---------------------------------------------------------------------|---------------|--------------------------|------------------------------|------------------------------------------------------|------------------------|--------------------------------|-------------------------|-------------------------------|-------------------|-----------------------|-------------------------------------------------------|----------------------------------------------------------|
|              | All industries                                                      | Manufacturing |                          |                              | Transportation, communications, and public utilities | All other <sup>1</sup> |                                |                         | Total                         | Dividend payments | Undistributed profits |                                                       |                                                          |
|              |                                                                     | Total         | Durable goods industries | Non-durable goods industries |                                                      |                        |                                |                         |                               |                   |                       |                                                       |                                                          |
| 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                                                                | 28.3          | 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-----    | 82.4                                                                | 42.6          | 24.0                     | 18.6                         | 11.9                                                 | 27.9                   | 84.2                           | 34.3                    | 49.9                          | 20.8              | 29.1                  | 39.5                                                  | 89.5                                                     |
| 1967-----    | 78.7                                                                | 38.7          | 20.7                     | 18.0                         | 10.8                                                 | 29.1                   | 79.8                           | 33.2                    | 46.6                          | 21.4              | 25.3                  | 43.0                                                  | 89.6                                                     |
| 1968-----    | 85.4                                                                | 42.4          | 23.3                     | 19.1                         | 11.0                                                 | 32.0                   | 88.7                           | 40.6                    | 48.2                          | 23.3              | 24.9                  | 46.5                                                  | 94.7                                                     |
| 1969-----    | 85.8                                                                | 41.8          | 22.4                     | 19.3                         | 10.7                                                 | 33.4                   | 91.2                           | 42.7                    | 48.5                          | 24.7              | 23.9                  | 49.8                                                  | 98.3                                                     |
| 1970-----    | 76.5                                                                | 33.5          | 15.4                     | 18.1                         | 9.1                                                  | 33.9                   | 81.3                           | 37.5                    | 43.8                          | 25.2              | 18.6                  | 53.5                                                  | 97.3                                                     |
| 1970: I----- | 76.7                                                                | 35.2          | 16.9                     | 18.3                         | 9.1                                                  | 32.4                   | 82.6                           | 38.0                    | 44.6                          | 25.2              | 19.4                  | 52.0                                                  | 96.6                                                     |
| II-----      | 77.5                                                                | 35.5          | 17.2                     | 18.2                         | 8.6                                                  | 33.4                   | 82.0                           | 38.1                    | 43.9                          | 25.1              | 18.8                  | 53.0                                                  | 96.9                                                     |
| III-----     | 78.4                                                                | 34.7          | 16.3                     | 18.3                         | 9.1                                                  | 34.6                   | 84.4                           | 38.9                    | 45.4                          | 25.4              | 20.0                  | 54.0                                                  | 99.4                                                     |
| IV-----      | 73.3                                                                | 28.6          | 11.0                     | 17.7                         | 9.6                                                  | 35.1                   | 76.3                           | 34.8                    | 41.4                          | 25.1              | 16.3                  | 55.0                                                  | 96.4                                                     |
| 1971: I----- | 82.8                                                                | 37.7          | 18.6                     | 19.1                         | 9.3                                                  | 35.8                   | 86.5                           | 39.1                    | 47.5                          | 25.8              | 21.7                  | 56.2                                                  | 103.7                                                    |

<sup>1</sup> Includes all other industries and financial institutions.

<sup>2</sup> Includes depreciation and accidental damages.

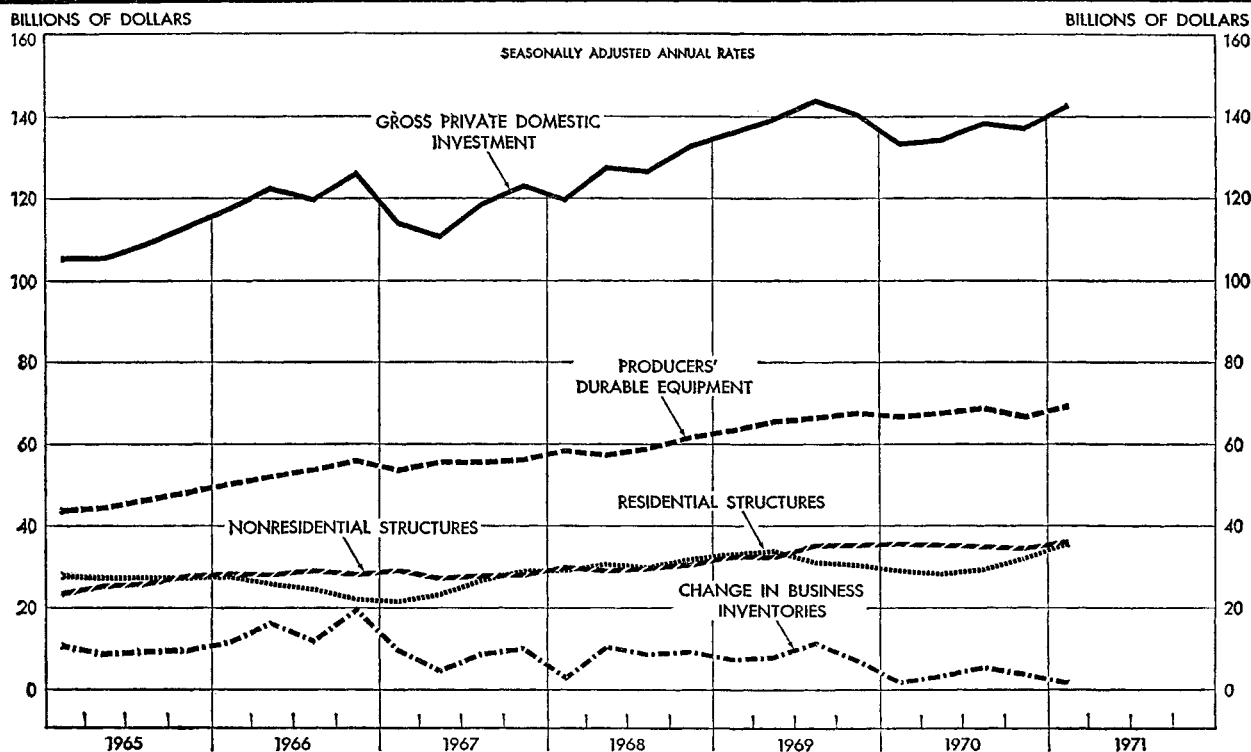
<sup>3</sup> Corporate profits after taxes plus corporate capital consumption allowances.

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

Source: Department of Commerce.

# GROSS PRIVATE DOMESTIC INVESTMENT

Fixed investment (seasonally adjusted) was up sharply in the first quarter, after changing little during 1970. Inventory investment declined for the second quarter in a row.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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

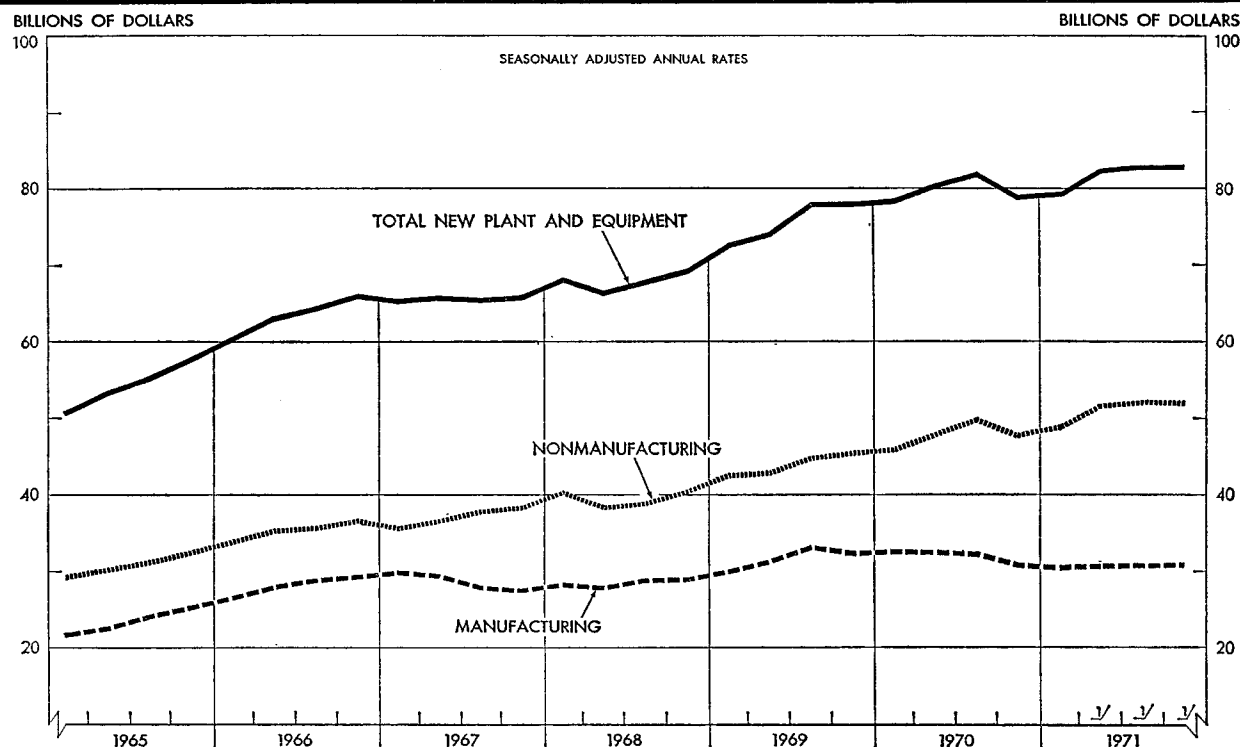
| Period       | Total gross private domestic investment | Fixed investment |                |            |          |                              |                        |       |          | Change in business inventories |      |
|--------------|-----------------------------------------|------------------|----------------|------------|----------|------------------------------|------------------------|-------|----------|--------------------------------|------|
|              |                                         | Total            | Nonresidential |            |          |                              | Residential structures |       |          |                                |      |
|              |                                         |                  | Total          | Structures |          | Producers' durable equipment |                        | Total | Non-farm |                                |      |
|              |                                         |                  |                | Total      | Non-farm | Total                        | Non-farm               |       |          |                                |      |
| 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.....    | 121.4                                   | 106.6            | 81.6           | 28.5       | 27.8     | 53.1                         | 48.4                   | 25.0  | 24.5     | 14.8                           | 15.0 |
| 1967.....    | 116.6                                   | 108.4            | 83.3           | 28.0       | 27.3     | 55.3                         | 50.0                   | 25.1  | 24.5     | 8.2                            | 7.5  |
| 1968.....    | 126.5                                   | 118.9            | 88.7           | 29.6       | 28.9     | 59.1                         | 54.3                   | 30.3  | 29.7     | 7.6                            | 7.5  |
| 1969.....    | 139.8                                   | 131.4            | 99.3           | 33.8       | 33.0     | 65.5                         | 60.8                   | 32.0  | 31.5     | 8.5                            | 8.0  |
| 1970.....    | 135.7                                   | 132.3            | 102.6          | 35.2       | 34.3     | 67.4                         | 63.0                   | 29.7  | 29.1     | 3.5                            | 2.9  |
| 1970: I..... | 133.2                                   | 131.6            | 102.6          | 35.7       | 34.8     | 66.9                         | 62.4                   | 29.1  | 28.4     | 1.6                            | .9   |
| II.....      | 134.3                                   | 131.2            | 102.8          | 35.3       | 34.5     | 67.5                         | 63.2                   | 28.4  | 27.8     | 3.1                            | 2.6  |
| III.....     | 138.3                                   | 132.7            | 103.6          | 35.0       | 34.2     | 68.6                         | 64.1                   | 29.2  | 28.6     | 5.5                            | 5.0  |
| IV.....      | 137.1                                   | 133.5            | 101.3          | 34.7       | 33.8     | 66.6                         | 62.3                   | 32.2  | 31.6     | 3.6                            | 3.0  |
| 1971: I..... | 142.4                                   | 141.0            | 105.1          | 36.1       | 35.3     | 69.0                         | 64.3                   | 35.8  | 35.2     | 1.4                            | 1.2  |

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

Source: Department of Commerce.

# EXPENDITURES FOR NEW PLANT AND EQUIPMENT

Businessmen expect a 3 percent rise in plant and equipment expenditures from 1970 to 1971, according to the OBE-SEC survey conducted in late April and May. Three months earlier they projected a 4 percent rise.



1/SEE FOOTNOTE 3 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 <sup>1</sup> | Manufacturing |               |                   | Mining | Transportation |      |       | Public utilities | Communication | Commercial and other <sup>2</sup> |
|-------------------|--------------------|---------------|---------------|-------------------|--------|----------------|------|-------|------------------|---------------|-----------------------------------|
|                   |                    | Total         | Durable goods | Non-durable goods |        | Rail-road      | Air  | Other |                  |               |                                   |
| 1961              | 35.91              | 14.33         | 6.31          | 8.02              | 1.29   | 0.82           | 0.73 | 1.23  | 5.00             | 3.39          | 9.13                              |
| 1962              | 38.39              | 15.06         | 6.79          | 8.26              | 1.40   | 1.02           | .52  | 1.65  | 4.90             | 3.85          | 9.99                              |
| 1963              | 40.77              | 16.22         | 7.53          | 8.70              | 1.27   | 1.26           | .40  | 1.58  | 4.98             | 4.06          | 10.99                             |
| 1964              | 46.97              | 19.34         | 9.28          | 10.07             | 1.34   | 1.66           | 1.02 | 1.50  | 5.49             | 4.61          | 12.02                             |
| 1965              | 54.42              | 23.44         | 11.50         | 11.94             | 1.46   | 1.99           | 1.22 | 1.68  | 6.13             | 5.30          | 13.19                             |
| 1966              | 63.51              | 28.20         | 14.06         | 14.14             | 1.62   | 2.37           | 1.74 | 1.64  | 7.43             | 6.02          | 14.48                             |
| 1967              | 65.47              | 28.51         | 14.06         | 14.45             | 1.65   | 1.86           | 2.29 | 1.48  | 8.74             | 6.34          | 14.59                             |
| 1968              | 67.76              | 28.37         | 14.12         | 14.25             | 1.63   | 1.45           | 2.56 | 1.59  | 10.20            | 6.83          | 15.14                             |
| 1969              | 75.56              | 31.68         | 15.96         | 15.72             | 1.86   | 1.86           | 2.51 | 1.68  | 11.61            | 8.30          | 16.05                             |
| 1970              | 79.71              | 31.95         | 15.80         | 16.15             | 1.89   | 1.78           | 3.03 | 1.23  | 13.14            | 10.10         | 16.59                             |
| 1971 <sup>3</sup> | 81.85              | 30.60         | 14.67         | 15.93             | 1.99   | 1.73           | 1.82 | 1.45  | 15.32            | 11.23         | 17.71                             |
| 1970: I           | 78.22              | 32.44         | 16.40         | 16.05             | 1.92   | 1.74           | 2.94 | 1.37  | 12.14            | 9.14          | 16.52                             |
| II                | 80.22              | 32.43         | 16.32         | 16.11             | 1.84   | 1.88           | 2.88 | 1.12  | 12.72            | 10.38         | 16.98                             |
| III               | 81.88              | 32.15         | 15.74         | 16.40             | 1.86   | 1.96           | 3.24 | 1.22  | 13.84            | 10.62         | 17.00                             |
| IV                | 78.63              | 30.98         | 14.92         | 16.05             | 1.94   | 1.56           | 3.08 | 1.22  | 13.68            | 10.20         | 15.97                             |
| 1971: I           | 79.32              | 30.46         | 14.21         | 16.25             | 2.04   | 1.46           | 1.29 | 1.33  | 14.64            | 10.70         | 17.39                             |
| II <sup>3</sup>   | 82.38              | 30.54         | 14.66         | 15.88             | 2.01   | 2.00           | 2.30 | 1.59  | 15.18            | 28.75         |                                   |
| III <sup>3</sup>  | 82.83              | 30.68         | 14.89         | 15.79             | 2.00   | 1.87           | 1.56 | 1.56  | 15.64            | 29.51         |                                   |
| IV <sup>3</sup>   | 82.74              | 30.74         | 14.89         | 15.84             |        |                |      |       |                  |               |                                   |
|                   |                    |               |               |                   |        |                |      | 52.00 |                  |               |                                   |

<sup>1</sup>Excludes agricultural business; real estate operators; medical, legal, educational, and cultural service; and nonprofit organizations.

<sup>2</sup>Includes trade, service, construction, finance, and insurance.

<sup>3</sup>Estimates based on expected capital expenditures as reported by business in late April and May 1971. Includes adjustments when necessary for systematic tendencies in expectations data.

NOTE.—Annual total is the sum of unadjusted expenditures; it does not

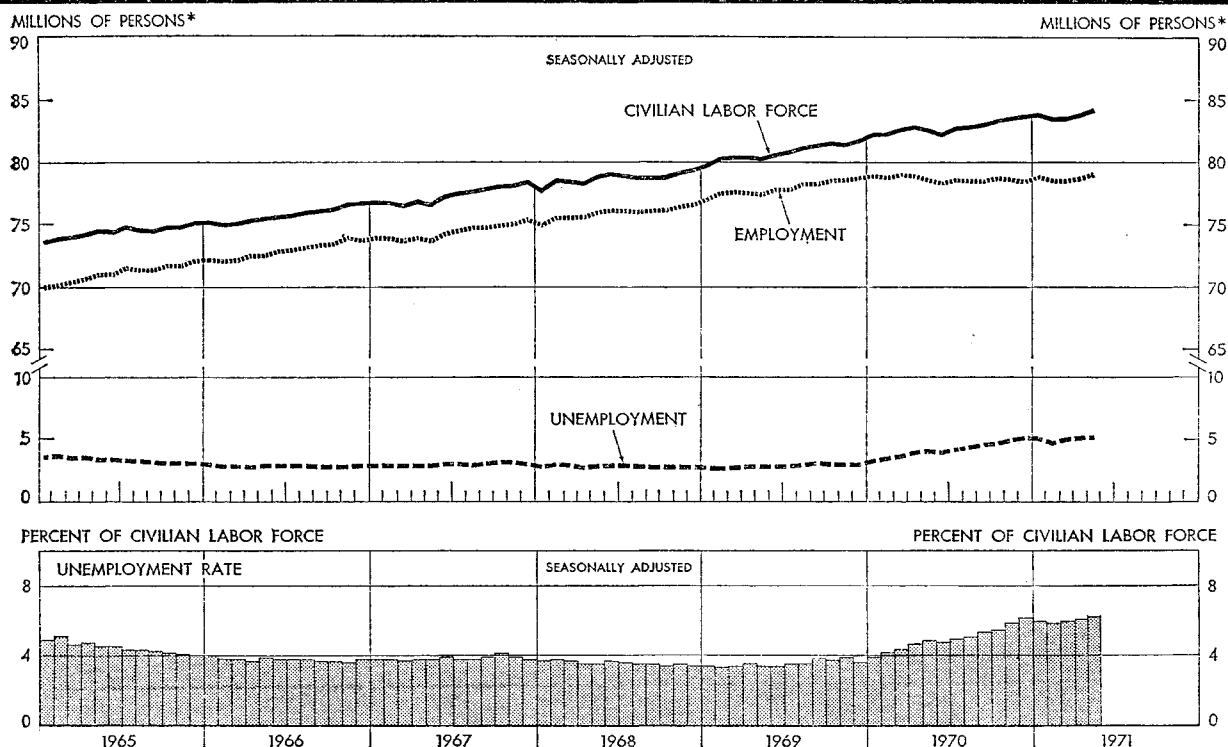
necessarily coincide with the average of seasonally adjusted figures.

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 WAGE STATUS OF THE LABOR FORCE

The civilian labor force (seasonally adjusted) rose by 395,000 in May. Employment increased by 263,000 and unemployment increased by 132,000.



\*16 YEARS OF AGE AND OVER.  
SOURCE: DEPARTMENT OF LABOR

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 <sup>1</sup> |
|-----------------------------------------------|--------------------------------------------|---------------------|-------------------|--------------|--------------------------------------------|----------------------|---------------------|---------------|-------------------|--------------|-----------------------------------------------------|-----------------------|---------------------------------------------------------|
|                                               |                                            | 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                                             |                       |                                                         |
| 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                                                    |
| 1968                                          | 82,272                                     | 75,920              | 72,103            | 2,817        | 82,272                                     | 78,737               | 75,920              | 3,817         | 72,103            | 2,817        | 3.6                                                 | -----                 | 60.7                                                    |
| 1969                                          | 84,240                                     | 77,902              | 74,296            | 2,832        | 84,240                                     | 80,734               | 77,902              | 3,606         | 74,296            | 2,832        | 3.5                                                 | -----                 | 61.1                                                    |
| 1970                                          | 85,903                                     | 78,627              | 75,165            | 4,088        | 85,903                                     | 82,715               | 78,627              | 3,462         | 75,165            | 4,088        | 4.9                                                 | -----                 | 61.3                                                    |
|                                               | Unadjusted                                 |                     |                   |              | Seasonally adjusted                        |                      |                     |               |                   |              |                                                     |                       |                                                         |
| 1970:                                         |                                            |                     |                   |              |                                            |                      |                     |               |                   |              |                                                     |                       |                                                         |
| Apr.                                          | 85,231                                     | 78,408              | 74,877            | 3,552        | 86,031                                     | 82,760               | 78,886              | 3,569         | 75,317            | 3,874        | 4.3                                                 | 4.7                   | 61.0                                                    |
| May                                           | 84,968                                     | 78,357              | 74,632            | 3,384        | 85,849                                     | 82,621               | 78,601              | 3,570         | 75,031            | 4,020        | 4.1                                                 | 4.9                   | 60.7                                                    |
| June                                          | 87,230                                     | 79,382              | 75,174            | 4,669        | 85,392                                     | 82,213               | 78,299              | 3,536         | 74,763            | 3,914        | 5.6                                                 | 4.8                   | 62.3                                                    |
| July                                          | 87,955                                     | 80,291              | 76,173            | 4,510        | 85,865                                     | 82,711               | 78,574              | 3,508         | 75,066            | 4,187        | 5.3                                                 | 5.0                   | 62.7                                                    |
| Aug.                                          | 87,248                                     | 79,894              | 76,112            | 4,220        | 85,904                                     | 82,770               | 78,508              | 3,435         | 75,073            | 4,262        | 5.0                                                 | 5.1                   | 62.1                                                    |
| Sept.                                         | 85,656                                     | 78,256              | 74,730            | 4,292        | 86,084                                     | 82,975               | 78,479              | 3,436         | 75,043            | 4,496        | 5.2                                                 | 5.4                   | 60.9                                                    |
| Oct.                                          | 86,255                                     | 78,916              | 75,522            | 4,259        | 86,379                                     | 83,300               | 78,691              | 3,293         | 75,398            | 4,609        | 5.1                                                 | 5.5                   | 61.2                                                    |
| Nov.                                          | 86,386                                     | 78,741              | 75,515            | 4,607        | 86,512                                     | 83,473               | 78,550              | 3,353         | 75,197            | 4,923        | 5.5                                                 | 5.9                   | 61.2                                                    |
| Dec.                                          | 86,165                                     | 78,516              | 75,564            | 4,636        | 86,622                                     | 83,609               | 78,463              | 3,408         | 75,055            | 5,146        | 5.6                                                 | 6.2                   | 61.0                                                    |
| 1971:                                         |                                            |                     |                   |              |                                            |                      |                     |               |                   |              |                                                     |                       |                                                         |
| Jan.                                          | 85,628                                     | 77,238              | 74,361            | 5,414        | 86,873                                     | 83,897               | 78,864              | 3,413         | 75,451            | 5,033        | 6.6                                                 | 6.0                   | 60.5                                                    |
| Feb.                                          | 85,653                                     | 77,262              | 74,415            | 5,442        | 86,834                                     | 83,884               | 78,537              | 3,529         | 75,203            | 4,847        | 6.6                                                 | 5.8                   | 60.5                                                    |
| Mar.                                          | 85,598                                     | 77,493              | 74,452            | 5,175        | 86,405                                     | 83,475               | 78,475              | 3,396         | 75,079            | 5,000        | 6.3                                                 | 6.0                   | 60.3                                                    |
| Apr.                                          | 85,780                                     | 78,204              | 74,699            | 4,694        | 86,665                                     | 83,783               | 78,698              | 3,558         | 75,140            | 5,085        | 5.7                                                 | 6.1                   | 60.4                                                    |
| May                                           | 85,954                                     | 78,709              | 75,111            | 4,394        | 87,028                                     | 84,178               | 78,961              | 3,453         | 75,503            | 5,217        | 5.3                                                 | 6.2                   | 60.4                                                    |

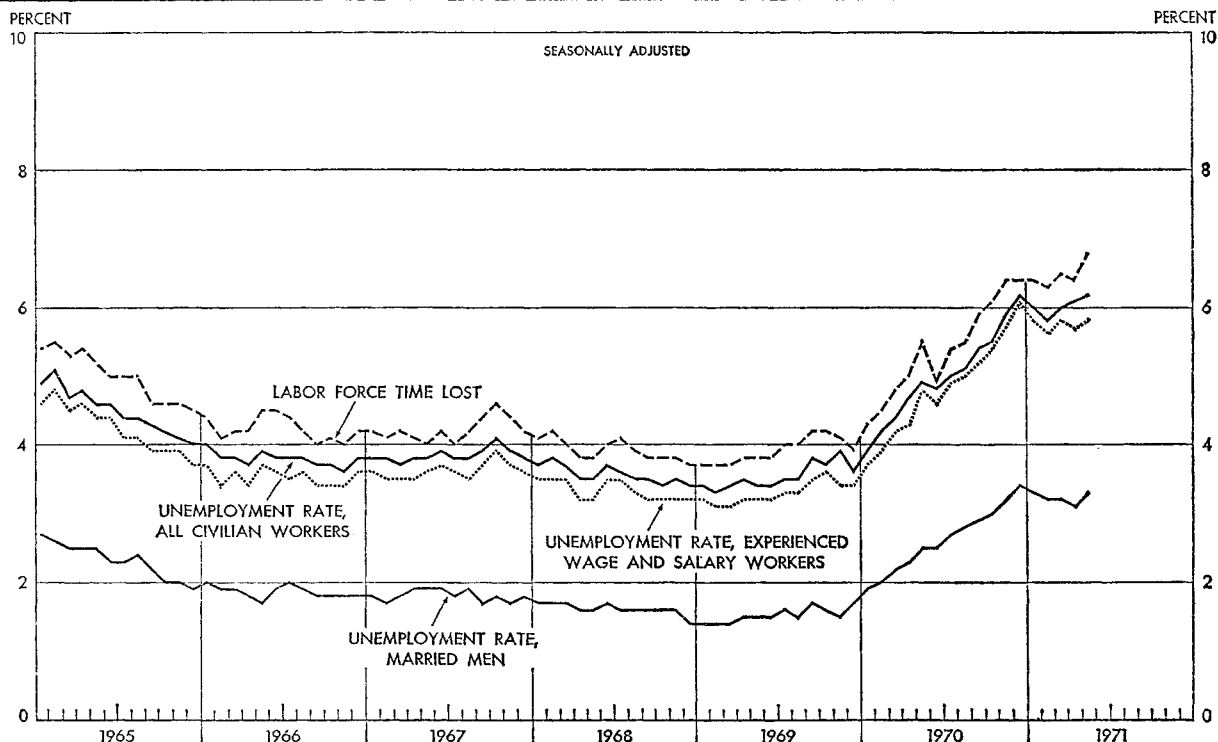
<sup>1</sup> Total labor force as percent of noninstitutional population.

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

Source: Department of Labor.

