

Economic Indicators

January 1974

*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]

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To print the monthly publication entitled "Economic Indicators"

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

Approved June 23, 1949.

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TOTAL OUTPUT, INCOME, AND SPENDING

THE NATION'S INCOME, EXPENDITURE, AND SAVING

Gross national product increased \$29.5 billion in the fourth quarter to a seasonally adjusted annual rate of \$1,334.0 billion, according to preliminary estimates. The increase for the third quarter was \$32.5 billion.

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

Period	Persons					Government						
	Disposable personal income			Personal consumption expenditures	Personal saving or dis-saving (—)	Net receipts			Expenditures			Surplus or deficit (—), income and product accounts
	Total ¹	Less: Interest paid and transfer payments to foreigners	Equals: Total excluding interest and transfers			Tax and nontax receipts or accruals	Less: Transfers, interest, and sub-sidies ²	Equals: Net receipts	Total expenditures	Less: Transfers, interest, and sub-sidies ²	Equals: Purchases of goods and services	
1968-----	591.0	15.1	575.9	536.2	39.8	263.5	70.7	192.7	270.3	70.7	199.6	—6.8
1969-----	634.4	16.7	617.7	579.5	38.2	296.7	77.9	218.8	287.9	77.9	210.0	8.8
1970-----	691.7	17.9	673.8	617.6	56.2	302.5	93.2	209.4	312.7	93.2	219.5	—10.1
1971-----	746.0	18.7	727.3	667.2	60.2	322.0	105.9	216.2	340.2	105.9	234.3	—18.1
1972-----	797.0	20.7	776.2	726.5	49.7	368.2	115.9	252.2	370.9	115.9	255.0	—2.8
1973 ^p -----	882.6	23.7	858.8	805.0	53.8	419.0	130.2	288.8	470.4	130.2	277.2	11.6
1972: I-----	772.8	19.8	753.1	700.2	52.9	356.8	111.9	244.9	362.2	111.9	250.3	—5.4
II-----	785.4	20.3	765.1	719.2	45.9	363.4	113.0	250.4	367.2	113.0	254.2	—3.9
III-----	800.9	21.0	779.9	734.1	45.8	370.6	113.9	256.7	368.5	113.9	254.7	2.0
IV-----	828.7	21.7	807.0	752.6	54.4	381.9	125.0	256.9	385.7	125.0	260.7	—3.8
1973: I-----	851.5	22.1	829.4	779.4	50.0	402.7	125.2	277.5	393.8	125.2	268.6	8.9
II-----	869.7	23.1	846.6	795.6	51.0	414.7	127.8	286.9	403.2	127.8	275.3	11.6
III-----	891.1	24.1	867.0	816.0	51.1	425.0	131.7	293.3	410.7	131.7	279.0	14.3
IV ^p -----	918.0	25.6	892.4	829.0	63.3	-----	136.1	-----	421.9	136.1	285.8	-----

Period	Business			Net transfers to foreigners by persons and Government	International			Excess of transfers or of net exports (—) ⁵	Total income or receipts	Statistical discrepancy	Gross national product or expenditure
	Gross retained earnings ³	Gross private domestic investment ⁴	Excess of investment (—)		Net exports of goods and services						
					Exports	Less: Imports	Equals: Net exports				
1968-----	95.4	126.0	—30.6	2.9	50.6	48.1	2.5	0.4	866.9	—2.7	864.2
1969-----	97.0	139.0	—42.0	2.9	55.5	53.6	1.9	1.0	936.3	—6.1	930.3
1970-----	97.0	136.3	—39.3	3.2	62.9	59.3	3.6	—4.4	983.5	—6.4	977.1
1971-----	111.8	153.2	—41.4	3.6	66.3	65.5	.8	2.8	1,058.8	—3.4	1,055.5
1972-----	124.4	178.3	—53.9	3.7	73.5	78.1	—4.6	8.4	1,156.6	—1.5	1,155.2
1973 ^p -----	134.7	201.5	—66.8	3.6	101.3	96.7	4.6	—1.0	1,285.9	2.3	1,288.2
1972: I-----	117.4	167.5	—50.1	3.9	70.3	75.8	—5.5	9.4	1,119.2	—6.7	1,112.5
II-----	124.1	174.7	—50.5	3.8	69.9	75.6	—5.7	9.4	1,143.4	—1.0	1,142.4
III-----	124.5	181.5	—57.0	3.8	74.0	77.7	—3.8	7.6	1,164.9	1.6	1,166.5
IV-----	131.6	189.4	—57.8	3.5	79.7	83.2	—3.5	7.0	1,199.1	.2	1,199.2
1973: I-----	131.5	194.5	—63.0	3.0	89.7	89.7	.0	3.0	1,241.4	1.1	1,242.5
II-----	132.0	198.2	—66.2	3.3	97.2	94.4	2.8	.5	1,268.9	3.2	1,272.0
III-----	136.9	202.0	—65.1	3.5	104.5	97.0	7.6	—4.0	1,300.8	3.7	1,304.5
IV ^p -----	-----	211.2	-----	4.4	113.5	105.6	8.0	—3.5	-----	-----	1,334.0

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

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

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

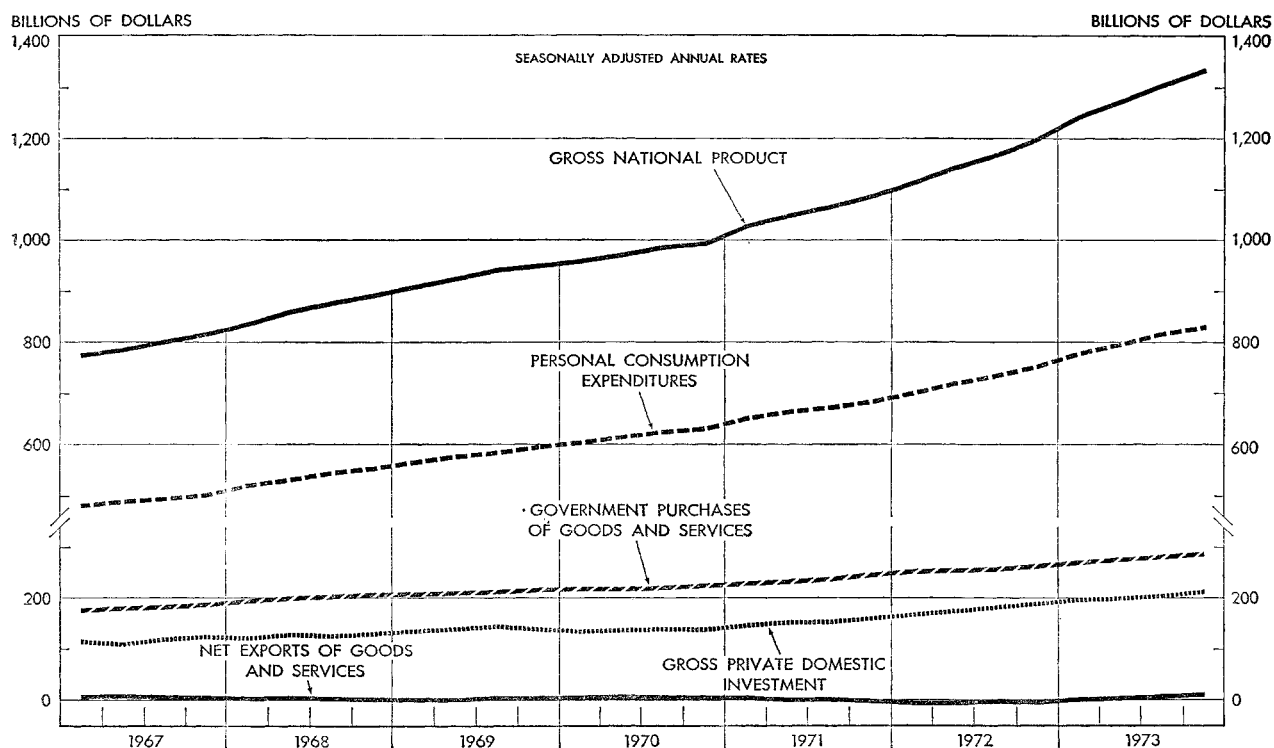
⁴ Private business investment, purchases of capital goods by private nonprofit institutions, and residential housing.

⁵ Net foreign investment less capital grants received by United States, with sign changed.

Source: Department of Commerce.

GROSS NATIONAL PRODUCT OR EXPENDITURE

In the fourth quarter, gross national product (seasonally adjusted) rose at an annual rate of 9.4 percent, reflecting a inflation rate of 7.9 percent and an increase of 1.3 percent in real GNP.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total gross national product in 1958 dollars	Total gross national product	Personal consumption expenditures	Gross private domestic investment	Net exports of goods and services	Government purchases of goods and services					Implicit price deflator for total GNP, 1958=100 ²
						Total	Federal			State and local	
							Total	National defense ¹	Other		
Billions of dollars; quarterly data at seasonally adjusted annual rates											
1964.....	581.1	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	113.94
1967.....	676.2	793.9	492.1	116.6	5.2	180.1	90.7	72.4	18.4	89.4	117.59
1968.....	706.6	864.2	536.2	126.0	2.5	199.6	98.8	78.3	20.5	100.8	122.30
1969.....	725.6	930.3	579.5	139.0	1.9	210.0	98.8	78.4	20.4	111.2	128.20
1970.....	722.5	977.1	617.6	136.3	3.6	219.5	96.2	74.6	21.6	123.3	135.24
1971.....	745.4	1,055.5	667.2	153.2	.8	234.3	98.1	71.6	26.5	136.2	141.60
1972.....	790.7	1,155.2	726.5	178.3	-4.6	255.0	104.4	74.4	30.1	150.5	146.10
1973 ²	837.3	1,288.2	805.0	201.5	4.6	277.2	106.9	74.2	32.7	170.3	153.86
1972: I.....	768.0	1,112.5	700.2	167.5	-5.5	250.3	106.0	76.5	29.5	144.3	144.85
II.....	785.6	1,142.4	719.2	174.7	-5.7	254.2	106.7	76.6	30.1	147.5	145.42
III.....	796.7	1,166.5	734.1	181.5	-3.8	254.7	102.3	71.9	30.4	152.4	146.42
IV.....	812.3	1,199.2	752.6	189.4	-3.5	260.7	102.7	72.4	30.3	158.0	147.63
1973: I.....	829.3	1,242.5	779.4	194.5	.0	268.6	105.5	74.3	31.2	163.0	149.81
II.....	834.3	1,272.0	795.6	198.2	2.8	275.3	107.3	74.2	33.1	168.0	152.46
III.....	841.3	1,304.5	816.0	202.0	7.6	279.0	106.8	74.2	32.7	172.2	155.06
IV ²	844.1	1,334.0	829.0	211.2	8.0	285.8	107.8	74.0	33.8	178.0	158.04

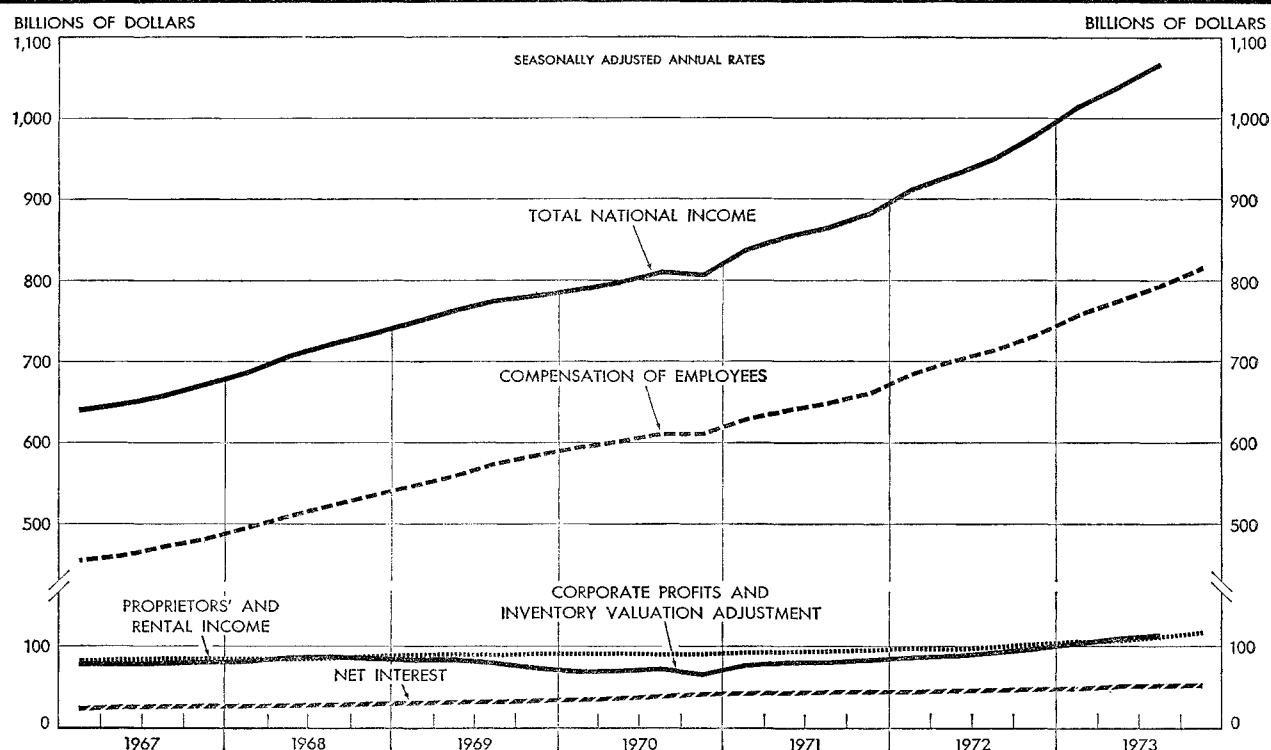
¹ This category corresponds closely with budget outlays for national defense, shown on p. 26.

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

Source: Department of Commerce.

NATIONAL INCOME

A \$29 billion (seasonally adjusted annual rate) rise in national income in the third quarter reflected large increases in employee compensation, farm proprietors' income, and corporate profits plus inventory valuation adjustment. All major sources of non-corporate income increased further in the fourth quarter.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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

Period	Total national income	Compensation of employees ¹	Proprietors' income		Rental income of persons	Net interest	Corporate profits and inventory valuation adjustment		
			Farm ²	Business and professional			Total	Profits before taxes	Inventory valuation adjustment
1964.....	518.1	365.7	12.1	40.2	18.0	15.8	66.3	66.8	-0.5
1965.....	564.3	393.8	14.8	42.4	19.0	18.2	76.1	77.8	-1.7
1966.....	620.6	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.....	711.1	514.6	14.7	49.5	21.2	26.9	84.3	87.6	-3.3
1969.....	766.0	566.0	16.7	50.5	22.6	30.5	79.8	84.9	-5.1
1970.....	800.5	603.9	16.9	50.0	23.9	36.5	69.2	74.0	-4.8
1971.....	859.4	644.1	16.8	51.9	24.5	42.0	80.1	85.1	-4.9
1972.....	941.8	707.1	20.2	54.0	24.1	45.2	91.1	98.0	-6.9
1973 ^p	1,054.2	785.3	26.8	57.5	25.1	50.4	109.2	126.5	-17.3
1972: I.....	911.0	684.3	19.5	53.1	24.1	43.9	86.2	92.8	-6.6
II.....	928.3	699.6	19.9	53.3	22.6	44.8	88.0	94.8	-6.7
III.....	949.2	713.1	19.8	54.3	24.9	45.7	91.5	98.4	-6.9
IV.....	978.6	731.2	21.8	55.3	24.9	46.6	98.8	106.1	-7.3
1973: I.....	1,015.0	757.4	24.3	56.3	24.7	47.9	104.3	119.6	-15.4
II.....	1,038.2	774.9	24.4	57.1	24.6	49.4	107.9	128.9	-21.1
III.....	1,067.4	794.0	27.1	57.9	25.3	51.1	112.0	129.0	-17.0
IV ^p	-----	815.0	31.3	58.7	25.7	53.0	-----	-----	-15.6

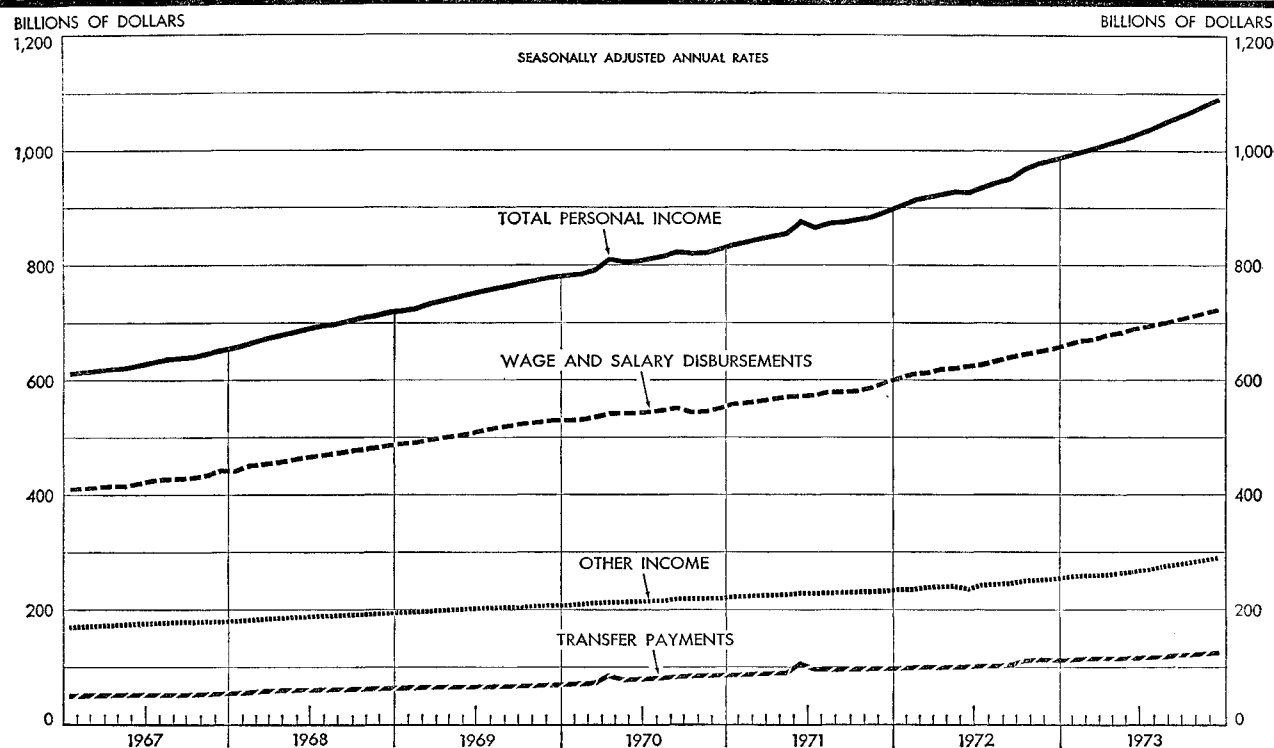
¹ Includes employer contributions for social insurance. (See also p. 4.)