# ELECTED MEASURES OF UNEMPLOYMENT AND PART-TIME EMPLOYMENT

The seasonally adjusted unemployment rate rose from 6.1 percent in April to 6.2 percent in May. The unemployment rate for married men increased from 3.1 to 3.3 percent.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

| Period         | Unemployment rate<br>(percent of civilian labor<br>force in group) |                                                   |                                     | Labor<br>force<br>time lost <sup>1</sup> | Persons at work in nonagricultural industries<br>by hours worked per week <sup>2</sup> |                |        |                                       |                                       |                                       |                                       |                     |  |
|----------------|--------------------------------------------------------------------|---------------------------------------------------|-------------------------------------|------------------------------------------|----------------------------------------------------------------------------------------|----------------|--------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------|--|
|                | All<br>workers                                                     | Experi-<br>enced<br>wage and<br>salary<br>workers | Married<br>men<br>(wife<br>present) |                                          | Over 40<br>hours                                                                       | 35-40<br>hours | Total  | Under 35 hours                        |                                       |                                       |                                       |                     |  |
|                |                                                                    |                                                   |                                     |                                          |                                                                                        |                |        | Part-time for<br>economic reasons     |                                       | Part-time for<br>economic reasons     |                                       |                     |  |
|                |                                                                    |                                                   |                                     |                                          |                                                                                        |                |        | Usually<br>full-<br>time <sup>3</sup> | Usually<br>part-<br>time <sup>4</sup> | Usually<br>full-<br>time <sup>3</sup> | Usually<br>part-<br>time <sup>4</sup> |                     |  |
|                | Percent                                                            |                                                   |                                     |                                          | Thousands of persons 16 years of age and over                                          |                |        |                                       |                                       |                                       |                                       |                     |  |
| 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                                   |                                       |                                       |                     |  |
| 1968-----      | 3.6                                                                | 3.4                                               | 1.6                                 | 4.0                                      | 20,600                                                                                 | 32,658         | 14,785 | 895                                   | 820                                   |                                       |                                       |                     |  |
| 1969-----      | 3.5                                                                | 3.3                                               | 1.5                                 | 3.9                                      | 20,608                                                                                 | 34,201         | 15,210 | 955                                   | 855                                   |                                       |                                       |                     |  |
| 1970-----      | 4.9                                                                | 4.8                                               | 2.6                                 | 5.4                                      | 18,925                                                                                 | 33,537         | 18,222 | 1,201                                 | 995                                   |                                       |                                       |                     |  |
|                | Seasonally adjusted                                                |                                                   |                                     |                                          | Unadjusted                                                                             |                |        |                                       |                                       |                                       |                                       | Seasonally adjusted |  |
| 1970: Apr----- | 4.7                                                                | 4.3                                               | 2.3                                 | 5.0                                      | 19,818                                                                                 | 36,110         | 16,019 | 1,308                                 | 799                                   | 1,378                                 | 958                                   |                     |  |
| May-----       | 4.9                                                                | 4.8                                               | 2.5                                 | 5.5                                      | 19,928                                                                                 | 35,898         | 15,737 | 1,116                                 | 835                                   | 1,235                                 | 993                                   |                     |  |
| June-----      | 4.8                                                                | 4.6                                               | 2.5                                 | 4.9                                      | 19,263                                                                                 | 36,354         | 14,182 | 1,321                                 | 1,250                                 | 1,145                                 | 979                                   |                     |  |
| July-----      | 5.0                                                                | 4.9                                               | 2.7                                 | 5.4                                      | 18,529                                                                                 | 34,686         | 13,402 | 1,204                                 | 1,559                                 | 1,248                                 | 1,058                                 |                     |  |
| Aug-----       | 5.1                                                                | 5.0                                               | 2.8                                 | 5.5                                      | 18,459                                                                                 | 34,782         | 13,004 | 1,390                                 | 1,307                                 | 1,392                                 | 967                                   |                     |  |
| Sept-----      | 5.4                                                                | 5.2                                               | 2.9                                 | 5.9                                      | 12,872                                                                                 | 17,072         | 40,209 | 1,071                                 | 973                                   | 1,005                                 | 1,070                                 |                     |  |
| Oct-----       | 5.5                                                                | 5.4                                               | 3.0                                 | 6.1                                      | 19,639                                                                                 | 34,154         | 18,177 | 1,253                                 | 920                                   | 1,347                                 | 1,062                                 |                     |  |
| Nov-----       | 5.9                                                                | 5.7                                               | 3.2                                 | 6.4                                      | 18,647                                                                                 | 31,704         | 21,993 | 1,250                                 | 1,103                                 | 1,249                                 | 1,164                                 |                     |  |
| Dec-----       | 6.2                                                                | 6.1                                               | 3.4                                 | 6.4                                      | 20,233                                                                                 | 36,249         | 16,433 | 1,309                                 | 1,020                                 | 1,382                                 | 1,151                                 |                     |  |
| 1971: Jan----- | 6.0                                                                | 5.8                                               | 3.3                                 | 6.4                                      | 19,070                                                                                 | 35,687         | 16,576 | 1,442                                 | 973                                   | 1,377                                 | 1,107                                 |                     |  |
| Feb-----       | 5.8                                                                | 5.6                                               | 3.2                                 | 6.3                                      | 18,463                                                                                 | 33,881         | 18,966 | 1,267                                 | 1,123                                 | 1,227                                 | 1,231                                 |                     |  |
| Mar-----       | 6.0                                                                | 5.8                                               | 3.2                                 | 6.5                                      | 19,448                                                                                 | 35,830         | 16,267 | 1,284                                 | 1,093                                 | 1,242                                 | 1,213                                 |                     |  |
| Apr-----       | 6.1                                                                | 5.7                                               | 3.1                                 | 6.4                                      | 18,207                                                                                 | 35,767         | 16,650 | 1,242                                 | 988                                   | 1,309                                 | 1,185                                 |                     |  |
| May-----       | 6.2                                                                | 5.8                                               | 3.3                                 | 6.8                                      | 19,505                                                                                 | 36,540         | 16,041 | <sup>5</sup> 1,102                    | <sup>5</sup> 1,081                    | 1,219                                 | 1,285                                 |                     |  |

<sup>1</sup> Man-hours lost by the unemployed and persons on part-time for economic reasons as a percent of potentially available labor force man-hours.

<sup>2</sup> 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.

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

<sup>4</sup> Primarily includes persons who could find only part-time work.

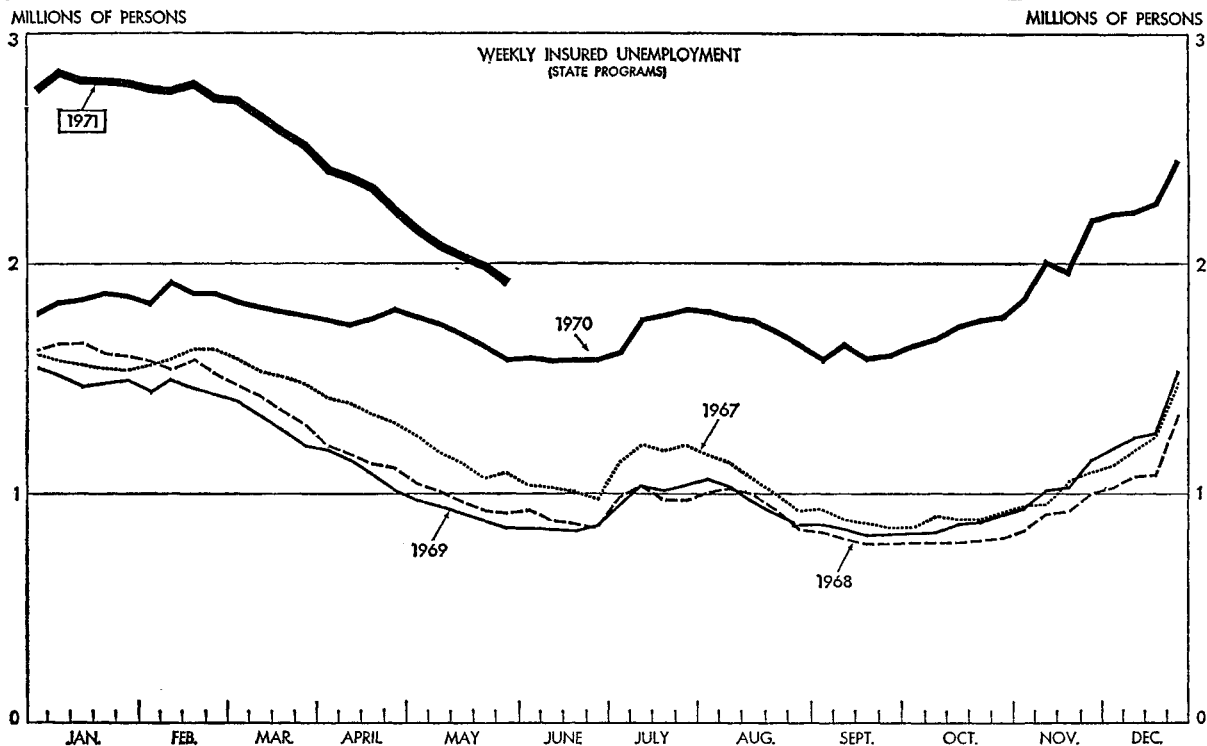
<sup>5</sup> Average hours worked: usually full-time, 24.5; usually part-time, 19.0.

NOTE.— See Note, p. 10.

Source: Department of Labor.

# UNEMPLOYMENT INSURANCE PROGRAMS

In May, insured unemployment under State programs averaged 361,000 higher than a year earlier. The seasonally adjusted insured unemployment rate rose slightly to 4.1 percent.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

| Period                       | All programs       |                                       |                                           | State programs       |                |             |                                                       |                     |                             |                                |
|------------------------------|--------------------|---------------------------------------|-------------------------------------------|----------------------|----------------|-------------|-------------------------------------------------------|---------------------|-----------------------------|--------------------------------|
|                              | Covered employment | Insured unemployment (weekly average) | Total benefits paid (millions of dollars) | Insured unemployment | Initial claims | Exhaustions | Insured unemployment as percent of covered employment |                     | Benefits paid               |                                |
|                              |                    |                                       |                                           |                      |                |             | Unadjusted                                            | Seasonally adjusted | Total (millions of dollars) | Average weekly check (dollars) |
|                              |                    |                                       |                                           |                      |                |             |                                                       |                     |                             |                                |
| Thousands                    | Thousands          | Weekly average, thousands             | Percent                                   |                      |                |             |                                                       |                     |                             |                                |
| 1967.....                    | 56,342             | 1,270                                 | 2,220.0                                   | 1,205                | 226            | 17          | 2.5                                                   | -----               | 2,092.3                     | 41.25                          |
| 1968.....                    | 57,976             | 1,187                                 | 2,191.0                                   | 1,111                | 201            | 16          | 2.2                                                   | -----               | 2,031.6                     | 43.43                          |
| 1969.....                    | 60,003             | 1,177                                 | 2,298.6                                   | 1,101                | 200            | 16          | 2.1                                                   | -----               | 2,127.9                     | 46.17                          |
| 1970.....                    | 1,932              | 4,143.5                               | 1,805                                     | 296                  | 25             | 3.4         | -----                                                 | -----               | 3,848.5                     | 50.31                          |
| 1970: Apr.....               | 1,885              | 345.6                                 | 1,770                                     | 298                  | 23             | 3.4         | 3.1                                                   | 321.5               | 49.20                       |                                |
| May.....                     | 1,778              | 315.5                                 | 1,667                                     | 246                  | 24             | 3.2         | 3.6                                                   | 293.6               | 49.46                       |                                |
| June.....                    | 1,696              | 315.4                                 | 1,583                                     | 248                  | 25             | 3.0         | 3.7                                                   | 292.3               | 49.68                       |                                |
| July.....                    | 1,897              | 340.8                                 | 1,761                                     | 333                  | 24             | 3.3         | 3.5                                                   | 314.2               | 49.57                       |                                |
| Aug.....                     | 1,855              | 340.5                                 | 1,710                                     | 248                  | 26             | 3.2         | 3.7                                                   | 312.3               | 50.63                       |                                |
| Sept.....                    | 1,746              | 328.5                                 | 1,607                                     | 244                  | 26             | 3.0         | 4.1                                                   | 299.2               | 50.64                       |                                |
| Oct.....                     | 1,886              | 332.0                                 | 1,724                                     | 278                  | 26             | 3.2         | 4.4                                                   | 304.2               | 51.45                       |                                |
| Nov.....                     | 2,233              | 372.9                                 | 2,017                                     | 335                  | 30             | 3.7         | 4.5                                                   | 342.1               | 52.24                       |                                |
| Dec.....                     | 2,632              | 484.1                                 | 2,369                                     | 398                  | 33             | 4.4         | 4.0                                                   | 461.5               | 52.43                       |                                |
| 1971: Jan <sup>p</sup> ..... | 3,198              | 567.2                                 | 2,799                                     | 427                  | 38             | 5.3         | 3.7                                                   | 524.4               | 52.83                       |                                |
| Feb <sup>p</sup> .....       | 3,214              | 579.5                                 | 2,751                                     | 321                  | 40             | 5.2         | 3.8                                                   | 536.1               | 53.12                       |                                |
| Mar <sup>p</sup> .....       | 3,091              | 605.3                                 | 2,582                                     | 275                  | 40             | 4.9         | 3.9                                                   | 565.9               | 52.94                       |                                |
| Apr <sup>p</sup> .....       | 2,756              | 599.6                                 | 2,283                                     | 257                  | 42             | 4.5         | 4.0                                                   | 559.7               | 53.37                       |                                |
| May <sup>p</sup> .....       | 2,500              | 547.8                                 | 2,028                                     | 238                  | 42             | 3.8         | 4.1                                                   | 501.3               | 53.49                       |                                |
| Week ended:                  |                    |                                       |                                           |                      |                |             |                                                       |                     |                             |                                |
| 1971: May 1.....             | 2,591              | -----                                 | 2,144                                     | 237                  | -----          | 4.0         | -----                                                 | -----               | -----                       | -----                          |
| 8.....                       | 2,527              | -----                                 | 2,078                                     | 260                  | -----          | 3.9         | -----                                                 | -----               | -----                       | -----                          |
| 15.....                      | 2,471              | -----                                 | 2,032                                     | 230                  | -----          | 3.8         | -----                                                 | -----               | -----                       | -----                          |
| 22.....                      | 2,434              | -----                                 | 1,990                                     | 232                  | -----          | 3.7         | -----                                                 | -----               | -----                       | -----                          |
| 29 <sup>p</sup> .....        | 2,351              | -----                                 | 1,918                                     | 231                  | -----          | 3.6         | -----                                                 | -----               | -----                       | -----                          |
| June 5 <sup>p</sup> .....    | -----              | -----                                 | -----                                     | 232                  | -----          | -----       | -----                                                 | -----               | -----                       | -----                          |

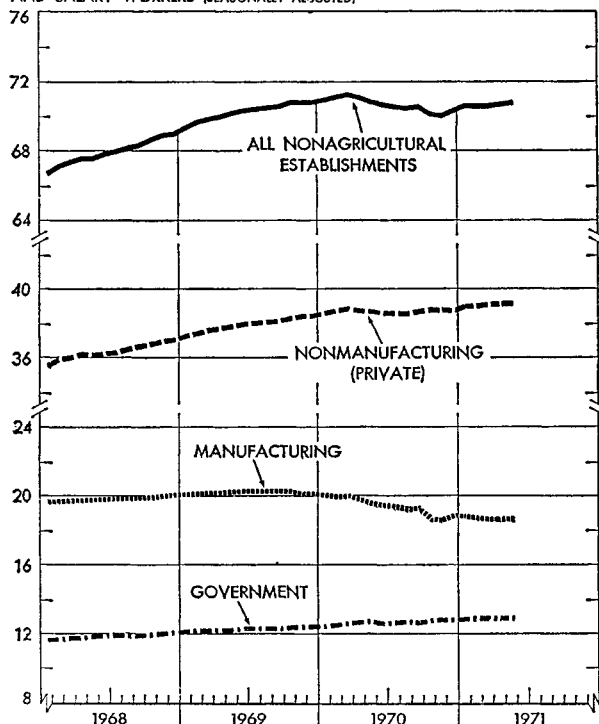
Source: Department of Labor.

NOTE.—For definitions and coverage, see the 1967 Supplement to *Economic Indicators*. Data for Alaska and Hawaii included and for Puerto Rico since 1963.

## NONAGRICULTURAL EMPLOYMENT

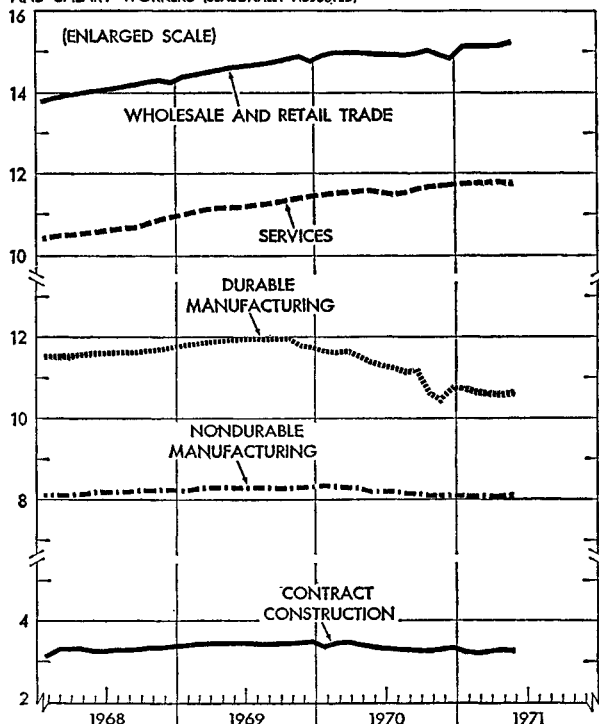
Total nonagricultural payroll employment (seasonally adjusted) rose by 130,000 in May. Employment increased in manufacturing (30,000), wholesale and retail trade (77,000), and State and local government (21,000). Employment fell slightly in contract construction and services.

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; <sup>1</sup> 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 |
| 1965-----   | 60,815 | 18,062                  | 10,406        | 7,656             | 32,679                     | 632    | 3,186                 | 4,036                               | 12,716                     | 3,023                               | 9,087    | 2,378      | 7,696           |
| 1966-----   | 63,955 | 19,214                  | 11,284        | 7,930             | 33,950                     | 627    | 3,275                 | 4,151                               | 13,245                     | 3,100                               | 9,551    | 2,564      | 8,227           |
| 1967-----   | 65,857 | 19,447                  | 11,439        | 8,008             | 35,012                     | 613    | 3,208                 | 4,261                               | 13,606                     | 3,225                               | 10,099   | 2,719      | 8,679           |
| 1968-----   | 67,915 | 19,781                  | 11,626        | 8,155             | 36,288                     | 606    | 3,285                 | 4,310                               | 14,084                     | 3,382                               | 10,623   | 2,737      | 9,109           |
| 1969-----   | 70,274 | 20,169                  | 11,893        | 8,277             | 37,902                     | 619    | 3,437                 | 4,431                               | 14,645                     | 3,557                               | 11,211   | 2,758      | 9,446           |
| 1970-----   | 70,664 | 19,393                  | 11,203        | 8,190             | 38,675                     | 622    | 3,347                 | 4,498                               | 14,950                     | 3,679                               | 11,577   | 2,705      | 9,891           |
| 1970: Apr-- | 71,149 | 19,795                  | 11,529        | 8,266             | 38,744                     | 622    | 3,426                 | 4,468                               | 14,991                     | 3,673                               | 11,564   | 2,838      | 9,772           |
| May--       | 70,839 | 19,572                  | 11,386        | 8,186             | 38,666                     | 620    | 3,351                 | 4,478                               | 14,968                     | 3,677                               | 11,572   | 2,768      | 9,833           |
| June--      | 70,629 | 19,477                  | 11,236        | 8,191             | 38,593                     | 620    | 3,324                 | 4,511                               | 14,927                     | 3,679                               | 11,532   | 2,689      | 9,870           |
| July--      | 70,587 | 19,402                  | 11,217        | 8,185             | 38,594                     | 618    | 3,314                 | 4,539                               | 14,933                     | 3,676                               | 11,514   | 2,668      | 9,923           |
| Aug--       | 70,414 | 19,271                  | 11,134        | 8,137             | 38,547                     | 619    | 3,305                 | 4,520                               | 14,912                     | 3,670                               | 11,521   | 2,659      | 9,937           |
| Sept--      | 70,531 | 19,285                  | 11,145        | 8,140             | 38,661                     | 621    | 3,262                 | 4,511                               | 14,961                     | 3,684                               | 11,622   | 2,649      | 9,936           |
| Oct--       | 70,182 | 18,684                  | 10,602        | 8,082             | 38,780                     | 621    | 3,278                 | 4,509                               | 15,011                     | 3,696                               | 11,665   | 2,654      | 10,064          |
| Nov--       | 70,085 | 18,538                  | 10,455        | 8,083             | 38,772                     | 625    | 3,303                 | 4,493                               | 14,945                     | 3,711                               | 11,695   | 2,661      | 10,114          |
| Dec--       | 70,303 | 18,842                  | 10,756        | 8,086             | 38,682                     | 625    | 3,319                 | 4,437                               | 14,851                     | 3,723                               | 11,727   | 2,650      | 10,129          |
| 1971: Jan-- | 70,652 | 18,807                  | 10,717        | 8,090             | 39,022                     | 625    | 3,241                 | 4,499                               | 15,133                     | 3,746                               | 11,778   | 2,656      | 10,167          |
| Feb--       | 70,590 | 18,728                  | 10,662        | 8,066             | 39,013                     | 623    | 3,198                 | 4,521                               | 15,141                     | 3,745                               | 11,785   | 2,659      | 10,190          |
| Mar--       | 70,659 | 18,672                  | 10,607        | 8,065             | 39,101                     | 624    | 3,254                 | 4,516                               | 15,151                     | 3,753                               | 11,803   | 2,657      | 10,229          |
| Apr--       | 70,696 | 18,668                  | 10,604        | 8,064             | 39,119                     | 623    | 3,291                 | 4,486                               | 15,155                     | 3,766                               | 11,798   | 2,662      | 10,247          |
| May--       | 70,826 | 18,698                  | 10,631        | 8,067             | 39,195                     | 625    | 3,271                 | 4,498                               | 15,232                     | 3,784                               | 11,785   | 2,665      | 10,268          |

<sup>1</sup> Includes all full- and part-time wage and salary workers in nonagricultural establishments who worked during or received pay for any part of the pay period which includes the 12th of the month. Excludes proprietors, self-employed persons, domestic servants, and personnel of the Armed Forces. Total derived from this table not comparable with estimates of nonagricultural employment of the civilian labor force, shown on p. 10, which include proprietors, self-employed

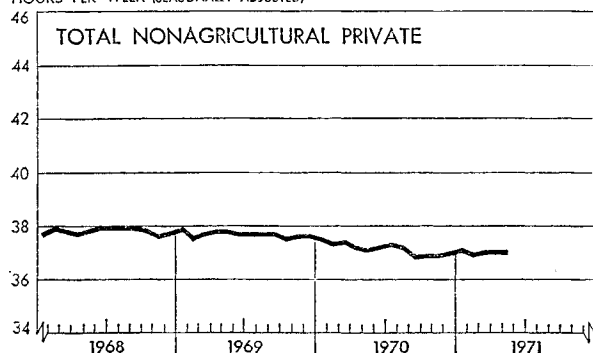
persons, and domestic servants; which count persons as employed when they are not at work because of industrial disputes; and which are based on an enumeration of population, whereas the estimates in this table are based on reports from employing establishments.

NOTE.—Beginning 1959, data include Alaska and Hawaii.  
Source: Department of Labor.

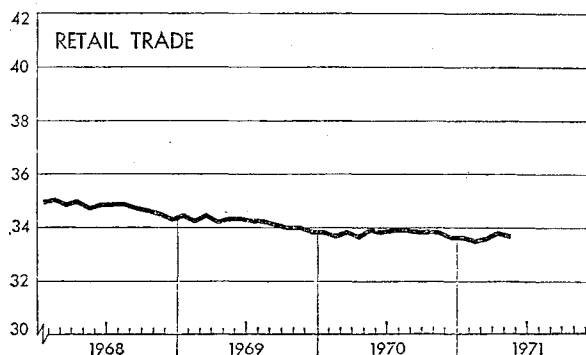
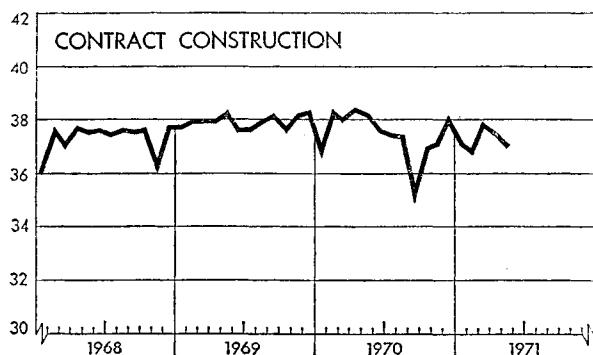
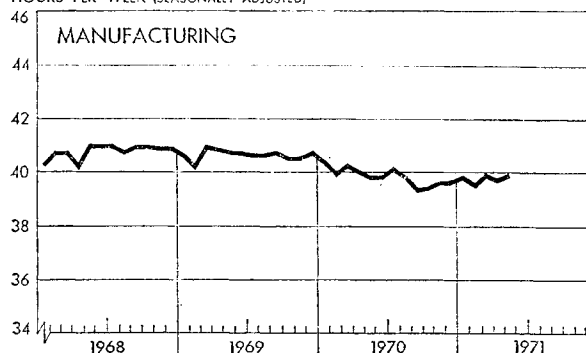
## WEEKLY HOURS OF WORK - SELECTED INDUSTRIES

The average workweek (seasonally adjusted) for private nonfarm production workers remained unchanged at 37.0 hours in May. An increase of 0.2 hours in manufacturing was offset by declines of 0.4 hours in construction and 0.1 hours 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<sup>1</sup>]

| Period                 | Total nonagri-cultural private <sup>2</sup> | Manufac-turing | Contract construc-tion | Retail trade <sup>3</sup> | Total nonagri-cultural private <sup>2</sup> | Manufac-turing | Contract construc-tion | Retail trade <sup>3</sup> |
|------------------------|---------------------------------------------|----------------|------------------------|---------------------------|---------------------------------------------|----------------|------------------------|---------------------------|
|                        | Unadjusted                                  |                |                        |                           | Seasonally adjusted                         |                |                        |                           |
| 1961.....              | 38.6                                        | 39.8           | 36.9                   | 37.6                      |                                             |                |                        |                           |
| 1962.....              | 38.7                                        | 40.4           | 37.0                   | 37.4                      |                                             |                |                        |                           |
| 1963.....              | 38.8                                        | 40.5           | 37.3                   | 37.3                      |                                             |                |                        |                           |
| 1964.....              | 38.7                                        | 40.7           | 37.2                   | 37.0                      |                                             |                |                        |                           |
| 1965.....              | 38.8                                        | 41.2           | 37.4                   | 36.6                      |                                             |                |                        |                           |
| 1966.....              | 38.6                                        | 41.3           | 37.6                   | 35.9                      |                                             |                |                        |                           |
| 1967.....              | 38.0                                        | 40.6           | 37.7                   | 35.3                      |                                             |                |                        |                           |
| 1968.....              | 37.8                                        | 40.7           | 37.4                   | 34.7                      |                                             |                |                        |                           |
| 1969.....              | 37.7                                        | 40.6           | 37.9                   | 34.2                      |                                             |                |                        |                           |
| 1970.....              | 37.2                                        | 39.8           | 37.4                   | 33.8                      |                                             |                |                        |                           |
| 1970: Apr.....         | 36.9                                        | 39.7           | 37.9                   | 33.3                      | 37.2                                        | 40.0           | 38.3                   | 33.7                      |
| May.....               | 37.0                                        | 39.8           | 38.1                   | 33.5                      | 37.1                                        | 39.8           | 38.1                   | 33.9                      |
| June.....              | 37.4                                        | 40.0           | 38.4                   | 34.1                      | 37.2                                        | 39.8           | 37.6                   | 33.8                      |
| July.....              | 37.6                                        | 39.9           | 38.5                   | 34.9                      | 37.3                                        | 40.1           | 37.4                   | 33.9                      |
| Aug.....               | 37.6                                        | 39.8           | 38.5                   | 35.0                      | 37.2                                        | 39.8           | 37.3                   | 33.9                      |
| Sept.....              | 37.0                                        | 39.6           | 36.2                   | 33.9                      | 36.8                                        | 39.3           | 35.1                   | 33.8                      |
| Oct.....               | 37.0                                        | 39.6           | 37.6                   | 33.5                      | 36.9                                        | 39.4           | 36.9                   | 33.8                      |
| Nov.....               | 36.8                                        | 39.7           | 36.2                   | 33.4                      | 36.9                                        | 39.6           | 37.1                   | 33.8                      |
| Dec.....               | 37.1                                        | 39.9           | 37.4                   | 33.9                      | 37.0                                        | 39.6           | 38.0                   | 33.6                      |
| 1971: Jan.....         | 36.7                                        | 39.6           | 36.1                   | 33.2                      | 37.1                                        | 39.8           | 37.1                   | 33.6                      |
| Feb.....               | 36.6                                        | 39.4           | 35.5                   | 33.1                      | 36.9                                        | 39.5           | 36.8                   | 33.5                      |
| Mar.....               | 36.8                                        | 39.7           | 37.1                   | 33.2                      | 37.0                                        | 39.9           | 37.9                   | 33.6                      |
| Apr <sup>p</sup> ..... | 36.7                                        | 39.4           | 37.0                   | 33.4                      | 37.0                                        | 39.7           | 37.4                   | 33.8                      |
| May <sup>p</sup> ..... | 36.9                                        | 39.9           | 37.0                   | 33.3                      | 37.0                                        | 39.9           | 37.0                   | 33.7                      |

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

<sup>2</sup> Also includes other private industry groups shown on p. 13.

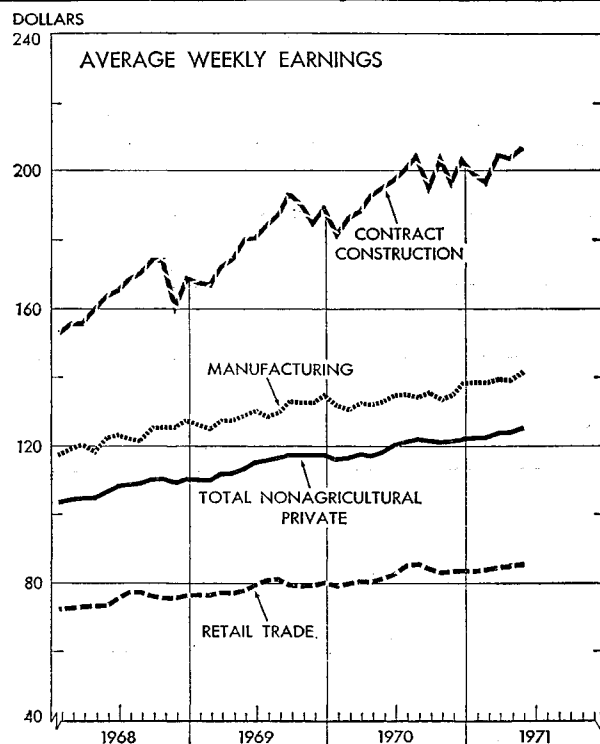
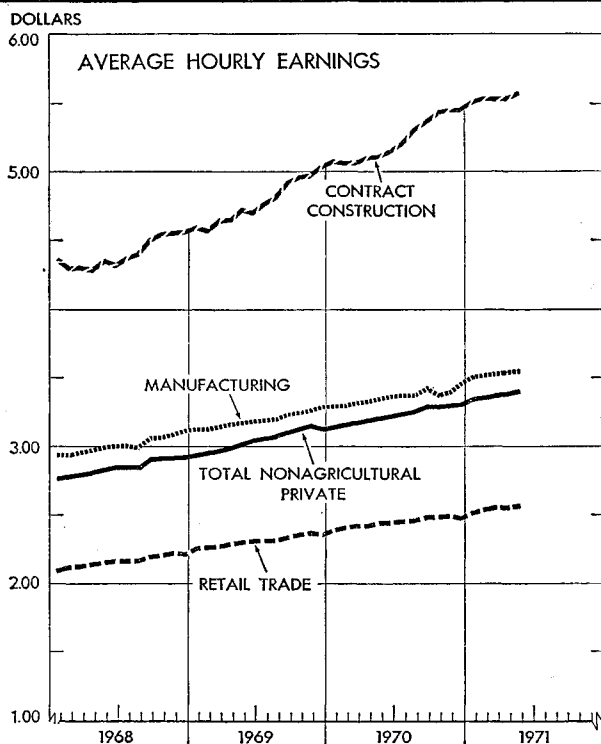
<sup>3</sup> Includes eating and drinking places.

Source: Department of Labor.



## AVERAGE HOURLY AND WEEKLY EARNINGS - SELECTED INDUSTRIES

Average hourly earnings of private nonfarm production workers increased by 2 cents in May to \$3.40, or 6¼ percent above a year earlier. Average weekly earnings increased \$1.41 in May to \$125.46.



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                        |                                                   |
|------------------------|--------------------------------------------|---------------|-----------------------|---------------------------|--------------------------------------------|---------------|-----------------------|---------------------------|-------------------------------------------------|---------------------------------------------------|
|                        | Total nonagricultural private <sup>1</sup> | Manufacturing | Contract construction | Retail trade <sup>2</sup> | Total nonagricultural private <sup>1</sup> | Manufacturing | Contract construction | Retail trade <sup>2</sup> | Adjusted hourly earnings, 1967=100 <sup>3</sup> | Average weekly earnings, 1967 prices <sup>4</sup> |
| 1961-----              | \$2.14                                     | \$2.32        | \$3.20                | \$1.56                    | \$82.60                                    | \$92.34       | \$118.08              | \$58.66                   | 83.6                                            | \$103.06                                          |
| 1962-----              | 2.22                                       | 2.39          | 3.31                  | 1.63                      | 85.91                                      | 96.56         | 122.47                | 60.96                     | 85.7                                            | 106.58                                            |
| 1963-----              | 2.28                                       | 2.46          | 3.41                  | 1.68                      | 88.46                                      | 99.63         | 127.19                | 62.66                     | 87.8                                            | 108.65                                            |
| 1964-----              | 2.36                                       | 2.53          | 3.55                  | 1.75                      | 91.33                                      | 102.97        | 132.06                | 64.75                     | 90.0                                            | 110.84                                            |
| 1965-----              | 2.45                                       | 2.61          | 3.70                  | 1.82                      | 95.06                                      | 107.53        | 138.38                | 66.61                     | 92.4                                            | 113.79                                            |
| 1966-----              | 2.56                                       | 2.72          | 3.89                  | 1.91                      | 98.82                                      | 112.34        | 146.26                | 68.57                     | 95.5                                            | 115.58                                            |
| 1967-----              | 2.68                                       | 2.83          | 4.11                  | 2.01                      | 101.84                                     | 114.90        | 154.95                | 70.95                     | 100.0                                           | 114.90                                            |
| 1968-----              | 2.85                                       | 3.01          | 4.41                  | 2.16                      | 107.73                                     | 122.51        | 164.93                | 74.95                     | 106.1                                           | 117.57                                            |
| 1969-----              | 3.04                                       | 3.19          | 4.78                  | 2.30                      | 114.61                                     | 129.51        | 181.16                | 78.66                     | 112.3                                           | 117.95                                            |
| 1970-----              | 3.23                                       | 3.36          | 5.22                  | 2.44                      | 120.16                                     | 133.73        | 195.23                | 82.47                     | 119.4                                           | 114.99                                            |
| 1970: Apr-----         | 3.18                                       | 3.32          | 5.09                  | 2.41                      | 117.34                                     | 131.80        | 192.91                | 80.25                     | 118.0                                           | 114.41                                            |
| May-----               | 3.20                                       | 3.34          | 5.10                  | 2.43                      | 118.40                                     | 132.93        | 194.31                | 81.41                     | 118.8                                           | 114.89                                            |
| June-----              | 3.21                                       | 3.36          | 5.13                  | 2.43                      | 120.05                                     | 134.40        | 196.99                | 82.86                     | 119.1                                           | 115.56                                            |
| July-----              | 3.23                                       | 3.37          | 5.20                  | 2.44                      | 121.45                                     | 134.46        | 200.20                | 85.16                     | 119.7                                           | 115.22                                            |
| Aug-----               | 3.25                                       | 3.37          | 5.30                  | 2.44                      | 122.20                                     | 134.13        | 204.05                | 85.40                     | 120.3                                           | 114.74                                            |
| Sept-----              | 3.29                                       | 3.42          | 5.36                  | 2.48                      | 121.73                                     | 135.43        | 194.03                | 84.07                     | 121.5                                           | 115.26                                            |
| Oct-----               | 3.28                                       | 3.37          | 5.42                  | 2.48                      | 121.36                                     | 133.45        | 203.79                | 83.08                     | 121.0                                           | 113.00                                            |
| Nov-----               | 3.29                                       | 3.39          | 5.43                  | 2.49                      | 121.07                                     | 134.58        | 196.57                | 83.17                     | 121.8                                           | 113.57                                            |
| Dec-----               | 3.30                                       | 3.47          | 5.43                  | 2.47                      | 122.43                                     | 138.45        | 203.08                | 83.73                     | 123.7                                           | 116.25                                            |
| 1971: Jan-----         | 3.34                                       | 3.50          | 5.50                  | 2.52                      | 122.58                                     | 138.60        | 198.55                | 83.66                     | 124.6                                           | 116.28                                            |
| Feb-----               | 3.35                                       | 3.51          | 5.53                  | 2.54                      | 122.61                                     | 138.29        | 196.32                | 84.07                     | 125.2                                           | 115.82                                            |
| Mar-----               | 3.37                                       | 3.52          | 5.51                  | 2.55                      | 124.02                                     | 139.74        | 204.42                | 84.66                     | 125.6                                           | 116.64                                            |
| Apr <sup>p</sup> ----- | 3.38                                       | 3.53          | 5.51                  | 2.55                      | 124.05                                     | 139.08        | 203.87                | 85.17                     | 126.3                                           | 115.71                                            |
| May <sup>p</sup> ----- | 3.40                                       | 3.55          | 5.58                  | 2.57                      | 125.46                                     | 141.65        | 206.46                | 85.58                     | 126.6                                           | -----                                             |

<sup>1</sup> Also includes other private industry groups shown on p. 13.

<sup>2</sup> Includes eating and drinking places.

<sup>3</sup> Earnings in current prices, adjusted to exclude the effects of overtime and terindustry shifts.

<sup>4</sup> Earnings in current prices divided by the consumer price index.

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

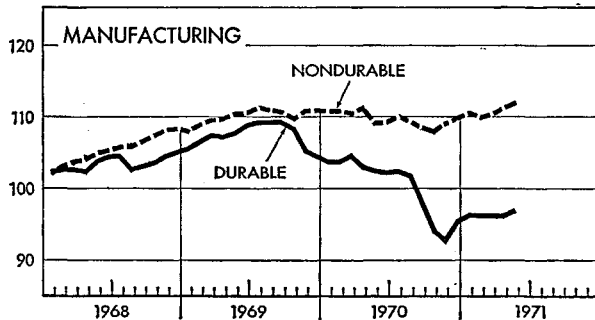
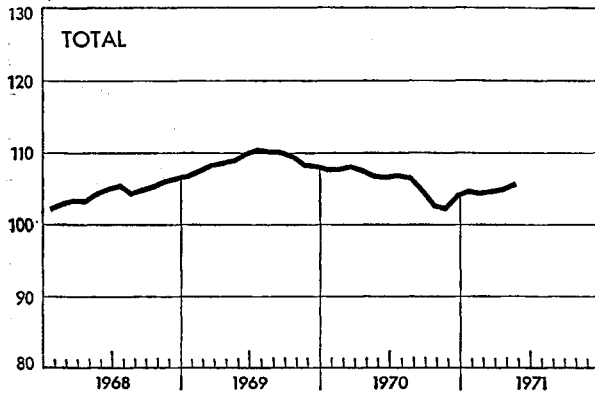
Source: Department of Labor.

# PRODUCTION AND BUSINESS ACTIVITY

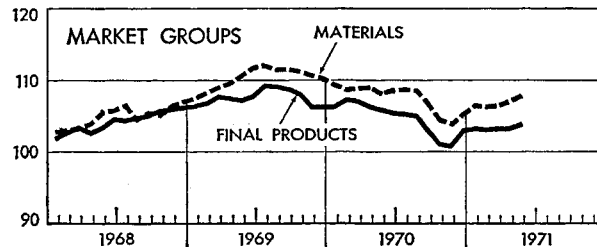
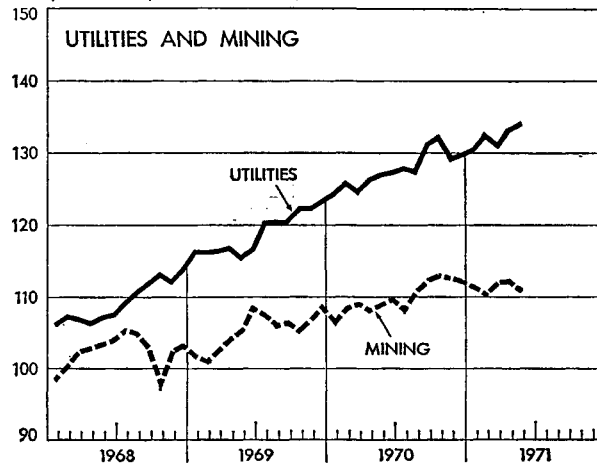
## INDUSTRIAL PRODUCTION

In May, industrial production (seasonally adjusted) increased 0.7 percent to the highest level since August 1970. However, May production was 1.0 percent below a year earlier.

Index, 1967=100 (SEASONALLY ADJUSTED)



Index, 1967=100 (SEASONALLY ADJUSTED)



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1967=100, seasonally adjusted]

| Period            | Total industrial production | Industry      |         |             |        |           | Market         |                |           |           |
|-------------------|-----------------------------|---------------|---------|-------------|--------|-----------|----------------|----------------|-----------|-----------|
|                   |                             | Manufacturing |         |             | Mining | Utilities | Final products |                |           | Materials |
|                   |                             | Total         | Durable | Non-durable |        |           | Total          | Consumer goods | Equipment |           |
| 1961              | 69.4                        | 68.6          | 65.4    | 73.0        | 82.9   | 66.1      | 70.2           | 75.8           | 60.4      | 68.7      |
| 1962              | 74.8                        | 74.3          | 72.0    | 77.5        | 84.8   | 71.1      | 75.6           | 80.6           | 66.7      | 74.1      |
| 1963              | 78.6                        | 78.2          | 76.1    | 81.0        | 87.2   | 75.7      | 78.9           | 84.3           | 69.2      | 78.4      |
| 1964              | 83.7                        | 83.3          | 81.6    | 85.8        | 90.1   | 81.8      | 83.3           | 88.7           | 73.6      | 84.2      |
| 1965              | 90.7                        | 90.8          | 90.7    | 91.1        | 92.7   | 87.0      | 90.0           | 94.5           | 81.9      | 91.4      |
| 1966              | 98.9                        | 99.3          | 100.7   | 97.5        | 97.3   | 94.1      | 98.2           | 99.3           | 96.2      | 99.5      |
| 1967              | 100.0                       | 100.0         | 100.0   | 100.0       | 100.0  | 100.0     | 100.0          | 100.0          | 100.0     | 100.0     |
| 1968              | 104.7                       | 104.5         | 103.7   | 105.6       | 102.3  | 109.5     | 104.3          | 105.7          | 101.8     | 105.1     |
| 1969              | 109.3                       | 108.9         | 107.8   | 110.3       | 105.2  | 119.6     | 107.9          | 109.4          | 105.1     | 110.6     |
| 1970 <sup>p</sup> | 106                         | 104           | 101     | 110         | 110    | 128       | 105            | 109            | 98        | 108       |
| 1970: Apr         | 107.7                       | 106.4         | 102.9   | 111.2       | 108.2  | 126.4     | 106.4          | 109.9          | 100.3     | 108.9     |
| May               | 106.9                       | 105.3         | 102.4   | 109.1       | 108.9  | 127.0     | 105.9          | 109.9          | 98.8      | 108.0     |
| June              | 106.8                       | 105.2         | 102.2   | 109.2       | 109.5  | 127.3     | 105.6          | 109.6          | 98.3      | 108.5     |
| July              | 107.0                       | 105.5         | 102.3   | 110.0       | 108.1  | 127.8     | 105.4          | 110.1          | 96.8      | 108.6     |
| Aug               | 106.8                       | 105.0         | 101.8   | 109.3       | 110.7  | 127.5     | 105.2          | 110.1          | 96.4      | 108.5     |
| Sept              | 104.9                       | 102.5         | 98.0    | 108.5       | 112.2  | 131.3     | 103.0          | 107.8          | 94.5      | 107.0     |
| Oct               | 102.7                       | 99.8          | 93.8    | 108.0       | 113.0  | 132.4     | 100.9          | 105.7          | 92.5      | 104.4     |
| Nov               | 102.2                       | 99.6          | 92.5    | 109.1       | 112.6  | 129.1     | 100.7          | 105.7          | 91.7      | 103.8     |
| Dec               | 104.0                       | 101.5         | 95.4    | 109.8       | 112.1  | 129.8     | 102.9          | 109.4          | 91.5      | 105.2     |
| 1971: Jan         | 104.7                       | 102.4         | 96.4    | 110.5       | 111.4  | 130.6     | 103.2          | 110.8          | 89.9      | 106.5     |
| Feb               | 104.5                       | 102.1         | 96.3    | 109.9       | 110.1  | 132.6     | 103.0          | 110.8          | 88.9      | 106.3     |
| Mar               | 104.7                       | 102.4         | 96.3    | 110.4       | 112.0  | 131.0     | 103.2          | 111.9          | 87.7      | 106.5     |
| Apr               | 105.1                       | 102.6         | 96.2    | 111.3       | 112.1  | 133.0     | 103.2          | 112.5          | 86.7      | 107.3     |
| May <sup>p</sup>  | 105.8                       | 103.4         | 97.0    | 111.9       | 110.7  | 134.1     | 103.8          | 113.3          | 87.0      | 107.9     |

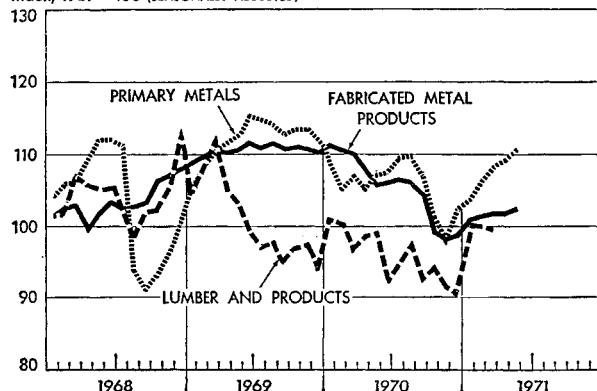
NOTE.—The indexes in this table were converted to a 1967 base from the Federal Reserve indexes published on a 1957-59 base.

Source: Board of Governors of the Federal Reserve System.

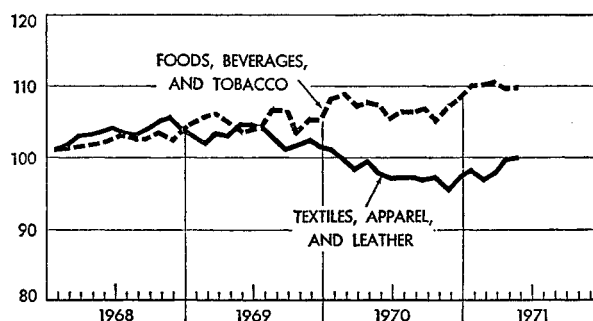
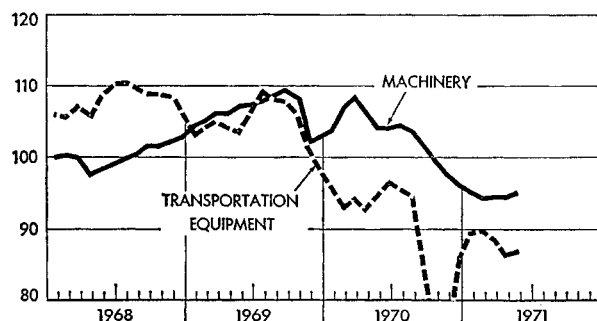
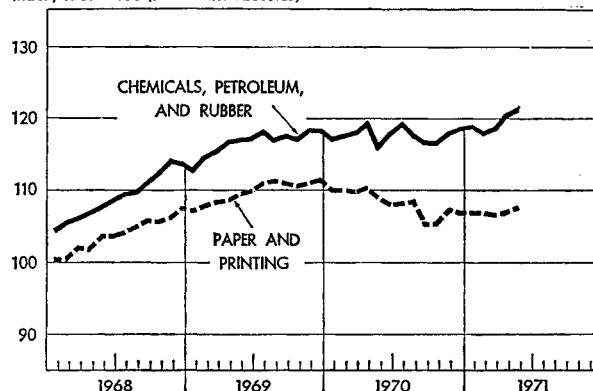
## PRODUCTION OF SELECTED MANUFACTURES

In May, production increases (seasonally adjusted) of 1 to 1½ percent were registered in most major durable manufactures. Nondurable manufactures continued to rise.

Index, 1967=100 (SEASONALLY ADJUSTED)



Index, 1967=100 (SEASONALLY ADJUSTED)



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1967=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 |
| 1961       | 74.6                 | 65.8                      | 60.2      | 62.5                     | 86.7                | 77.8                           | 75.1               | 62.6                             | 83.7                          |
| 1962       | 78.9                 | 72.3                      | 67.3      | 71.4                     | 90.8                | 82.6                           | 78.0               | 69.1                             | 86.0                          |
| 1963       | 85.5                 | 76.2                      | 70.4      | 76.6                     | 93.2                | 85.0                           | 80.3               | 74.6                             | 88.7                          |
| 1964       | 97.4                 | 82.0                      | 77.1      | 78.9                     | 96.3                | 89.8                           | 85.2               | 80.3                             | 91.7                          |
| 1965       | 103.8                | 91.3                      | 87.5      | 90.0                     | 100.4               | 97.4                           | 90.4               | 86.6                             | 93.7                          |
| 1966       | 107.7                | 100.7                     | 100.2     | 100.7                    | 102.1               | 101.6                          | 97.9               | 95.7                             | 97.3                          |
| 1967       | 100.0                | 100.0                     | 100.0     | 100.0                    | 100.0               | 100.0                          | 100.0              | 100.0                            | 100.0                         |
| 1968       | 103.4                | 103.7                     | 100.5     | 108.3                    | 104.6               | 103.9                          | 103.9              | 109.3                            | 102.7                         |
| 1969       | 112.5                | 111.1                     | 106.7     | 105.4                    | 101.9               | 103.4                          | 109.9              | 117.2                            | 105.5                         |
| 1970       | 106                  | 106                       | 103       | 90                       |                     | 98                             | 108                | 118                              | 107                           |
| 1970: Apr. | 104.8                | 108.2                     | 106.3     | 92.4                     | 98.8                | 99.6                           | 110.3              | 119.5                            | 108.0                         |
| May        | 107.6                | 105.9                     | 104.1     | 94.9                     | 99.3                | 98.1                           | 109.0              | 115.9                            | 107.3                         |
| June       | 107.7                | 106.4                     | 103.9     | 96.5                     | 92.0                | 97.4                           | 108.1              | 118.1                            | 105.7                         |
| July       | 109.6                | 106.5                     | 104.3     | 95.4                     | 94.5                | 97.5                           | 108.2              | 119.4                            | 106.3                         |
| Aug.       | 109.9                | 106.2                     | 103.8     | 94.6                     | 97.7                | 97.5                           | 108.4              | 117.6                            | 106.4                         |
| Sept.      | 107.6                | 104.5                     | 101.5     | 83.9                     | 92.6                | 97.0                           | 105.3              | 116.8                            | 107.1                         |
| Oct.       | 101.1                | 99.2                      | 99.7      | 73.6                     | 94.2                | 97.3                           | 105.4              | 116.6                            | 105.1                         |
| Nov.       | 97.6                 | 98.0                      | 97.6      | 73.6                     | 91.5                | 95.4                           | 107.3              | 117.9                            | 107.2                         |
| Dec.       | 102.2                | 98.8                      | 96.3      | 86.0                     | 90.5                | 97.3                           | 106.8              | 118.5                            | 108.4                         |
| 1971: Jan. | 103.8                | 100.7                     | 95.3      | 89.7                     | 100.1               | 98.3                           | 106.9              | 118.9                            | 110.0                         |
| Feb.       | 106.3                | 101.4                     | 94.3      | 89.8                     | 100.0               | 96.9                           | 106.9              | 117.9                            | 110.1                         |
| Mar.       | 108.0                | 101.8                     | 94.5      | 88.5                     | 99.5                | 97.9                           | 106.6              | 118.6                            | 110.5                         |
| Apr.       | 109.1                | 101.8                     | 94.5      | 86.2                     |                     | 99.6                           | 106.9              | 120.5                            | 109.6                         |
| May        | 111                  | 102                       | 95        | 87                       |                     | 100                            | 108                | 122                              | 110                           |

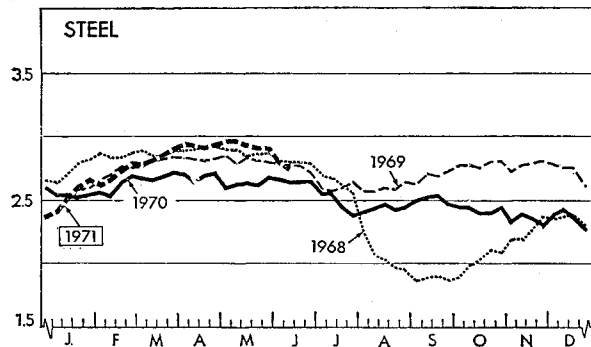
NOTE.—The indexes in this table were converted to a 1967 base from the Federal Reserve indexes published on a 1957-59 base.

Source: Board of Governors of the Federal Reserve System.

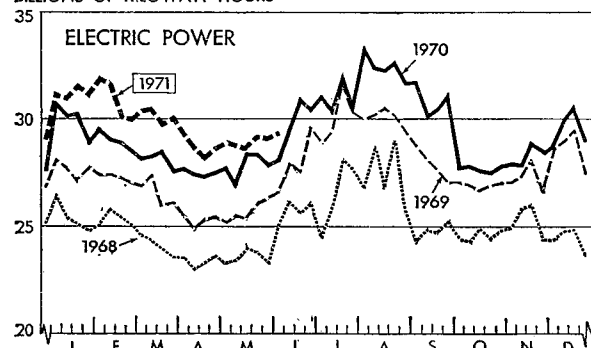
## WEEKLY INDICATORS OF PRODUCTION

Steel output in May was about the same as in April. Cars assembled increased. Most other weekly indicators of production posted gains.

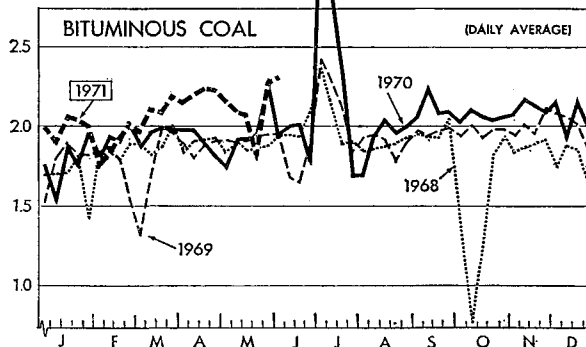
MILLIONS OF TONS



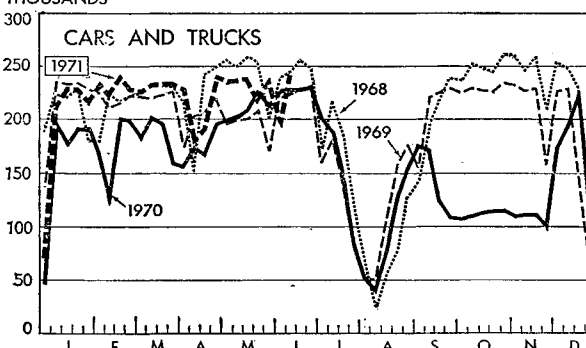
BILLIONS OF KILOWATT HOURS



MILLIONS OF SHORT TONS



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) <sup>1</sup> | Freight loaded (thousands of cars) | Paperboard produced (thousands of tons) | Cars and trucks assembled (thousands) |       |        |
|---------------------------|-----------------------|-------------------|---------------------------------------------------------|--------------------------------------------------------------|------------------------------------|-----------------------------------------|---------------------------------------|-------|--------|
|                           | Thousands of net tons | Index (1967= 100) |                                                         |                                                              |                                    |                                         | Total                                 | Cars  | Trucks |
|                           |                       |                   |                                                         |                                                              |                                    |                                         |                                       |       |        |
| Weekly average:           |                       |                   |                                                         |                                                              |                                    |                                         |                                       |       |        |
| 1964-----                 | 2,431                 | 99.6              | 18,728                                                  | 1,630                                                        | 558                                | 384                                     | 178.8                                 | 148.8 | 30.0   |
| 1965-----                 | 2,521                 | 103.3             | 20,169                                                  | 1,735                                                        | 562                                | 410                                     | 213.7                                 | 179.4 | 34.3   |
| 1966-----                 | 2,572                 | 105.4             | 21,971                                                  | 1,798                                                        | 570                                | 446                                     | 199.3                                 | 165.4 | 33.9   |
| 1967-----                 | 2,440                 | 100.0             | 23,169                                                  | 1,868                                                        | 540                                | 439                                     | 172.9                                 | 142.4 | 30.5   |
| 1968-----                 | 2,515                 | 103.1             | 25,244                                                  | 1,827                                                        | 543                                | 479                                     | 207.6                                 | 170.1 | 37.5   |
| 1969-----                 | 2,709                 | 111.0             | 27,588                                                  | 1,894                                                        | 543                                | 507                                     | 195.7                                 | 158.1 | 37.6   |
| 1970 <sup>a</sup> -----   | 2,522                 | 103.4             | 29,288                                                  | 1,990                                                        | 522                                | 489                                     | 158.9                                 | 125.9 | 33.0   |
| 1970: Apr-----            | 2,654                 | 108.8             | 27,508                                                  | 1,981                                                        | 536                                | 510                                     | 177.9                                 | 145.5 | 32.4   |
| May-----                  | 2,613                 | 107.1             | 27,875                                                  | 1,937                                                        | 566                                | 515                                     | 212.6                                 | 171.9 | 40.7   |
| June-----                 | 2,639                 | 108.2             | 29,747                                                  | 1,899                                                        | 557                                | 498                                     | 228.1                                 | 185.0 | 43.1   |
| July-----                 | 2,439                 | 100.0             | 31,406                                                  | 2,019                                                        | 501                                | 446                                     | 133.9                                 | 102.9 | 31.0   |
| Aug-----                  | 2,430                 | 99.6              | 32,191                                                  | 2,017                                                        | 540                                | 490                                     | 99.6                                  | 64.6  | 34.9   |
| Sept-----                 | 2,506                 | 102.7             | 30,180                                                  | 2,067                                                        | 541                                | 469                                     | 137.8                                 | 107.1 | 30.7   |
| Oct-----                  | 2,415                 | 99.0              | 27,664                                                  | 2,047                                                        | 553                                | 497                                     | 113.1                                 | 88.8  | 24.4   |
| Nov-----                  | 2,333                 | 95.6              | 28,306                                                  | 2,173                                                        | 514                                | 501                                     | 108.0                                 | 86.7  | 21.3   |
| Dec-----                  | 2,361                 | 96.8              | 29,442                                                  | 2,057                                                        | 454                                | 442                                     | 155.8                                 | 125.7 | 30.1   |
| 1971: Jan-----            | 2,545                 | 104.3             | 31,200                                                  | 2,058                                                        | 488                                | 488                                     | 220.3                                 | 181.7 | 38.5   |
| Feb-----                  | 2,719                 | 111.4             | 30,864                                                  | 1,954                                                        | 487                                | 506                                     | 231.0                                 | 188.8 | 42.2   |
| Mar-----                  | 2,854                 | 117.0             | 29,993                                                  | 2,102                                                        | 506                                | 516                                     | 230.2                                 | 188.1 | 42.1   |
| Apr-----                  | 2,929                 | 120.2             | 28,570                                                  | 2,036                                                        | 523                                | 508                                     | 211.6                                 | 170.6 | 40.9   |
| May <sup>a</sup> -----    | 2,921                 | 119.8             | 28,921                                                  | 2,002                                                        | 526                                | 513                                     | 232.4                                 | 190.6 | 41.7   |
| Week ended:               |                       |                   |                                                         |                                                              |                                    |                                         |                                       |       |        |
| 1971: May 1-----          | 2,960                 | 121.3             | 28,897                                                  | 2,162                                                        | 542                                | 498                                     | 236.7                                 | 192.3 | 44.4   |
| 8-----                    | 2,960                 | 121.3             | 28,755                                                  | 2,085                                                        | 535                                | 512                                     | 238.0                                 | 197.3 | 40.7   |
| 15-----                   | 2,927                 | 120.0             | 28,617                                                  | 2,067                                                        | 532                                | 502                                     | 238.5                                 | 196.1 | 42.3   |
| 22-----                   | 2,909                 | 119.2             | 29,200                                                  | 1,813                                                        | 465                                | 518                                     | 216.4                                 | 176.4 | 40.0   |
| 29-----                   | 2,914                 | 119.4             | 29,113                                                  | 2,270                                                        | 571                                | 520                                     | 236.6                                 | 192.7 | 43.9   |
| June 5 <sup>a</sup> ----- | 2,786                 | 114.2             | 29,348                                                  | 2,305                                                        | 497                                | 496                                     | 197.2                                 | 159.5 | 37.7   |
| 12 <sup>a</sup> -----     | 2,737                 | 112.2             | 32,251                                                  |                                                              |                                    |                                         | 240.2                                 | 193.3 | 46.9   |

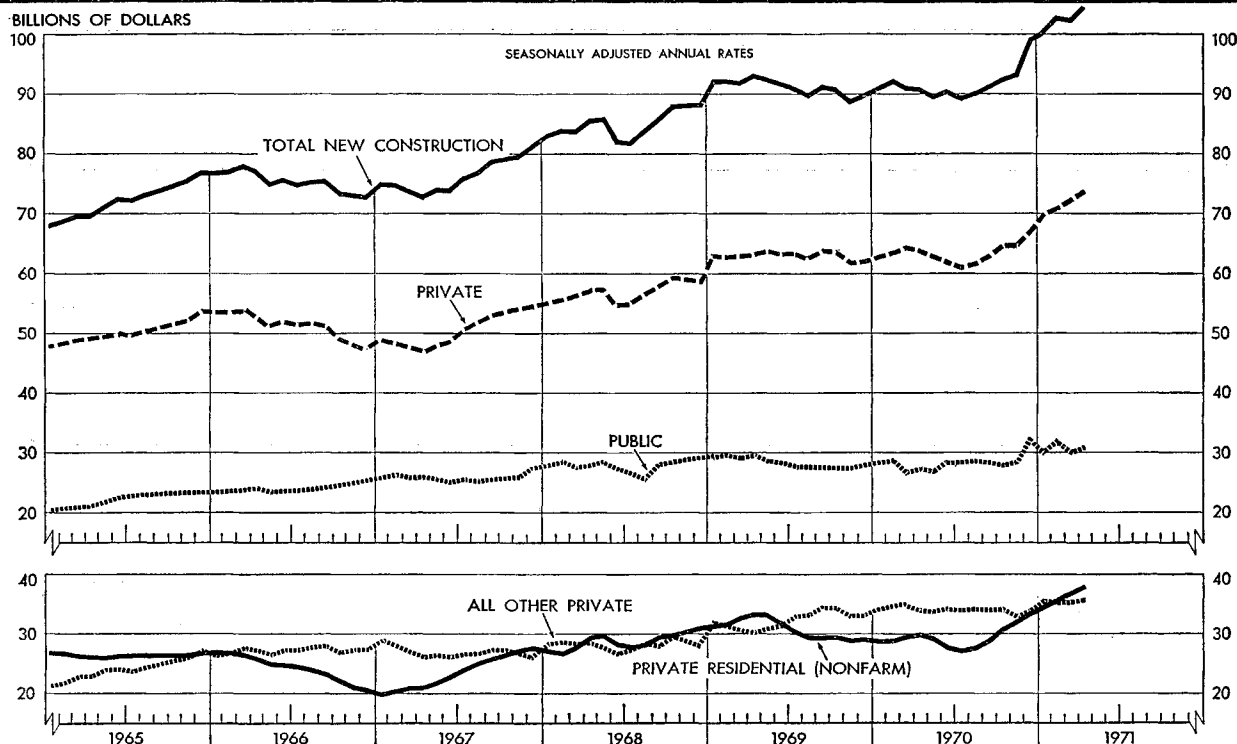
<sup>1</sup> Daily average. Includes data for Alaska.