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

Source: Department of Commerce.

SOURCES OF PERSONAL INCOME

Personal income rose \$10.2 billion (seasonally adjusted annual rate) in December. Wages and salaries increased \$5.9 billion. Farm income was \$0.8 billion more than in November. The upward trend in dividend disbursements, together with year-end extras and specials, resulted in a \$1.1 billion rise in December.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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

Period	Total personal income	Wage and salary disbursements ¹	Other labor income ^{1,2}	Proprietors' income		Rental income of persons	Dividends	Personal interest income	Transfer payments	Less: Personal contributions for social insurance	Nonagricultural personal income ³
				Farm	Business and professional						
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.....	688.9	464.9	25.4	14.7	49.5	21.2	23.6	52.9	59.6	22.8	668.8
1969.....	750.9	509.7	28.4	16.7	50.5	22.6	24.3	59.3	65.8	26.3	728.3
1970.....	808.3	542.0	32.2	16.9	50.0	23.9	24.7	67.5	79.1	28.0	784.8
1971.....	863.5	573.3	36.6	16.8	51.9	24.5	25.1	73.0	93.2	30.9	839.8
1972.....	939.2	627.8	40.7	20.2	54.0	24.1	26.0	78.0	103.0	34.7	911.5
1973 ^p	1,035.5	691.5	44.9	26.8	57.5	25.1	27.8	87.5	117.5	43.1	1,000.6
1972: Nov....	977.6	648.4	42.3	22.4	55.1	24.7	26.3	80.4	113.7	35.7	947.7
Dec.....	983.6	654.0	42.7	22.3	55.6	24.9	26.5	81.1	112.6	35.9	953.6
1973: Jan....	989.1	661.7	43.0	24.0	56.1	24.8	26.8	81.9	112.5	41.7	957.4
Feb.....	997.4	667.2	43.3	24.3	56.3	24.8	26.9	82.6	113.8	41.9	965.3
Mar.....	1,003.3	671.1	43.6	24.6	56.4	24.6	27.0	83.4	114.5	42.0	970.9
Apr.....	1,011.6	677.6	43.9	24.2	56.8	24.3	27.3	84.5	115.3	42.4	979.5
May.....	1,018.7	682.0	44.2	24.4	57.1	24.6	27.3	85.7	115.9	42.5	986.4
June.....	1,026.6	688.2	44.5	24.6	57.3	24.9	27.4	86.5	116.0	42.8	994.2
July.....	1,035.6	693.2	44.8	25.9	57.8	25.0	27.6	87.8	116.9	43.4	1,001.8
Aug.....	1,047.3	698.9	45.3	27.1	58.0	25.3	28.2	89.0	119.0	43.6	1,012.1
Sept.....	1,058.5	706.0	45.8	28.3	58.1	25.5	28.3	90.3	120.2	43.9	1,021.8
Oct.....	1,068.5	711.2	46.2	29.9	58.5	25.6	28.5	91.5	121.1	44.0	1,030.0
Nov.....	1,079.4	717.8	46.7	31.6	58.7	25.7	28.7	92.6	121.9	44.3	1,039.0
Dec ^p	1,089.6	723.7	47.1	32.4	58.9	25.7	29.8	93.7	122.7	44.4	1,048.2

¹ The total of wage and salary disbursements and other labor income differs from compensation of employees (see p. 3) in that it excludes employer contributions for social insurance and the excess of wage accruals over wage disbursements.

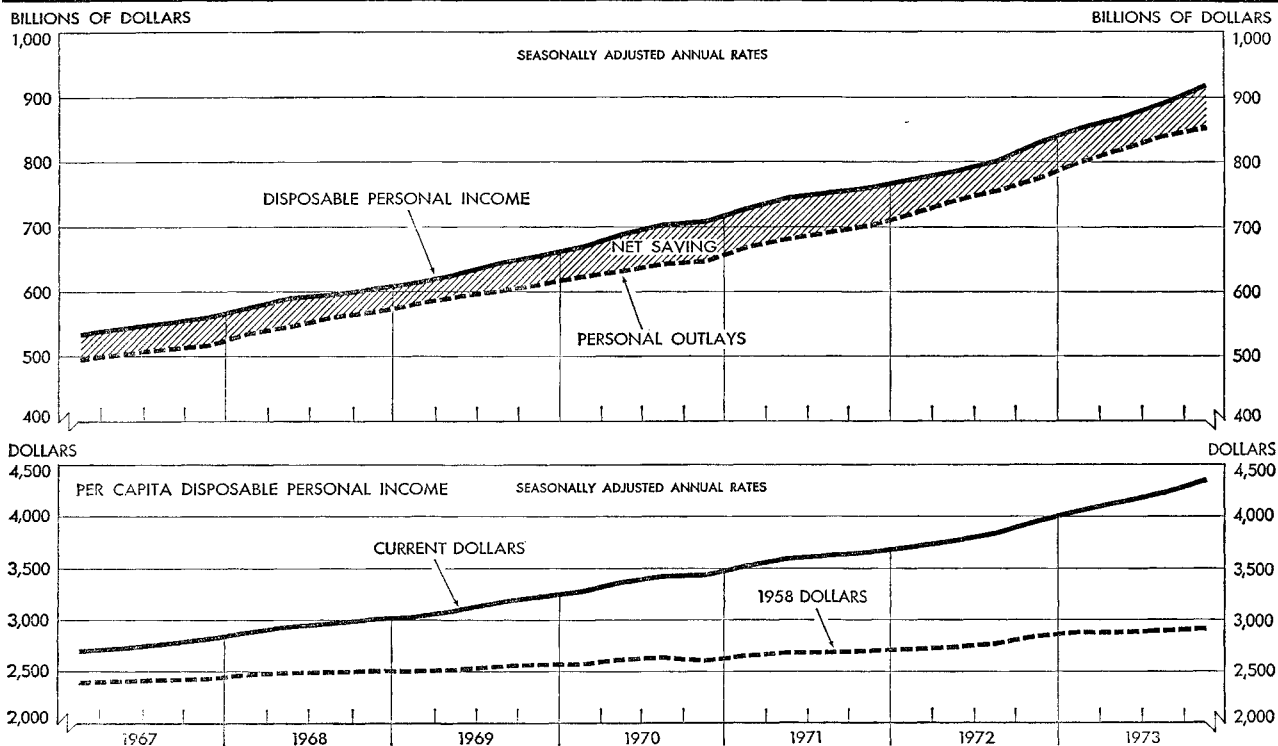
² Consists of employer contributions to private pension, health, and welfare funds; compensation for injuries; directors' fees; military reserve pay; and a few other minor items.

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

Source: Department of Commerce.

DISPOSITION OF PERSONAL INCOME

1st year's 10.3 percent rise in personal income was the largest in 22 years. Real per capita disposable income was 4½ percent from 1972 to 1973 but rose at a seasonally adjusted annual rate of less than 1½ percent from the 1st to the fourth quarter of last year.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Personal income	Less: Personal tax and nontax payments	Equals: Disposable personal income	Less: Personal outlays				Equals: Personal saving	Per capita disposable personal income		Saving as percent of disposable personal income (percent)	Population (thousands) ³
				Total personal outlays ¹	Personal consumption expenditures ²				Current dollars	1958 dollars		
					Durable goods	Non-durable goods	Services					
Billions of dollars									Dollars			
1966-----	587. 2	75. 4	511. 9	479. 3	70. 8	206. 9	188. 6	32. 5	2, 604	2, 335	6. 4	196, 560
1967-----	629. 3	83. 0	546. 3	506. 0	73. 1	215. 0	204. 0	40. 4	2, 749	2, 403	7. 4	198, 712
1968-----	688. 9	97. 9	591. 0	551. 2	84. 0	230. 8	221. 3	39. 8	2, 945	2, 486	6. 7	200, 706
1969-----	750. 9	116. 5	634. 4	596. 2	90. 8	245. 9	242. 7	38. 2	3, 130	2, 534	6. 0	202, 677
1970-----	808. 3	116. 6	691. 7	635. 5	91. 3	263. 8	262. 6	56. 2	3, 376	2, 610	8. 1	204, 879
1971-----	863. 5	117. 5	746. 0	685. 8	103. 6	278. 7	284. 9	60. 2	3, 603	2, 680	8. 1	207, 045
1972-----	939. 2	142. 2	797. 0	747. 2	117. 4	299. 9	309. 2	49. 7	3, 816	2, 767	6. 2	208, 842
1973 ^p -----	1,035.5	152. 9	882. 6	828. 7	131. 1	336. 3	337. 6	53. 8	4, 195	2, 890	6. 1	210, 404
Seasonally adjusted annual rates												
1972: I-----	910. 8	138. 0	772. 8	720. 0	111. 5	288. 8	300. 0	52. 9	3, 711	2, 716	6. 8	208, 259
II-----	926. 1	140. 7	785. 4	739. 5	115. 1	297. 9	306. 2	45. 9	3, 765	2, 740	5. 8	208, 634
III-----	943. 7	142. 8	800. 9	755. 1	120. 2	302. 3	311. 6	45. 8	3, 831	2, 771	5. 7	209, 058
IV-----	976. 1	147. 4	828. 7	774. 3	122. 9	310. 7	319. 0	54. 4	3, 955	2, 841	6. 6	209, 514
1973: I-----	996. 6	145. 1	851. 5	801. 5	132. 2	322. 2	325. 0	50. 0	4, 057	2, 878	5. 9	209, 871
II-----	1,019.0	149. 3	869. 7	818. 7	132. 8	330. 3	332. 6	51. 0	4, 137	2, 877	5. 9	210, 221
III-----	1,047.1	156. 0	891. 1	840. 1	132. 8	341. 6	341. 6	51. 1	4, 231	2, 894	5. 7	210, 618
IV ^p -----	1,079.2	161. 2	918. 0	854. 6	126. 8	351. 1	351. 2	63. 3	4, 350	2, 909	6. 9	211, 036

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

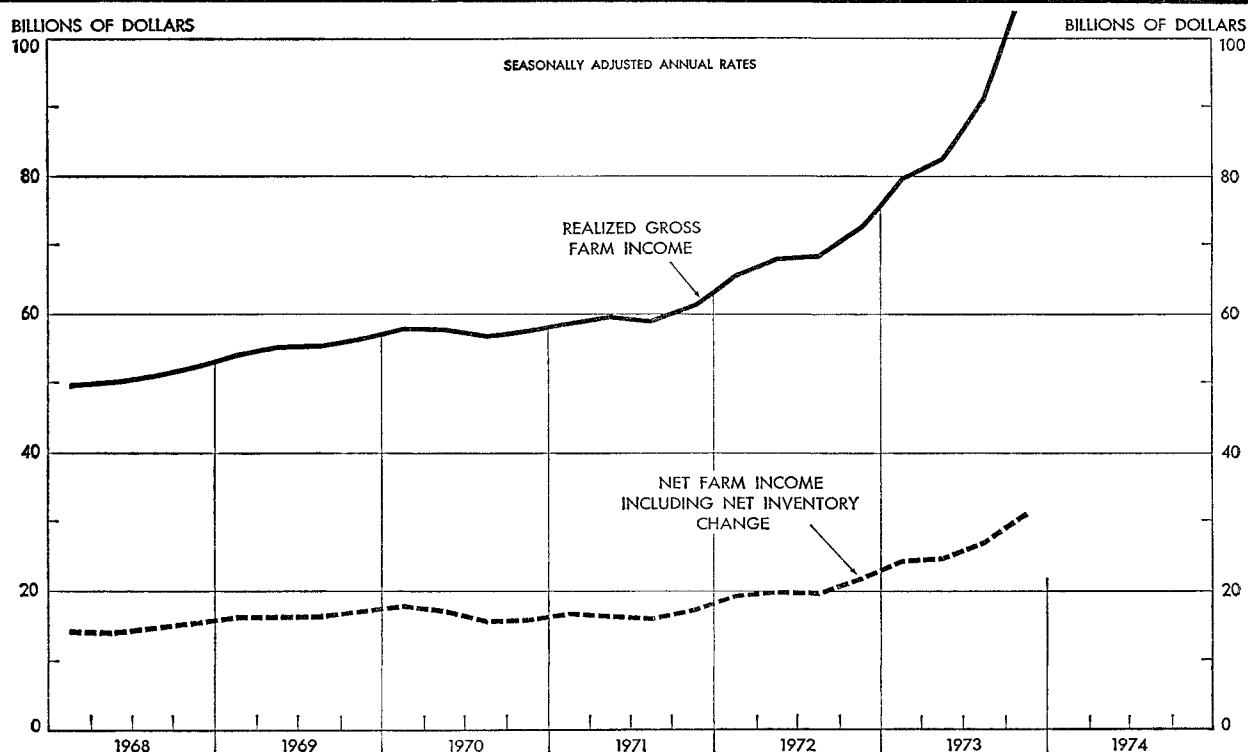
²See p. 2 for total personal consumption expenditures.

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

Source: Department of Commerce.

FARM INCOME

In the fourth quarter, net farm income excluding inventory change (seasonally adjusted) rose 19 percent and including inventory change 15 percent. Real net income per farm was 26 percent higher than a year earlier.



SOURCE: DEPARTMENT OF AGRICULTURE

COUNCIL OF ECONOMIC ADVISERS

Period	Personal income received by total farm population			Income received from farming						
	From all sources	From farm sources	From nonfarm sources	Realized gross		Production ex- penses	Net to farm operators		Net income per farm including net inventory change	
				Total ¹	Cash receipts from market- ings		Exclud- ing net in- ventory change	Includ- ing net in- ventory change ²	Current dollars	1967 dollars ⁴
	Billions of dollars								Dollars	
1966-----	24. 9	14. 4	10. 5	49. 7	43. 3	33. 4	16. 3	16. 3	4, 990	5, 092
1967-----	24. 0	13. 1	10. 9	49. 0	42. 7	34. 8	14. 2	14. 9	4, 707	4, 707
1968-----	25. 1	13. 2	11. 9	50. 9	44. 1	36. 2	14. 7	14. 8	4, 828	4, 642
1969-----	27. 6	14. 9	12. 7	55. 6	48. 1	38. 8	16. 8	16. 9	5, 620	5, 156
1970-----	28. 3	15. 1	13. 2	57. 8	50. 5	41. 0	16. 8	16. 9	5, 725	5, 022
1971-----	29. 2	15. 2	14. 0	59. 7	52. 8	44. 5	15. 2	16. 9	5, 817	4, 888
1972-----	34. 0	18. 1	15. 9	68. 9	60. 7	49. 2	19. 7	20. 3	7, 089	5, 717
1973 ^p -----	41. 3	23. 8	17. 5	90. 5	83. 4	64. 4	26. 1	26. 9	9, 469	6, 862
	Seasonally adjusted annual rates									
1972: I-----				65. 8	57. 8	47. 0	18. 8	19. 6	6, 830	5, 600
II-----				68. 1	59. 8	48. 8	19. 3	20. 0	6, 970	5, 620
III-----				68. 7	60. 5	49. 4	19. 3	19. 9	6, 930	5, 540
IV-----				72. 8	64. 6	51. 5	21. 3	21. 9	7, 630	6, 060
1973: I-----				79. 8	72. 4	55. 8	24. 0	24. 4	8, 620	6, 580
II-----				82. 5	75. 5	58. 0	24. 5	24. 7	8, 720	6, 410
III-----				91. 4	84. 5	65. 9	25. 5	27. 2	9, 610	6, 860
IV ^p -----				108. 3	101. 2	77. 9	30. 4	31. 4	11, 090	7, 650

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

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

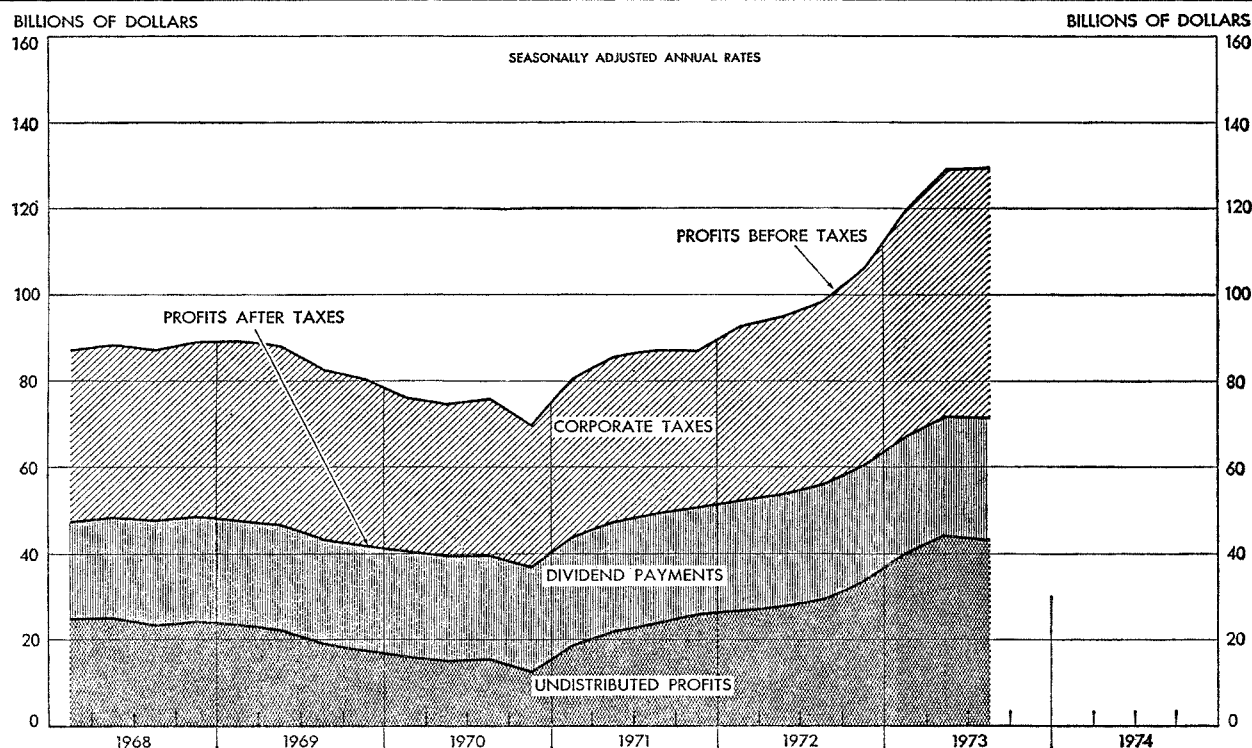
³ Based on Census of Agriculture definition of a farm. The number of farms is held constant within a year.

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

Source: Department of Agriculture.