<sup>2</sup> Not charted.

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

## NEW CONSTRUCTION

According to preliminary estimates, expenditures for new construction (seasonally adjusted) rose 2 percent in April, following a small decline in March. Private residential and nonresidential construction as well as public construction increased.



SOURCE: DEPARTMENT OF COMMERCE

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| Period                 | Total new construction expenditures | Private                          |                     |                   |                           |       |                                | Federal, State, and local | Construction contracts <sup>2</sup>                             |  |
|------------------------|-------------------------------------|----------------------------------|---------------------|-------------------|---------------------------|-------|--------------------------------|---------------------------|-----------------------------------------------------------------|--|
|                        |                                     | Total                            | Residential nonfarm |                   | Commercial and industrial | Other | Total value index, (1967= 100) |                           | Commercial and industrial floor space (millions of square feet) |  |
|                        |                                     |                                  | Total <sup>1</sup>  | New housing units |                           |       |                                |                           |                                                                 |  |
|                        |                                     | Billions of dollars              |                     |                   |                           |       |                                |                           |                                                                 |  |
| 1965-----              | 72.3                                | 50.3                             | 26.3                | 20.4              | 11.9                      | 12.1  | 22.1                           | 93.2                      | 680                                                             |  |
| 1966-----              | 75.1                                | 51.1                             | 24.0                | 18.0              | 13.6                      | 13.6  | 24.0                           | 94.8                      | 769                                                             |  |
| 1967-----              | 76.2                                | 50.6                             | 23.7                | 17.9              | 13.1                      | 13.7  | 25.6                           | 100.0                     | 694                                                             |  |
| 1968-----              | 84.7                                | 57.0                             | 28.8                | 22.4              | 13.9                      | 14.2  | 27.7                           | 113.2                     | 779                                                             |  |
| 1969-----              | 90.9                                | 62.8                             | 30.6                | 23.7              | 16.5                      | 15.7  | 28.1                           | 123.7                     | 883                                                             |  |
| 1970-----              | 91.3                                | 63.1                             | 29.3                | 21.9              | 16.5                      | 17.4  | 28.2                           | 123.1                     | 741                                                             |  |
|                        |                                     | Seasonally adjusted annual rates |                     |                   |                           |       |                                | Seasonally adjusted       | Seasonally adjusted annual rates                                |  |
| 1970: Mar-----         | 90.7                                | 64.2                             | 29.4                | 21.4              | 17.7                      | 17.0  | 26.6                           | 132                       | 805                                                             |  |
| Apr-----               | 90.7                                | 63.6                             | 29.8                | 21.3              | 16.8                      | 17.0  | 27.1                           | 130                       | 768                                                             |  |
| May-----               | 89.7                                | 62.7                             | 29.2                | 20.6              | 16.4                      | 17.1  | 27.0                           | 110                       | 698                                                             |  |
| June-----              | 90.1                                | 61.7                             | 27.7                | 20.0              | 16.8                      | 17.2  | 28.4                           | 120                       | 654                                                             |  |
| July-----              | 89.1                                | 60.7                             | 27.0                | 20.4              | 15.9                      | 17.7  | 28.4                           | 116                       | 845                                                             |  |
| Aug-----               | 90.0                                | 61.5                             | 27.5                | 21.4              | 16.4                      | 17.5  | 28.5                           | 135                       | 732                                                             |  |
| Sept-----              | 91.0                                | 62.7                             | 28.8                | 22.3              | 16.1                      | 17.8  | 28.3                           | 118                       | 722                                                             |  |
| Oct-----               | 92.3                                | 64.5                             | 30.5                | 23.2              | 16.2                      | 17.8  | 27.9                           | 115                       | 621                                                             |  |
| Nov-----               | 92.9                                | 64.5                             | 31.8                | 24.1              | 15.0                      | 17.7  | 28.3                           | 130                       | 648                                                             |  |
| Dec-----               | 99.1                                | 66.9                             | 33.3                | 25.7              | 15.7                      | 17.9  | 32.2                           | 132                       | 656                                                             |  |
| 1971: Jan-----         | 100.0                               | 69.9                             | 34.4                | 26.9              | 17.5                      | 18.0  | 30.1                           | 117                       | 652                                                             |  |
| Feb-----               | 102.6                               | 70.8                             | 35.6                | 28.1              | 17.4                      | 17.8  | 31.7                           | 126                       | 600                                                             |  |
| Mar-----               | 102.2                               | 72.2                             | 36.9                | 29.4              | 17.4                      | 17.9  | 30.0                           | 141                       | 785                                                             |  |
| Apr <sup>2</sup> ----- | 104.5                               | 73.7                             | 38.1                | 30.4              | 17.7                      | 18.0  | 30.8                           | 161                       | 658                                                             |  |

<sup>1</sup> Includes nonhousekeeping residential construction and additions and alterations, not shown separately.

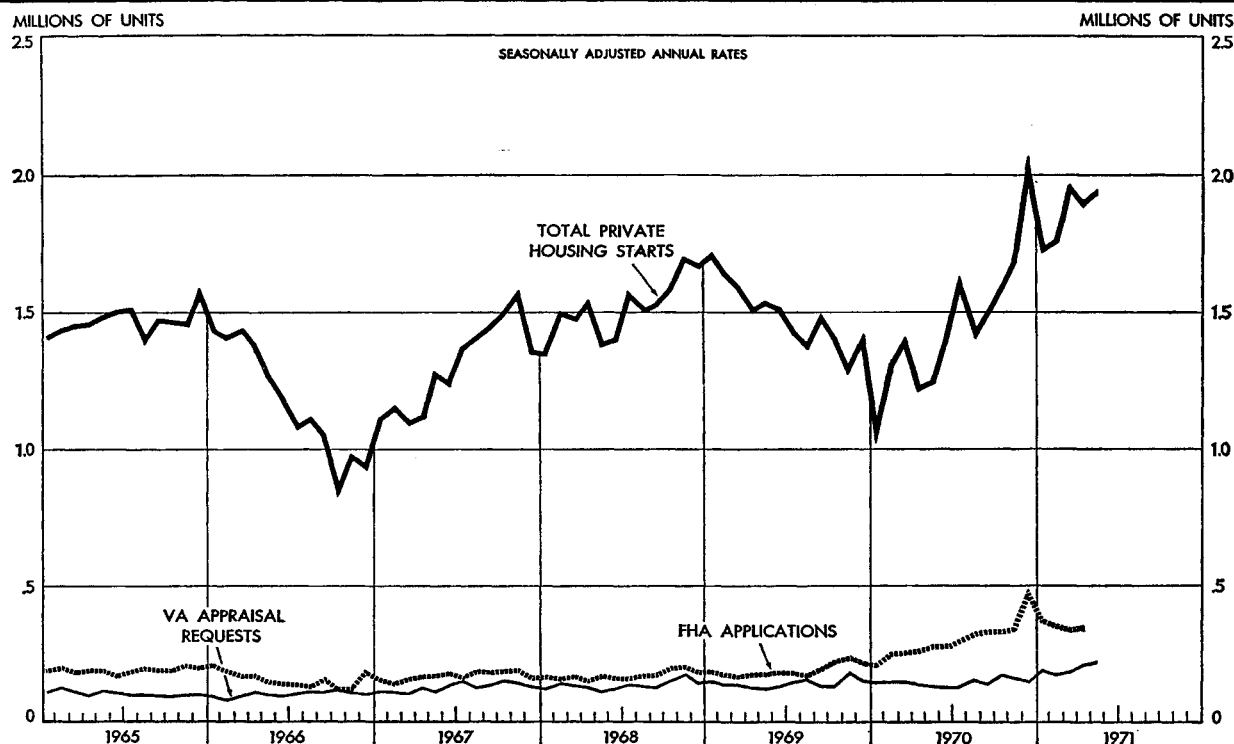
<sup>2</sup> F. W. Dodge series. Relates to 50 States beginning 1970 for value index and beginning 1971 for floor space.

NOTE.—Data for Alaska and Hawaii included beginning 1959 (except as noted).

Sources: Department of Commerce and McGraw-Hill Information Systems Company, F. W. Dodge Division.

# NEW HOUSING STARTS AND APPLICATIONS FOR FINANCING

Private housing starts in May continued at a seasonally adjusted annual rate of 1.9 million units. Permits for future housing rose sharply.



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 <sup>1</sup> | Proposed home construction                    |                                         |
|----------------------------------|-------------------------------------------|--------------------------------|------------------------|----------|-------------------|------------------------------------|------|---------------------------------------------------|-----------------------------------------------|-----------------------------------------|
|                                  | Total private and public (including farm) | Total private (including farm) | Private                |          |                   |                                    |      |                                                   | Applications for FHA commitments <sup>2</sup> | Requests for VA appraisals <sup>2</sup> |
|                                  |                                           |                                | Total (including farm) |          |                   | Government home programs (nonfarm) |      |                                                   |                                               |                                         |
|                                  |                                           |                                | Total                  | One unit | Two or more units | FHA                                | VA   |                                                   |                                               |                                         |
| 1965.....                        | 1,509.6                                   | 1,472.9                        | 1,472.9                | 963.8    | 509.1             | 159.9                              | 49.4 | 1,239.8                                           | 188.9                                         | 102.1                                   |
| 1966.....                        | 1,195.9                                   | 1,165.0                        | 1,165.0                | 778.5    | 386.5             | 129.1                              | 36.8 | 971.9                                             | 153.0                                         | 99.2                                    |
| 1967.....                        | 1,321.9                                   | 1,291.6                        | 1,291.6                | 843.9    | 447.7             | 141.9                              | 52.5 | 1,141.0                                           | 167.2                                         | 124.3                                   |
| 1968.....                        | 1,545.5                                   | 1,507.7                        | 1,507.7                | 899.5    | 608.2             | 147.7                              | 56.1 | 1,353.4                                           | 168.9                                         | 131.7                                   |
| 1969.....                        | 1,499.6                                   | 1,466.8                        | 1,466.8                | 810.6    | 656.2             | 153.6                              | 51.2 | 1,322.3                                           | 187.6                                         | 138.2                                   |
| 1970.....                        | 1,467.0                                   | 1,433.6                        | 1,433.6                | 812.9    | 620.7             | 233.5                              | 61.0 | 1,324.2                                           | 315.0                                         | 143.7                                   |
| Seasonally adjusted annual rates |                                           |                                |                        |          |                   |                                    |      |                                                   |                                               |                                         |
| 1970: Apr.....                   | 130.2                                     | 128.4                          | 1,224                  | 697      | 527               | 207                                | 60   | 1,177                                             | 281                                           | 135                                     |
| May.....                         | 127.3                                     | 125.0                          | 1,242                  | 728      | 514               | 194                                | 57   | 1,309                                             | 271                                           | 133                                     |
| June.....                        | 141.6                                     | 135.2                          | 1,393                  | 835      | 558               | 215                                | 52   | 1,285                                             | 291                                           | 126                                     |
| July.....                        | 143.4                                     | 140.8                          | 1,603                  | 827      | 776               | 230                                | 51   | 1,309                                             | 297                                           | 126                                     |
| Aug.....                         | 131.6                                     | 128.7                          | 1,425                  | 838      | 587               | 238                                | 64   | 1,378                                             | 327                                           | 152                                     |
| Sept.....                        | 133.4                                     | 130.9                          | 1,509                  | 881      | 628               | 246                                | 60   | 1,388                                             | 337                                           | 139                                     |
| Oct.....                         | 143.4                                     | 140.9                          | 1,583                  | 890      | 693               | 266                                | 64   | 1,523                                             | 326                                           | 168                                     |
| Nov.....                         | 128.3                                     | 126.9                          | 1,693                  | 934      | 759               | 288                                | 71   | 1,487                                             | 345                                           | 157                                     |
| Dec.....                         | 123.9                                     | 121.4                          | 2,054                  | 1,240    | 814               | 354                                | 78   | 1,768                                             | 474                                           | 149                                     |
| 1971: Jan.....                   | 114.8                                     | 110.6                          | 1,725                  | 946      | 779               | 410                                | 76   | 1,635                                             | 371                                           | 190                                     |
| Feb.....                         | 104.6                                     | 102.2                          | 1,754                  | 985      | 769               | 290                                | 73   | 1,563                                             | 350                                           | 174                                     |
| Mar.....                         | 169.3                                     | 167.9                          | 1,959                  | 1,048    | 911               | 265                                | 83   | 1,627                                             | 336                                           | 183                                     |
| Apr <sup>p</sup> .....           | 202.2                                     | 199.7                          | 1,899                  | 1,090    | 809               | 278                                | 94   | 1,638                                             | 347                                           | 210                                     |
| May <sup>p</sup> .....           | 199.2                                     | 194.2                          | 1,931                  | 1,098    | 833               | -----                              | 96   | 1,870                                             | -----                                         | 218                                     |

<sup>1</sup> 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.

<sup>2</sup> Units represented by mortgage applications for new home construction.

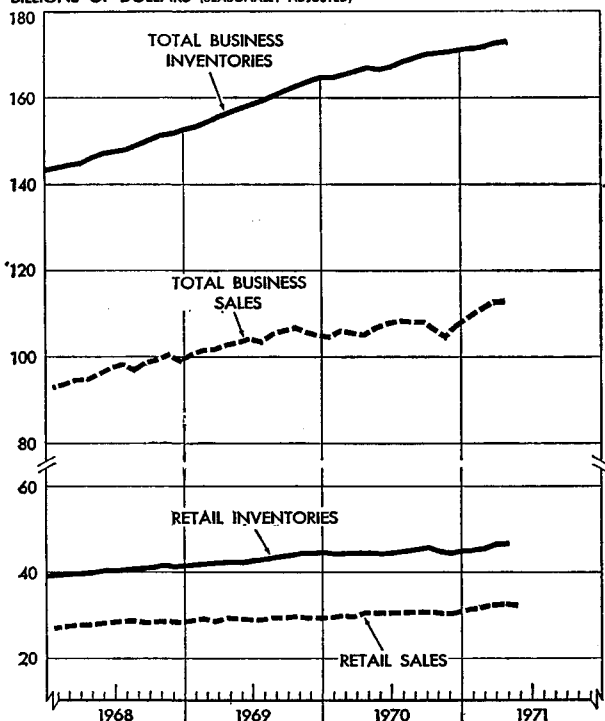
NOTE.—Data include Alaska and Hawaii.

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

# BUSINESS SALES AND INVENTORIES — TOTAL AND TRADE

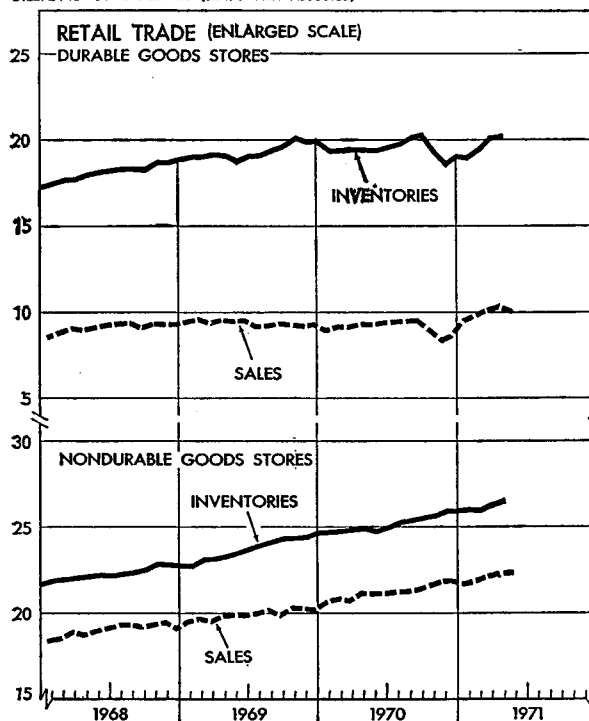
Business inventories (seasonally adjusted) rose \$0.7 billion in April while sales increased 0.3 percent. Retail sales in May declined about 1 percent, according to advance reports.

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



SEE BELOW.  
SOURCE: DEPARTMENT OF COMMERCE

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



COUNCIL OF ECONOMIC ADVISERS

| Period                 | Total business <sup>1</sup>              |                               | Wholesale <sup>4</sup> |                               | Retail <sup>5</sup> |                            |                                    |                          |                            |                                    |
|------------------------|------------------------------------------|-------------------------------|------------------------|-------------------------------|---------------------|----------------------------|------------------------------------|--------------------------|----------------------------|------------------------------------|
|                        | Sales <sup>2</sup>                       | Inven-<br>tories <sup>3</sup> | Sales <sup>2</sup>     | Inven-<br>tories <sup>3</sup> | Sales <sup>2</sup>  |                            |                                    | Inventories <sup>5</sup> |                            |                                    |
|                        |                                          |                               |                        |                               | Total               | Durable<br>goods<br>stores | Non-<br>durable<br>goods<br>stores | Total                    | Durable<br>goods<br>stores | Non-<br>durable<br>goods<br>stores |
|                        | Millions of dollars, seasonally adjusted |                               |                        |                               |                     |                            |                                    |                          |                            |                                    |
| 1963.....              | 68,969                                   | 105,477                       | 13,382                 | 16,048                        | 20,556              | 6,661                      | 13,895                             | 29,386                   | 12,572                     | 16,814                             |
| 1964.....              | 73,685                                   | 111,457                       | 14,527                 | 16,977                        | 21,823              | 7,049                      | 14,773                             | 31,094                   | 13,318                     | 17,776                             |
| 1965.....              | 80,276                                   | 120,900                       | 15,595                 | 18,274                        | 23,677              | 7,849                      | 15,828                             | 34,405                   | 15,253                     | 19,152                             |
| 1966.....              | 87,184                                   | 136,988                       | 16,979                 | 20,691                        | 25,330              | 8,192                      | 17,138                             | 38,073                   | 17,258                     | 20,815                             |
| 1967.....              | 88,962                                   | 143,334                       | 17,099                 | 21,557                        | 26,151              | 8,348                      | 17,803                             | 38,952                   | 17,277                     | 21,675                             |
| 1968.....              | 96,989                                   | 152,699                       | 18,329                 | 22,528                        | 28,277              | 9,187                      | 19,090                             | 41,604                   | 18,851                     | 22,753                             |
| 1969.....              | 103,755                                  | 164,917                       | 19,726                 | 24,363                        | 29,303              | 9,398                      | 19,904                             | 44,623                   | 19,980                     | 24,643                             |
| 1970.....              | 106,488                                  | 171,136                       | 20,554                 | 26,604                        | 30,381              | 9,141                      | 21,240                             | 44,918                   | 19,040                     | 25,878                             |
| 1970: Mar.....         | 105,487                                  | 166,149                       | 20,463                 | 24,842                        | 29,801              | 9,134                      | 20,667                             | 44,325                   | 19,471                     | 24,854                             |
| Apr.....               | 105,087                                  | 167,059                       | 20,012                 | 24,942                        | 30,536              | 9,340                      | 21,196                             | 44,326                   | 19,426                     | 24,900                             |
| May.....               | 106,847                                  | 166,734                       | 20,684                 | 24,990                        | 30,502              | 9,320                      | 21,182                             | 44,109                   | 19,346                     | 24,763                             |
| June.....              | 107,612                                  | 167,375                       | 20,656                 | 25,142                        | 30,518              | 9,411                      | 21,107                             | 44,527                   | 19,552                     | 24,975                             |
| July.....              | 108,393                                  | 168,635                       | 20,639                 | 25,410                        | 30,729              | 9,487                      | 21,242                             | 44,965                   | 19,739                     | 25,226                             |
| Aug.....               | 108,175                                  | 169,364                       | 20,698                 | 25,423                        | 30,781              | 9,503                      | 21,278                             | 45,453                   | 20,119                     | 25,334                             |
| Sept.....              | 108,074                                  | 170,038                       | 20,714                 | 25,689                        | 30,885              | 9,556                      | 21,329                             | 45,691                   | 20,270                     | 25,421                             |
| Oct.....               | 106,224                                  | 170,352                       | 20,754                 | 26,003                        | 30,534              | 8,927                      | 21,607                             | 44,883                   | 19,291                     | 25,592                             |
| Nov.....               | 104,917                                  | 170,873                       | 20,641                 | 26,334                        | 30,208              | 8,380                      | 21,828                             | 44,507                   | 18,542                     | 25,965                             |
| Dec.....               | 107,019                                  | 171,136                       | 20,718                 | 26,604                        | 30,481              | 8,659                      | 21,822                             | 44,918                   | 19,040                     | 25,878                             |
| 1971: Jan.....         | 108,996                                  | 171,431                       | 21,338                 | 26,646                        | 31,154              | 9,480                      | 21,674                             | 44,984                   | 18,987                     | 25,997                             |
| Feb.....               | 110,748                                  | 171,758                       | 21,334                 | 26,806                        | 31,611              | 9,785                      | 21,826                             | 45,432                   | 19,480                     | 25,952                             |
| Mar.....               | 112,520                                  | 172,620                       | 21,676                 | 26,788                        | 32,266              | 10,180                     | 22,086                             | 46,416                   | 20,131                     | 26,285                             |
| Apr <sup>p</sup> ..... | 112,908                                  | 173,333                       | 21,841                 | 27,063                        | 32,604              | 10,328                     | 22,276                             | 46,728                   | 20,232                     | 26,496                             |
| May.....               |                                          |                               |                        |                               | <sup>6</sup> 32,335 | <sup>6</sup> 10,033        | <sup>6</sup> 22,302                |                          |                            |                                    |

<sup>1</sup> The term "business" also includes manufacturing (see page 22).

<sup>2</sup> Monthly average for year and total for month.

<sup>3</sup> Book value, end of period, seasonally adjusted.

<sup>4</sup> Beginning 1961, data include Alaska and Hawaii.

<sup>5</sup> Beginning 1960, data include Alaska and Hawaii.

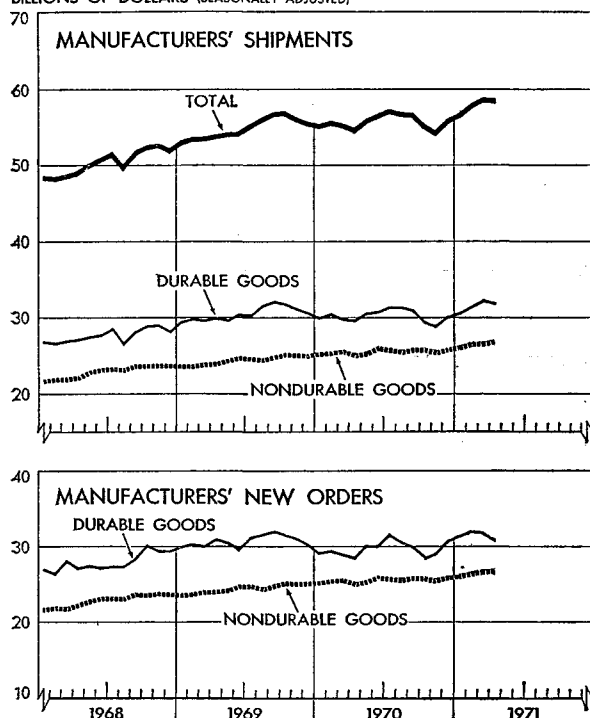
<sup>6</sup> Unofficial estimates.

Source: Department of Commerce.

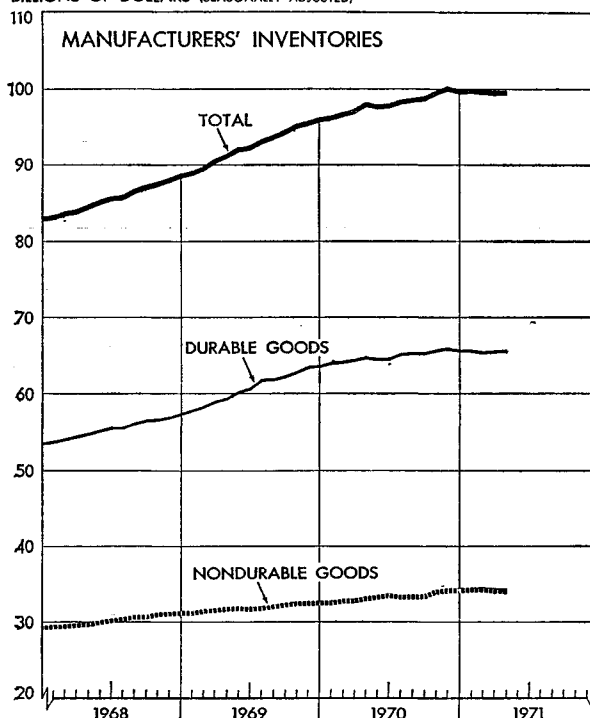
# MANUFACTURERS' SHIPMENTS, INVENTORIES, AND NEW ORDERS

Manufacturers' shipments (seasonally adjusted) and new orders fell in April while inventories rose a little.

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

| Period         | Manufacturers' shipments <sup>1</sup>    |                  |                          | Manufacturers' inventories <sup>2</sup> |                  |                          | Manufacturers' new orders <sup>1</sup> |               |                                              |                          | Manu-<br>fac-<br>turers'<br>inven-<br>tory-<br>ship-<br>ments<br>ratio <sup>3</sup> |
|----------------|------------------------------------------|------------------|--------------------------|-----------------------------------------|------------------|--------------------------|----------------------------------------|---------------|----------------------------------------------|--------------------------|-------------------------------------------------------------------------------------|
|                | Total                                    | Durable<br>goods | Non-<br>durable<br>goods | Total                                   | Durable<br>goods | Non-<br>durable<br>goods | Total                                  | Durable goods |                                              | Non-<br>durable<br>goods |                                                                                     |
|                |                                          |                  |                          |                                         |                  |                          |                                        | Total         | Producers'<br>capital<br>goods<br>industries |                          |                                                                                     |
|                | Millions of dollars, seasonally adjusted |                  |                          |                                         |                  |                          |                                        |               |                                              |                          |                                                                                     |
| 1963.....      | 35, 032                                  | 18, 247          | 16, 786                  | 60, 043                                 | 35, 813          | 24, 230                  | 35, 322                                | 18, 521       | 3, 412                                       | 16, 801                  | 1. 69                                                                               |
| 1964.....      | 37, 335                                  | 19, 634          | 17, 701                  | 63, 386                                 | 38, 436          | 24, 950                  | 37, 952                                | 20, 258       | 3, 935                                       | 17, 694                  | 1. 64                                                                               |
| 1965.....      | 41, 003                                  | 22, 216          | 18, 788                  | 68, 221                                 | 42, 227          | 25, 994                  | 41, 803                                | 22, 986       | 4, 435                                       | 18, 817                  | 1. 60                                                                               |
| 1966.....      | 44, 876                                  | 24, 635          | 20, 240                  | 78, 224                                 | 49, 849          | 28, 375                  | 45, 938                                | 25, 709       | 5, 268                                       | 20, 229                  | 1. 62                                                                               |
| 1967.....      | 45, 712                                  | 24, 973          | 20, 738                  | 82, 825                                 | 53, 530          | 29, 295                  | 45, 928                                | 25, 189       | 5, 250                                       | 20, 739                  | 1. 77                                                                               |
| 1968.....      | 50, 384                                  | 27, 653          | 22, 731                  | 88, 567                                 | 57, 399          | 31, 168                  | 50, 670                                | 27, 942       | 5, 804                                       | 22, 728                  | 1. 70                                                                               |
| 1969.....      | 54, 727                                  | 30, 415          | 24, 311                  | 95, 931                                 | 63, 547          | 32, 384                  | 54, 933                                | 30, 624       | 6, 553                                       | 24, 309                  | 1. 69                                                                               |
| 1970.....      | 55, 554                                  | 30, 127          | 25, 427                  | 99, 614                                 | 65, 548          | 34, 066                  | 55, 009                                | 29, 570       | 6, 429                                       | 25, 439                  | 1. 76                                                                               |
| 1970: Mar..... | 55, 223                                  | 29, 757          | 25, 466                  | 96, 982                                 | 64, 263          | 32, 719                  | 54, 339                                | 28, 861       | 5, 998                                       | 25, 478                  | 1. 76                                                                               |
| Apr.....       | 54, 539                                  | 29, 633          | 24, 906                  | 97, 791                                 | 64, 689          | 33, 102                  | 53, 374                                | 28, 449       | 5, 984                                       | 24, 925                  | 1. 79                                                                               |
| May.....       | 55, 661                                  | 30, 488          | 25, 173                  | 97, 635                                 | 64, 447          | 33, 188                  | 55, 139                                | 29, 977       | 6, 302                                       | 25, 162                  | 1. 75                                                                               |
| June.....      | 56, 438                                  | 30, 638          | 25, 800                  | 97, 706                                 | 64, 395          | 33, 311                  | 55, 778                                | 30, 028       | 6, 281                                       | 25, 750                  | 1. 73                                                                               |
| July.....      | 57, 025                                  | 31, 315          | 25, 710                  | 98, 260                                 | 65, 079          | 33, 181                  | 57, 111                                | 31, 399       | 6, 411                                       | 25, 712                  | 1. 72                                                                               |
| Aug.....       | 56, 696                                  | 31, 270          | 25, 426                  | 98, 488                                 | 65, 290          | 33, 198                  | 55, 968                                | 30, 537       | 6, 299                                       | 25, 431                  | 1. 74                                                                               |
| Sept.....      | 56, 475                                  | 30, 863          | 25, 612                  | 98, 658                                 | 65, 323          | 33, 335                  | 55, 523                                | 29, 856       | 6, 759                                       | 25, 667                  | 1. 75                                                                               |
| Oct.....       | 54, 936                                  | 29, 369          | 25, 567                  | 99, 466                                 | 65, 628          | 33, 838                  | 54, 190                                | 28, 504       | 6, 552                                       | 25, 686                  | 1. 81                                                                               |
| Nov.....       | 54, 068                                  | 28, 815          | 25, 253                  | 100, 032                                | 65, 920          | 34, 112                  | 54, 291                                | 29, 009       | 6, 873                                       | 25, 282                  | 1. 85                                                                               |
| Dec.....       | 55, 820                                  | 30, 024          | 25, 796                  | 99, 614                                 | 65, 548          | 34, 066                  | 56, 431                                | 30, 602       | 6, 554                                       | 25, 829                  | 1. 78                                                                               |
| 1971: Jan..... | 56, 504                                  | 30, 545          | 25, 959                  | 99, 801                                 | 65, 610          | 34, 191                  | 57, 377                                | 31, 405       | 6, 990                                       | 25, 972                  | 1. 77                                                                               |
| Feb.....       | 57, 803                                  | 31, 352          | 26, 451                  | 99, 520                                 | 65, 347          | 34, 173                  | 58, 288                                | 31, 867       | 7, 518                                       | 26, 421                  | 1. 72                                                                               |
| Mar.....       | 58, 578                                  | 32, 093          | 26, 485                  | 99, 416                                 | 65, 352          | 34, 064                  | 58, 326                                | 31, 773       | 6, 767                                       | 26, 553                  | 1. 70                                                                               |
| Apr.....       | 58, 463                                  | 31, 759          | 26, 704                  | 99, 542                                 | 65, 536          | 34, 006                  | 57, 244                                | 30, 591       | 6, 325                                       | 26, 653                  | 1. 70                                                                               |

<sup>1</sup> Monthly average for year and total for month.