CORPORATE PROFITS

Corporate profits (before taxes) including inventory valuation adjustment rose 20 percent from 1972 to 1973, according to preliminary estimates. Excluding inventory valuation adjustment the rise was 29 percent.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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

Period	Corporate profits (before taxes) and inventory valuation adjustment						Corporate profits before taxes	Corporate tax liability	Corporate profits after taxes			Corporate capital consumption allowances ²	Profits plus capital consumption allowances ³
	All industries	Manufacturing			Transportation, communication, and public utilities	All other ¹			Total	Dividend payments	Undistributed profits		
		Total	Durable goods industries	Non-durable goods industries									
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-----	84.3	41.7	22.4	19.3	10.6	32.0	87.6	39.9	47.8	23.6	24.2	46.8	94.6
1969-----	79.8	36.6	18.8	17.7	10.1	33.1	84.9	40.1	44.8	24.3	20.5	51.9	96.8
1970-----	69.2	27.8	10.5	17.3	7.8	33.7	74.0	34.8	39.3	24.7	14.6	56.0	95.2
1971-----	80.1	32.5	14.7	17.8	8.6	39.1	85.1	37.4	47.6	25.1	22.5	60.4	108.0
1972-----	91.1	40.1	20.2	20.0	9.3	41.7	98.0	42.7	55.4	26.0	29.3	65.9	121.3
1973 ^p -----	109.2	51.7	26.9	24.8	9.3	48.2	126.5	56.2	70.2	27.8	42.4	71.0	141.3
1972: I-----	86.2	37.3	18.7	18.6	8.5	40.4	92.8	40.6	52.2	25.7	26.5	63.4	115.6
II-----	88.0	38.7	20.2	18.5	8.9	40.4	94.8	41.4	53.4	25.9	27.5	66.2	119.5
III-----	91.5	39.9	19.5	20.4	9.8	41.7	98.4	42.9	55.6	26.2	29.4	66.0	121.6
IV-----	98.8	44.7	22.3	22.4	9.9	44.2	106.1	45.9	60.3	26.4	33.9	68.0	128.3
1973: I-----	104.3	49.7	26.9	22.8	9.2	45.4	119.6	52.7	66.9	26.9	40.0	69.3	136.2
II-----	107.9	52.4	28.5	23.9	8.5	47.0	128.9	57.4	71.6	27.3	44.2	70.5	142.0
III-----	112.0	51.9	26.6	25.3	10.3	49.8	129.0	57.6	71.5	28.1	43.4	71.7	143.2
IV ^p -----										29.0		72.7	

¹ Includes all other industries and financial institutions.

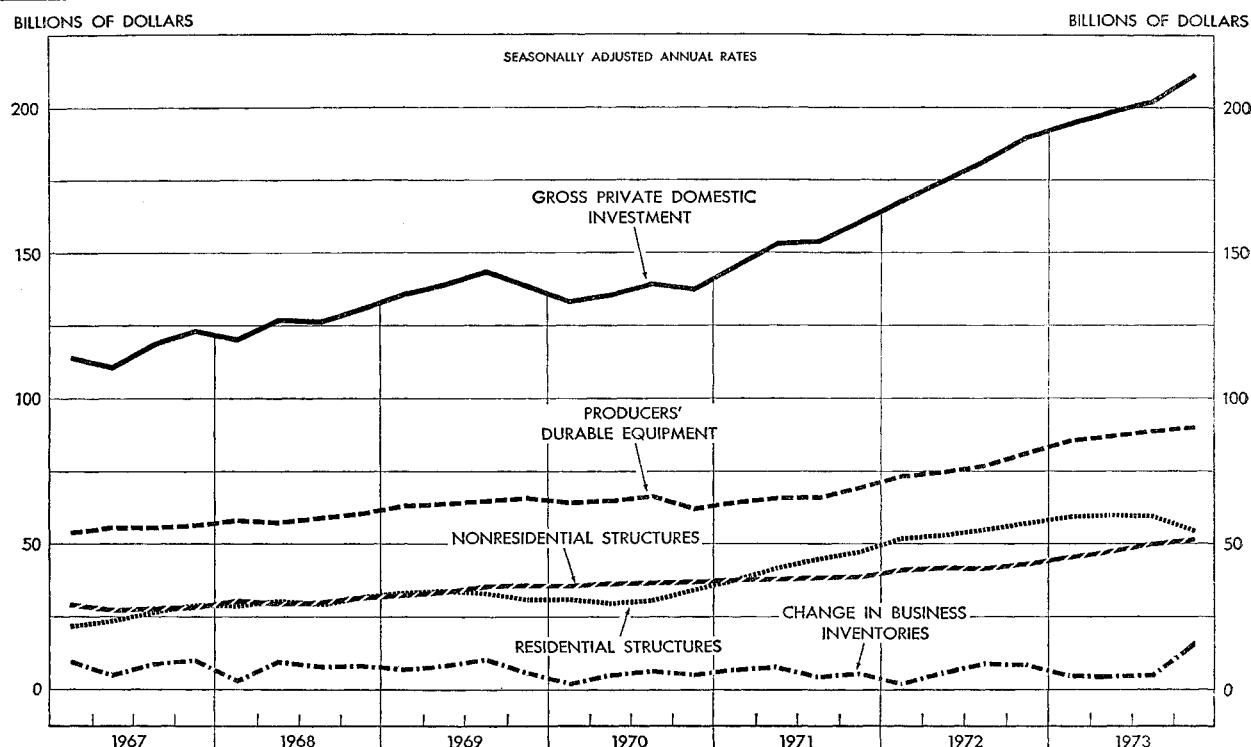
² Includes depreciation and accidental damages.

³ Corporate profits after taxes plus corporate capital consumption allowances.

Source: Department of Commerce.

GROSS PRIVATE DOMESTIC INVESTMENT

Nonresidential fixed investment (seasonally adjusted) rose again in the fourth quarter but residential construction fell sharply. Inventory investment rose sharply, partly because of the backing up of automobile stocks held by dealers.



SOURCES: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

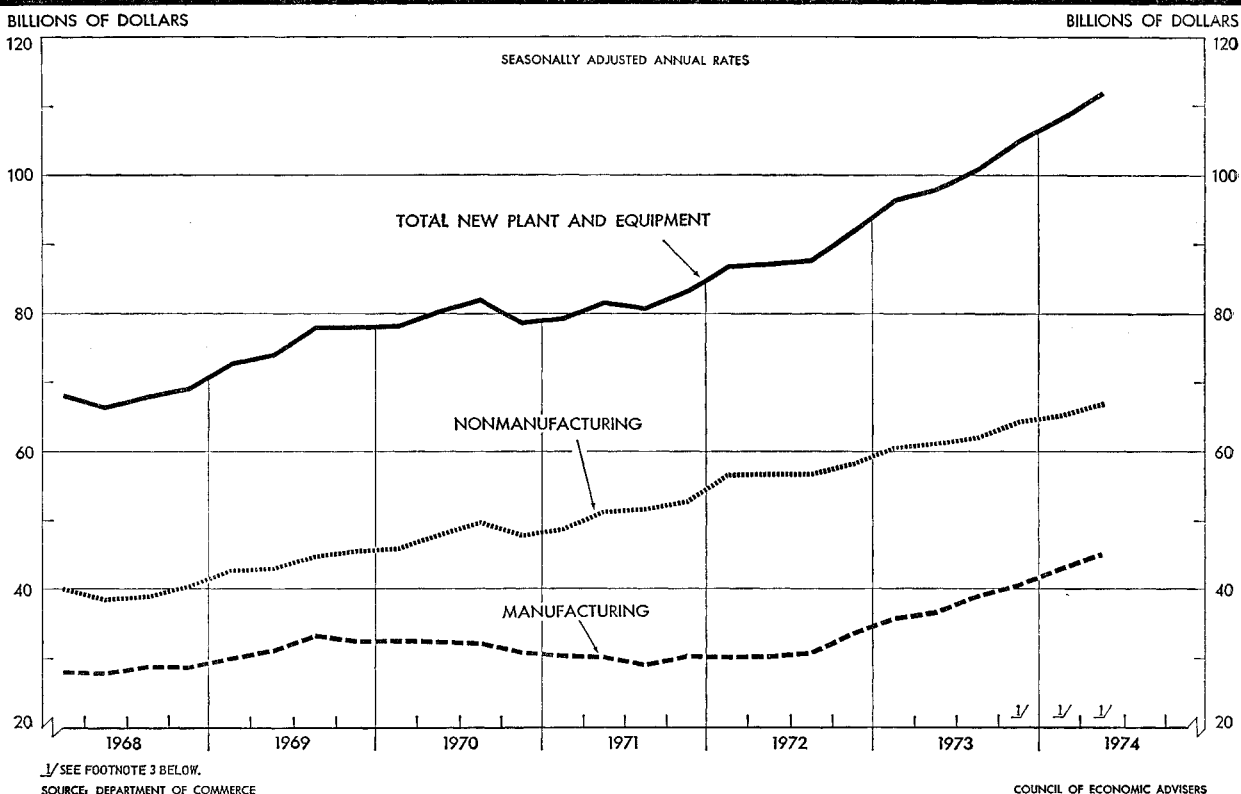
[Billions of dollars; quarterly data at seasonally adjusted annual rates]

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	Total	Non-farm				
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	126.0	118.9	88.8	30.3	29.6	58.5	53.6	30.1	29.5	7.1	6.9
1969	139.0	131.1	98.5	34.2	33.5	64.3	59.2	32.6	32.0	7.8	7.7
1970	136.3	131.7	100.6	36.1	35.3	64.4	58.9	31.2	30.7	4.5	4.3
1971	153.2	147.1	104.4	37.9	37.0	66.5	60.9	42.7	42.2	6.1	4.5
1972	178.3	172.3	118.2	41.7	40.8	76.5	69.8	54.0	53.5	6.0	5.6
1973	201.5	194.0	136.0	48.3	47.3	87.7	79.3	58.0	57.4	7.4	6.7
1972: I	167.5	165.8	114.0	41.0	40.1	73.1	67.3	51.8	51.2	1.7	1.4
1972: II	174.7	169.2	116.3	41.5	40.6	74.9	68.9	52.8	52.3	5.5	4.8
1972: III	181.5	172.9	118.3	41.3	40.4	77.0	69.8	54.5	53.9	8.7	8.4
1972: IV	189.4	181.2	124.3	43.0	42.1	81.2	73.4	56.9	56.4	8.2	7.9
1973: I	194.5	189.9	130.9	45.3	44.4	85.5	77.8	59.0	58.4	4.6	4.4
1973: II	198.2	193.7	134.1	47.2	46.3	86.9	78.4	59.6	59.1	4.5	4.4
1973: III	202.0	197.3	138.0	49.5	48.5	88.6	80.0	59.2	58.6	4.7	3.2
1973: IV	211.2	195.3	141.1	51.1	50.1	90.0	80.9	54.2	53.6	15.9	14.9

Source: Department of Commerce.

EXPENDITURES FOR NEW PLANT AND EQUIPMENT

Businessmen are planning a 12 percent rise in plant and equipment expenditures from 1973 to 1974 according to a survey conducted by the Commerce Department in November and December.



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

Period	Total ¹	Manufacturing			Nonmanufacturing							
		Total	Dur- able goods	Non- durable goods	Total	Min- ing	Transportation			Public utilities	Com- muni- cation	Com- mercial and other ²
							Rail- road	Air	Other			
1966.....	63. 51	28. 20	14. 06	14. 14	35. 32	1. 62	2. 37	1. 74	1. 64	7. 43	6. 02	14. 48
1967.....	65. 47	28. 51	14. 06	14. 45	36. 96	1. 65	1. 86	2. 29	1. 48	8. 74	6. 34	14. 59
1968.....	67. 76	28. 37	14. 12	14. 25	39. 40	1. 63	1. 45	2. 56	1. 59	10. 20	6. 83	15. 14
1969.....	75. 56	31. 68	15. 96	15. 72	43. 88	1. 86	1. 86	2. 51	1. 68	11. 61	8. 30	16. 05
1970.....	79. 71	31. 95	15. 80	16. 15	47. 76	1. 89	1. 78	3. 03	1. 23	13. 14	10. 10	16. 59
1971.....	81. 21	29. 99	14. 15	15. 84	51. 22	2. 16	1. 67	1. 88	1. 38	15. 30	10. 77	18. 05
1972.....	88. 44	31. 35	15. 64	15. 72	57. 09	2. 42	1. 80	2. 46	1. 46	17. 00	11. 89	20. 07
1973 ³	100. 08	38. 00	19. 39	18. 61	62. 07	2. 76	1. 94	2. 41	1. 60	19. 09	13. 03	21. 24
1974 ³	112. 11	44. 40	22. 61	21. 79	67. 71	3. 14	2. 27	2. 16	1. 62	22. 16	36. 36	
1972: III.....	87. 67	30. 98	15. 67	15. 31	56. 70	2. 40	1. 50	2. 67	1. 41	17. 01	11. 56	20. 16
IV.....	91. 94	33. 64	16. 86	16. 78	58. 30	2. 46	1. 71	2. 33	1. 42	17. 53	12. 63	20. 21
1973: I.....	96. 19	35. 51	17. 88	17. 63	60. 68	2. 59	2. 11	2. 21	1. 53	18. 38	12. 34	21. 53
II.....	97. 76	36. 58	18. 64	17. 94	61. 18	2. 77	1. 75	2. 72	1. 62	18. 08	12. 70	21. 55
III.....	100. 90	38. 81	19. 73	19. 08	62. 09	2. 82	1. 95	2. 49	1. 79	18. 58	13. 12	21. 36
IV ³	104. 94	40. 54	20. 94	19. 60	64. 40	2. 85	1. 98	2. 22	1. 53	21. 20	34. 63	
1974: I ³	108. 16	42. 92	22. 21	20. 71	65. 24	2. 90	2. 43	2. 16	1. 74	21. 57	34. 43	
II ³	111. 92	45. 12	22. 69	22. 43	66. 80							

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

² Includes trade, service, construction, finance, and insurance.

³ Estimates based on expected capital expenditures as reported by business October-December 1973. Includes adjustments when necessary for systematic deficiencies in expectations data.

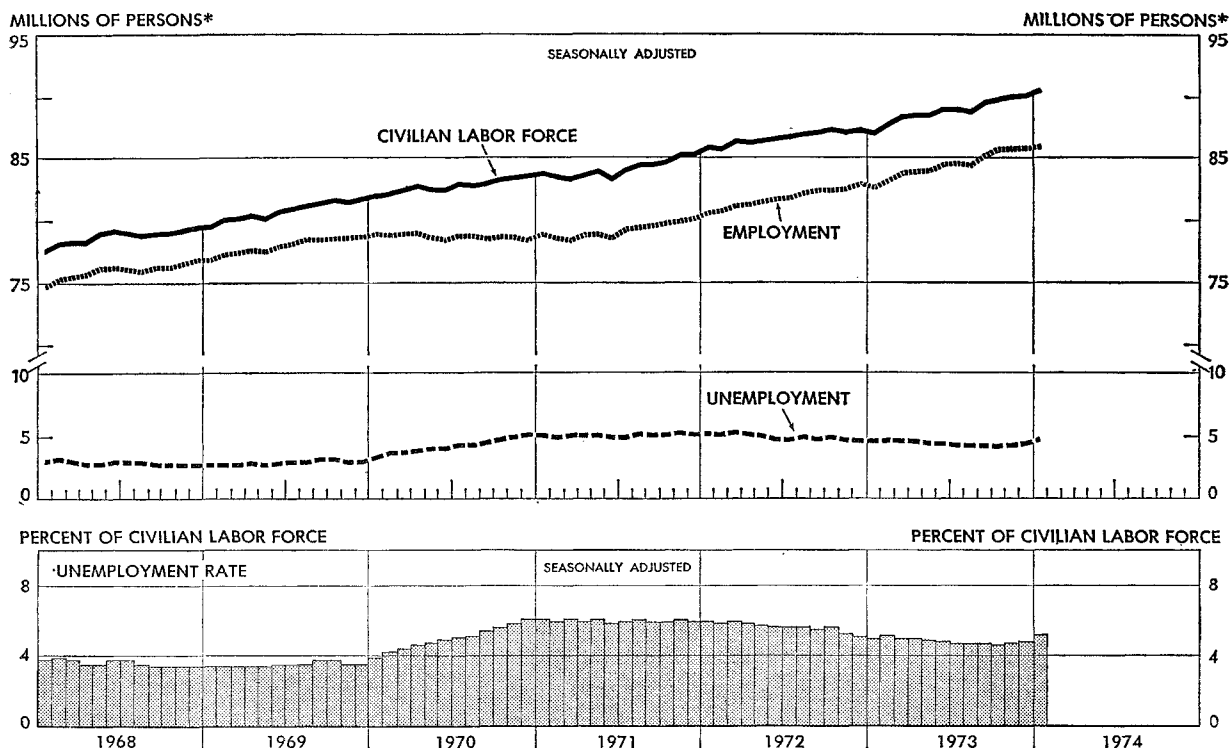
NOTE.—Annual total is the sum of unadjusted expenditures; it does not necessarily coincide with the average of seasonally adjusted figures.

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

Source: Department of Commerce.

EMPLOYMENT, UNEMPLOYMENT, AND WAGES STATUS OF THE LABOR FORCE

The seasonally adjusted civilian labor force increased by 510,000 in January, as a result of an increase in employment (142,000) and unemployment (368,000). There was little change in nonagricultural employment. The labor force participation rate increased to an unprecedented 62.0 percent.



*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 ¹	
		Total	Non-agri-cultural				Total	Agri-cultural	Non-agri-cultural				
	Thousands of persons 16 years of age and over										Percent		
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	
1971---	86,929	79,120	75,732	4,993	86,929	84,113	79,120	3,387	75,732	4,993	5.9	61.0	
1972*---	88,991	81,702	78,230	4,840	88,991	86,542	81,702	3,472	78,230	4,840	5.6	61.0	
1973---	91,040	84,409	80,957	4,304	91,040	88,714	84,409	3,452	80,957	4,304	4.9	61.4	
	Unadjusted				Seasonally adjusted						Unadjusted	Seasonally adjusted	
1972: Dec*	89,437	82,881	79,719	4,116	89,701	87,261	82,841	3,577	79,264	4,420	4.7	5.1	61.1
1973: Jan...	88,122	81,043	78,088	4,675	89,404	87,000	82,619	3,489	79,130	4,381	5.5	5.0	60.8
Feb...	89,075	81,838	78,882	4,845	90,108	87,716	83,230	3,446	79,784	4,486	5.6	5.1	61.2
Mar*	89,686	82,814	79,683	4,512	90,523	88,162	83,782	3,469	80,313	4,380	5.2	5.0	61.4
Apr...	89,823	83,299	80,004	4,174	90,622	88,272	83,854	3,356	80,498	4,418	4.8	5.0	61.3
May...	89,891	83,758	80,291	3,799	90,597	88,263	83,950	3,320	80,630	4,313	4.3	4.9	61.2
June...	92,729	85,567	81,514	4,847	91,133	88,818	84,518	3,480	81,088	4,300	5.4	4.8	61.5
July...	93,227	86,367	82,201	4,550	91,139	88,828	84,621	3,512	81,109	4,207	5.0	4.7	61.4
Aug...	92,436	85,921	82,095	4,208	91,011	88,704	84,513	3,425	81,088	4,191	4.7	4.7	61.3
Sept...	91,298	84,841	81,406	4,165	91,664	89,373	85,133	3,376	81,757	4,240	4.7	4.7	61.6
Oct...	92,046	85,994	82,469	3,763	92,038	89,749	85,649	3,455	82,194	4,100	4.2	4.6	61.8
Nov...	92,168	85,828	82,409	4,056	92,186	89,903	85,649	3,561	82,088	4,254	4.5	4.7	61.8
Dec...	91,983	85,643	82,441	4,058	92,315	90,033	85,669	3,643	82,026	4,364	4.5	4.8	61.8
1974: Jan...	91,354	84,088	80,891	5,008	92,801	90,543	85,811	3,794	82,017	4,732	5.2	5.2	62.0

*Data beginning January 1972 not strictly comparable with prior data because of adjustment to 1970 Census data, which added 333,000 to the civilian labor force and 301,000 to civilian employment. A further adjustment in March 1973 added 60,000 to the labor force and to employment.

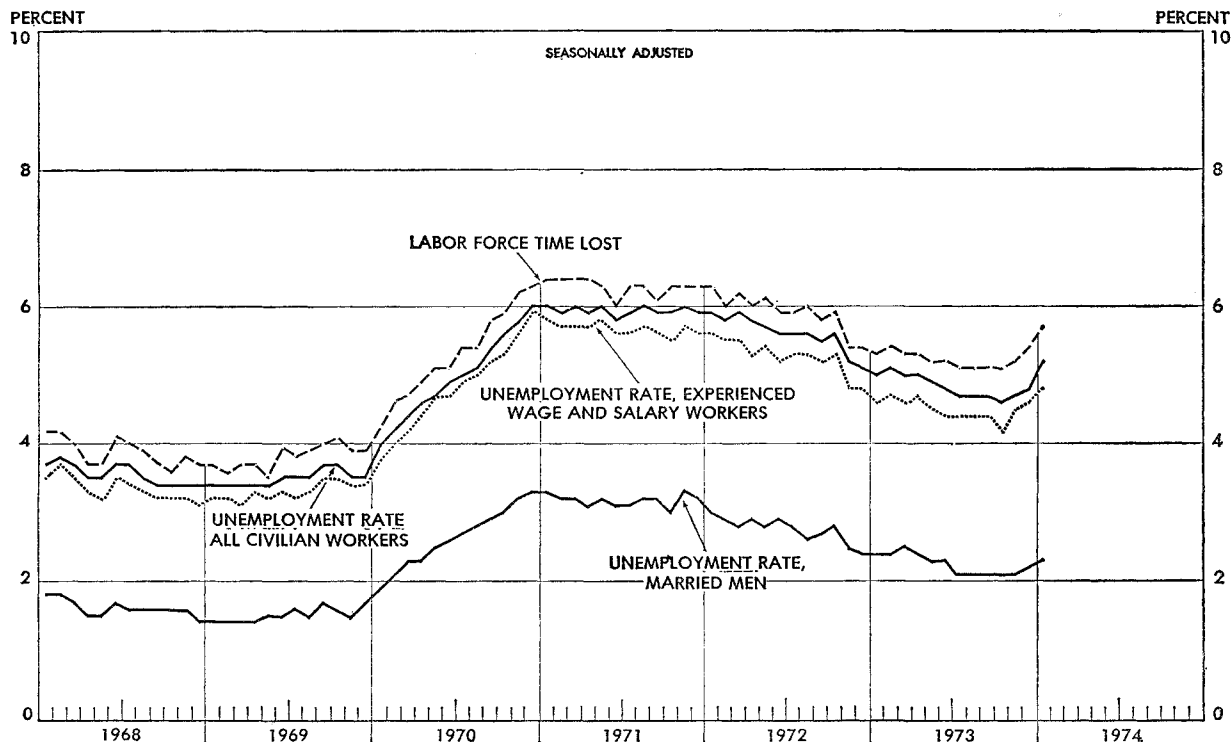
¹Total labor force as percent of noninstitutional population 16 years of age and over.

Note.—Seasonally adjusted data revised beginning 1967.

Source: Department of Labor.

ELECTED MEASURES OF UNEMPLOYMENT AND PART-TIME EMPLOYMENT

The unemployment rate (seasonally adjusted) increased to 5.2 percent in January. This is 0.5 percentage point above the rate that prevailed in the second half of 1973.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

Period	Unemployment rate (percent of civilian labor force in group)			Labor force time lost ¹	Persons at work in nonagricultural industries by hours worked per week ²							
	All workers	Experi- enced wage and salary workers	Married men (wife present)		Over 40 hours	35-40 hours	Total	Under 35 hours				
								Part-time for economic reasons		Part-time for economic reasons		
								Usually full- time ³	Usually part- time ⁴	Usually full- time ³	Usually part- time ⁴	
	Percent				Thousands of persons 16 years of age and over							
1970-----	4.9	4.8	2.6	5.3	18,925	33,537	18,222	1,201	995	-----	-----	
1971-----	5.9	5.7	3.2	6.4	19,095	35,752	16,298	1,184	1,256	-----	-----	
1972-----	5.6	5.3	2.8	6.0	20,320	36,794	16,549	1,081	1,327	-----	-----	
1973-----	4.9	4.5	2.3	5.2	21,284	37,426	17,473	1,074	1,237	-----	-----	
	Seasonally adjusted				Unadjusted							
1972: Dec-----	5.1	4.8	2.4	5.4	21,740	37,483	17,543	917	1,073	957	1,217	
1973: Jan-----	5.0	4.6	2.4	5.3	19,527	35,819	18,557	951	948	905	1,172	
Feb-----	5.1	4.7	2.4	5.4	20,311	35,844	19,305	1,020	1,068	1,024	1,200	
Mar-----	5.0	4.6	2.5	5.3	21,485	37,537	17,378	967	1,096	958	1,255	
Apr-----	5.0	4.7	2.4	5.3	20,968	37,983	18,000	966	962	989	1,169	
May-----	4.9	4.5	2.3	5.2	21,966	37,904	17,239	949	1,031	1,043	1,211	
June-----	4.8	4.4	2.3	5.2	21,467	38,306	15,714	1,195	1,772	1,099	1,374	
July-----	4.7	4.4	2.1	5.1	20,424	37,040	14,283	1,129	1,886	1,161	1,208	
Aug-----	4.7	4.4	2.1	5.1	20,503	37,125	14,326	1,315	1,567	1,167	1,120	
Sept-----	4.7	4.4	2.1	5.1	22,631	38,451	16,172	1,126	1,092	1,106	1,247	
Oct-----	4.6	4.2	2.1	5.1	21,797	34,956	22,136	1,046	1,108	1,103	1,274	
Nov-----	4.7	4.5	2.1	5.2	22,099	38,566	18,630	1,083	1,104	1,143	1,262	
Dec-----	4.8	4.6	2.2	5.4	22,225	39,574	17,934	1,140	1,210	1,192	1,370	
1974: Jan-----	5.2	4.8	2.3	5.7	19,913	38,579	18,682	⁵ 1,274	⁵ 1,111	⁵ 1,213	⁵ 1,375	

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

² Differs from total nonagricultural employment (p. 10), which includes persons with jobs but not at work for such reasons as vacation, illness, bad weather, industrial disputes.

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

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

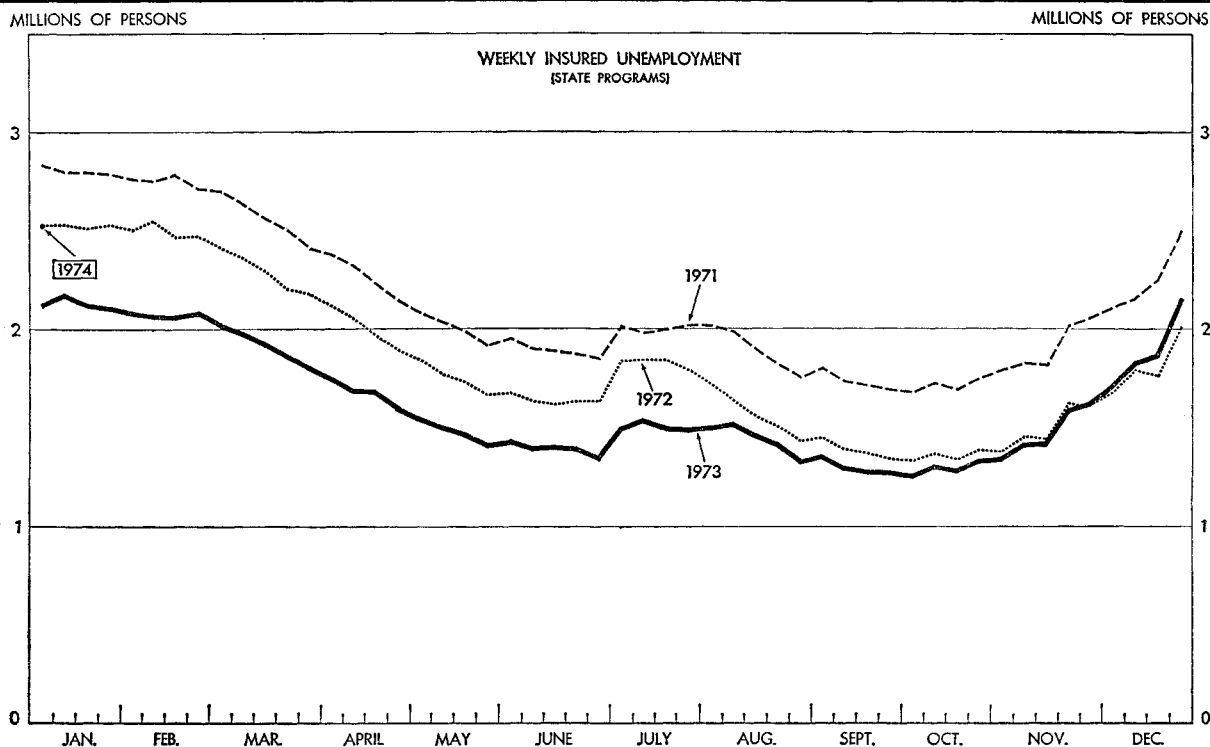
⁵ Average hours worked: usually full-time, 23.8; usually part-time, 17.6.

Note.—Seasonally adjusted series revised beginning 1967.

Source: Department of Labor.

UNEMPLOYMENT INSURANCE PROGRAMS

In December, insured unemployment under State programs averaged 88,000 more than a year earlier. The seasonal adjusted insured unemployment rate increased slightly to 2.9 percent.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

Period	All programs			State programs						
	Covered employment	Insured unemployment (weekly average)	Total benefits paid (millions of dollars)	Insured unemployment	Initial claims	Exhaustions	Insured unemployment as percent of covered employment		Benefits paid	
							Unadjusted	Seasonally adjusted	Total (millions of dollars)	Average weekly check (dollars)
	Thousands			Weekly average, thousands			Percent			
1970.....	59,526	2,070	4,179.1	1,805	296	25	3.4	-----	3,848.5	50.34
1971.....	59,375	2,313	5,498.2	2,150	295	38	4.1	-----	4,957.0	54.02
1972 ^p		2,185	5,000.0	1,848	261	37	3.5	-----	4,550.0	56.03
1973 ^p		1,783	4,441.8	1,627	246	30	2.8	-----	4,105.0	58.50
1972: Nov ^p		1,692	325.3	1,507	253	28	2.7	3.2	294.4	57.59
Dec ^p		1,994	350.2	1,801	324	28	3.3	3.0	320.9	58.35
1973: Jan ^p		2,333	509.2	2,124	331	33	3.8	2.7	471.4	58.69
Feb ^p		2,250	447.0	2,061	249	32	3.7	2.8	416.4	59.08
Mar ^p		2,075	473.9	1,898	213	33	3.4	2.8	441.0	59.09
Apr ^p		1,828	393.3	1,669	216	33	2.8	2.7	365.7	59.41
May ^p		1,610	365.9	1,465	193	31	2.5	2.7	339.2	58.44
June ^p		1,523	309.4	1,384	206	28	2.4	2.7	286.6	58.12
July ^p		1,640	320.9	1,505	275	27	2.5	2.6	296.3	57.42
Aug ^p		1,572	346.9	1,436	212	27	2.4	2.7	316.3	57.46
Sept ^p		1,440	273.9	1,299	186	25	2.1	2.8	248.3	58.13
Oct ^p		1,451	309.3	1,298	210	24	2.1	2.8	280.7	58.97
Nov ^p		1,665	320.9	1,501	265	29	2.4	2.8	301.4	58.63
Dec ^p		2,003	371.2	1,889	395	32	3.1	2.9	341.6	58.71
Week ended:										
1973: Dec 15.....		1,992	-----	1,823	340	-----	2.9	-----	-----	-----
22.....		2,024	-----	1,863	430	-----	3.0	-----	-----	-----
29.....		2,328	-----	2,156	461	-----	3.5	-----	-----	-----
1974: Jan 5.....		2,707	-----	2,524	405	-----	4.1	-----	-----	-----
12.....		2,700	-----	2,519	585	-----	4.0	-----	-----	-----
19.....			-----		466	-----		-----	-----	-----

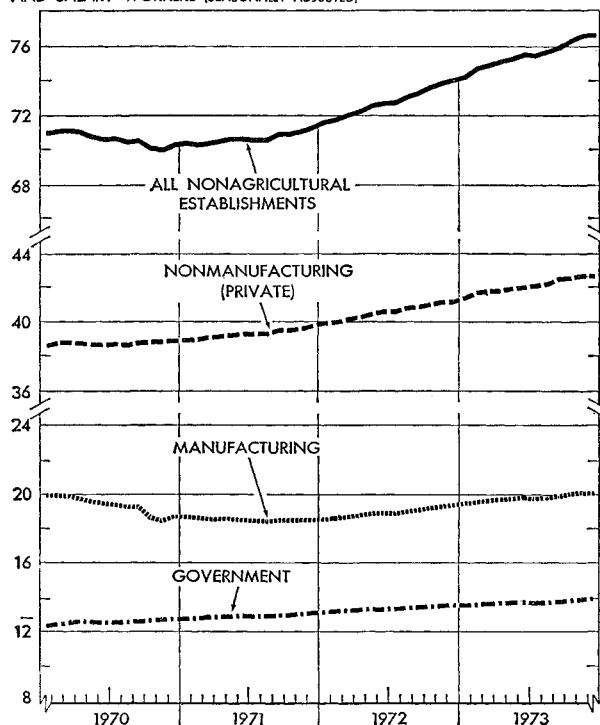
¹ Not charted.

Source: Department of Labor.

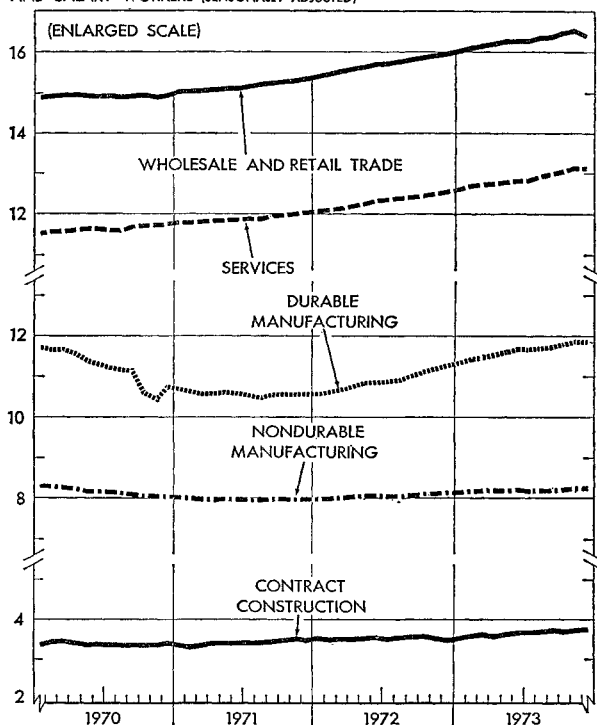
NONAGRICULTURAL EMPLOYMENT

Nonagricultural payroll employment (seasonally adjusted) decreased by 259,000 in January, and was back to the level prevailing in October 1973. The declines in payroll employment were largest in durable manufacturing, contract construction, and wholesale and retail trade.

MILLIONS OF WAGE
AND SALARY WORKERS (SEASONALLY ADJUSTED)



MILLIONS OF WAGE
AND SALARY WORKERS (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

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

Period	Total	Manufacturing (private)			Nonmanufacturing (private)							Government	
		Total	Durable goods	Non-durable goods	Total	Mining	Contract construction	Transportation and public utilities	Wholesale and retail trade	Finance, insurance, and real estate	Services	Federal	State and local
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-----	70,284	20,167	11,895	8,272	37,915	619	3,435	4,429	14,639	3,564	11,229	2,758	9,444
1970-----	70,593	19,349	11,195	8,154	38,709	623	3,381	4,493	14,914	3,688	11,612	2,705	9,830
1971-----	70,645	18,529	10,565	7,964	39,261	602	3,411	4,442	15,142	3,796	11,869	2,664	10,191
1972-----	72,764	18,933	10,884	8,049	40,541	607	3,521	4,495	15,683	3,927	12,309	2,650	10,640
1973 ¹ -----	75,570	19,821	11,634	8,187	42,097	625	3,649	4,610	16,294	4,053	12,865	2,624	11,028
1972: Dec--	74,002	19,402	11,270	8,132	41,098	607	3,459	4,558	15,946	3,991	12,537	2,650	10,852
1973: Jan--	74,252	19,463	11,326	8,137	41,311	610	3,498	4,574	16,013	3,995	12,621	2,634	10,844
Feb--	74,715	19,586	11,421	8,165	41,596	612	3,594	4,580	16,114	4,014	12,682	2,628	10,905
Mar--	74,914	19,643	11,463	8,180	41,697	610	3,604	4,580	16,163	4,024	12,716	2,631	10,943
Apr--	75,105	19,727	11,534	8,193	41,764	608	3,571	4,591	16,217	4,031	12,746	2,628	10,986
May--	75,321	19,782	11,602	8,180	41,897	608	3,620	4,593	16,256	4,044	12,776	2,641	11,001
June--	75,526	19,856	11,654	8,202	42,011	629	3,654	4,597	16,262	4,049	12,820	2,613	11,046
July--	75,478	19,804	11,646	8,158	42,079	631	3,680	4,598	16,294	4,048	12,828	2,588	11,007
Aug--	75,747	19,861	11,692	8,169	42,249	634	3,676	4,617	16,352	4,064	12,906	2,599	11,038
Sept--	75,961	19,882	11,708	8,174	42,423	633	3,700	4,629	16,388	4,078	12,995	2,613	11,043
Oct--	76,363	20,016	11,802	8,214	42,601	639	3,694	4,671	16,465	4,088	13,044	2,626	11,120
Nov--	76,679	20,095	11,859	8,236	42,746	644	3,711	4,654	16,520	4,095	13,122	2,638	11,200
Dec ² -----	76,631	20,091	11,852	8,239	42,636	645	3,730	4,639	16,400	4,098	13,124	2,654	11,250
1974: Jan ² -----	76,372	19,966	11,739	8,227	42,480	645	3,601	4,665	16,363	4,099	13,107	2,648	11,278

¹Includes 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. Excludes the 12th of the month. Excludes proprietors, self-employed persons, domestic servants, and personnel of the Armed Forces. Total derived from 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 a sample of the working-age population, whereas the estimates in this table are based on reports from employing establishments.