<sup>2</sup> Book value, end of period, seasonally adjusted.

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

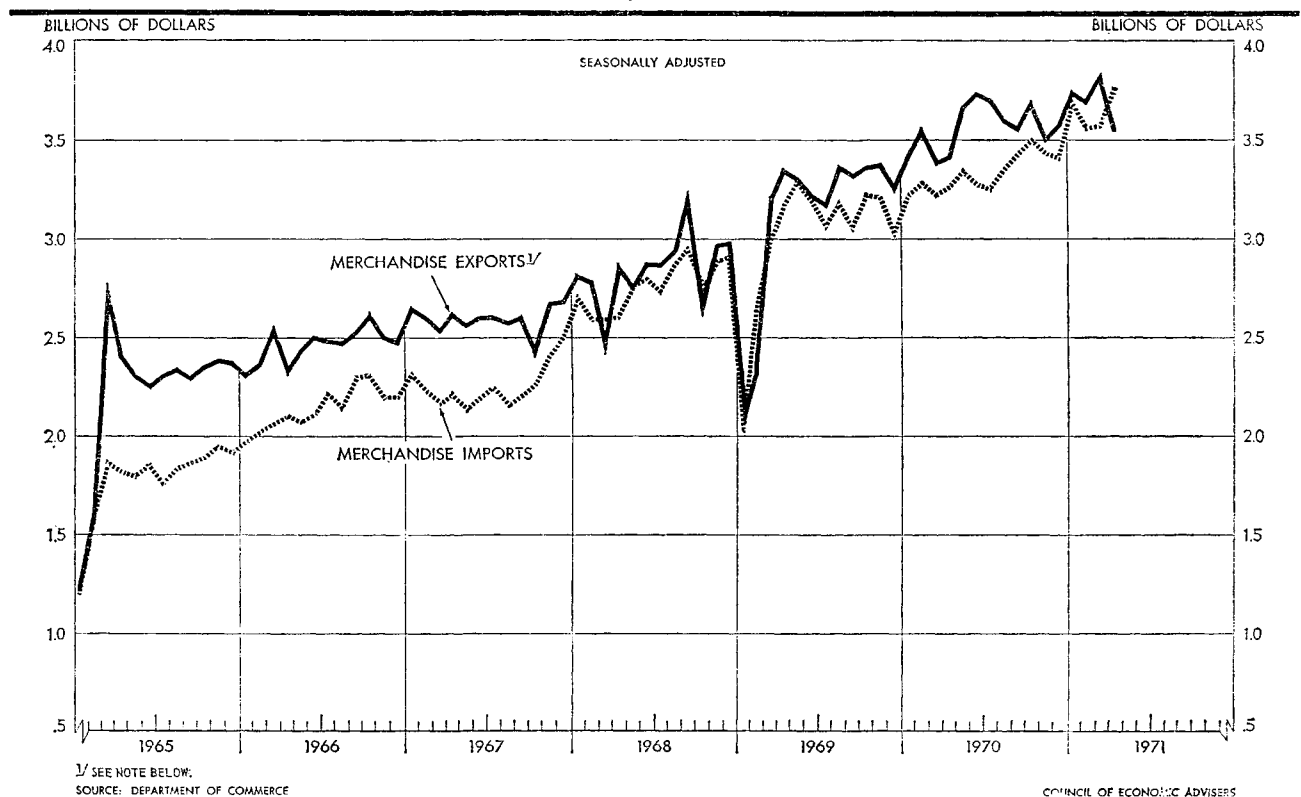
NOTE.—Data for Alaska and Hawaii included beginning 1958.

Source: Department of Commerce.



# MERCHANDISE EXPORTS AND IMPORTS

The merchandise trade balance registered a deficit of \$215 million (seasonally adjusted) in April, following a gradually increasing surplus during the first 3 months of the year which reached \$245 million in March.



| [Millions of dollars] |                                               |                 |                      |                                              |                                         |                                 |                               |                 |                                              |                                         |                                 |                                                                            |
|-----------------------|-----------------------------------------------|-----------------|----------------------|----------------------------------------------|-----------------------------------------|---------------------------------|-------------------------------|-----------------|----------------------------------------------|-----------------------------------------|---------------------------------|----------------------------------------------------------------------------|
| Period                | Merchandise exports                           |                 |                      |                                              |                                         |                                 | Merchandise imports           |                 |                                              |                                         |                                 | Gross-merchan-<br>disse trade<br>surplus,<br>season-<br>ally ad-<br>justed |
|                       | Total (includ-<br>ing reexports) <sup>1</sup> |                 | Domestic exports     |                                              |                                         |                                 | General imports <sup>3</sup>  |                 |                                              |                                         |                                 |                                                                            |
|                       | Season-<br>ally ad-<br>justed                 | Unad-<br>justed | Total <sup>1 2</sup> | Food,<br>bever-<br>ages,<br>and to-<br>bacco | Crude<br>mate-<br>rials<br>and<br>fuels | Manu-<br>fac-<br>tured<br>goods | Total <sup>2</sup>            |                 | Food,<br>bever-<br>ages,<br>and to-<br>bacco | Crude<br>mate-<br>rials<br>and<br>fuels | Manu-<br>fac-<br>tured<br>goods |                                                                            |
|                       |                                               |                 |                      |                                              |                                         |                                 | Season-<br>ally ad-<br>justed | Unad-<br>justed |                                              |                                         |                                 |                                                                            |
| Monthly average:      |                                               |                 |                      |                                              |                                         |                                 |                               |                 |                                              |                                         |                                 |                                                                            |
| 1962                  | -----                                         | 1, 748          | 1, 725               | 312                                          | 280                                     | 1, 139                          | -----                         | 1, 366          | 306                                          | 391                                     | 637                             | 382                                                                        |
| 1963                  | -----                                         | 1, 869          | 1, 845               | 349                                          | 315                                     | 1, 191                          | -----                         | 1, 428          | 322                                          | 396                                     | 672                             | 441                                                                        |
| 1964                  | -----                                         | 2, 153          | 2, 123               | 386                                          | 361                                     | 1, 377                          | -----                         | 1, 562          | 335                                          | 419                                     | 759                             | 590                                                                        |
| 1965                  | -----                                         | 2, 229          | 2, 201               | 377                                          | 356                                     | 1, 453                          | -----                         | 1, 736          | 334                                          | 453                                     | 937                             | 444                                                                        |
| 1966                  | -----                                         | 2, 458          | 2, 421               | 432                                          | 367                                     | 1, 602                          | -----                         | 2, 135          | 382                                          | 476                                     | 1, 204                          | 323                                                                        |
| 1967                  | -----                                         | 2, 586          | 2, 554               | 392                                          | 394                                     | 1, 737                          | -----                         | 2, 241          | 392                                          | 447                                     | 1, 313                          | 345                                                                        |
| 1968                  | -----                                         | 2, 839          | 2, 802               | 383                                          | 405                                     | 1, 985                          | -----                         | 2, 769          | 447                                          | 503                                     | 1, 719                          | 70                                                                         |
| 1969                  | -----                                         | 3, 111          | 3, 066               | 370                                          | 417                                     | 2, 232                          | -----                         | 3, 004          | 442                                          | 533                                     | 1, 918                          | 107                                                                        |
| 1970                  | -----                                         | 3, 555          | 3, 502               | 421                                          | 558                                     | 2, 445                          | -----                         | 3, 330          | 520                                          | 546                                     | 2, 159                          | 225                                                                        |
|                       |                                               |                 | Unadjusted           |                                              |                                         |                                 |                               |                 | Unadjusted                                   |                                         |                                 |                                                                            |
| 1970: Mar.            | 3, 376                                        | 3, 578          | 3, 538               | 371                                          | 538                                     | 2, 555                          | 3, 218                        | 3, 381          | 538                                          | 580                                     | 2, 164                          | 158                                                                        |
| Apr.                  | 3, 409                                        | 3, 597          | 3, 542               | 367                                          | 556                                     | 2, 553                          | 3, 263                        | 3, 391          | 560                                          | 516                                     | 2, 208                          | 146                                                                        |
| May                   | 3, 661                                        | 3, 906          | 3, 845               | 381                                          | 565                                     | 2, 814                          | 3, 338                        | 3, 176          | 474                                          | 520                                     | 2, 086                          | 323                                                                        |
| June                  | 3, 730                                        | 3, 718          | 3, 670               | 396                                          | 608                                     | 2, 564                          | 3, 266                        | 3, 504          | 546                                          | 567                                     | 2, 279                          | 465                                                                        |
| July                  | 3, 699                                        | 3, 550          | 3, 488               | 424                                          | 545                                     | 2, 426                          | 3, 254                        | 3, 312          | 504                                          | 507                                     | 2, 186                          | 445                                                                        |
| Aug.                  | 3, 592                                        | 3, 265          | 3, 216               | 405                                          | 528                                     | 2, 205                          | 3, 346                        | 3, 116          | 484                                          | 561                                     | 1, 965                          | 246                                                                        |
| Sept.                 | 3, 553                                        | 3, 335          | 3, 283               | 429                                          | 536                                     | 2, 242                          | 3, 428                        | 3, 452          | 511                                          | 551                                     | 2, 271                          | 125                                                                        |
| Oct.                  | 3, 689                                        | 3, 917          | 3, 844               | 535                                          | 629                                     | 2, 621                          | 3, 501                        | 3, 599          | 547                                          | 547                                     | 2, 384                          | 188                                                                        |
| Nov.                  | 3, 499                                        | 3, 494          | 3, 445               | 512                                          | 574                                     | 2, 294                          | 3, 428                        | 3, 406          | 518                                          | 516                                     | 2, 263                          | 71                                                                         |
| Dec.                  | 3, 570                                        | 3, 685          | 3, 634               | 485                                          | 667                                     | 2, 375                          | 3, 404                        | 3, 556          | 575                                          | 600                                     | 2, 265                          | 166                                                                        |
| 1971: Jan.            | 3, 735                                        | 3, 482          | 3, 434               | 439                                          | 554                                     | 2, 351                          | 3, 686                        | 3, 422          | 523                                          | 515                                     | 2, 266                          | 49                                                                         |
| Feb.                  | 3, 690                                        | 3, 527          | 3, 470               | 403                                          | 537                                     | 2, 445                          | 3, 553                        | 3, 194          | 442                                          | 480                                     | 2, 163                          | 136                                                                        |
| Mar.                  | 3, 815                                        | 4, 108          | 4, 058               | 455                                          | 596                                     | 2, 936                          | 3, 569                        | 3, 912          | 528                                          | 641                                     | 2, 620                          | 245                                                                        |
| Apr.                  | 3, 543                                        | 3, 829          | 3, 764               | 401                                          | 578                                     | 2, 672                          | 3, 758                        | 3, 898          | 592                                          | 568                                     | 2, 612                          | -215                                                                       |

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

Total includes commodities and transactions not classified according to kind.

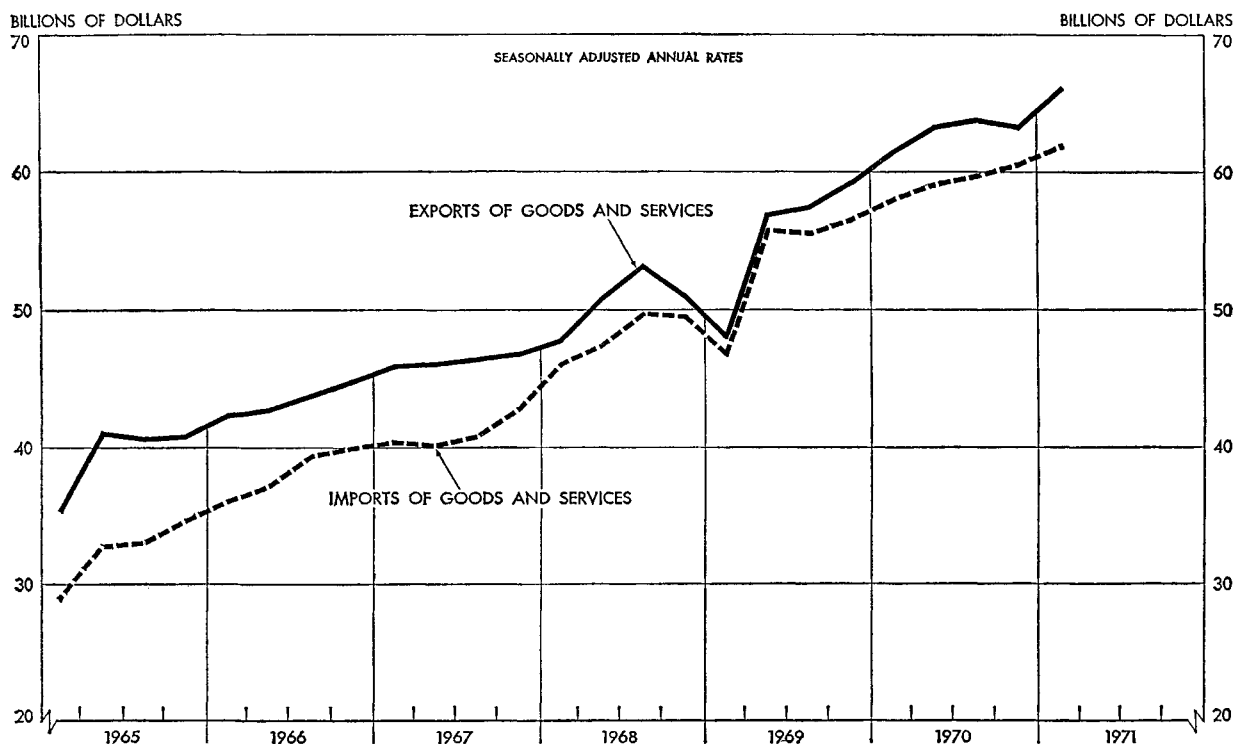
Total arrivals of imported goods other than intransit shipments.

NOTE.—Data adjusted to include silver ore and bullion reported separately prior to 1969.

Source: Department of Commerce.

# U.S. EXPORTS AND IMPORTS OF GOODS AND SERVICES

The balance on goods and services was in surplus by \$4.2 billion (seasonally adjusted annual rate) in the first quarter of 1967. This was the largest surplus since the third quarter of 1967.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

| Period                           | Exports of goods and services |                          |                |                       |            |                | Imports of goods and services |                          |                       |                | Balance on goods and services |                          |
|----------------------------------|-------------------------------|--------------------------|----------------|-----------------------|------------|----------------|-------------------------------|--------------------------|-----------------------|----------------|-------------------------------|--------------------------|
|                                  | Total                         | Merchandise <sup>1</sup> | Military sales | Income on investments |            | Other services | Total                         | Merchandise <sup>1</sup> | Military expenditures | Other services | Total                         | Merchandise <sup>1</sup> |
|                                  |                               |                          |                | Private               | Government |                |                               |                          |                       |                |                               |                          |
| 1965.....                        | 39,407                        | 26,438                   | 830            | 5,384                 | 509        | 6,246          | 32,277                        | 21,496                   | 2,952                 | 7,829          | 7,130                         | 4,942                    |
| 1966.....                        | 43,378                        | 29,390                   | 829            | 5,659                 | 593        | 6,907          | 38,078                        | 25,463                   | 3,764                 | 8,851          | 5,300                         | 3,927                    |
| 1967.....                        | 46,227                        | 30,680                   | 1,240          | 6,235                 | 638        | 7,434          | 41,007                        | 26,821                   | 4,378                 | 9,808          | 5,220                         | 3,859                    |
| 1968.....                        | 50,623                        | 33,588                   | 1,395          | 6,922                 | 765        | 7,953          | 48,134                        | 32,964                   | 4,535                 | 10,635         | 2,489                         | 624                      |
| 1969.....                        | 55,600                        | 36,490                   | 1,515          | 7,925                 | 932        | 8,738          | 53,589                        | 35,830                   | 4,856                 | 12,903         | 2,011                         | 660                      |
| 1970.....                        | 62,903                        | 41,980                   | 1,480          | 8,623                 | 906        | 9,914          | 59,311                        | 39,870                   | 4,851                 | 14,590         | 3,592                         | 2,110                    |
| Seasonally adjusted annual rates |                               |                          |                |                       |            |                |                               |                          |                       |                |                               |                          |
| 1969: III.....                   | 58,296                        | 38,408                   | 1,768          | 8,220                 | 964        | 8,936          | 55,464                        | 37,112                   | 4,884                 | 13,468         | 2,832                         | 1,296                    |
| IV.....                          | 59,244                        | 39,552                   | 1,344          | 8,408                 | 944        | 8,996          | 56,568                        | 37,588                   | 5,004                 | 13,976         | 2,676                         | 1,964                    |
| 1970: I.....                     | 61,496                        | 40,964                   | 1,096          | 8,952                 | 952        | 9,532          | 57,972                        | 38,912                   | 4,728                 | 14,332         | 3,524                         | 2,052                    |
| II.....                          | 63,224                        | 42,328                   | 1,788          | 8,228                 | 952        | 9,928          | 59,044                        | 39,324                   | 5,020                 | 14,700         | 4,180                         | 3,004                    |
| III.....                         | 63,720                        | 42,784                   | 1,308          | 8,668                 | 888        | 10,072         | 59,740                        | 39,968                   | 4,844                 | 14,928         | 3,980                         | 2,816                    |
| IV.....                          | 63,180                        | 41,844                   | 1,732          | 8,648                 | 836        | 10,120         | 60,500                        | 41,276                   | 4,812                 | 14,412         | 2,680                         | 568                      |
| 1971: I.....                     | 66,060                        | 44,128                   | 2,028          | 8,668                 | 852        | 10,384         | 61,856                        | 43,040                   | 4,736                 | 14,080         | 4,204                         | 1,088                    |

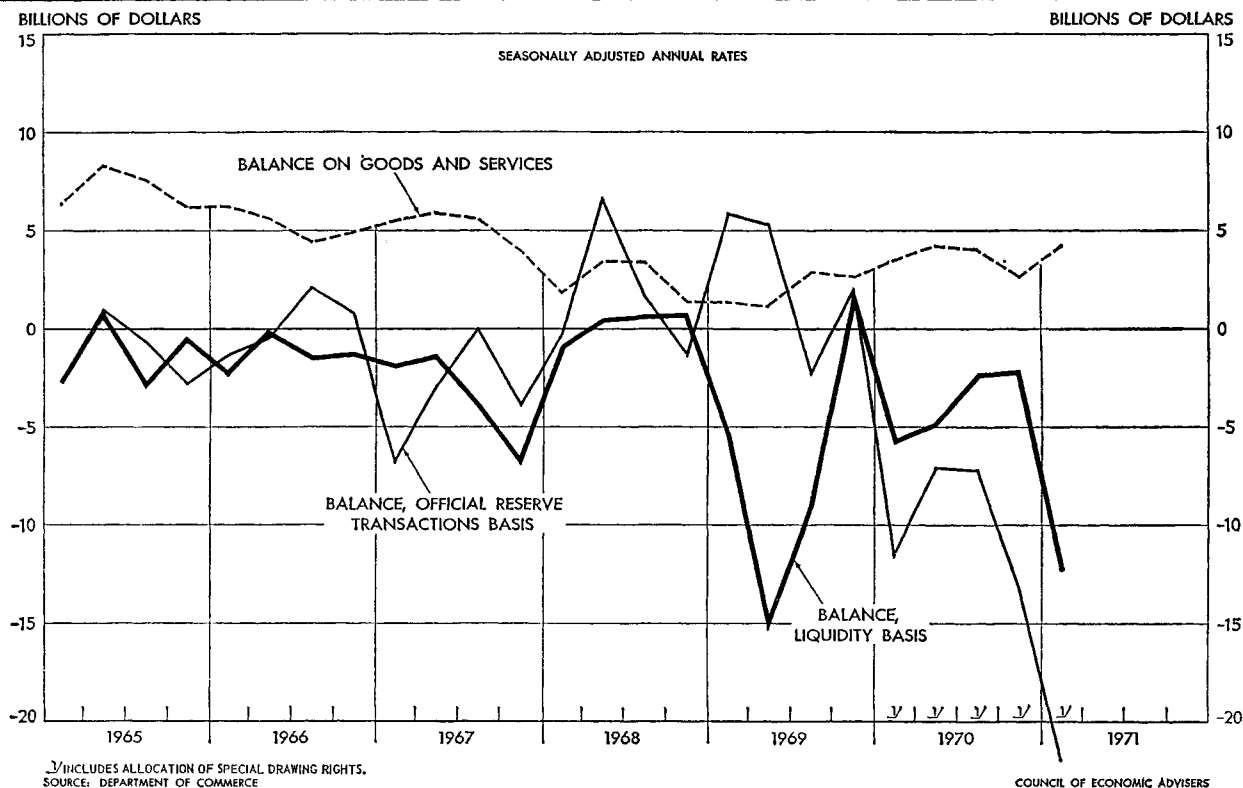
<sup>1</sup>Adjusted from customs data for differences in timing and coverage.

NOTE.—Exports and imports of goods and services (p. 24) have been revised beginning 1965. The balances on liquidity basis and on official reserve transactions basis (p. 25) have not been revised to incorporate these changes. See the forthcoming issue of *Survey of Current Business*, June 1971 for revisions of other data for these periods.

Source: Department of Commerce.

# U.S. BALANCE OF INTERNATIONAL PAYMENTS

During the first quarter of 1971, there were balance of payments deficits of \$12.3 billion on the liquidity basis and of \$22.0 billion on the official reserve transactions basis (both seasonally adjusted annual rates). Both these figures include the 1971 allocation to the United States of \$717 million of Special Drawing Rights.



[Millions of dollars]

| Period                           | U.S. Government grants and capital, net <sup>1</sup> | U.S. private capital, net |                 |            | Foreign capital, net <sup>1</sup> | Errors and unrecorded transactions | Balance                      |                                                  | Changes in selected liabilities (decrease [-]) <sup>4</sup> |            |                                       | Changes in U.S. official reserve assets (increase [-]) |
|----------------------------------|------------------------------------------------------|---------------------------|-----------------|------------|-----------------------------------|------------------------------------|------------------------------|--------------------------------------------------|-------------------------------------------------------------|------------|---------------------------------------|--------------------------------------------------------|
|                                  |                                                      | Direct investment         | Other long-term | Short-term |                                   |                                    | Liquidity basis <sup>2</sup> | Official reserve transactions basis <sup>3</sup> | To foreign official holders <sup>5</sup>                    |            | To other foreign holders <sup>6</sup> |                                                        |
|                                  |                                                      |                           |                 |            |                                   |                                    |                              |                                                  | Liquid                                                      | Non-liquid |                                       |                                                        |
| 1965...                          | -3,406                                               | -3,468                    | -1,079          | 753        | 270                               | -576                               | -1,335                       | -1,289                                           | -18                                                         | 85         | 131                                   | 1,222                                                  |
| 1966...                          | -3,444                                               | -3,661                    | -256            | -415       | 2,531                             | -514                               | -1,357                       | 266                                              | -1,595                                                      | 761        | 2,384                                 | 568                                                    |
| 1967...                          | -4,223                                               | -3,137                    | -1,292          | -1,209     | 3,360                             | -1,088                             | -3,544                       | -3,418                                           | 2,020                                                       | 1,346      | 1,472                                 | 52                                                     |
| 1968...                          | -3,975                                               | -3,209                    | -1,116          | -1,087     | 8,701                             | -514                               | 171                          | 1,641                                            | -3,101                                                      | 2,340      | 3,810                                 | -880                                                   |
| 1969...                          | -3,828                                               | -3,070                    | -1,588          | -575       | 4,132                             | -2,841                             | -7,012                       | 2,700                                            | -517                                                        | -996       | 8,716                                 | -1,187                                                 |
| 1970...                          | -3,235                                               | -3,967                    | -1,266          | -1,118     | 3,863                             | -1,274                             | <sup>7</sup> -3,846          | <sup>7</sup> -9,821                              | 7,619                                                       | -271       | -6,250                                | 2,477                                                  |
| Seasonally adjusted annual rates |                                                      |                           |                 |            |                                   |                                    |                              |                                                  | Quarterly totals, unadjusted                                |            |                                       |                                                        |
| 1969:                            |                                                      |                           |                 |            |                                   |                                    |                              |                                                  |                                                             |            |                                       |                                                        |
| III...                           | -4,088                                               | -3,508                    | -1,796          | 1,384      | 1,244                             | -3,744                             | -9,116                       | -2,328                                           | 2,235                                                       | -509       | 1,423                                 | -686                                                   |
| IV...                            | -3,480                                               | -1,104                    | -1,132          | -1,320     | 6,540                             | 652                                | 1,680                        | 2,056                                            | -506                                                        | -165       | -384                                  | -154                                                   |
| 1970:                            |                                                      |                           |                 |            |                                   |                                    |                              |                                                  |                                                             |            |                                       |                                                        |
| I...                             | -3,420                                               | -5,644                    | -1,960          | 760        | 2,340                             | -820                               | <sup>7</sup> -5,796          | <sup>7</sup> -11,604                             | 2,764                                                       | -412       | -1,692                                | -386                                                   |
| II...                            | -2,900                                               | -5,736                    | 456             | -2,496     | 5,268                             | -3,116                             | <sup>7</sup> -4,940          | <sup>7</sup> -7,120                              | 539                                                         | 508        | -129                                  | 1,022                                                  |
| III...                           | -3,216                                               | -2,844                    | -2,632          | 772        | 4,256                             | -2,140                             | <sup>7</sup> -2,400          | <sup>7</sup> -7,260                              | 2,049                                                       | -238       | -1,211                                | 801                                                    |
| IV...                            | -3,408                                               | -1,640                    | -924            | -3,508     | 3,588                             | 980                                | <sup>7</sup> -2,248          | <sup>7</sup> -13,300                             | 2,267                                                       | -129       | -3,218                                | <sup>8</sup> 1,040                                     |
| 1971:                            |                                                      |                           |                 |            |                                   |                                    |                              |                                                  |                                                             |            |                                       |                                                        |
| I <sup>p</sup> ...               |                                                      |                           |                 |            |                                   |                                    | <sup>7</sup> -12,312         | <sup>7</sup> -22,024                             | 4,757                                                       |            | -2,472                                | 145                                                    |

<sup>1</sup> Includes certain special Government transactions.

<sup>2</sup> Equals changes in liquid liabilities to foreign official holders, other foreign holders, and changes in official reserve assets consisting of gold, Special Drawing Rights, convertible currencies, and the U.S. gold tranche position in the IMF.

<sup>3</sup> Equals changes in liquid and nonliquid liabilities to foreign official holders and changes in official reserve assets consisting of gold, Special Drawing Rights, convertible currencies, and the U.S. gold tranche position in the IMF.

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

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

<sup>6</sup> Private holders; includes banks and international and regional organizations; excludes IMF.

<sup>7</sup> Includes allocations of Special Drawing Rights.

<sup>8</sup> On Dec. 31, U.S. reserve assets consisted of gold stock, \$11,072 million (down \$422 million from Sept. 30); Special Drawing Rights, \$851 million; IMF position including gold portion of increased U.S. subscription, \$1,935 million; convertible currencies, \$629 million.