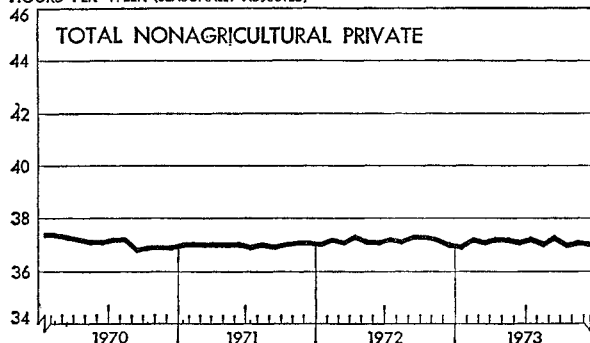
²Preliminary; not charted.

Source: Department of Labor.

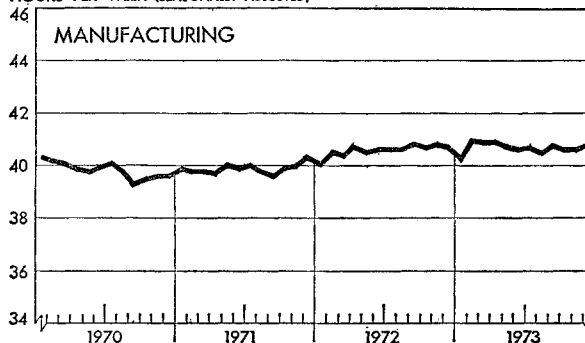
WEEKLY HOURS OF WORK - SELECTED INDUSTRIES

The seasonally adjusted workweek declined by 0.4 hour in January to 36.6 hours. The decline in manufacturing hours was particularly large (0.8 hour).

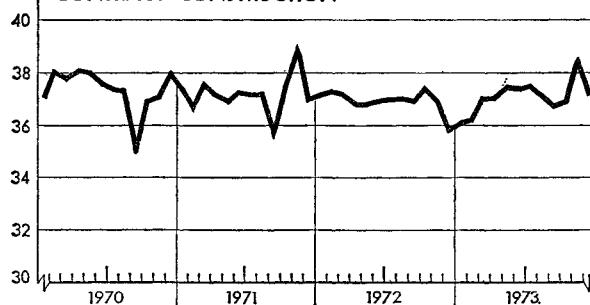
HOURS PER WEEK (SEASONALLY ADJUSTED)



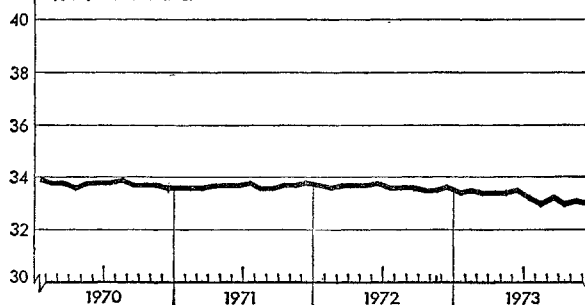
HOURS PER WEEK (SEASONALLY ADJUSTED)



CONTRACT CONSTRUCTION



RETAIL TRADE



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[Average hours per week¹]

Period	Total nonagricultural private ²	Manufacturing	Contract construction	Retail trade ³	Total nonagricultural private ²	Manufacturing	Contract construction	Retail trade ³
	Unadjusted				Seasonally adjusted			
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	37.1	39.8	37.4	33.8				
1971	37.0	39.9	37.3	33.7				
1972	37.2	40.6	37.0	33.6				
1973 ^p	37.1	40.7	37.1	33.2				
1972: Dec	37.2	41.2	35.2	33.9	37.0	40.7	35.8	33.6
1973: Jan	36.6	40.0	34.8	32.9	36.9	40.3	36.1	33.4
Feb	36.8	40.6	34.9	32.9	37.2	41.0	36.2	33.5
Mar	36.9	40.8	36.6	32.9	37.1	40.9	37.0	33.4
Apr	36.9	40.7	36.8	33.0	37.2	40.9	37.0	33.4
May	37.0	40.7	37.5	33.0	37.2	40.7	37.5	33.4
June	37.4	40.9	38.1	33.8	37.1	40.6	37.4	33.5
July	37.6	40.5	38.4	34.3	37.2	40.7	37.5	33.2
Aug	37.5	40.5	38.3	34.1	37.0	40.5	37.1	33.0
Sept	37.3	41.0	37.9	33.2	37.2	40.8	36.7	33.2
Oct	37.0	40.7	37.7	32.8	37.0	40.6	36.9	33.0
Nov	37.0	40.8	37.5	32.8	37.1	40.6	36.5	33.1
Dec ^p	37.2	41.2	36.6	33.3	37.0	40.7	37.2	33.0
1974: Jan ⁴	36.3	39.6	34.9	32.3	36.6	39.9	36.2	32.8

¹ Data relate to production workers or nonsupervisory employees.

² Also includes other private industry groups shown on p. 13.

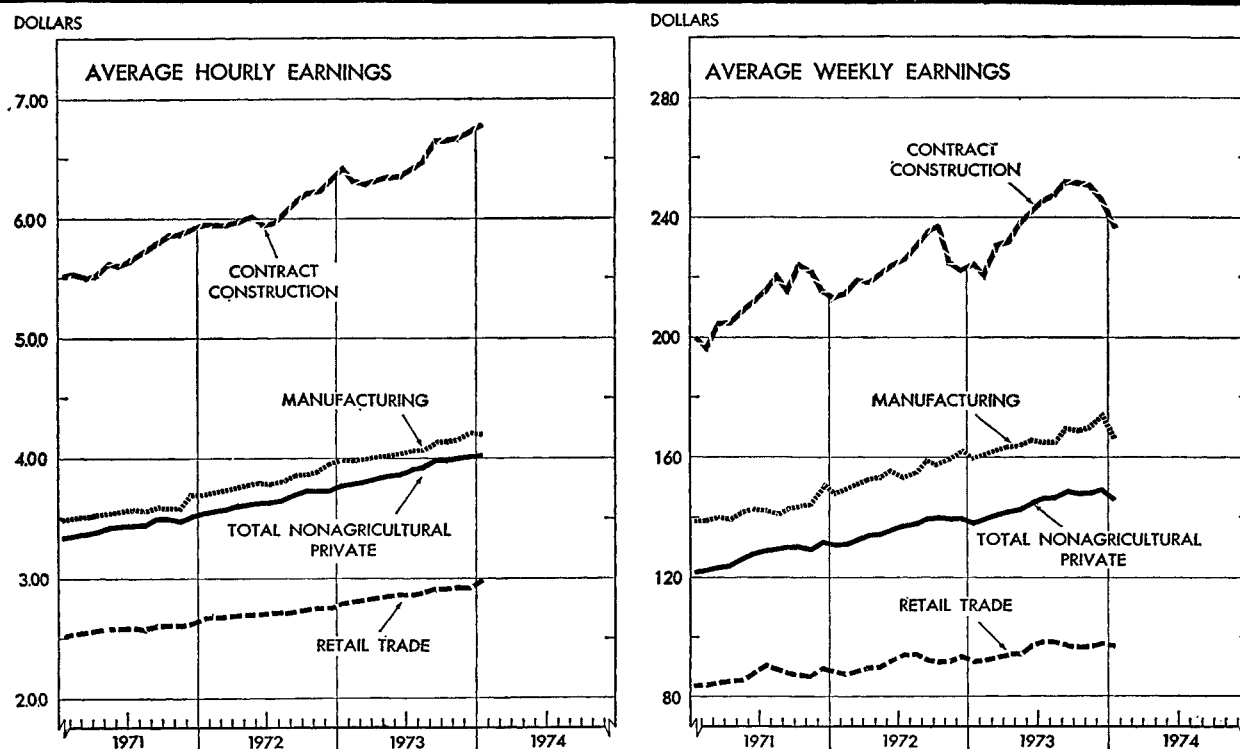
³ Includes eating and drinking places.

⁴ Preliminary; not charted.

Source: Department of Labor.

AVERAGE HOURLY AND WEEKLY EARNINGS - SELECTED INDUSTRIES

Average hourly earnings (not seasonally adjusted) in private nonagricultural production and nonsupervisory jobs increased by 1 cent (3.0 percent annual rate) to \$4.02 in January. The January hourly wage represents an increase of 25 cents (6.6 percent) in the past year. Average weekly earnings declined as a consequence of the decline in hours of work.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[For production workers or nonsupervisory employees]

Period	Average hourly earnings—current dollars				Average weekly earnings—current dollars				Manufacturing industries	
	Total nonagricultural private ¹	Manufacturing	Contract construction	Retail trade ²	Total nonagricultural private ¹	Manufacturing	Contract construction	Retail trade ²	Adjusted hourly earnings, 1967 = 100 ³	Average weekly earnings, 1967 dollars ⁴
1965.....	\$2.45	\$2.61	\$3.70	\$1.82	\$95.06	\$107.53	\$138.38	\$66.61	92.6	\$113.79
1966.....	2.56	2.72	3.89	1.91	98.82	112.34	146.26	68.57	95.7	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	106.2	117.57
1969.....	3.04	3.19	4.79	2.30	114.61	129.51	181.54	78.66	112.6	117.95
1970.....	3.22	3.36	5.24	2.44	119.46	133.73	195.98	82.47	119.6	114.99
1971.....	3.43	3.56	5.69	2.57	126.91	142.04	212.24	86.61	127.5	117.10
1972.....	3.65	3.81	6.06	2.70	135.78	154.69	224.22	90.72	135.4	123.46
1973 ^p	3.89	4.06	6.46	2.86	144.32	165.24	239.67	94.95	143.3	124.15
1972: Dec.....	3.74	3.95	6.32	2.75	139.13	162.74	222.46	93.23	139.2	127.84
1973: Jan.....	3.77	3.98	6.42	2.78	137.98	159.20	223.42	91.46	140.1	124.67
Feb.....	3.78	3.97	6.31	2.80	139.10	161.18	220.22	92.12	140.1	125.33
Mar.....	3.80	3.98	6.28	2.81	140.22	162.38	229.85	92.45	140.7	125.10
Apr.....	3.83	4.01	6.31	2.83	141.33	163.21	232.21	93.39	141.4	124.87
May.....	3.85	4.02	6.34	2.84	142.45	163.61	237.75	93.72	142.0	124.42
June.....	3.87	4.04	6.35	2.86	144.74	165.24	241.94	96.67	142.4	124.80
July.....	3.90	4.06	6.40	2.86	146.64	164.43	245.76	98.10	143.3	123.91
Aug.....	3.91	4.06	6.46	2.87	146.63	164.43	247.42	97.87	143.9	121.71
Sept.....	3.99	4.13	6.64	2.92	148.83	169.33	251.66	96.94	145.2	124.97
Oct.....	3.99	4.14	6.66	2.93	147.63	168.50	251.08	96.10	145.9	123.35
Nov.....	4.00	4.16	6.67	2.94	148.00	169.73	250.13	96.43	146.8	123.35
Dec ^p	4.01	4.21	6.72	2.93	149.17	173.45	245.95	97.57	148.3	125.23
1974: Jan ^p	4.02	4.20	6.78	2.99	145.93	166.32	236.62	96.58	149.3	-----

¹ Also includes other private industry groups shown on p. 13.

² Includes eating and drinking places.

³ Adjusted to exclude the effects of overtime and interindustry shifts.

⁴ Earnings in current dollars divided by the consumer price index.

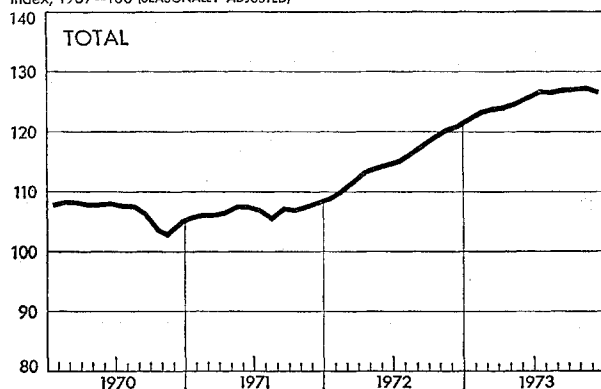
Source: Department of Labor.

PRODUCTION AND BUSINESS ACTIVITY

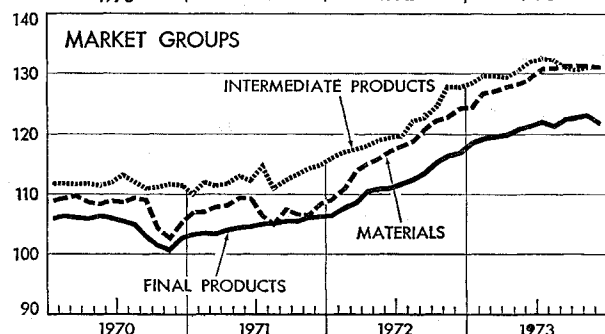
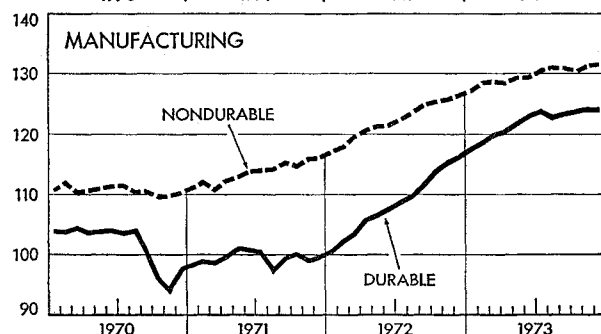
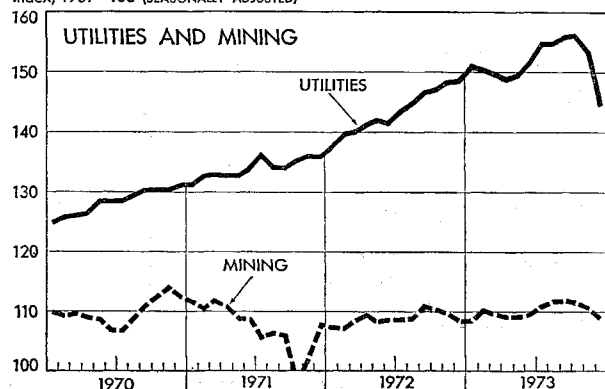
INDUSTRIAL PRODUCTION

Industrial production, seasonally adjusted, declined by 0.5 percent in December as a rise in manufacturing production was more than offset by drops in mining and utilities output.

Index, 1967=100 (SEASONALLY ADJUSTED)



Index, 1967=100 (SEASONALLY ADJUSTED)



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

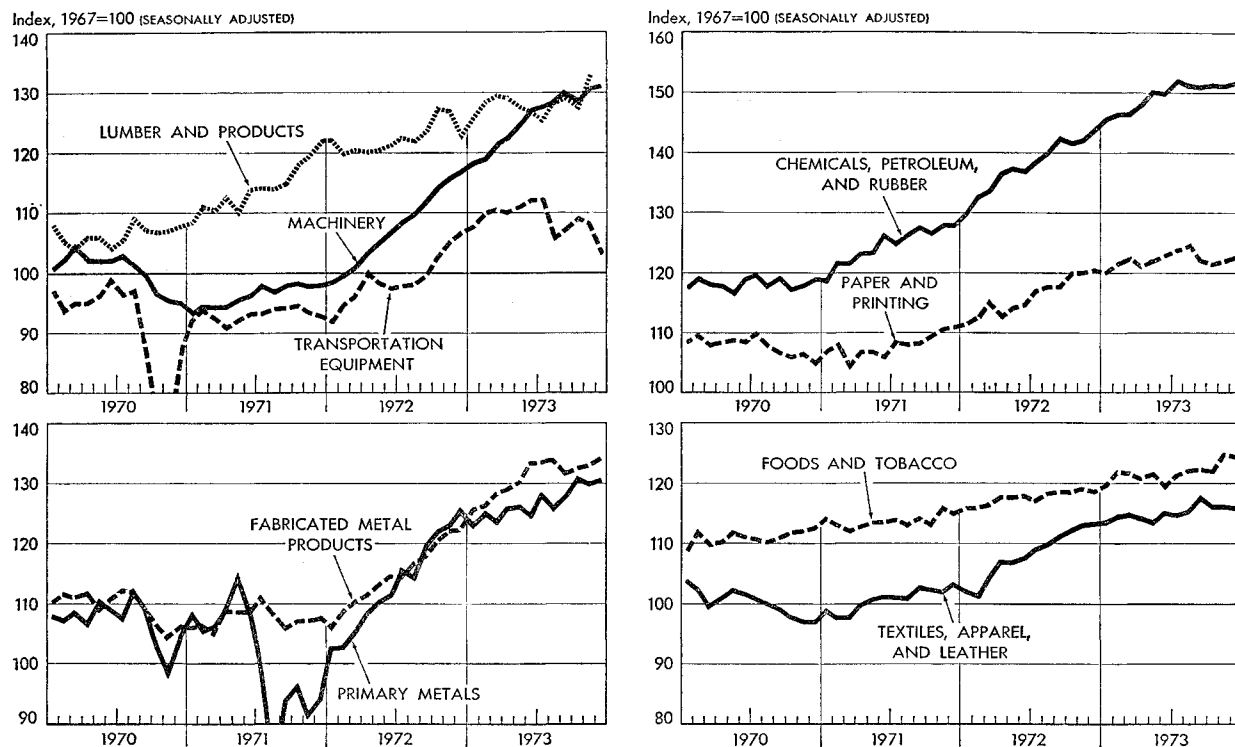
[1967=100, seasonally adjusted]

Period	Total industrial production	Industry					Market				
		Manufacturing			Mining	Utilities	Final products			Intermediate products	Materials
		Total	Durable	Non-durable			Total	Consumer goods	Equipment		
1966-----	97.9	98.3	99.0	97.3	98.4	93.6	96.1	98.6	93.0	99.2	99.8
1967-----	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
1968-----	105.7	105.7	105.5	106.0	103.9	109.4	105.8	106.6	104.7	105.7	105.7
1969-----	110.7	110.5	110.0	111.1	107.2	119.5	109.0	111.1	106.1	112.0	112.4
1970-----	106.6	105.2	101.4	110.6	109.7	128.3	104.5	110.3	96.3	111.7	107.7
1971-----	106.8	105.2	99.4	113.5	107.0	133.9	104.7	115.7	89.4	112.5	107.4
1972-----	115.2	114.0	108.4	122.1	108.8	143.4	111.9	123.6	95.5	121.1	117.4
1973 *-----	125.6	125.2	122.1	129.7	110.0	152.2	121.2	131.7	106.7	131.1	129.3
1972: Nov-----	120.2	119.5	115.3	125.6	109.7	148.2	116.3	127.4	100.7	127.6	122.8
Dec-----	121.1	120.4	116.3	126.2	108.2	148.5	116.8	127.7	101.5	127.7	124.4
1973: Jan-----	122.2	121.4	117.5	127.0	108.5	151.0	118.6	129.8	102.9	128.4	124.5
Feb-----	123.4	122.7	118.7	128.4	110.2	150.5	119.3	130.2	104.1	129.5	126.7
Mar-----	123.7	123.4	119.9	128.6	109.5	149.6	119.6	130.8	104.1	129.4	127.0
Apr-----	124.1	123.8	120.6	128.4	109.0	148.7	120.0	130.9	104.7	129.3	127.7
May-----	124.9	124.9	121.9	129.2	109.1	149.5	120.8	131.7	105.7	130.5	128.3
June-----	125.6	125.6	123.0	129.3	109.5	151.6	121.3	131.9	106.6	132.0	129.0
July-----	126.7	126.5	123.8	130.6	111.0	154.8	122.1	132.9	107.3	132.5	130.9
Aug-----	126.5	126.1	122.6	130.9	111.5	154.8	121.4	131.2	107.6	132.1	130.9
Sept-----	126.8	126.3	123.3	130.7	111.8	155.8	122.4	132.3	108.5	131.0	131.3
Oct-----	127.0	126.3	123.6	130.3	111.3	156.2	122.8	132.8	108.8	130.5	131.5
Nov *-----	127.3	126.9	124.1	131.2	110.4	153.5	123.2	133.2	109.3	131.2	131.3
Dec *-----	126.6	127.1	124.0	131.4	108.9	144.5	122.0	130.7	109.9	131.0	131.0

Source: Board of Governors of the Federal Reserve System.

PRODUCTION OF SELECTED MANUFACTURES

With the exception of motor vehicles production, which dropped by nearly 10 percent, durable manufactures (seasonally adjusted) showed strong gains in December. In the nondurable sector, gains in paper and printing and chemicals, petroleum, and rubber were partially offset by declines in textiles, apparel, and leather and food and tobacco.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

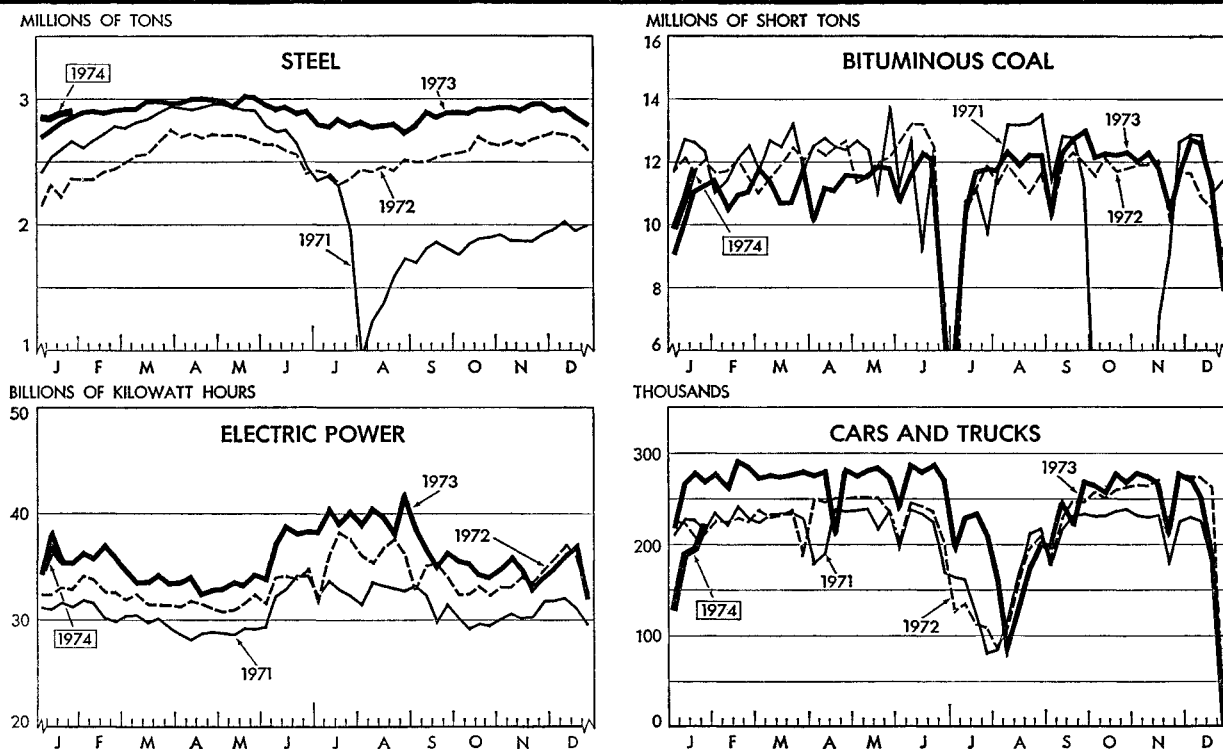
[1967 = 100, seasonally adjusted]

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 and tobacco
1966.....	108.8	100.5	98.6	101.2	98.4	101.7	98.9	94.1	97.0
1967.....	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
1968.....	103.2	106.3	101.9	109.7	104.8	104.9	104.2	109.6	103.6
1969.....	114.1	113.6	106.8	107.6	108.6	105.9	109.1	118.4	107.5
1970.....	106.9	109.4	100.3	90.4	106.3	100.2	107.8	118.2	110.8
1971.....	100.9	107.4	96.2	92.9	113.9	100.7	107.8	124.7	113.7
1972.....	113.1	114.8	107.5	99.0	122.4	108.1	116.1	137.8	117.6
1973 p.....	127.0	130.8	125.9	109.2	-----	114.7	122.3	149.3	122.0
1972: Nov.....	122.9	122.2	115.7	105.0	126.8	113.0	120.0	142.0	119.0
Dec.....	125.4	122.3	116.8	106.6	122.7	113.2	120.3	143.8	118.5
1973: Jan.....	123.1	125.7	118.4	107.6	125.8	113.4	120.0	145.5	119.6
Feb.....	124.7	126.2	119.1	110.0	128.5	114.4	121.5	146.3	122.0
Mar.....	123.5	128.4	121.4	110.3	129.5	114.6	122.4	146.3	121.5
Apr.....	125.8	128.9	122.6	110.0	129.1	114.0	120.8	147.9	120.7
May.....	126.1	130.3	124.7	111.0	127.5	113.3	121.9	150.2	121.5
June.....	124.5	133.4	126.9	112.2	126.6	115.0	122.8	149.8	119.5
July.....	128.1	133.5	127.6	112.1	125.4	114.5	123.8	151.8	121.3
Aug.....	125.6	133.8	128.5	105.7	128.4	115.4	124.5	151.0	122.0
Sept.....	127.8	131.5	130.0	107.3	128.9	117.5	122.1	150.9	122.2
Oct.....	130.8	132.6	128.5	108.9	127.4	116.2	121.3	151.1	121.9
Nov p.....	130.0	132.9	130.5	108.3	132.6	116.2	121.7	151.0	124.8
Dec p.....	130.4	134.1	131.0	103.3	-----	116.0	122.6	151.6	124.4

Source: Board of Governors of the Federal Reserve System.

WEEKLY INDICATORS OF PRODUCTION

Most weekly indicators of production declined in December. An exception was distribution of electric power, which showed an increase.



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

COUNCIL OF ECONOMIC ADVISERS

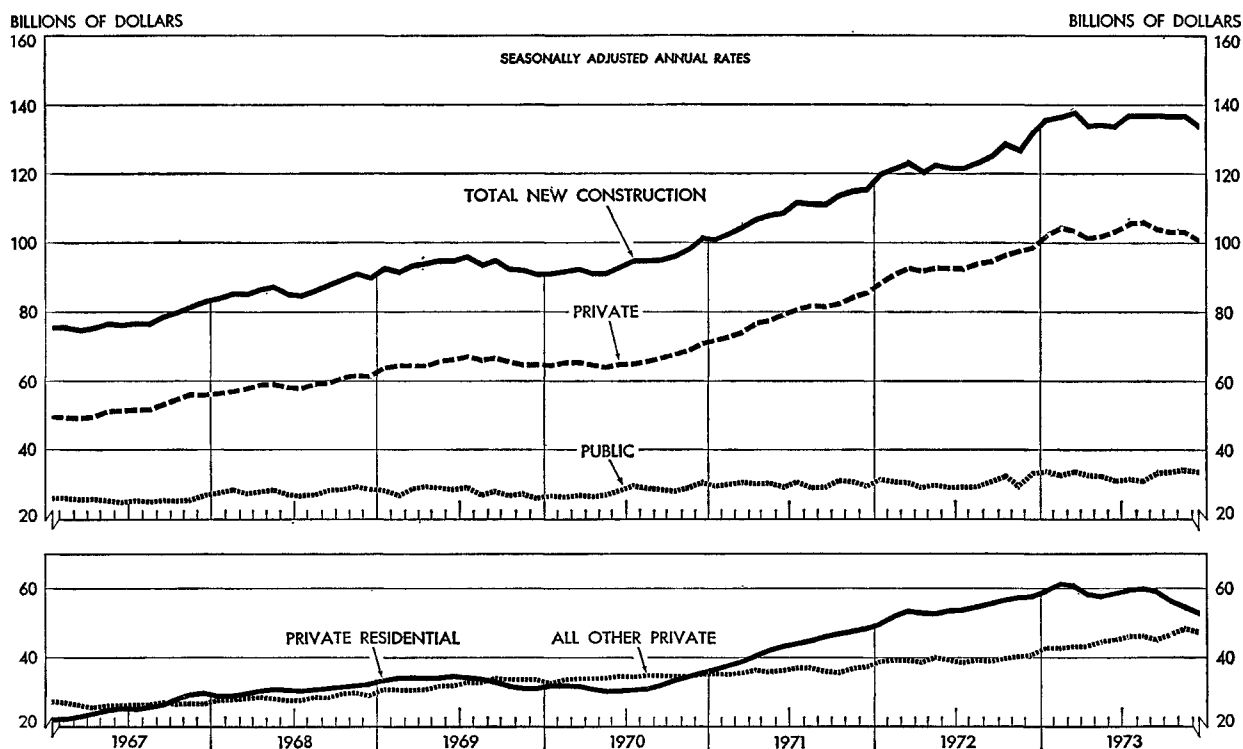
Period	Steel produced		Electric power distributed (millions of kilowatt-hours)	Bituminous coal mined (thousands of short tons) ¹	Freight loaded (thousands of cars)	Paperboard produced (thousands of tons)	Cars and trucks assembled (thousands)		
	Thousands of net tons	Index (1967=100)					Total	Cars	Trucks
Weekly average:									
1967-----	2,440	100.0	23,169	10,627	540	439	172.9	142.4	30.5
1968-----	2,515	103.1	25,244	10,485	543	479	207.6	170.1	37.5
1969-----	2,709	111.0	27,588	10,779	543	507	195.8	158.1	37.8
1970-----	2,522	103.4	29,317	11,595	522	489	158.9	125.9	33.0
1971-----	2,310	94.7	30,923	10,619	486	501	204.8	165.0	39.8
1972 ^a -----	2,549	104.5	33,540	11,450	502	548	217.3	169.6	47.6
1973 ^a -----	2,885	118.2	35,834	11,346	525	571	243.6	185.8	57.8
1972: Nov-----	2,657	108.9	33,674	11,534	526	564	257.1	200.9	56.3
Dec-----	2,687	110.2	35,264	10,510	472	539	202.5	157.8	44.7
1973: Jan-----	2,793	114.5	35,861	10,598	491	512	261.3	201.5	59.8
Feb-----	2,906	119.1	35,800	11,059	509	583	277.6	213.3	64.3
Mar-----	2,954	121.1	33,643	11,116	515	593	276.1	212.1	64.1
Apr-----	2,981	122.2	33,164	10,945	518	584	262.0	200.8	61.2
May-----	2,974	121.9	33,543	11,493	543	589	269.9	207.3	62.6
June-----	2,911	119.3	38,061	10,498	545	583	280.1	216.7	63.3
July-----	2,781	114.0	39,417	9,621	504	518	216.6	164.4	52.2
Aug-----	2,750	112.7	39,783	12,090	543	591	151.5	106.5	45.0
Sept-----	2,857	117.1	36,572	12,054	543	548	234.3	179.0	55.3
Oct-----	2,906	119.1	34,762	12,175	564	589	269.2	208.8	60.5
Nov-----	2,934	120.3	34,336	11,530	536	581	257.4	198.5	58.9
Dec ^a -----	2,879	118.0	34,911	11,111	487	575	177.0	129.0	48.0
Week ended:									
1973: Dec 15-----	2,926	119.9	36,113	12,555	543	573	253.6	189.3	64.3
22-----	2,851	116.9	36,879	11,250	492	593	184.6	124.7	60.0
29-----	2,790	114.4	31,952	7,945	357	551	.2	.0	.2
1974: Jan 5-----	2,847	116.7	34,695	9,885	405	-----	126.5	90.3	36.2
12-----	2,835	116.2	36,558	10,780	492	579	189.3	130.5	58.8
19-----	2,887	118.3	35,531	11,710	505	575	195.8	133.6	62.2
26-----	2,900	118.9	^a 34,602	-----	520	-----	221.3	158.4	62.9

¹ Includes data for Alaska.
² Not charted.

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

NEW CONSTRUCTION

According to preliminary estimates, expenditures for new construction (seasonally adjusted) declined about 2 percent in December. There were declines in both the private and public sectors.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

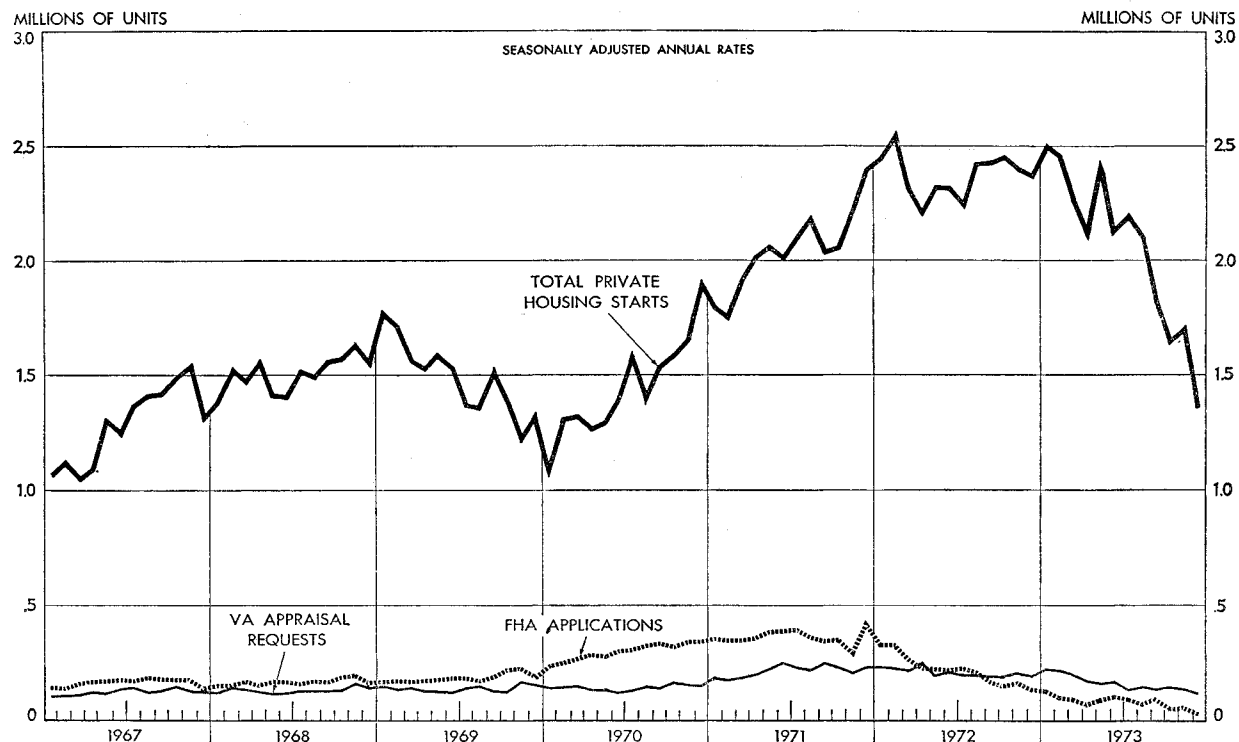
Period	Total new construction expenditures	Private						Federal, State, and local	Construction contracts ²	
		Total	Residential		Commercial and industrial	Other	Total value index, (1967=100)		Commercial and industrial floor space (millions of square feet)	
			Total ¹	New housing units						
	Billions of dollars									
1968.....	86.6	59.0	30.6	24.0	13.8	14.7	27.6	113.2	779	
1969.....	93.4	65.4	33.2	25.9	16.2	16.0	28.0	123.7	883	
1970.....	94.2	66.1	31.9	24.3	16.3	17.9	28.1	123.1	743	
1971.....	109.2	79.4	43.3	35.1	17.0	19.1	29.9	145.4	727	
1972.....	123.8	93.6	54.2	44.7	18.1	21.3	30.2	165.3	854	
1973 ²	135.5	102.9	57.9	47.7	21.6	23.5	32.6	181.3	1,021	
	Seasonally adjusted annual rates								Seasonally adjusted	Seasonally adjusted annual rates
1972: Oct.....	128.5	96.2	56.4	46.9	18.1	21.8	32.3	171	895	
Nov.....	126.8	97.5	57.2	47.8	18.2	22.1	29.3	177	992	
Dec.....	131.6	98.5	57.5	48.0	18.6	22.3	33.1	163	946	
1973: Jan.....	135.7	102.0	59.4	48.1	20.3	22.4	33.7	181	1,031	
Feb.....	136.4	104.1	61.5	49.4	20.1	22.6	32.3	191	1,037	
Mar.....	137.5	103.8	60.7	49.6	20.6	22.5	33.6	193	1,012	
Apr.....	133.8	101.2	58.0	48.9	20.8	22.4	32.6	177	1,006	
May.....	134.1	101.8	57.5	49.2	21.5	22.9	32.3	173	915	
June.....	133.8	102.8	58.2	49.5	21.6	23.0	31.0	183	1,014	
July.....	136.9	105.4	59.4	49.5	22.5	23.5	31.5	175	1,196	
Aug.....	136.9	105.8	59.8	49.3	22.5	23.5	31.1	199	1,155	
Sept.....	136.9	103.7	59.0	48.2	21.4	23.3	33.2	182	1,025	
Oct.....	136.5	103.0	56.3	46.0	22.1	24.6	33.5	191	1,122	
Nov ²	136.8	102.9	54.6	44.1	22.9	25.4	33.8	194	1,063	
Dec ²	133.6	100.1	52.6	41.9	22.2	25.3	33.5	161	798	

¹ Includes nonhousekeeping residential construction and additions and alterations, not shown separately.
² F. W. Dodge series. Relates to 50 States beginning 1969 for value index and beginning 1971 for floor space.