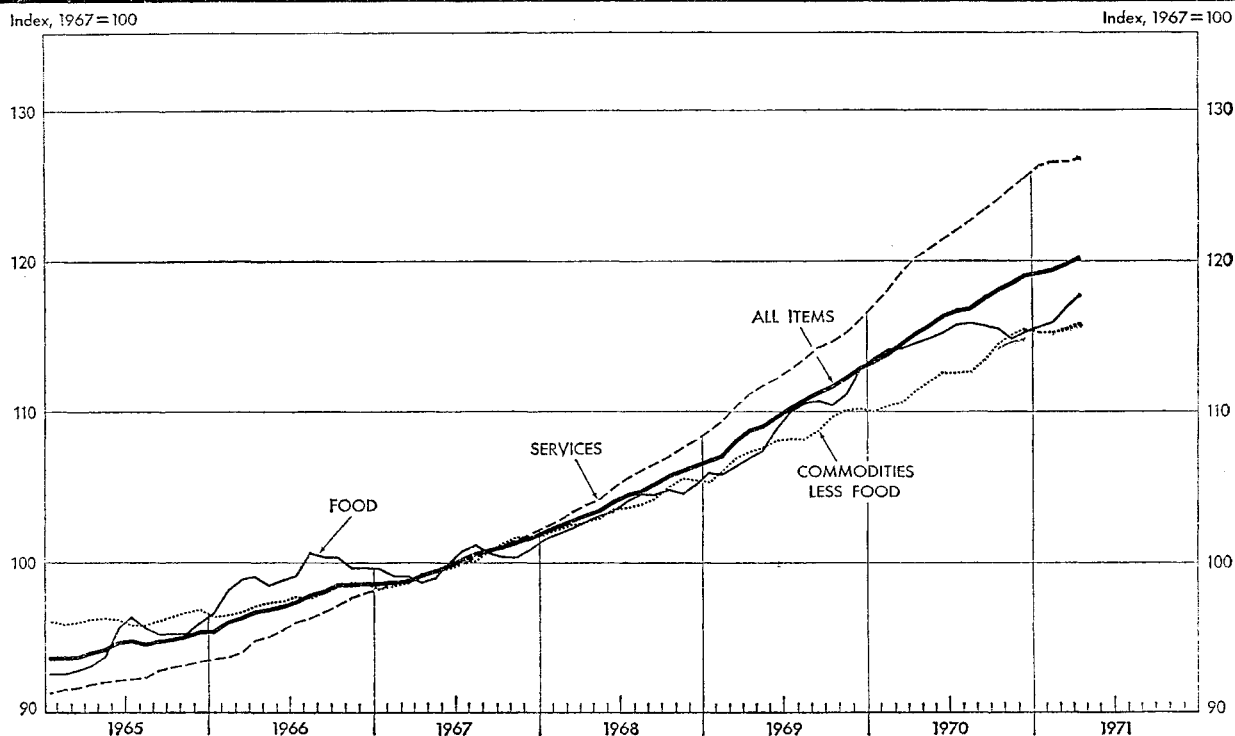
NOTE.—Data exclude military grant-aid and U.S. subscriptions to IMF. See Note, p. 24.

Source: Department of Commerce.

# PRICES

## CONSUMER PRICES

In April, the consumer price index rose 0.3 percent; on a seasonally adjusted basis the rise was also 0.3 percent. Food prices were up 0.7 percent, while nonfood commodities rose 0.3 percent. A continued decline in mortgage interest rates held the rise in prices for consumer services to 0.2 percent.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

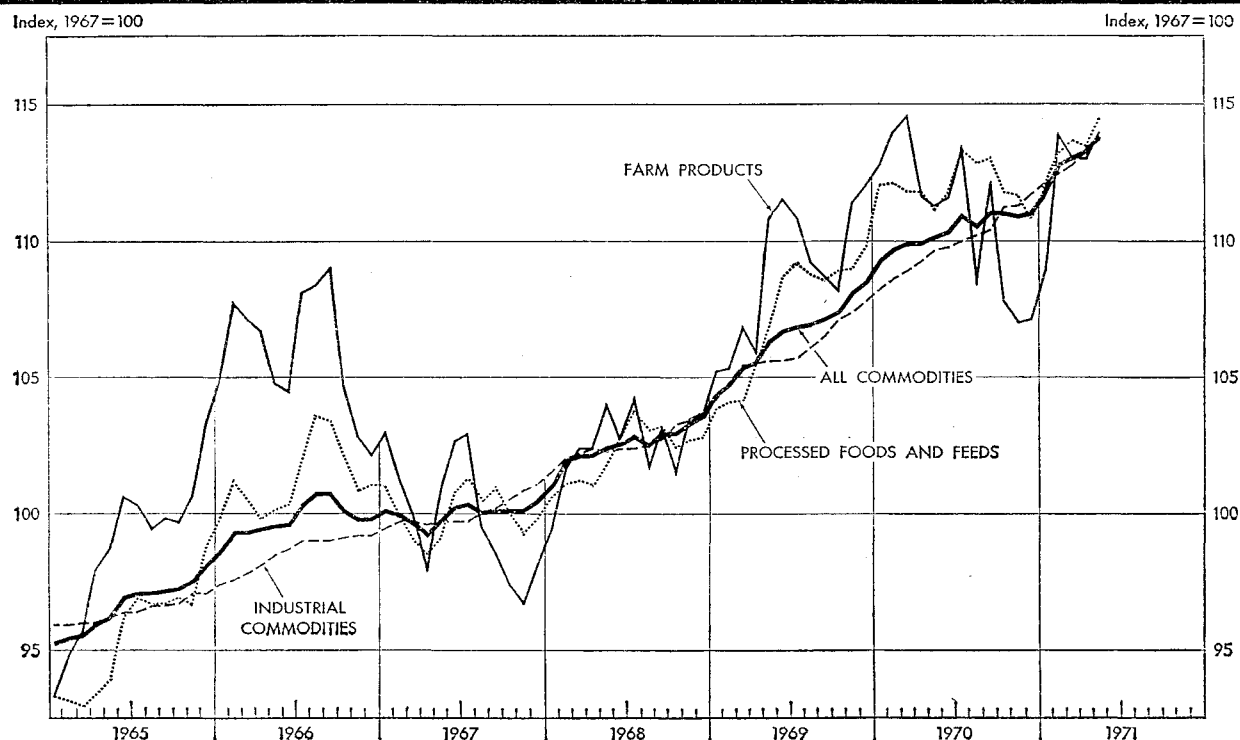
[1967=100]

| Period    | All items | Commodities     |       |                       |         |             | Services     |       |                    |
|-----------|-----------|-----------------|-------|-----------------------|---------|-------------|--------------|-------|--------------------|
|           |           | All commodities | Food  | Commodities less food |         |             | All services | Rent  | Services less rent |
|           |           |                 |       | All                   | Durable | Non-durable |              |       |                    |
| 1961      | 89.6      | 92.0            | 89.1  | 93.4                  | 96.6    | 91.2        | 85.2         | 92.9  | 83.9               |
| 1962      | 90.6      | 92.8            | 89.9  | 94.1                  | 97.6    | 91.8        | 86.8         | 94.0  | 85.5               |
| 1963      | 91.7      | 93.6            | 91.2  | 94.8                  | 97.9    | 92.7        | 88.5         | 95.0  | 87.3               |
| 1964      | 92.9      | 94.6            | 92.4  | 95.6                  | 98.8    | 93.5        | 90.2         | 95.9  | 89.2               |
| 1965      | 94.5      | 95.7            | 94.4  | 96.2                  | 98.4    | 94.8        | 92.2         | 96.9  | 91.5               |
| 1966      | 97.2      | 98.2            | 99.1  | 97.5                  | 98.5    | 97.0        | 95.8         | 98.2  | 95.3               |
| 1967      | 100.0     | 100.0           | 100.0 | 100.0                 | 100.0   | 100.0       | 100.0        | 100.0 | 100.0              |
| 1968      | 104.2     | 103.7           | 103.6 | 103.7                 | 103.1   | 104.1       | 105.2        | 102.4 | 105.7              |
| 1969      | 109.8     | 108.4           | 108.9 | 108.1                 | 107.0   | 108.8       | 112.5        | 105.7 | 113.8              |
| 1970      | 116.3     | 113.5           | 114.9 | 112.5                 | 111.8   | 113.1       | 121.6        | 110.1 | 123.7              |
| 1970: Mar | 114.5     | 112.0           | 114.2 | 110.6                 | 109.4   | 111.5       | 119.3        | 108.8 | 121.2              |
| Apr       | 115.2     | 112.6           | 114.6 | 111.4                 | 110.1   | 112.3       | 120.1        | 109.1 | 122.1              |
| May       | 115.7     | 113.1           | 114.9 | 112.0                 | 111.1   | 112.7       | 120.7        | 109.4 | 122.8              |
| June      | 116.3     | 113.5           | 115.2 | 112.5                 | 111.9   | 112.9       | 121.4        | 109.8 | 123.5              |
| July      | 116.7     | 113.8           | 115.8 | 112.5                 | 112.1   | 113.0       | 122.0        | 110.1 | 124.2              |
| Aug       | 116.9     | 113.8           | 115.9 | 112.6                 | 112.2   | 113.0       | 122.7        | 110.5 | 124.9              |
| Sept      | 117.5     | 114.2           | 115.7 | 113.4                 | 112.5   | 114.1       | 123.5        | 110.9 | 125.8              |
| Oct       | 118.1     | 114.8           | 115.5 | 114.5                 | 113.9   | 114.9       | 124.1        | 111.4 | 126.5              |
| Nov       | 118.5     | 115.1           | 114.9 | 115.1                 | 114.7   | 115.4       | 124.9        | 111.8 | 127.3              |
| Dec       | 119.1     | 115.6           | 115.3 | 115.5                 | 115.2   | 115.7       | 125.6        | 112.6 | 128.0              |
| 1971: Jan | 119.2     | 115.4           | 115.5 | 115.2                 | 115.2   | 115.3       | 126.3        | 112.9 | 128.7              |
| Feb       | 119.4     | 115.5           | 115.9 | 115.2                 | 115.0   | 115.4       | 126.6        | 113.6 | 129.0              |
| Mar       | 119.8     | 116.1           | 117.0 | 115.5                 | 115.2   | 115.7       | 126.6        | 113.9 | 128.9              |
| Apr       | 120.2     | 116.6           | 117.8 | 115.8                 | 115.7   | 116.0       | 126.8        | 114.4 | 129.1              |

Source: Department of Labor.

## WHOLESALE PRICES

The wholesale price index rose 0.4 percent in May; on a seasonally adjusted basis, the increase was 0.3 percent. Industrial prices advanced 0.4 percent. Both farm products and processed foods and feeds rose 0.9 percent.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[1967=100]

| Period     | All commodities | Farm products | Processed foods and feeds | Industrial commodities       |                 |                                     |                         |                                        |             |
|------------|-----------------|---------------|---------------------------|------------------------------|-----------------|-------------------------------------|-------------------------|----------------------------------------|-------------|
|            |                 |               |                           | All industrials <sup>1</sup> | Crude materials | Intermediate materials <sup>2</sup> | Producer finished goods | Consumer finished goods excluding food |             |
|            |                 |               |                           |                              |                 |                                     |                         | Durable                                | Non-durable |
| 1961       | 94.5            | 96.3          | 91.0                      | 94.8                         | 97.2            | 95.5                                | 91.8                    | 98.8                                   | 94.7        |
| 1962       | 94.8            | 98.0          | 91.9                      | 94.8                         | 95.6            | 95.3                                | 92.2                    | 98.3                                   | 94.8        |
| 1963       | 94.5            | 96.0          | 92.5                      | 94.7                         | 94.3            | 95.0                                | 92.4                    | 97.8                                   | 95.1        |
| 1964       | 94.7            | 94.6          | 92.3                      | 95.2                         | 97.1            | 95.6                                | 93.3                    | 98.2                                   | 94.8        |
| 1965       | 96.6            | 98.7          | 95.5                      | 96.4                         | 100.9           | 96.9                                | 94.4                    | 97.9                                   | 95.9        |
| 1966       | 99.8            | 105.9         | 101.2                     | 98.5                         | 104.5           | 98.9                                | 96.8                    | 98.5                                   | 97.8        |
| 1967       | 100.0           | 100.0         | 100.0                     | 100.0                        | 100.0           | 100.0                               | 100.0                   | 100.0                                  | 100.0       |
| 1968       | 102.5           | 102.5         | 102.2                     | 102.5                        | 102.0           | 102.6                               | 103.5                   | 102.2                                  | 102.2       |
| 1969       | 106.5           | 108.8         | 107.3                     | 106.0                        | 110.5           | 106.2                               | 106.9                   | 104.0                                  | 104.8       |
| 1970       | 110.4           | 111.0         | 112.0                     | 110.0                        | 118.8           | 110.0                               | 111.9                   | 107.1                                  | 108.2       |
| 1970: Apr. | 109.9           | 111.6         | 111.8                     | 109.3                        | 120.3           | 109.4                               | 110.8                   | 106.0                                  | 107.2       |
| May        | 110.1           | 111.3         | 111.1                     | 109.7                        | 120.0           | 109.9                               | 111.1                   | 106.2                                  | 107.8       |
| June       | 110.3           | 111.6         | 111.7                     | 109.8                        | 119.5           | 110.1                               | 111.3                   | 106.3                                  | 108.1       |
| July       | 110.9           | 113.4         | 113.3                     | 110.0                        | 118.0           | 110.3                               | 111.6                   | 106.5                                  | 108.2       |
| Aug.       | 110.5           | 108.5         | 112.9                     | 110.2                        | 117.2           | 110.5                               | 111.9                   | 106.5                                  | 108.6       |
| Sept.      | 111.0           | 112.1         | 113.0                     | 110.4                        | 118.7           | 110.7                               | 112.3                   | 106.6                                  | 109.0       |
| Oct.       | 111.0           | 107.8         | 111.8                     | 111.3                        | 120.6           | 111.0                               | 113.8                   | 109.7                                  | 109.2       |
| Nov.       | 110.9           | 107.0         | 111.7                     | 111.3                        | 118.2           | 111.0                               | 114.2                   | 109.9                                  | 109.5       |
| Dec.       | 111.0           | 107.1         | 110.7                     | 111.7                        | 119.8           | 111.0                               | 115.1                   | 109.9                                  | 110.4       |
| 1971: Jan. | 111.8           | 108.9         | 111.8                     | 112.2                        | 121.4           | 111.5                               | 115.6                   | 110.5                                  | 110.9       |
| Feb.       | 112.8           | 113.9         | 113.3                     | 112.5                        | 121.8           | 112.0                               | 115.9                   | 110.8                                  | 110.8       |
| Mar.       | 113.0           | 113.0         | 113.7                     | 112.8                        | 121.4           | 112.7                               | 116.0                   | 110.4                                  | 110.7       |
| Apr.       | 113.3           | 113.0         | 113.5                     | 113.3                        | 124.1           | 113.3                               | 116.1                   | 110.5                                  | 110.5       |
| May        | 113.8           | 114.0         | 114.5                     | 113.7                        | 123.5           | 113.8                               | 116.3                   | 110.7                                  | 111.0       |

<sup>1</sup> Coverage of the subgroups does not correspond exactly to coverage of this dex.

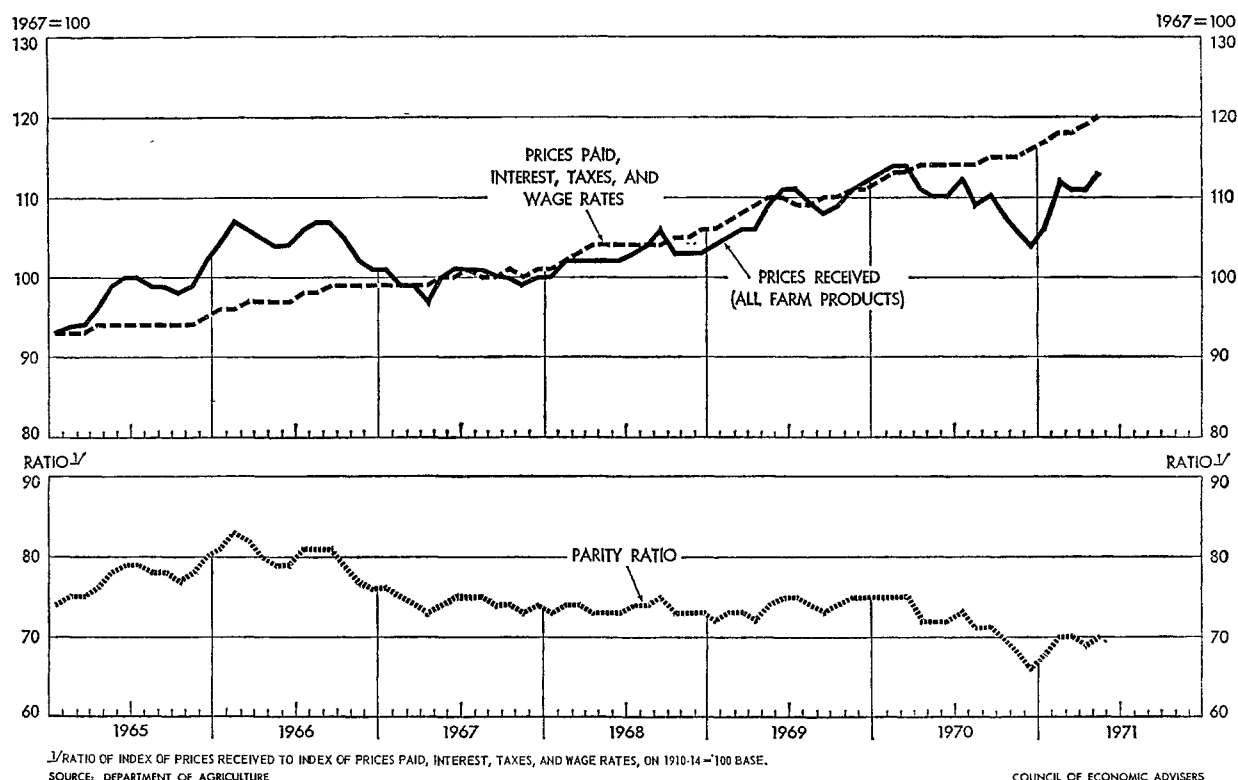
<sup>2</sup> Excludes intermediate materials for food manufacturing and manufactured animal feeds; includes, in part, grain product, for further processing.

NOTE.—Beginning 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

In the month ended May 15, prices received by farmers rose 2 percent and prices paid rose 1 percent. The actual parity ratio rose 1 point and the adjusted ratio was unchanged.



| Period          | Prices received by farmers |       |                        | Prices paid by farmers                     |                     |                  | Parity ratio <sup>1</sup> |                       |
|-----------------|----------------------------|-------|------------------------|--------------------------------------------|---------------------|------------------|---------------------------|-----------------------|
|                 | All farm products          | Crops | Livestock and products | All items, interest, taxes, and wage rates | Family living items | Production items | Actual                    | Adjusted <sup>2</sup> |
| Index, 1967=100 |                            |       |                        |                                            |                     |                  |                           |                       |
| 1961            | 94                         | 100   | 91                     | 88                                         | 90                  | 93               | 79                        | 83                    |
| 1962            | 96                         | 103   | 92                     | 90                                         | 91                  | 94               | 80                        | 83                    |
| 1963            | 96                         | 106   | 89                     | 91                                         | 92                  | 95               | 78                        | 81                    |
| 1964            | 93                         | 106   | 85                     | 92                                         | 93                  | 94               | 76                        | 80                    |
| 1965            | 98                         | 103   | 94                     | 94                                         | 95                  | 96               | 77                        | 82                    |
| 1966            | 105                        | 105   | 105                    | 98                                         | 98                  | 99               | 80                        | 86                    |
| 1967            | 100                        | 100   | 100                    | 100                                        | 100                 | 100              | 74                        | 79                    |
| 1968            | 103                        | 101   | 104                    | 104                                        | 104                 | 102              | 73                        | 79                    |
| 1969            | 108                        | 97    | 116                    | 109                                        | 109                 | 106              | 74                        | 79                    |
| 1970            | 110                        | 100   | 118                    | 114                                        | 114                 | 110              | 72                        | 77                    |
| 1970: Apr 15    | 111                        | 97    | 121                    | 114                                        | 113                 | 109              | 72                        | 78                    |
| May 15          | 110                        | 100   | 117                    | 114                                        | 113                 | 109              | 72                        | 77                    |
| June 15         | 110                        | 101   | 117                    | 114                                        | 114                 | 109              | 72                        | 77                    |
| July 15         | 112                        | 103   | 119                    | 114                                        | 114                 | 109              | 73                        | 79                    |
| Aug 15          | 109                        | 100   | 115                    | 114                                        | 114                 | 109              | 71                        | 76                    |
| Sept 15         | 110                        | 104   | 116                    | 115                                        | 115                 | 111              | 71                        | 77                    |
| Oct 15          | 108                        | 102   | 113                    | 115                                        | 115                 | 111              | 70                        | 75                    |
| Nov 15          | 106                        | 102   | 109                    | 115                                        | 115                 | 111              | 68                        | 74                    |
| Dec 15          | 104                        | 99    | 108                    | 116                                        | 116                 | 112              | 66                        | 72                    |
| 1971: Jan 15    | 106                        | 102   | 110                    | 117                                        | 116                 | 112              | 68                        | 72                    |
| Feb 15          | 112                        | 105   | 117                    | 118                                        | 117                 | 113              | 70                        | 75                    |
| Mar 15          | 111                        | 107   | 114                    | 118                                        | 117                 | 114              | 70                        | 74                    |
| Apr 15          | 111                        | 108   | 114                    | 119                                        | 117                 | 115              | 69                        | 74                    |
| May 15          | 113                        | 111   | 114                    | 120                                        | 118                 | 115              | 70                        | 74                    |

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

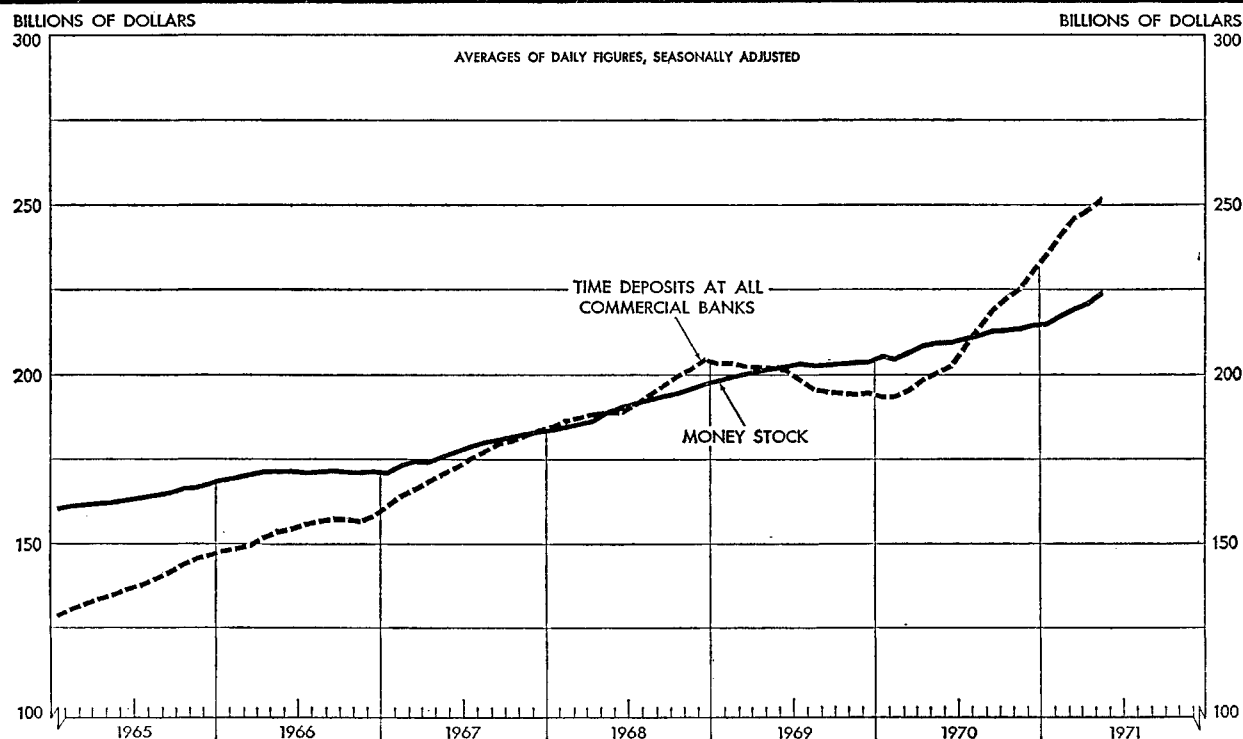
<sup>2</sup> The adjusted parity ratio reflects Government payments made directly to farmers.

Source: Department of Agriculture.

# MONEY, CREDIT, AND SECURITY MARKETS

## MONEY STOCK

The money stock grew at a seasonally adjusted annual rate of 11.0 percent in the first 5 months of 1971. In the last 12 months the money stock grew 7.1 percent.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Averages of daily figures, billions of dollars]

| Period                 | Money stock         |                                   |                              |                                    | Money stock |                                   |                              |                                    | U.S. Gov-<br>ernment<br>demand<br>deposits <sup>1</sup> |
|------------------------|---------------------|-----------------------------------|------------------------------|------------------------------------|-------------|-----------------------------------|------------------------------|------------------------------------|---------------------------------------------------------|
|                        | Total               | Currency<br>out-<br>side<br>banks | De-<br>mand<br>de-<br>posits | Time<br>de-<br>posits <sup>1</sup> | Total       | Currency<br>out-<br>side<br>banks | De-<br>mand<br>de-<br>posits | Time<br>de-<br>posits <sup>1</sup> |                                                         |
|                        | Seasonally adjusted |                                   |                              |                                    | Unadjusted  |                                   |                              |                                    |                                                         |
| 1965: Dec.....         | 168.0               | 36.3                              | 131.7                        | 146.8                              | 173.1       | 37.1                              | 136.0                        | 145.2                              | 4.6                                                     |
| 1966: Dec.....         | 171.7               | 38.3                              | 133.4                        | 158.3                              | 176.9       | 39.1                              | 137.8                        | 156.9                              | 3.4                                                     |
| 1967: Dec.....         | 183.1               | 40.4                              | 142.7                        | 183.5                              | 188.6       | 41.2                              | 147.4                        | 182.1                              | 5.0                                                     |
| 1968: Dec.....         | 197.4               | 43.4                              | 154.0                        | 204.8                              | 203.4       | 44.3                              | 159.1                        | 203.2                              | 5.0                                                     |
| 1969: Dec.....         | 203.6               | 46.0                              | 157.7                        | 194.6                              | 209.8       | 46.9                              | 162.9                        | 193.2                              | 5.6                                                     |
| 1970: Dec.....         | 214.6               | 48.9                              | 165.7                        | 230.4                              | 221.1       | 50.0                              | 171.1                        | 228.7                              | 7.1                                                     |
| 1970: Apr.....         | 208.3               | 47.1                              | 161.2                        | 198.5                              | 209.3       | 46.6                              | 162.6                        | 199.3                              | 5.3                                                     |
| May.....               | 209.2               | 47.7                              | 161.6                        | 200.3                              | 205.3       | 47.3                              | 158.0                        | 201.1                              | 6.4                                                     |
| June.....              | 209.6               | 47.8                              | 161.9                        | 202.2                              | 207.8       | 47.7                              | 160.1                        | 202.3                              | 6.5                                                     |
| July.....              | 210.6               | 48.1                              | 162.5                        | 208.2                              | 209.0       | 48.3                              | 160.7                        | 208.1                              | 6.8                                                     |
| Aug.....               | 211.8               | 48.2                              | 163.7                        | 213.2                              | 208.7       | 48.3                              | 160.4                        | 214.0                              | 7.1                                                     |
| Sept.....              | 212.8               | 48.2                              | 164.6                        | 218.5                              | 211.4       | 48.2                              | 163.1                        | 218.4                              | 6.8                                                     |
| Oct.....               | 213.0               | 48.5                              | 164.5                        | 222.2                              | 213.0       | 48.5                              | 164.5                        | 222.5                              | 6.1                                                     |
| Nov.....               | 213.5               | 48.7                              | 164.8                        | 225.0                              | 215.3       | 49.2                              | 166.1                        | 224.6                              | 5.6                                                     |
| Dec.....               | 214.6               | 48.9                              | 165.7                        | 230.4                              | 221.1       | 50.0                              | 171.1                        | 228.7                              | 7.1                                                     |
| 1971: Jan.....         | 214.8               | 49.2                              | 165.5                        | 235.3                              | 221.3       | 49.1                              | 172.1                        | 234.5                              | 6.6                                                     |
| Feb.....               | 217.3               | 49.6                              | 167.7                        | 240.9                              | 215.5       | 49.2                              | 166.3                        | 240.3                              | 8.3                                                     |
| Mar.....               | 219.4               | 50.0                              | 169.4                        | 246.1                              | 217.4       | 49.5                              | 167.8                        | 246.9                              | 5.4                                                     |
| Apr.....               | 221.1               | 50.5                              | 170.5                        | 248.3                              | 222.2       | 50.1                              | 172.1                        | 249.2                              | 5.5                                                     |
| May <sup>2</sup> ..... | 224.1               | 50.9                              | 173.2                        | 251.3                              | 219.9       | 50.5                              | 169.4                        | 252.1                              | 7.8                                                     |

<sup>1</sup> Deposits at all commercial banks.

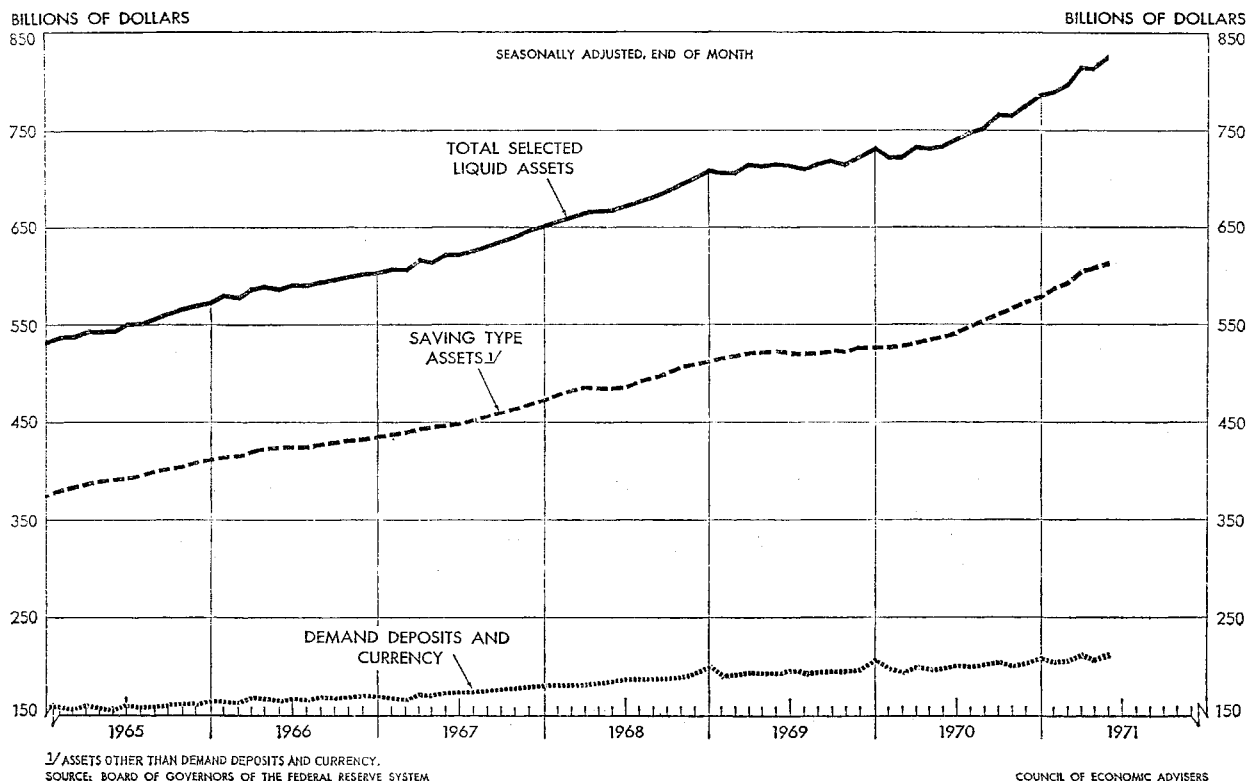
NOTE.—Effective June 9, 1966, balances accumulated for payment of personal loans (about \$1.1 billion) are excluded from time deposits and from loans at all commercial banks.

Data include Alaska and Hawaii.

Source: Board of Governors of the Federal Reserve System.

## SELECTED LIQUID ASSETS HELD BY THE PUBLIC

Public holdings of selected liquid assets increased \$8½ billion (seasonally adjusted) in May, following little change in April. Demand deposits and currency accounted for most of the increase.



[Billions of dollars seasonally adjusted]

| End of period    | Total selected liquid assets | Demand deposits and currency <sup>1</sup> | Time deposits            |                            | Postal Savings System | Savings and loan deposits and shares | U.S. Gov-<br>ernment savings bonds <sup>2</sup> | U.S. Gov-<br>ernment securities maturing within one year <sup>2</sup> |
|------------------|------------------------------|-------------------------------------------|--------------------------|----------------------------|-----------------------|--------------------------------------|-------------------------------------------------|-----------------------------------------------------------------------|
|                  |                              |                                           | Com-<br>mercial<br>banks | Mutual<br>savings<br>banks |                       |                                      |                                                 |                                                                       |
| 1964             | 530.5                        | 156.7                                     | 127.1                    | 49.0                       | 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             | 650.4                        | 180.7                                     | 183.1                    | 60.3                       | -----                 | 123.9                                | 51.9                                            | 50.5                                                                  |
| 1968             | 709.6                        | <sup>3</sup> 199.2                        | 203.8                    | 64.7                       | -----                 | 131.0                                | 52.5                                            | 58.5                                                                  |
| 1969             | 731.8                        | 206.8                                     | 197.1                    | 67.3                       | -----                 | 135.0                                | 52.4                                            | 73.2                                                                  |
| 1970             | 786.4                        | 207.6                                     | 234.8                    | 71.5                       | -----                 | 146.0                                | 52.7                                            | 73.8                                                                  |
| 1970: Apr.       | 731.4                        | 196.7                                     | 201.5                    | 68.0                       | -----                 | 136.5                                | 52.0                                            | 76.8                                                                  |
| May              | 734.1                        | 197.9                                     | 201.7                    | 68.4                       | -----                 | 137.0                                | 52.0                                            | 77.2                                                                  |
| June             | 738.7                        | 199.8                                     | 202.9                    | 68.7                       | -----                 | 137.6                                | 52.0                                            | 77.7                                                                  |
| July             | 749.9                        | 198.7                                     | 211.8                    | 69.2                       | -----                 | 139.2                                | 52.4                                            | 78.5                                                                  |
| Aug.             | 751.1                        | 199.3                                     | 215.4                    | 69.4                       | -----                 | 140.3                                | 52.0                                            | 74.6                                                                  |
| Sept.            | 765.6                        | 203.6                                     | 221.5                    | 69.9                       | -----                 | 142.4                                | 52.1                                            | 76.0                                                                  |
| Oct.             | 764.9                        | 199.8                                     | 224.6                    | 70.4                       | -----                 | 143.5                                | 52.1                                            | 74.5                                                                  |
| Nov.             | 774.1                        | 201.5                                     | 230.4                    | 70.9                       | -----                 | 144.8                                | 52.2                                            | 74.3                                                                  |
| Dec.             | 786.4                        | 207.6                                     | 234.8                    | 71.5                       | -----                 | 146.0                                | 52.7                                            | 73.8                                                                  |
| 1971: Jan.       | 789.2                        | 202.9                                     | 240.0                    | 72.2                       | -----                 | 148.7                                | 52.8                                            | 72.6                                                                  |
| Feb.             | 796.0                        | 204.6                                     | 244.5                    | 73.5                       | -----                 | 151.6                                | 52.8                                            | 69.0                                                                  |
| Mar.             | 814.6                        | 211.6                                     | 249.5                    | 74.7                       | -----                 | 155.7                                | 53.0                                            | 70.1                                                                  |
| Apr.             | 814.2                        | 206.2                                     | 250.2                    | 75.9                       | -----                 | 158.4                                | 53.2                                            | 70.3                                                                  |
| May <sup>2</sup> | 822.8                        | 212.0                                     | 252.3                    | 76.7                       | -----                 | 160.1                                | 53.4                                            | 68.4                                                                  |

<sup>1</sup> Agrees in concept with money stock, p. 29, except for deductions on demand deposits held by mutual savings banks and savings and loan associations. Data for last Wednesday of month. Data prior to July 1969 have not been revised to conform to the money stock revision.

<sup>2</sup> Excludes holdings of Government agencies and trust funds, domestic commercial and mutual savings banks, Federal Reserve Banks, and beginning February 1960, savings and loan associations.

<sup>3</sup> Estimates for Dec. 31.

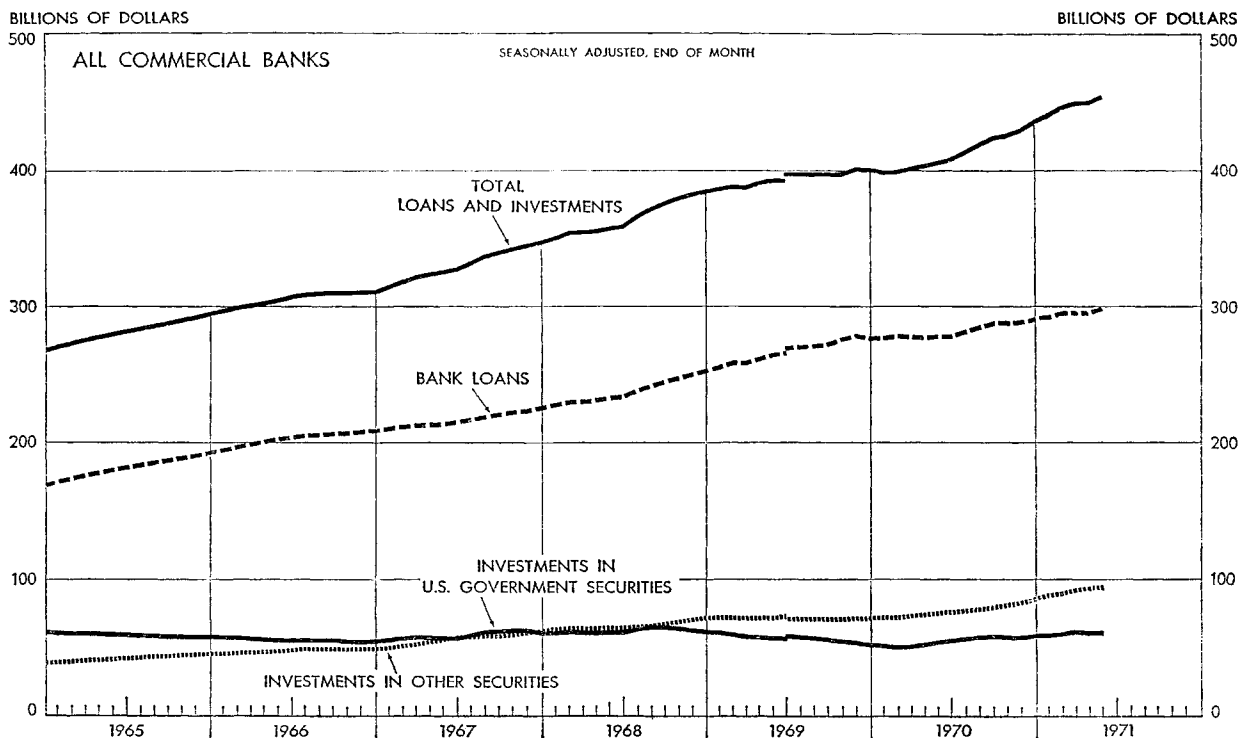
NOTE.—See Note, p. 29.

Source: Board of Governors of the Federal Reserve System.



# BANK LOANS, INVESTMENTS, DEBITS, AND RESERVES

Total bank credit (seasonally adjusted) increased \$4.3 billion in May after almost no change in April. Free reserves decreased slightly in May but remained well above 1970 levels.



\*SEE FOOTNOTE 4 BELOW  
SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

| End of period                | All commercial banks<br>(seasonally adjusted data) |                                       |                                    |                          | Weekly<br>reporting<br>large com-<br>mercial<br>banks | Bank<br>debits<br>outside<br>New York<br>City (232<br>centers),<br>seasonally<br>adjusted<br>annual<br>rates <sup>1</sup> | All member banks <sup>2</sup> |                    |                                                   |                  |
|------------------------------|----------------------------------------------------|---------------------------------------|------------------------------------|--------------------------|-------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------|-------------------------------|--------------------|---------------------------------------------------|------------------|
|                              | Total<br>loans<br>and<br>invest-<br>ments          | Loans,<br>excluding<br>inter-<br>bank | Investments                        |                          |                                                       |                                                                                                                           | Total<br>reserves             | Excess<br>reserves | Borrow-<br>ings at<br>Federal<br>Reserve<br>Banks | Free<br>reserves |
|                              |                                                    |                                       | U.S. Gov-<br>ernment<br>securities | Other<br>securi-<br>ties |                                                       |                                                                                                                           |                               |                    |                                                   |                  |
|                              | Billions of dollars                                |                                       |                                    |                          |                                                       |                                                                                                                           | Millions of dollars           |                    |                                                   |                  |
| 1964.....                    | 267.2                                              | 167.7                                 | 60.7                               | 38.7                     | 42.1                                                  | <sup>1</sup> 2,706                                                                                                        | 21,609                        | 411                | 243                                               | 168              |
| 1965.....                    | 294.4                                              | 192.6                                 | 57.1                               | 44.8                     | <sup>2</sup> 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              |
| 1968.....                    | 384.6                                              | 251.6                                 | 61.5                               | 71.5                     | 73.1                                                  | 4,354                                                                                                                     | 27,221                        | 455                | 765                                               | -310             |
| 1969 <sup>4</sup> .....      | 401.3                                              | 278.1                                 | 51.9                               | 71.3                     | 81.5                                                  | 5,163                                                                                                                     | 28,031                        | 257                | 1,086                                             | -829             |
| 1970 <sup>5</sup> .....      | 435.1                                              | 290.5                                 | 58.5                               | 86.0                     | 81.7                                                  | 5,744                                                                                                                     | 29,265                        | 272                | 321                                               | -49              |
| 1970: Apr.....               | 403.5                                              | 277.0                                 | 52.4                               | 74.0                     | 78.6                                                  | 5,742                                                                                                                     | 28,096                        | 118                | 822                                               | -704             |
| May.....                     | 405.9                                              | 278.0                                 | 53.4                               | 74.5                     | 77.9                                                  | 5,766                                                                                                                     | 27,910                        | 181                | 976                                               | -795             |
| June.....                    | 406.4                                              | 277.4                                 | 54.1                               | 75.0                     | 79.6                                                  | 5,770                                                                                                                     | 27,567                        | 187                | 888                                               | -701             |
| July.....                    | 412.8                                              | 281.5                                 | 55.8                               | 75.5                     | 79.3                                                  | 5,884                                                                                                                     | 28,128                        | 141                | 1,358                                             | -1,217           |
| Aug.....                     | 418.3                                              | 284.1                                 | 57.5                               | 76.7                     | 79.2                                                  | 5,780                                                                                                                     | 28,349                        | 145                | 827                                               | -682             |
| Sept.....                    | 423.7                                              | 287.3                                 | 57.6                               | 78.8                     | 81.2                                                  | 5,884                                                                                                                     | 28,825                        | 272                | 607                                               | -335             |
| Oct.....                     | 424.4                                              | 287.3                                 | 56.3                               | 80.8                     | 80.0                                                  | 5,880                                                                                                                     | 28,701                        | 254                | 462                                               | -208             |
| Nov.....                     | 428.2                                              | 288.4                                 | 56.7                               | 83.1                     | 79.9                                                  | 5,710                                                                                                                     | 28,558                        | 120                | 425                                               | -305             |
| Dec.....                     | 435.1                                              | 290.5                                 | 58.5                               | 86.0                     | 81.7                                                  | 5,880                                                                                                                     | 29,265                        | 272                | 321                                               | -49              |
| 1971: Jan <sup>6</sup> ..... | 438.9                                              | 292.0                                 | 58.7                               | 88.2                     | 80.1                                                  | 5,884                                                                                                                     | 30,488                        | 279                | 370                                               | -91              |
| Feb <sup>6</sup> .....       | 444.6                                              | 295.2                                 | 59.9                               | 89.6                     | 80.8                                                  | 6,058                                                                                                                     | 29,880                        | 201                | 328                                               | -127             |
| Mar <sup>6</sup> .....       | 448.6                                              | 295.2                                 | 61.4                               | 92.0                     | 81.2                                                  | 6,134                                                                                                                     | 29,686                        | 199                | 319                                               | -120             |
| Apr <sup>6</sup> .....       | 448.7                                              | 294.8                                 | 60.2                               | 93.6                     | 81.2                                                  | 6,322                                                                                                                     | 29,885                        | 140                | 148                                               | -8               |
| May <sup>6</sup> .....       | 453.0                                              | 297.9                                 | 60.2                               | 94.9                     | 81.6                                                  | -----                                                                                                                     | 30,410                        | 297                | 330                                               | -33              |

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

<sup>2</sup> Averages of daily figures. Annual data are for December.

<sup>3</sup> New series; see *Federal Reserve Bulletin*, March 1967.

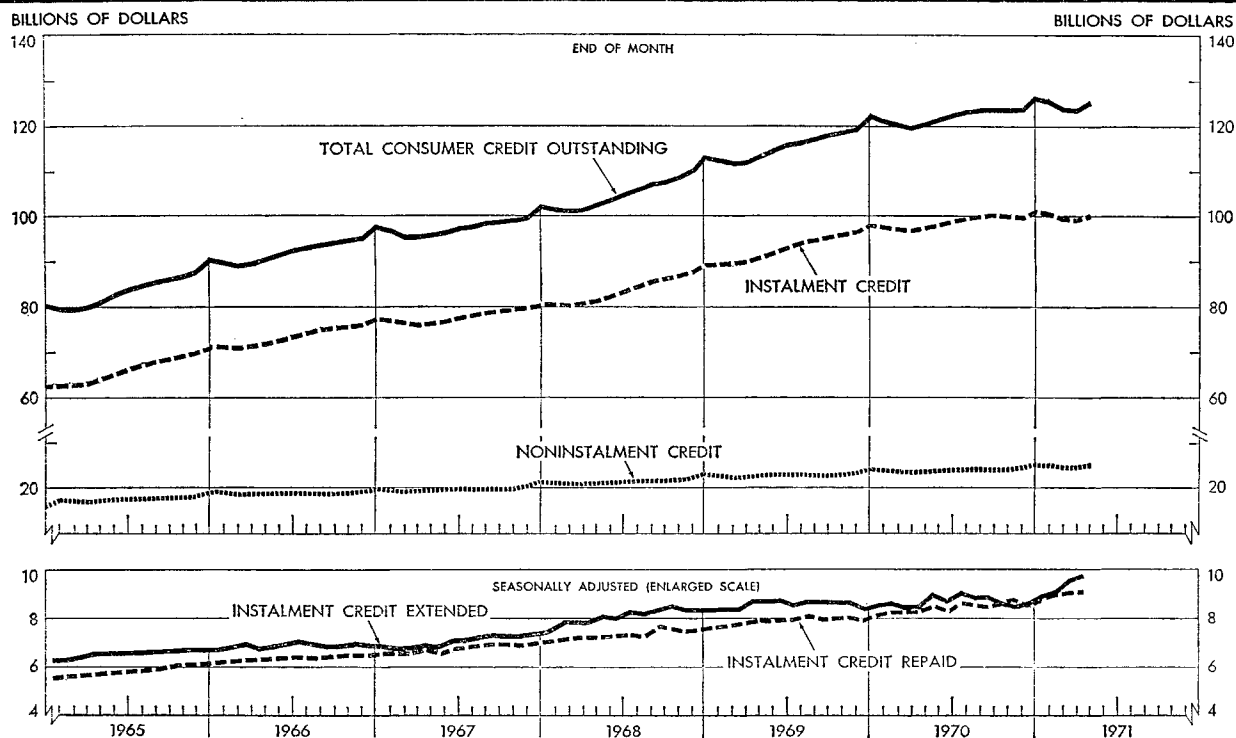
<sup>4</sup> New series beginning June 1969; see *Federal Reserve Bulletin*, August 1969.

NOTE.—Effective June 1966, balances accumulated for payment of personal loans (about \$1.1 billion) are excluded from loans at all commercial banks, and certain certificates of CCC and Export-Import Bank totaling about \$1 billion are included in other securities rather than in loans. Data include Alaska and Hawaii.

Source: Board of Governors of the Federal Reserve System.

## CONSUMER AND REAL ESTATE CREDIT

Total consumer credit outstanding increased \$1.4 billion in April; a year earlier the increase was \$700 million. Seasonally adjusted instalment credit outstanding rose \$660 million, the largest rise since October 1969, as credit extensions set another new record.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

| Period         | Consumer credit outstanding (end of period;<br>unadjusted) |                    |                     |                   |                                      | Consumer instalment credit extended<br>and repaid (seasonally adjusted) |          |                  |         | Mortgage<br>debt out-<br>standing<br>nonfarm,<br>1- to 4-<br>family<br>houses <sup>3</sup> |
|----------------|------------------------------------------------------------|--------------------|---------------------|-------------------|--------------------------------------|-------------------------------------------------------------------------|----------|------------------|---------|--------------------------------------------------------------------------------------------|
|                | Total                                                      | Instalment         |                     |                   | Non-<br>instal-<br>ment <sup>2</sup> | Total                                                                   |          | Automobile paper |         |                                                                                            |
|                |                                                            | Total <sup>1</sup> | Automobile<br>paper | Personal<br>loans |                                      | Extended                                                                | Repaid   | Extended         | Repaid  |                                                                                            |
| 1962-----      | 63, 821                                                    | 48, 720            | 19, 381             | 13, 414           | 15, 101                              | 56, 191                                                                 | 51, 360  | 19, 694          | 17, 447 | 166, 500                                                                                   |
| 1963-----      | 71, 739                                                    | 55, 486            | 22, 254             | 15, 618           | 16, 253                              | 63, 591                                                                 | 56, 825  | 22, 126          | 19, 254 | 182, 200                                                                                   |
| 1964-----      | 80, 268                                                    | 62, 692            | 24, 934             | 17, 848           | 17, 576                              | 70, 670                                                                 | 63, 470  | 24, 046          | 21, 369 | 197, 600                                                                                   |
| 1965-----      | 90, 314                                                    | 71, 324            | 28, 619             | 20, 412           | 18, 990                              | 78, 586                                                                 | 69, 957  | 27, 227          | 23, 543 | 212, 900                                                                                   |
| 1966-----      | 97, 543                                                    | 77, 539            | 30, 556             | 22, 187           | 20, 004                              | 82, 335                                                                 | 76, 120  | 27, 341          | 25, 404 | 223, 600                                                                                   |
| 1967-----      | 102, 132                                                   | 80, 926            | 30, 724             | 24, 018           | 21, 206                              | 84, 693                                                                 | 81, 306  | 26, 667          | 26, 499 | 236, 100                                                                                   |
| 1968-----      | 113, 191                                                   | 89, 890            | 34, 130             | 26, 936           | 23, 301                              | 97, 053                                                                 | 88, 089  | 31, 424          | 28, 018 | 251, 200                                                                                   |
| 1969-----      | 122, 469                                                   | 98, 169            | 36, 602             | 29, 918           | 24, 300                              | 102, 888                                                                | 94, 609  | 32, 354          | 29, 882 | 266, 800                                                                                   |
| 1970-----      | 126, 802                                                   | 101, 161           | 35, 490             | 31, 612           | 25, 641                              | 104, 130                                                                | 101, 138 | 29, 831          | 30, 943 | 279, 700                                                                                   |
| 1970: Mar----- | 119, 698                                                   | 96, 662            | 36, 088             | 29, 809           | 23, 036                              | 8, 392                                                                  | 8, 194   | 2, 496           | 2, 501  | 268, 500                                                                                   |
| Apr-----       | 120, 402                                                   | 97, 104            | 36, 264             | 30, 030           | 23, 298                              | 8, 491                                                                  | 8, 195   | 2, 571           | 2, 527  | -----                                                                                      |
| May-----       | 121, 346                                                   | 97, 706            | 36, 455             | 30, 193           | 23, 640                              | 9, 004                                                                  | 8, 589   | 2, 595           | 2, 600  | -----                                                                                      |
| June-----      | 122, 542                                                   | 98, 699            | 36, 809             | 30, 547           | 23, 843                              | 8, 683                                                                  | 8, 242   | 2, 587           | 2, 573  | 271, 700                                                                                   |
| July-----      | 123, 092                                                   | 99, 302            | 36, 918             | 30, 765           | 23, 790                              | 9, 065                                                                  | 8, 622   | 2, 685           | 2, 752  | -----                                                                                      |
| Aug-----       | 123, 655                                                   | 99, 860            | 36, 908             | 31, 047           | 23, 795                              | 8, 809                                                                  | 8, 577   | 2, 537           | 2, 632  | -----                                                                                      |
| Sept-----      | 123, 907                                                   | 100, 142           | 36, 738             | 31, 226           | 23, 765                              | 8, 849                                                                  | 8, 490   | 2, 621           | 2, 599  | 275, 800                                                                                   |
| Oct-----       | 123, 866                                                   | 99, 959            | 36, 518             | 31, 163           | 23, 907                              | 8, 580                                                                  | 8, 662   | 2, 349           | 2, 550  | -----                                                                                      |
| Nov-----       | 123, 915                                                   | 99, 790            | 36, 011             | 31, 268           | 24, 125                              | 8, 414                                                                  | 8, 716   | 2, 127           | 2, 577  | -----                                                                                      |
| Dec-----       | 126, 802                                                   | 101, 161           | 35, 490             | 31, 612           | 25, 641                              | 8, 536                                                                  | 8, 515   | 2, 170           | 2, 618  | 279, 700                                                                                   |
| 1971: Jan----- | 125, 077                                                   | 100, 101           | 35, 004             | 31, 455           | 24, 976                              | 8, 916                                                                  | 8, 829   | 2, 461           | 2, 623  | -----                                                                                      |
| Feb-----       | 123, 815                                                   | 99, 244            | 34, 869             | 31, 396           | 24, 571                              | 9, 081                                                                  | 8, 979   | 2, 687           | 2, 636  | -----                                                                                      |
| Mar-----       | 123, 604                                                   | 99, 168            | 35, 028             | 31, 504           | 24, 436                              | 9, 533                                                                  | 9, 038   | 2, 897           | 2, 696  | 282, 700                                                                                   |
| Apr-----       | 125, 047                                                   | 100, 028           | 35, 496             | 31, 773           | 25, 019                              | 9, 751                                                                  | 9, 088   | 2, 872           | 2, 566  | -----                                                                                      |

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

<sup>2</sup> Consists of single-payment loans, charge accounts, and service credit.

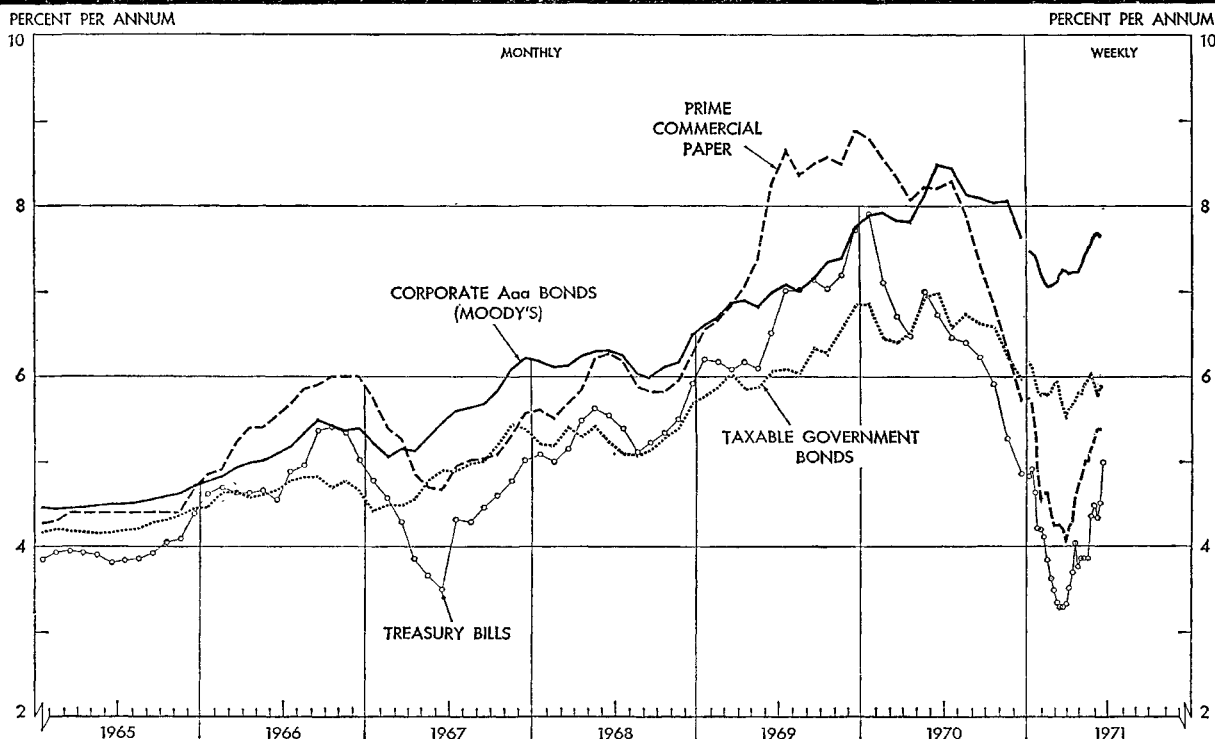
<sup>3</sup> End of period, unadjusted.

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

Treasury bill rates rose in May and continued to rise through the first half of June. Yields on long-term Government, corporate, and municipal bonds increased in May.



SOURCE: SEE TABLE BELOW

COUNCIL OF ECONOMIC ADVISERS

| Period      | U.S. Government security yields     |                              |                            | High-grade municipal bonds (Standard & Poor's) <sup>4</sup> | Corporate bonds (Moody's) |      | Prime commercial paper, 4-6 months | FHA new home mortgage yields <sup>5</sup> |
|-------------|-------------------------------------|------------------------------|----------------------------|-------------------------------------------------------------|---------------------------|------|------------------------------------|-------------------------------------------|
|             | 3-month Treasury bills <sup>1</sup> | 3-5 year issues <sup>2</sup> | Taxable bonds <sup>3</sup> |                                                             | Aaa                       | Baa  |                                    |                                           |
| 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                                      |
| 1968        | 5.339                               | 5.59                         | 5.26                       | 4.51                                                        | 6.18                      | 6.94 | 5.90                               | 7.13                                      |
| 1969        | 6.677                               | 6.85                         | 6.12                       | 5.81                                                        | 7.03                      | 7.81 | 7.83                               | 8.19                                      |
| 1970        | 6.458                               | 7.37                         | 6.58                       | 6.51                                                        | 8.04                      | 9.11 | 7.72                               | 9.05                                      |
| 1970: Apr.  | 6.480                               | 7.49                         | 6.53                       | 6.55                                                        | 7.83                      | 8.70 | 8.06                               | 9.20                                      |
| May         | 7.035                               | 7.97                         | 6.94                       | 7.02                                                        | 8.11                      | 8.98 | 8.23                               | 9.10                                      |
| June        | 6.742                               | 7.86                         | 6.99                       | 7.06                                                        | 8.48                      | 9.25 | 8.21                               | 9.11                                      |
| July        | 6.468                               | 7.58                         | 6.57                       | 6.69                                                        | 8.44                      | 9.40 | 8.29                               | 9.16                                      |
| Aug.        | 6.412                               | 7.56                         | 6.75                       | 6.33                                                        | 8.13                      | 9.44 | 7.90                               | 9.11                                      |
| Sept.       | 6.244                               | 7.24                         | 6.63                       | 6.45                                                        | 8.09                      | 9.39 | 7.32                               | 9.07                                      |
| Oct.        | 5.927                               | 7.06                         | 6.59                       | 6.55                                                        | 8.03                      | 9.33 | 6.85                               | 9.01                                      |
| Nov.        | 5.288                               | 6.37                         | 6.24                       | 6.20                                                        | 8.05                      | 9.38 | 6.30                               | 8.97                                      |
| Dec.        | 4.860                               | 5.86                         | 5.97                       | 5.71                                                        | 7.64                      | 9.12 | 5.73                               | 8.90                                      |
| 1971: Jan.  | 4.494                               | 5.72                         | 5.92                       | 5.70                                                        | 7.36                      | 8.74 | 5.11                               | 8.40                                      |
| Feb.        | 3.773                               | 5.31                         | 5.84                       | 5.55                                                        | 7.08                      | 8.39 | 4.47                               | -----                                     |
| Mar.        | 3.323                               | 4.74                         | 5.71                       | 5.44                                                        | 7.21                      | 8.46 | 4.19                               | -----                                     |
| Apr.        | 3.780                               | 5.42                         | 5.75                       | 5.65                                                        | 7.25                      | 8.45 | 4.57                               | 7.32                                      |
| May         | 4.139                               | 6.02                         | 5.96                       | 6.14                                                        | 7.53                      | 8.62 | 5.10                               | 7.37                                      |
| Week ended: |                                     |                              |                            |                                                             |                           |      |                                    |                                           |
| 1971: May 7 | 3.865                               | 5.92                         | 5.92                       | 6.05                                                        | 7.43                      | 8.52 | 5.00                               | -----                                     |
| 14          | 3.861                               | 5.98                         | 5.96                       | 6.17                                                        | 7.48                      | 8.59 | 5.00                               | -----                                     |
| 21          | 4.352                               | 6.20                         | 6.04                       | 6.17                                                        | 7.57                      | 8.69 | 5.15                               | -----                                     |
| 28          | 4.478                               | 5.97                         | 5.90                       | 6.15                                                        | 7.66                      | 8.68 | 5.25                               | -----                                     |
| June 4      | 4.344                               | 5.92                         | 5.79                       | 6.02                                                        | 7.69                      | 8.70 | 5.38                               | -----                                     |
| 11          | 4.510                               | 6.22                         | 5.89                       | 6.11                                                        | 7.66                      | 8.73 | 5.38                               | -----                                     |
| 18          | 4.989                               |                              |                            |                                                             |                           |      |                                    | -----                                     |

<sup>1</sup> Rate on new issues within period. <sup>2</sup> Selected note and bond issues.