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

NEW HOUSING STARTS AND APPLICATIONS FOR FINANCING

After rising 3 percent in November, seasonally adjusted private housing starts fell 20 percent in December to an annual rate of 1,355,000 units—the lowest since May 1970. Permits for future housing starts were down 6.3 percent.



SOURCES: DEPARTMENT OF COMMERCE, DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT, AND VETERANS ADMINISTRATION

COUNCIL OF ECONOMIC ADVISERS

[Thousands of units]

Period	Housing starts							New private housing units authorized ²	Proposed home construction ³	
	Total private and public (including farm)	Total private (including farm)	Private						Applications for FHA commitments ¹	Requests for VA appraisals
			Total (including farm)			Government home programs (nonfarm)				
			Total	One unit	Two or more units	FHA ¹	VA			
1968.....	1,545.4	1,507.6	1,507.6	899.4	608.2	147.7	56.1	1,353.4	168.9	131.7
1969.....	1,499.5	1,466.8	1,466.8	810.6	656.2	153.6	51.2	1,323.7	187.6	138.2
1970.....	1,469.0	1,433.6	1,433.6	812.9	620.7	233.5	61.0	1,351.5	315.0	143.7
1971.....	2,084.5	2,052.2	2,052.2	1,151.0	901.2	301.2	94.0	1,924.6	366.8	217.9
1972.....	2,378.5	2,356.6	2,356.6	1,309.2	1,047.5	198.4	104.0	2,218.9	225.2	209.4
1973 ^p	2,053.8	2,041.6	2,041.6	1,131.4	910.2	73.6	86.1	1,771.3	83.2	161.8
Seasonally adjusted annual rates										
1972: Nov.....	187.1	185.7	2,395	1,324	1,071	125	92	2,226	162	207
Dec.....	152.7	150.5	2,369	1,207	1,162	106	86	2,399	131	194
1973: Jan.....	147.3	146.6	2,497	1,450	1,047	87	96	2,233	124	222
Feb.....	139.5	138.0	2,456	1,372	1,084	111	105	2,209	100	217
Mar.....	201.1	200.0	2,260	1,245	1,015	92	101	2,129	93	201
Apr.....	205.4	205.0	2,123	1,202	921	74	100	1,939	68	169
May.....	234.2	234.0	2,413	1,271	1,142	81	111	1,838	89	161
June.....	203.4	202.6	2,128	1,124	1,004	80	88	2,030	103	166
July.....	203.2	202.6	2,191	1,247	944	80	87	1,780	93	135
Aug.....	199.9	197.2	2,094	1,125	969	69	91	1,750	70	143
Sept.....	148.9	148.4	1,804	982	822	68	71	1,596	94	133
Oct.....	149.5	147.1	1,646	956	690	52	62	1,316	50	141
Nov ^p	132.9	131.6	1,696	936	760	57	56	1,314	57	136
Dec ^p	88.6	88.5	1,355	762	593	37	64	1,231	30	119

¹ Units are for 1- to 4-family housing.

² Authorized by issuance of local building permit: in 14,000 permit-issuing places beginning 1972; 13,000 for 1967-71; 12,000 for 1963-66; and 10,000 prior to 1963.

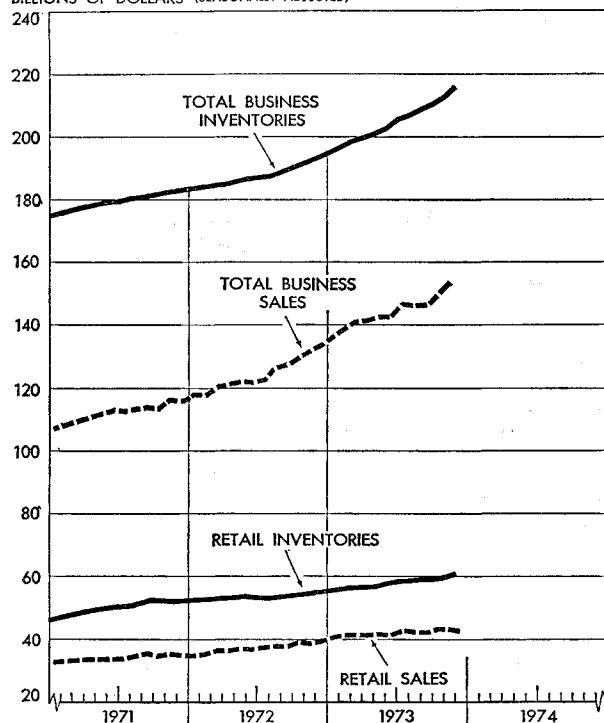
³ Units represented by mortgage applications or appraisal requests for new home construction.

Sources: Department of Commerce, Department of Housing and Urban Development, and Veterans Administration.

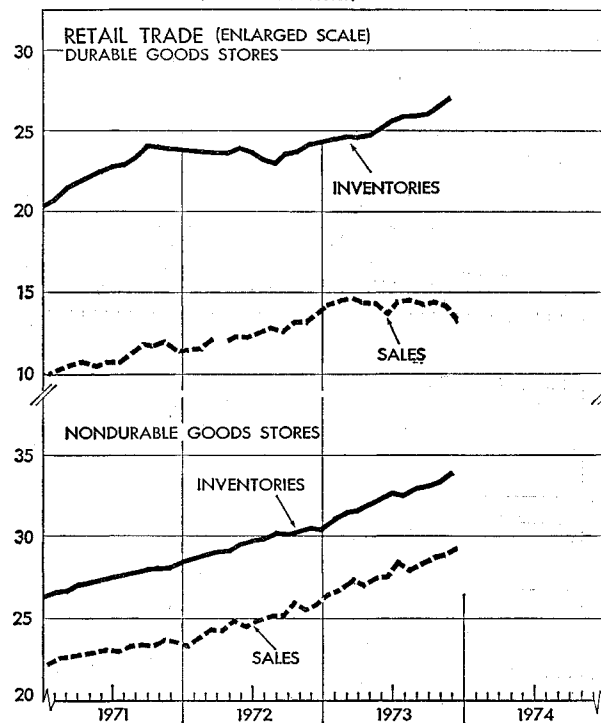
BUSINESS SALES AND INVENTORIES—TOTAL AND TRADE

Combined manufacturing and trade sales (seasonally adjusted) rose 1.8 percent from October to November. Inventories showed their largest monthly increase in the postwar period. Slumping auto sales were a key factor in the decline in retail sales in December.

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total business ¹		Wholesale		Retail					
	Sales ²	Inven- tories ³	Sales ²	Inven- tories ³	Sales ²			Inventories ³		
					Total	Durable goods stores	Non- durable goods stores	Total	Durable goods stores	Non- durable goods stores
	Millions of dollars, seasonally adjusted									
1966-----	87, 178	136, 729	16, 979	20, 691	25, 330	8, 192	17, 138	38, 073	17, 258	20, 815
1967-----	89, 698	145, 164	17, 099	21, 557	26, 151	8, 348	17, 803	38, 952	17, 277	21, 675
1968-----	97, 100	155, 376	18, 329	22, 528	28, 490	9, 268	19, 222	41, 973	19, 167	22, 806
1969-----	103, 104	166, 813	19, 726	24, 363	29, 824	9, 626	20, 197	45, 376	20, 647	24, 729
1970-----	104, 708	174, 875	20, 554	26, 604	31, 294	9, 524	21, 770	46, 626	20, 345	26, 281
1971-----	112, 267	183, 622	22, 280	28, 916	34, 071	10, 985	23, 086	52, 261	23, 808	28, 453
1972-----	124, 680	194, 151	24, 850	31, 732	37, 365	12, 472	24, 893	54, 700	24, 442	30, 258
1973 ^a -----	144, 094	215, 646	30, 083	36, 283	41, 979	14, 297	27, 682	60, 928	26, 978	33, 950
1972: Oct-----	130, 336	191, 583	25, 779	31, 032	39, 106	13, 168	25, 938	53, 934	23, 675	30, 259
Nov-----	131, 918	192, 921	26, 212	31, 289	38, 713	13, 173	25, 540	54, 658	24, 235	30, 423
Dec-----	133, 483	194, 151	26, 962	31, 732	39, 417	13, 640	25, 777	54, 700	24, 442	30, 258
1973: Jan-----	136, 863	196, 295	27, 755	32, 582	40, 707	14, 234	26, 473	55, 526	24, 472	31, 054
Feb-----	138, 910	198, 172	28, 423	33, 051	41, 242	14, 405	26, 837	56, 039	24, 638	31, 401
Mar-----	141, 010	199, 525	29, 312	33, 245	41, 979	14, 612	27, 367	56, 106	24, 538	31, 568
Apr-----	141, 274	200, 787	29, 621	33, 574	41, 185	14, 339	26, 846	56, 636	24, 624	32, 012
May-----	142, 682	202, 896	29, 675	33, 986	41, 723	14, 299	27, 424	57, 285	25, 094	32, 191
June-----	142, 311	205, 252	29, 528	34, 148	41, 167	13, 731	27, 436	58, 079	25, 454	32, 625
July-----	146, 458	206, 813	30, 443	34, 653	42, 767	14, 409	28, 358	58, 250	25, 797	32, 453
Aug-----	146, 068	208, 668	30, 692	34, 964	42, 355	14, 481	27, 874	58, 797	25, 850	32, 947
Sept-----	146, 241	210, 354	30, 646	35, 266	42, 535	14, 267	28, 268	58, 974	25, 940	33, 034
Oct-----	150, 257	212, 417	31, 918	35, 379	43, 070	14, 331	28, 739	59, 814	26, 467	33, 347
Nov ^a -----	152, 957	215, 646	32, 903	36, 283	43, 035	14, 157	28, 878	60, 928	26, 978	33, 950
Dec ^a -----					42, 463	13, 224	29, 239			

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

² Monthly average for year and total for month.

³ Book value, end of period, seasonally adjusted.

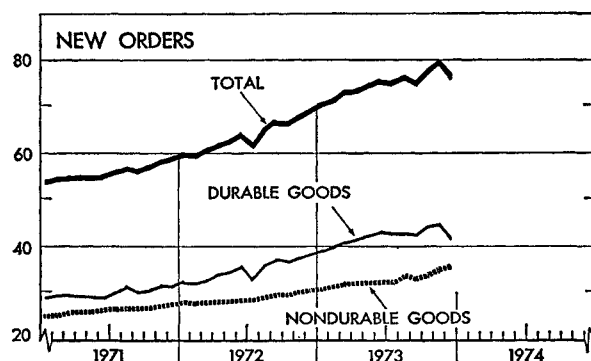
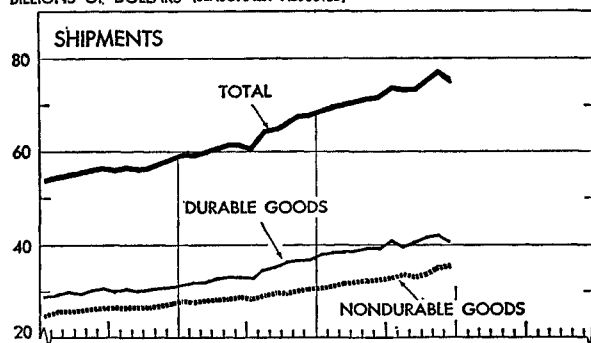
Based on seasonally adjusted data through November.

Source: Department of Commerce.

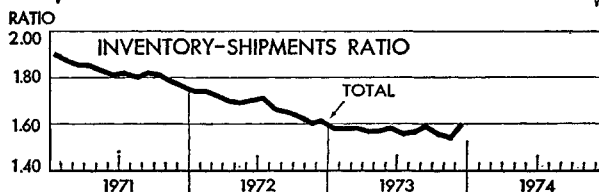
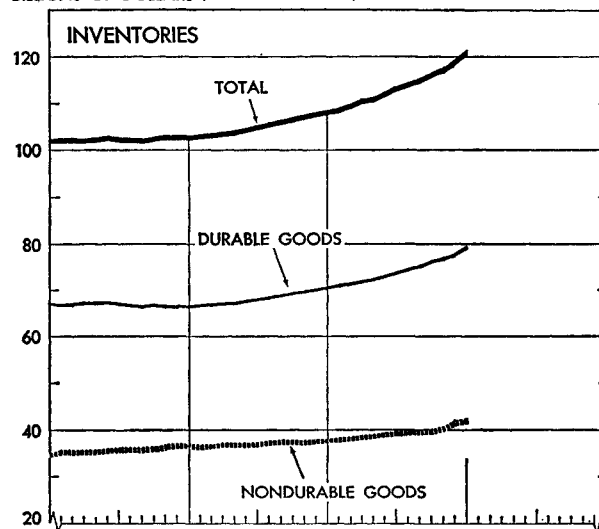
MANUFACTURERS' SHIPMENTS, INVENTORIES, AND NEW ORDERS

Shipments and orders (seasonally adjusted) of durable goods manufacturers fell sharply in December. Auto manufacturers and producers of defense goods accounted for much of the decline in new orders. Inventories of all manufacturers were up sharply.

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Manufacturers' shipments ¹			Manufacturers' inventories ²			Manufacturers' new orders ¹				Manu- facturers' inventory- shipments ³
	Total	Durable goods	Non- durable goods	Total	Durable goods	Non- durable goods	Total	Durable goods		Non- durable goods	
								Total	Capital goods industries, nondefense		
	Millions of dollars, seasonally adjusted										
1967-----	46,449	25,212	21,236	84,655	54,931	29,724	46,763	25,526	-----	21,238	1.76
1968-----	50,282	27,694	22,588	90,875	59,112	31,763	50,243	27,666	6,971	22,577	1.74
1969-----	53,555	29,459	24,096	97,074	63,371	33,703	53,646	29,549	7,694	24,097	1.76
1970-----	52,860	28,231	24,629	101,645	66,768	34,877	52,063	27,431	7,021	24,632	1.89
1971-----	55,917	29,948	25,969	102,445	66,050	36,395	55,732	29,751	7,339	25,981	1.82
1972-----	62,466	33,892	28,573	107,719	70,218	37,501	63,514	34,867	8,983	28,648	1.67
1973 p-----	72,207	39,529	32,679	120,591	79,104	41,487	74,621	41,882	11,040	32,739	1.57
1972: Nov-----	66,993	36,870	30,123	106,974	69,613	37,361	67,726	37,462	9,699	30,264	1.60
Dec-----	67,104	36,614	30,490	107,719	70,218	37,501	68,908	38,325	9,991	30,583	1.61
1973: Jan-----	68,401	37,773	30,628	108,187	70,590	37,597	70,016	39,218	10,277	30,798	1.58
Feb-----	69,245	38,122	31,123	109,082	71,136	37,946	71,022	39,765	10,105	31,257	1.58
Mar-----	69,719	38,064	31,655	110,174	71,873	38,301	72,806	41,021	10,572	31,785	1.58
Apr-----	70,468	38,651	31,817	110,577	72,213	38,364	73,325	41,341	10,619	31,984	1.57
May-----	71,284	39,284	32,000	111,625	72,867	38,758	74,535	42,449	10,919	32,086	1.57
June-----	71,616	39,257	32,359	113,025	73,801	39,224	75,361	43,016	11,415	32,345	1.58
July-----	73,248	40,779	32,469	113,910	74,278	39,632	75,145	42,697	11,404	32,448	1.56
Aug-----	73,021	39,633	33,388	114,907	75,213	39,694	76,113	42,689	11,032	33,424	1.57
Sept-----	73,060	40,162	32,898	116,114	76,249	39,865	75,129	42,259	11,267	32,870	1.59
Oct-----	75,269	41,567	33,702	117,224	76,951	40,273	77,758	44,037	11,595	33,721	1.56
Nov p-----	77,019	41,896	35,123	118,435	77,645	40,790	79,441	44,315	11,970	35,126	1.54
Dec p-----	75,548	40,321	35,227	120,591	79,104	41,487	76,660	41,370	11,600	35,290	1.60

¹ Monthly average for year and total for month.

² Book value, end of period, seasonally adjusted.

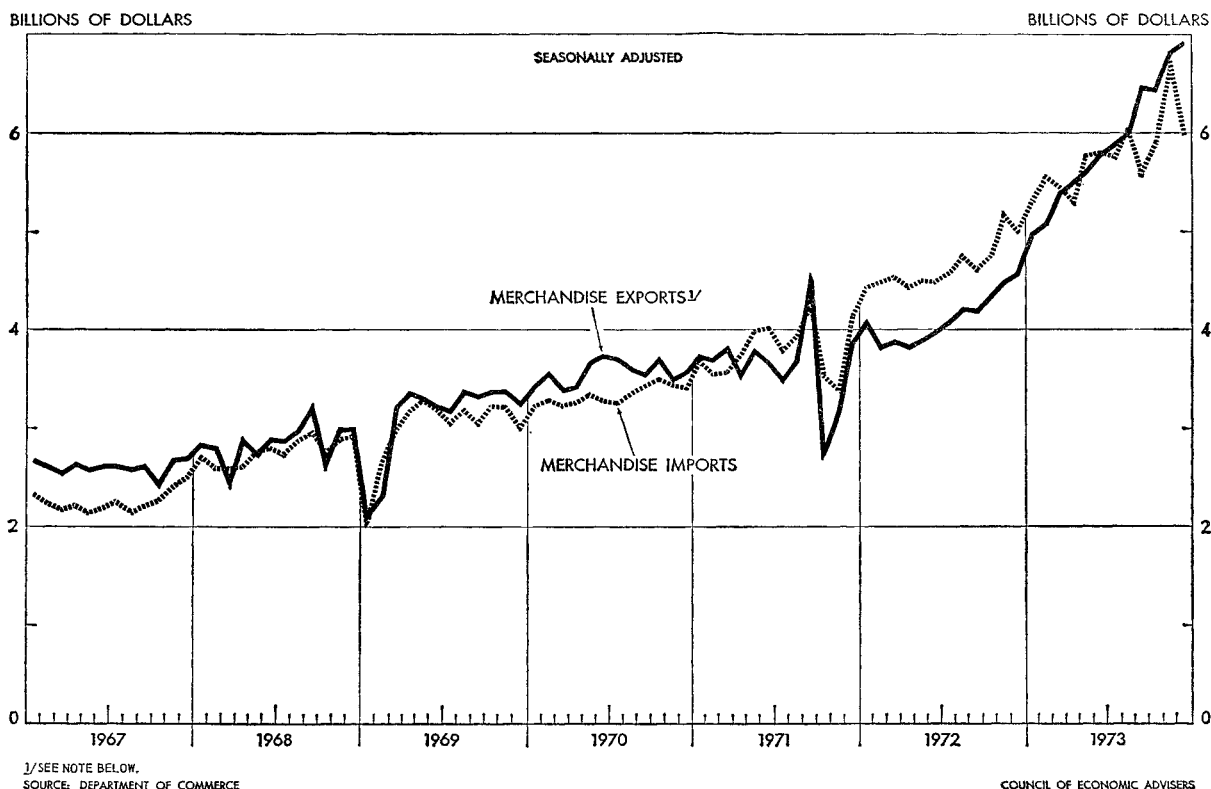
³ For annual periods, ratio of weighted average inventories to average monthly

shipments; for monthly data, ratio of inventories at end of month to shipments for month.