<sup>3</sup> April 1953 to date, bonds due or callable 10 years and after.

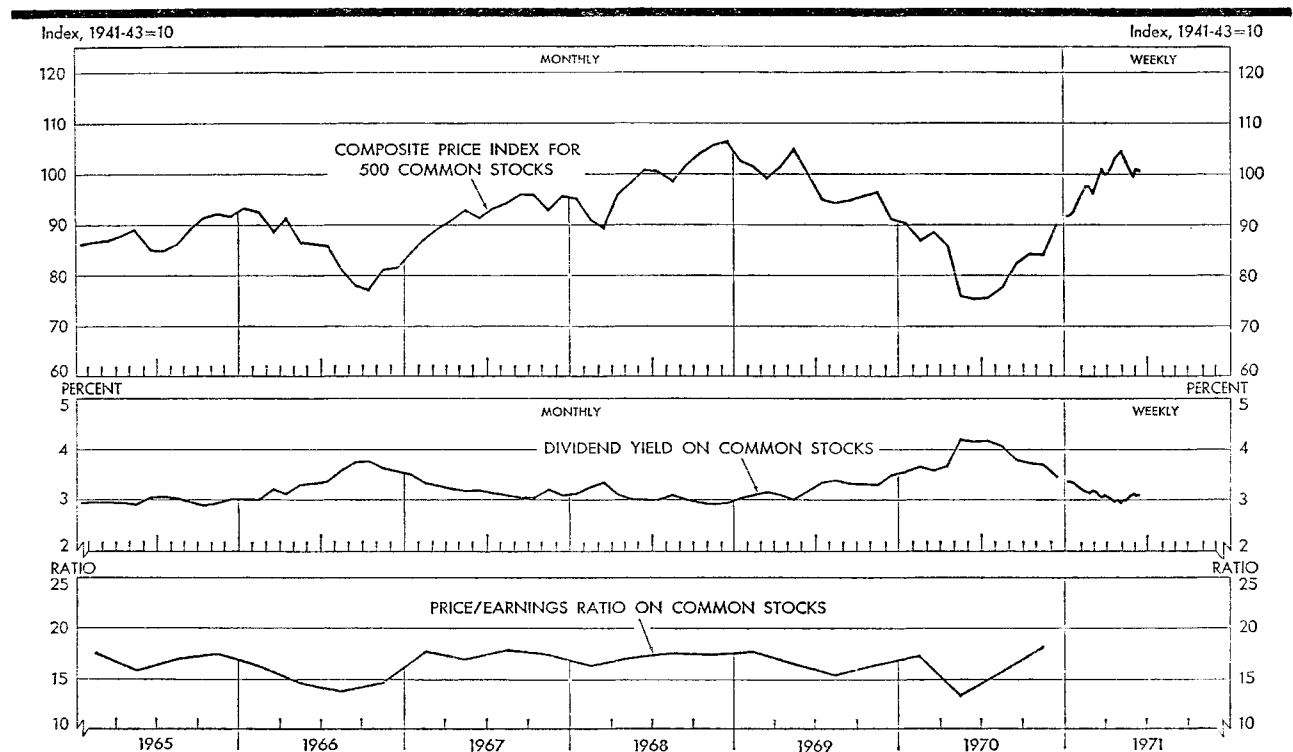
<sup>4</sup> Weekly data are Wednesday figures.

<sup>5</sup> Data for first of the month, based on the maximum permissible interest rate (7 percent beginning February 17, 1971) 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

Common stock prices declined during May and rose slightly in early June.



SOURCE: STANDARD & POOR'S CORPORATION

COUNCIL OF ECONOMIC ADVISERS

| Period      | Price index <sup>1</sup> |             |                  |                     |                     |           | Dividend<br>yield <sup>2</sup><br>(percent) | Price/<br>earnings<br>ratio <sup>3</sup> |
|-------------|--------------------------|-------------|------------------|---------------------|---------------------|-----------|---------------------------------------------|------------------------------------------|
|             | Total                    | Industrials |                  |                     | Public<br>utilities | Railroads |                                             |                                          |
|             |                          | Total       | Capital<br>goods | Consumers'<br>goods |                     |           |                                             |                                          |
|             | 1941-43=10               |             |                  |                     |                     |           |                                             |                                          |
| 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                                        | 17.52                                    |
| 1968        | 98.70                    | 107.49      | 105.77           | 86.33               | 66.42               | 48.84     | 3.07                                        | 17.20                                    |
| 1969        | 97.84                    | 107.13      | 103.75           | 87.06               | 62.64               | 45.95     | 3.24                                        | 16.57                                    |
| 1970        | 83.22                    | 91.29       | 87.87            | 80.22               | 54.48               | 32.13     | 3.83                                        | 16.17                                    |
| 1970: May   | 76.06                    | 83.16       | 80.47            | 71.65               | 51.15               | 31.16     | 4.20                                        |                                          |
| June        | 75.59                    | 82.96       | 80.77            | 73.10               | 49.22               | 28.94     | 4.17                                        | 13.33                                    |
| July        | 75.72                    | 83.00       | 77.99            | 73.10               | 50.91               | 26.59     | 4.20                                        |                                          |
| Aug.        | 77.92                    | 85.40       | 78.38            | 74.76               | 52.62               | 26.74     | 4.07                                        |                                          |
| Sept.       | 82.58                    | 90.66       | 84.96            | 79.65               | 54.44               | 29.14     | 3.82                                        | 15.77                                    |
| Oct.        | 84.37                    | 92.85       | 87.90            | 82.12               | 53.37               | 31.73     | 3.74                                        |                                          |
| Nov.        | 81.28                    | 92.58       | 86.47            | 83.09               | 54.86               | 30.80     | 3.72                                        |                                          |
| Dec.        | 90.05                    | 98.72       | 92.12            | 88.69               | 59.96               | 32.95     | 3.46                                        | 18.28                                    |
| 1971: Jan.  | 93.49                    | 102.22      | 95.97            | 91.72               | 63.43               | 36.64     | 3.32                                        |                                          |
| Feb.        | 97.11                    | 106.62      | 101.58           | 95.38               | 62.49               | 38.78     | 3.18                                        |                                          |
| Mar.        | 99.60                    | 109.59      | 104.69           | 98.54               | 62.42               | 39.70     | 3.10                                        |                                          |
| Apr.        | 103.04                   | 113.68      | 109.38           | 102.41              | 62.06               | 42.29     | 2.98                                        |                                          |
| May         | 101.64                   | 112.41      | 108.61           | 101.96              | 59.20               | 42.05     | 3.04                                        |                                          |
| Week ended: |                          |             |                  |                     |                     |           |                                             |                                          |
| 1971: May 7 | 103.39                   | 114.36      | 110.84           | 103.89              | 60.08               | 43.02     | 2.99                                        |                                          |
| 14          | 102.56                   | 113.39      | 109.16           | 103.01              | 59.93               | 42.53     | 3.01                                        |                                          |
| 21          | 100.98                   | 111.68      | 107.83           | 101.05              | 58.79               | 41.53     | 3.06                                        |                                          |
| 28          | 99.64                    | 110.20      | 106.62           | 99.87               | 57.99               | 41.12     | 3.11                                        |                                          |
| June 4      | 100.87                   | 111.62      | 106.96           | 101.87              | 57.97               | 42.39     | 3.07                                        |                                          |
| 11          | 100.69                   | 111.46      | 105.52           | 101.72              | 57.62               | 42.46     | 3.09                                        |                                          |

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

<sup>2</sup> 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.

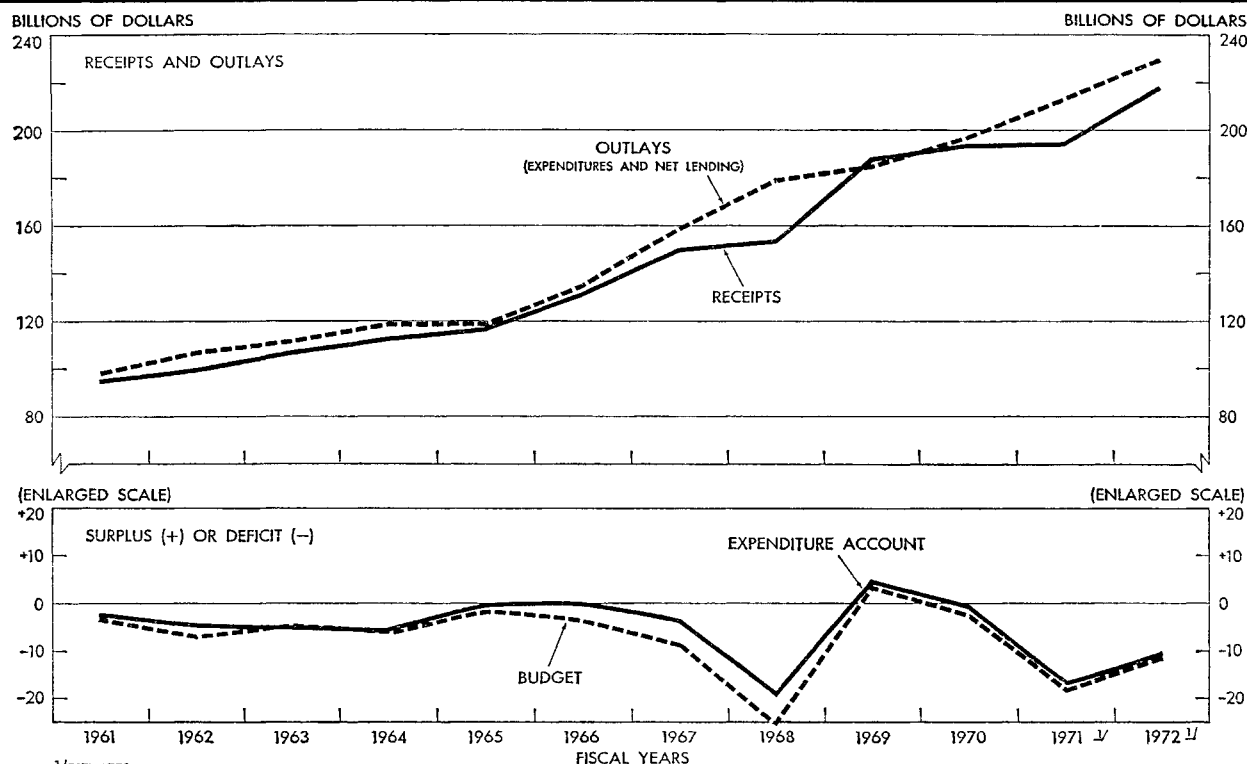
<sup>3</sup> Ratio of price index for last day in quarter to quarterly earnings (seasonally adjusted annual rate). Annual ratios are averages of quarterly data.

Source: Standard & Poor's Corporation.

# FEDERAL FINANCE

## FEDERAL BUDGET RECEIPTS, EXPENDITURES, AND NET LENDING

In the first 10 months of the current fiscal year there was a deficit of \$21.6 billion; for the corresponding period of last year there was a deficit of \$7.6 billion.



[Billions of dollars]

| Period                                 | Budget receipts, expenditures, and net lending |              |                        |              |                              | Gross Federal debt (end of period) |                    |
|----------------------------------------|------------------------------------------------|--------------|------------------------|--------------|------------------------------|------------------------------------|--------------------|
|                                        | Receipt-expenditure account                    |              |                        | Loan account | Total surplus or deficit (-) | Total <sup>1</sup>                 | Held by the public |
|                                        | Receipts                                       | Expenditures | Surplus or deficit (-) | Net lending  |                              |                                    |                    |
| Fiscal year:                           |                                                |              |                        |              |                              |                                    |                    |
| 1961                                   | 94.4                                           | 96.6         | -2.2                   | 1.2          | -3.4                         | 292.9                              | 238.6              |
| 1962                                   | 99.7                                           | 104.5        | -4.8                   | 2.4          | -7.1                         | 303.3                              | 248.4              |
| 1963                                   | 106.6                                          | 111.5        | -4.9                   | -1.1         | -4.8                         | 310.8                              | 254.5              |
| 1964                                   | 112.7                                          | 118.0        | -5.4                   | .5           | -5.9                         | 316.8                              | 257.6              |
| 1965                                   | 116.8                                          | 117.2        | -.3                    | 1.2          | -1.6                         | 323.2                              | 261.6              |
| 1966                                   | 130.9                                          | 130.8        | ( <sup>2</sup> )       | 3.8          | -3.8                         | 329.5                              | 264.7              |
| 1967                                   | 149.6                                          | 153.2        | -3.6                   | 5.1          | -8.7                         | 341.3                              | 267.5              |
| 1968                                   | 153.7                                          | 172.8        | -19.1                  | 6.0          | -25.2                        | 369.8                              | 290.6              |
| 1969                                   | 187.8                                          | 183.1        | 4.7                    | 1.5          | 3.2                          | 367.1                              | 279.5              |
| 1970                                   | 193.7                                          | 194.5        | -.7                    | 2.1          | -2.8                         | 382.6                              | 284.9              |
| 1971 <sup>3</sup>                      | 194.2                                          | 211.1        | -17.0                  | 1.6          | -18.6                        | 407.0                              | 302.5              |
| 1972 <sup>3</sup>                      | 217.6                                          | 228.3        | -10.7                  | .9           | -11.6                        | 429.4                              | 313.1              |
| Cumulative totals for first 10 months: |                                                |              |                        |              |                              |                                    |                    |
| Fiscal year 1970                       | 157.2                                          | 163.2        | -6.0                   | 1.6          | -7.6                         | 379.3                              | 286.6              |
| Fiscal year 1971                       | 152.7                                          | 173.8        | -21.1                  | .5           | -21.6                        | 403.7                              | 302.4              |

<sup>1</sup> Excludes non-interest-bearing public debt securities held by IMF.

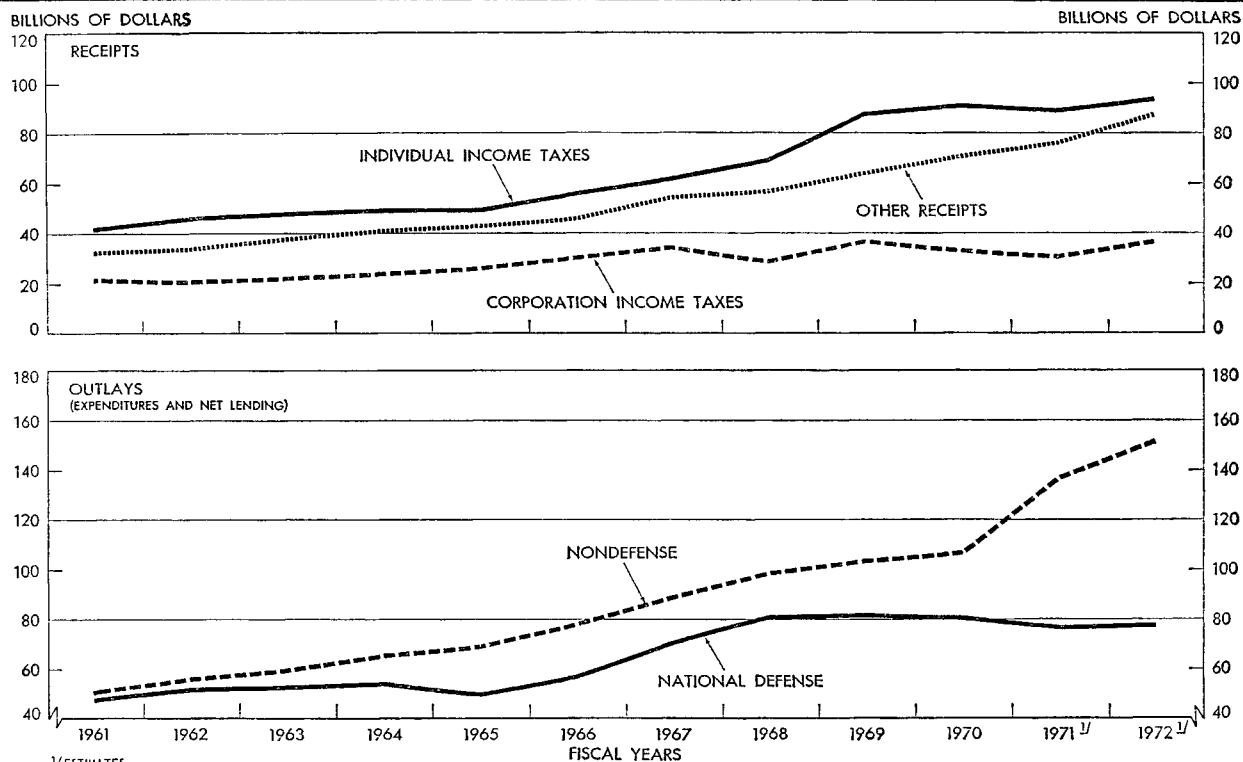
<sup>2</sup> Surplus of \$36 million.

<sup>3</sup> Estimates as of January 1971.

Sources: Treasury Department and Office of Management and Budget.

# FEDERAL BUDGET RECEIPTS BY SOURCE AND OUTLAYS BY FUNCTION

In the first 10 months of the current fiscal year, receipts were \$4.5 billion below a year earlier while outlays were \$9.5 billion higher.



| Period                                 | Receipts |                         |                          |       | Outlays |                  |                                              |                                   |                            |          |       |
|----------------------------------------|----------|-------------------------|--------------------------|-------|---------|------------------|----------------------------------------------|-----------------------------------|----------------------------|----------|-------|
|                                        | Total    | Individual income taxes | Corporation income taxes | Other | Total   | National defense |                                              | International affairs and finance | Health and income security | Interest | Other |
|                                        |          |                         |                          |       |         | Total            | Department of Defense, military <sup>1</sup> |                                   |                            |          |       |
| Fiscal year:                           |          |                         |                          |       |         |                  |                                              |                                   |                            |          |       |
| 1961                                   | 94.4     | 41.3                    | 21.0                     | 32.1  | 97.8    | 47.4             | 43.3                                         | 3.4                               | 22.1                       | 8.1      | 16.8  |
| 1962                                   | 99.7     | 45.6                    | 20.5                     | 33.6  | 106.8   | 51.1             | 46.9                                         | 4.5                               | 23.7                       | 8.3      | 19.2  |
| 1963                                   | 106.6    | 47.6                    | 21.6                     | 37.4  | 111.3   | 52.3             | 48.1                                         | 4.1                               | 25.5                       | 9.2      | 20.2  |
| 1964                                   | 112.7    | 48.7                    | 23.5                     | 40.5  | 118.6   | 53.6             | 49.6                                         | 4.1                               | 26.8                       | 9.8      | 24.2  |
| 1965                                   | 116.8    | 48.8                    | 25.5                     | 42.6  | 118.4   | 49.6             | 46.0                                         | 4.3                               | 27.4                       | 10.4     | 26.7  |
| 1966                                   | 130.9    | 55.4                    | 30.1                     | 45.3  | 134.7   | 56.8             | 54.2                                         | 4.5                               | 31.6                       | 11.3     | 30.5  |
| 1967                                   | 149.6    | 61.5                    | 34.0                     | 54.1  | 158.3   | 70.1             | 67.5                                         | 4.5                               | 37.9                       | 12.6     | 33.2  |
| 1968                                   | 153.7    | 68.7                    | 28.7                     | 56.3  | 178.8   | 80.5             | 77.4                                         | 4.6                               | 43.8                       | 13.7     | 36.2  |
| 1969                                   | 187.8    | 87.2                    | 36.7                     | 63.9  | 184.5   | 81.2             | 77.9                                         | 3.8                               | 49.4                       | 15.8     | 34.3  |
| 1970                                   | 193.7    | 90.4                    | 32.8                     | 70.5  | 196.6   | 80.3             | 77.2                                         | 3.6                               | 56.8                       | 18.3     | 37.6  |
| 1971 <sup>2</sup>                      | 194.2    | 88.3                    | 30.1                     | 75.8  | 212.8   | 76.4             | 73.4                                         | 3.6                               | 70.5                       | 19.4     | 42.8  |
| 1972 <sup>2</sup>                      | 217.6    | 93.7                    | 36.7                     | 87.2  | 229.2   | 77.5             | 75.0                                         | 4.0                               | 76.7                       | 19.7     | 51.3  |
| Cumulative totals for first 10 months: |          |                         |                          |       |         |                  |                                              |                                   |                            |          |       |
| Fiscal year 1970                       | 157.2    | 75.8                    | 24.8                     | 56.6  | 164.8   | 66.9             | 64.4                                         | 3.0                               | 46.3                       | 15.1     | 33.5  |
| Fiscal year 1971                       | 152.7    | 72.5                    | 19.7                     | 60.5  | 174.3   | 63.5             | 61.1                                         | 2.5                               | 56.8                       | 16.3     | 35.2  |

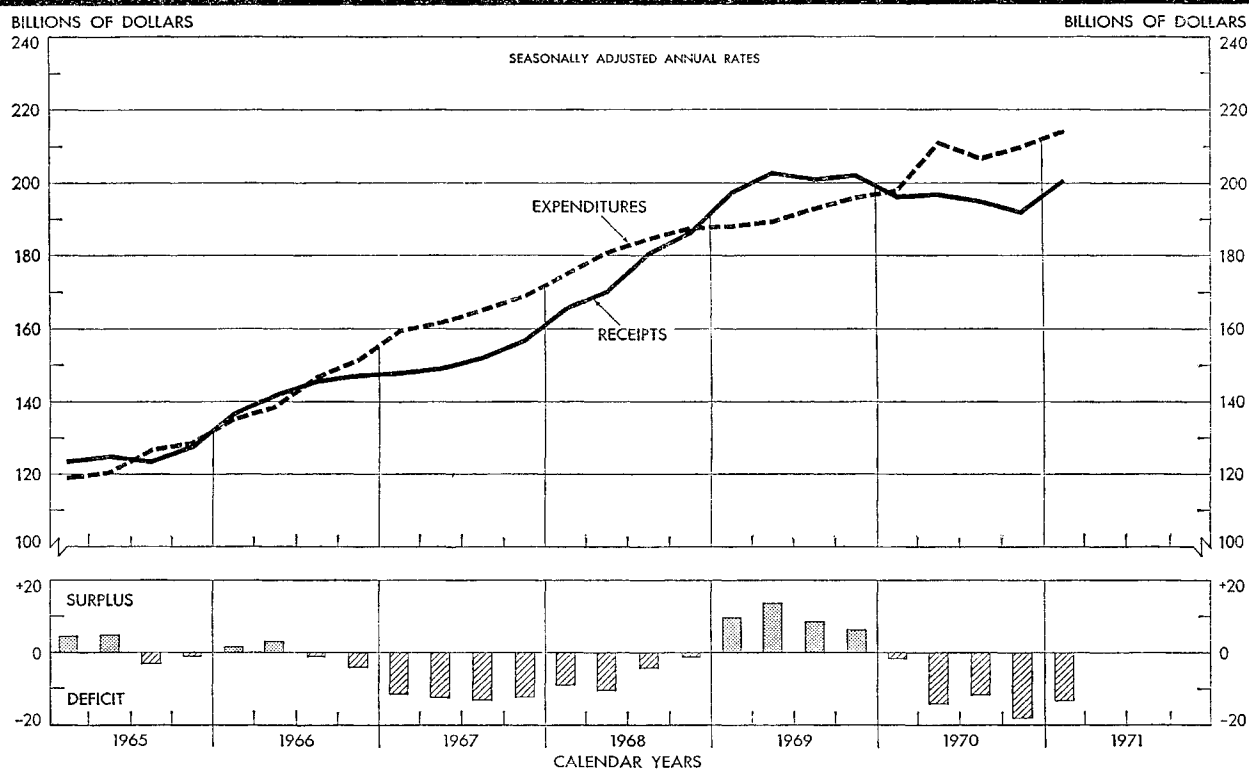
<sup>1</sup> Expenditure account.

<sup>2</sup> Estimates as of January 1971.

Sources: Treasury Department and Office of Management and Budget.

# FEDERAL SECTOR, NATIONAL INCOME ACCOUNTS BASIS

According to current estimates, Federal receipts rose \$9½ billion (seasonally adjusted annual rate) in the first quarter and expenditures rose \$4½ billion, yielding a deficit of \$13¼ billion or nearly \$5 billion less than in the fourth quarter.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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

| Period                  | Federal Government receipts |                                  |                                |                                           |                                    | Federal Government expenditures |                                 |                   |                                              |                   |                                                     |                                        | Surplus or deficit (-), income and product accounts |
|-------------------------|-----------------------------|----------------------------------|--------------------------------|-------------------------------------------|------------------------------------|---------------------------------|---------------------------------|-------------------|----------------------------------------------|-------------------|-----------------------------------------------------|----------------------------------------|-----------------------------------------------------|
|                         | Total                       | Personal tax and nontax receipts | Corporate profits tax accruals | Indirect business tax and nontax accruals | Contributions for social insurance | Total                           | Purchases of goods and services | Transfer payments | Grants-in-aid to State and local governments | Net interest paid | Subsidies less current surplus of Govt. enterprises | Less: Wage accruals less disbursements |                                                     |
| Fiscal year:            |                             |                                  |                                |                                           |                                    |                                 |                                 |                   |                                              |                   |                                                     |                                        |                                                     |
| 1967-----               | 147.2                       | 64.5                             | 31.2                           | 15.8                                      | 35.7                               | 154.5                           | 85.3                            | 39.4              | 14.8                                         | 9.9               | 5.1                                                 | -----                                  | -7.2                                                |
| 1968-----               | 160.4                       | 71.0                             | 34.0                           | 17.1                                      | 38.3                               | 172.3                           | 95.2                            | 44.5              | 17.6                                         | 10.9              | 4.1                                                 | -----                                  | -11.9                                               |
| 1969-----               | 191.3                       | 89.5                             | 38.9                           | 18.6                                      | 44.2                               | 186.7                           | 100.6                           | 50.5              | 19.1                                         | 12.3              | 4.1                                                 | -----                                  | 4.6                                                 |
| 1970-----               | 198.7                       | 93.7                             | 36.8                           | 19.4                                      | 48.9                               | 197.9                           | 100.8                           | 56.5              | 22.1                                         | 14.0              | 4.6                                                 | 0.1                                    | .8                                                  |
| 1971 <sup>1</sup> ----- | 200.0                       | 90.6                             | 35.8                           | 20.3                                      | 53.2                               | 215.0                           | 97.9                            | 69.2              | 27.0                                         | 14.6              | 6.2                                                 | -----                                  | -15.0                                               |
| 1972 <sup>1</sup> ----- | 225.9                       | 99.0                             | 43.5                           | 21.8                                      | 61.6                               | 230.1                           | 102.2                           | 75.0              | 34.4                                         | 14.3              | 4.2                                                 | -----                                  | -4.2                                                |
| Calendar year:          |                             |                                  |                                |                                           |                                    |                                 |                                 |                   |                                              |                   |                                                     |                                        |                                                     |
| 1967-----               | 151.2                       | 67.5                             | 30.7                           | 16.3                                      | 36.7                               | 163.6                           | 90.7                            | 42.2              | 15.8                                         | 10.2              | 4.6                                                 | .0                                     | -12.4                                               |
| 1968-----               | 175.4                       | 79.3                             | 37.5                           | 18.0                                      | 40.7                               | 181.6                           | 99.5                            | 47.8              | 18.4                                         | 11.8              | 4.1                                                 | .0                                     | -6.2                                                |
| 1969-----               | 200.6                       | 95.9                             | 39.2                           | 19.1                                      | 46.5                               | 191.3                           | 101.3                           | 52.1              | 20.2                                         | 13.1              | 4.6                                                 | .0                                     | 9.3                                                 |
| 1970-----               | 194.8                       | 91.6                             | 34.3                           | 19.6                                      | 49.3                               | 206.3                           | 99.7                            | 62.0              | 24.5                                         | 14.5              | 5.6                                                 | .0                                     | -11.5                                               |
| 1970:I-----             | 195.9                       | 93.4                             | 34.8                           | 19.3                                      | 48.4                               | 197.7                           | 102.3                           | 55.3              | 23.0                                         | 14.3              | 5.3                                                 | 2.5                                    | -1.7                                                |
| II-----                 | 196.7                       | 93.5                             | 34.9                           | 19.4                                      | 48.9                               | 210.9                           | 99.7                            | 64.4              | 25.1                                         | 14.3              | 5.3                                                 | -2.1                                   | -14.2                                               |
| III-----                | 194.9                       | 89.4                             | 35.7                           | 20.1                                      | 49.7                               | 206.7                           | 98.6                            | 62.9              | 24.4                                         | 14.8              | 5.6                                                 | -4                                     | -11.8                                               |
| IV-----                 | 191.7                       | 90.3                             | 32.0                           | 19.5                                      | 49.9                               | 209.9                           | 98.2                            | 65.4              | 25.6                                         | 14.7              | 6.0                                                 | .0                                     | -18.1                                               |
| 1971:I-----             | 201.0                       | 89.8                             | 35.7                           | 20.6                                      | 54.9                               | 214.2                           | 98.4                            | 68.4              | 27.1                                         | 14.2              | 6.0                                                 | .0                                     | -13.2                                               |

<sup>1</sup>Estimates as of January 1971.

Source: Department of Commerce.

NOTE: Data for Alaska and Hawaii included beginning 1960.

OFFICIAL BUSINESS

First-Class Mail

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