Source: Department of Commerce.

MERCHANDISE EXPORTS AND IMPORTS

Strong advances in U.S. merchandise exports continued through December, outpacing, for the year as a whole, the increases in U.S. merchandise imports. The result was a surplus of \$1.7 billion in U.S. merchandise trade in 1973.



[Millions of dollars]												
Period	Merchandise exports						Merchandise imports					Gross-merchan- disade trade balance, season- ally ad- justed
	Total (includ- ing reexports) ¹		Domestic exports				General imports ³					
	Season- ally ad- justed	Unad- justed	Total ^{1 2}	Food, bever- ages, and to- bacco	Crude mate- rials and fuels	Manu- fac- tured goods	Total ²		Food, bever- ages, and to- bacco	Crude mate- rials and fuels	Manu- fac- tured goods	
							Season- ally ad- justed	Unad- justed				
Monthly average:												
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	422	558	2, 445		3, 329	519	545	2, 159	226
1971.....		3, 629	3, 576	423	537	2, 537		3, 797	534	606	2, 535	-168
1972.....		4, 102	4, 035	547	591	2, 813		4, 632	615	737	3, 147	-530
1973.....		5, 900	5, 809	1, 078	895	3, 725		5, 760	767	1, 112	3, 733	140
			Unadjusted					Unadjusted				
1972: Nov.....	4, 473	4, 583	4, 497	711	761	2, 927	5, 148	5, 201	662	810	3, 585	-675
Dec.....	4, 558	4, 691	4, 617	749	730	3, 040	5, 002	4, 796	639	822	3, 190	-444
1973: Jan.....	4, 961	4, 732	4, 662	753	734	3, 098	5, 265	5, 407	726	930	3, 588	-304
Feb.....	5, 067	4, 866	4, 797	747	815	3, 139	5, 556	4, 958	645	854	3, 331	-489
Mar.....	5, 379	5, 922	5, 827	884	1, 023	3, 828	5, 437	5, 600	714	994	3, 742	-58
Apr.....	5, 487	5, 561	5, 457	843	897	3, 583	5, 292	5, 349	757	915	3, 534	195
May.....	5, 601	6, 021	5, 925	903	974	3, 942	5, 762	6, 033	835	1, 070	3, 996	-161
June.....	5, 778	5, 858	5, 754	1, 023	873	3, 725	5, 794	5, 901	724	1, 077	3, 938	-16
July.....	5, 874	5, 326	5, 244	980	755	3, 383	5, 762	5, 652	693	1, 005	3, 800	111
Aug.....	6, 014	5, 787	5, 684	1, 294	773	3, 523	6, 021	5, 997	788	1, 209	3, 845	-7
Sept.....	6, 448	5, 959	5, 880	1, 284	694	3, 811	5, 575	5, 286	797	1, 103	3, 332	873
Oct.....	6, 432	6, 749	6, 634	1, 327	986	4, 192	5, 904	6, 373	835	1, 311	4, 067	527
Nov.....	6, 819	7, 091	7, 001	1, 514	1, 110	4, 236	6, 733	6, 787	936	1, 424	4, 283	86
Dec.....	6, 927	6, 926	6, 842	1, 387	1, 105	4, 244	5, 985	5, 777	839	1, 452	3, 331	942

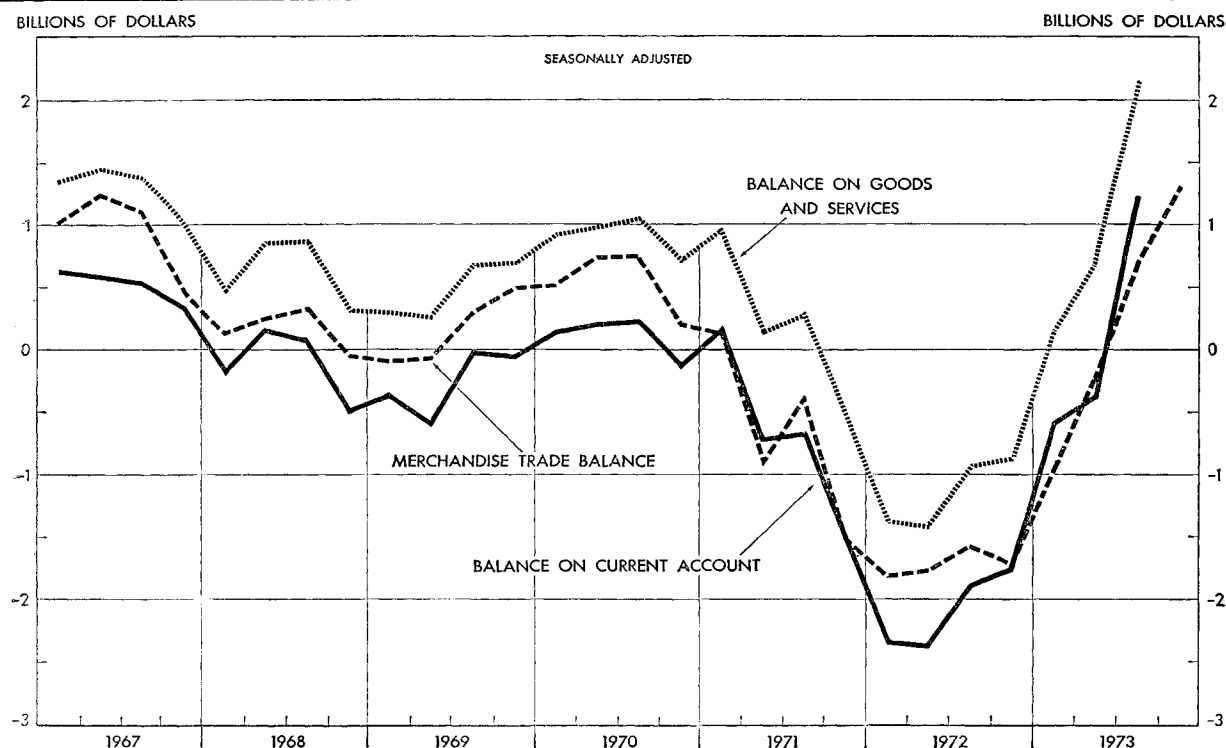
¹Total excludes Department of Defense shipments of grant-aid military supplies and equipment under the Military Assistance Program.
²Total includes commodities and transactions not classified according to kind.
³Total arrivals of imported goods other than intransit shipments.

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

Source: Department of Commerce.

U.S. BALANCES ON GOODS, SERVICES, AND TRANSFERS

The surplus on goods and services rose from \$0.7 billion in the second quarter to \$2.1 billion in the third quarter, or seasonally adjusted basis. This is the fifth quarter in a row that the balance on goods and services has improved.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

(Millions of dollars)

Period	Merchandise ^{1 2}			Military transactions			Net investment income		Net travel and transportation expenditures	Other services, net	Balance on goods and services ^{1 4}	Remittances, pensions, and other unilateral transfers ¹	Balance on current account
	Exports	Imports	Net balance	Direct expenditures	Sales	Net balance	Private ³	U.S. Government					
1968-----	33,626	-32,991	635	-4,535	1,392	-3,143	6,157	63	-1,548	302	2,465	-2,909	-443
1969-----	36,400	-35,807	593	-4,856	1,512	-3,344	5,820	155	-1,782	449	1,891	-2,941	-1,050
1970-----	41,964	-39,788	2,176	-4,852	1,478	-3,374	6,374	-115	-2,013	581	3,630	-3,214	416
1971-----	42,768	-45,466	-2,698	-4,829	1,912	-2,918	8,929	-957	-2,288	739	807	-3,598	-2,790
1972-----	48,769	-55,681	-6,912	-4,724	1,166	-3,558	9,751	-1,889	-2,853	851	-4,610	-3,744	-8,353
1973 ^p -----	70,310	-69,516	794	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Seasonally adjusted													
1972: I-----	11,655	-13,475	-1,820	-1,222	328	-894	2,290	-399	-755	204	-1,374	-969	-2,343
II-----	11,539	-13,313	-1,774	-1,242	288	-954	2,252	-461	-691	202	-1,426	-938	-2,364
III-----	12,362	-13,935	-1,573	-1,108	262	-846	2,447	-497	-679	209	-939	-954	-1,893
IV-----	13,213	-14,958	-1,745	-1,151	287	-864	2,763	-531	-730	237	-870	-881	-1,751
1973: I*-----	15,323	-16,289	-966	-1,168	343	-825	2,954	-645	-608	234	150	-742	-592
II*-----	16,781	-17,031	-250	-1,185	455	-730	2,888	-777	-703	240	674	-1,041	-367
III*-----	18,158	-17,448	710	-1,110	534	-576	3,103	-792	-526	225	2,148	-931	1,217
IV ^p -----	20,048	-18,748	1,300	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----

¹ Excludes military grants.

² Adjusted from Census data for differences in timing and coverage.

³ Includes fees and royalties from U.S. direct investments abroad or from foreign direct investments in the United States.

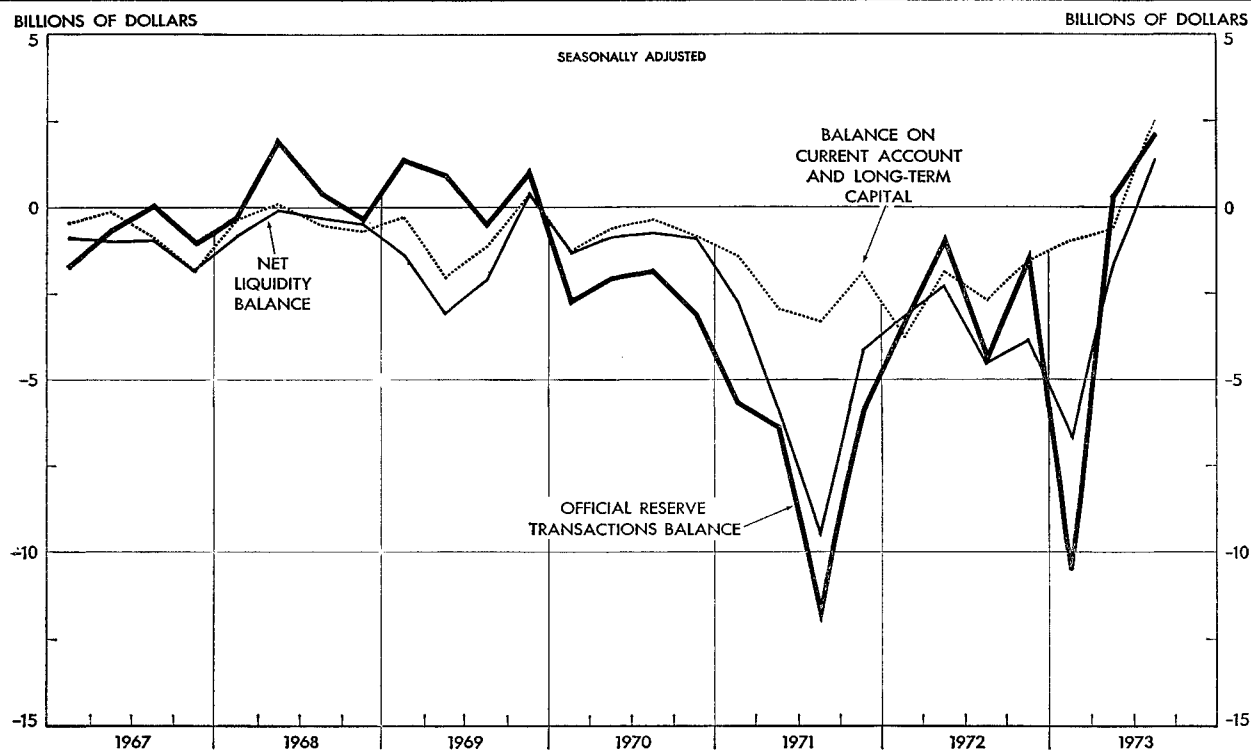
⁴ Equal to net exports of goods and services in the national income and product accounts of the United States when converted to an annual rates basis.

*Merchandise data revised; other data to be revised later.

Source: Department of Commerce.

U.S. OVERALL BALANCES ON INTERNATIONAL TRANSACTIONS

The U.S. balance of payments on an official reserve transactions basis was in surplus by \$2.1 billion on a seasonally adjusted basis in the third quarter. This surplus reflects fairly large-scale intervention by the Bank of Japan as well as central banks in Europe to slow the decline of their currencies relative to the dollar. The balance on current account and long-term capital was in surplus by \$2.5 billion, reflecting net surpluses in both foreign trade and investment.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

Period	Long-term capital flows, net		Balance on current account and long-term capital	Non-liquid short-term private capital flows net ²	Allocations of special drawing rights	Errors and omissions, net	Net liquidity balance	Liquid private capital flows, net ²	Official reserve transactions balance	Changes in liabilities to foreign official agencies, net ³	Changes in U.S. official reserve assets, net ⁴	U.S. official reserve assets, net (end of period)
	U.S. Government ¹	Private ²										
1967-----	-2,423	-2,932	-3,304	-522	-----	-857	-4,683	1,265	-3,418	3,366	52	14,830
1968-----	-2,158	1,191	-1,411	231	-----	-431	-1,611	3,252	1,641	-761	-880	15,710
1969-----	-1,926	-70	-3,046	-640	-----	-2,395	-6,081	8,820	2,739	-1,552	-1,187	⁵ 16,964
1970-----	-2,018	-1,429	-3,031	-482	867	-1,205	-3,851	-5,988	-9,839	7,362	2,477	14,487
1971-----	-2,359	-4,401	-9,550	-2,347	717	-10,784	-21,965	-7,788	-29,753	27,405	2,348	⁶ 12,167
1972-----	-1,339	-152	-9,843	-1,637	710	-3,112	-13,882	3,542	-10,340	10,308	32	13,151
Seasonally adjusted												Unadjusted
1972: I-----	-289	-1,143	-3,775	-535	178	944	-3,188	-288	-3,476	3,047	429	12,270
II-----	-95	604	-1,855	310	178	-940	-2,307	1,456	-851	1,082	-231	⁷ 13,339
III-----	-366	-393	-2,652	-430	177	-1,626	-4,531	7	-4,524	4,579	-55	13,217
IV-----	-586	781	-1,556	-982	177	-1,490	-3,851	2,367	-1,484	1,595	-111	13,151
1973: I-----	-336	-16	-944	-1,822	-----	-3,891	-6,657	-3,842	-10,499	10,279	220	12,931
II-----	75	-317	-609	-1,404	-----	425	-1,588	1,923	335	-352	17	12,914
III-----	-363	1,685	2,539	234	-----	-1,355	1,418	690	2,108	-2,095	-13	12,927

¹ Excludes liabilities to foreign official reserve agencies.

² Private foreigners exclude the IMF, but include other international and regional organizations.

³ Includes liabilities to foreign official agencies reported by U.S. Government and U.S. banks and U.S. liabilities to the IMF arising from reversible gold sales and gold deposits with the United States.

Official reserve assets include gold, special drawing rights, convertible currencies, and the U.S. gold tranche position in the IMF.

⁴ Includes gain of \$67 million resulting from revaluation of the German mark in October 1969.

⁵ Includes \$28 million increase in dollar value of foreign currencies revalued to reflect market exchange rates as of Dec. 31, 1971.

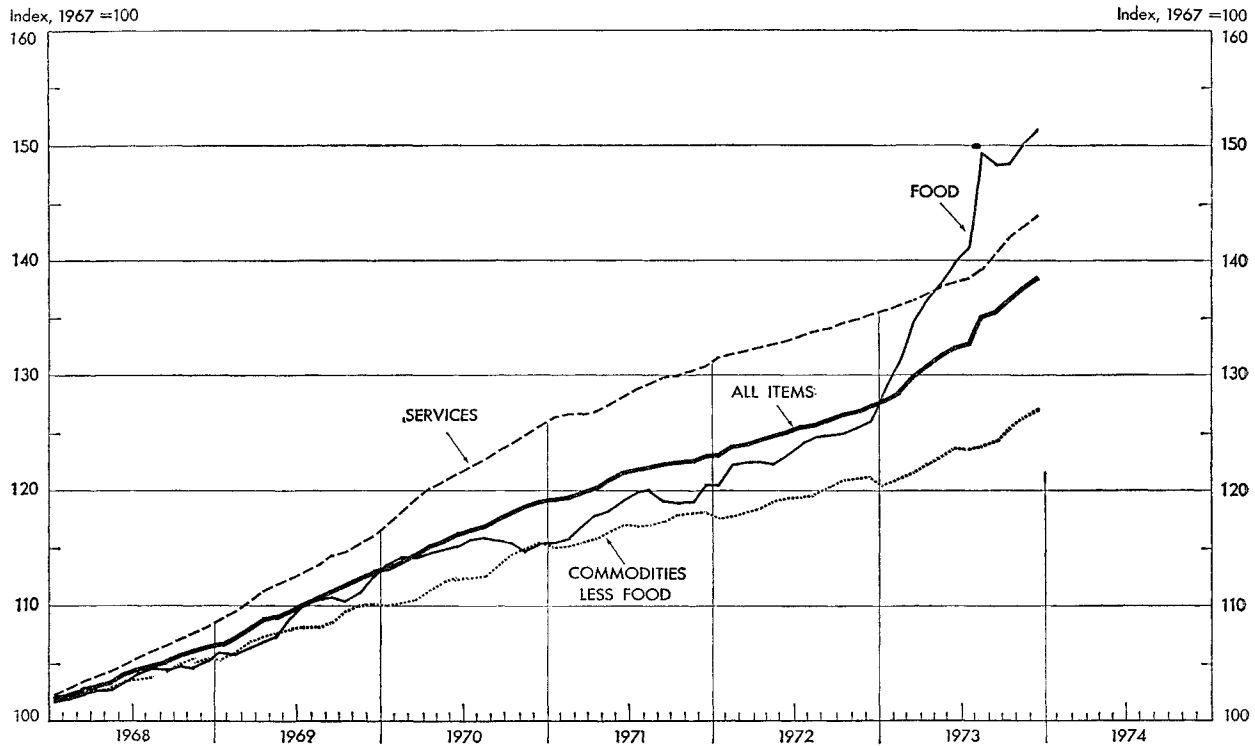
⁶ Includes increase of \$1,016 million resulting from change in par value of the U.S. dollar on May 8.

Sources: Department of Commerce and Treasury Department.

PRICES

CONSUMER PRICES

In December, the consumer price index rose 0.7 percent (0.5 percent seasonally adjusted). Higher energy prices accounted for over a third of the rise. Food prices were up 0.9 percent (0.3 percent seasonally adjusted). Nonfood commodity prices increased 0.6 percent (0.7 percent seasonally adjusted) and services prices rose 0.6 percent.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

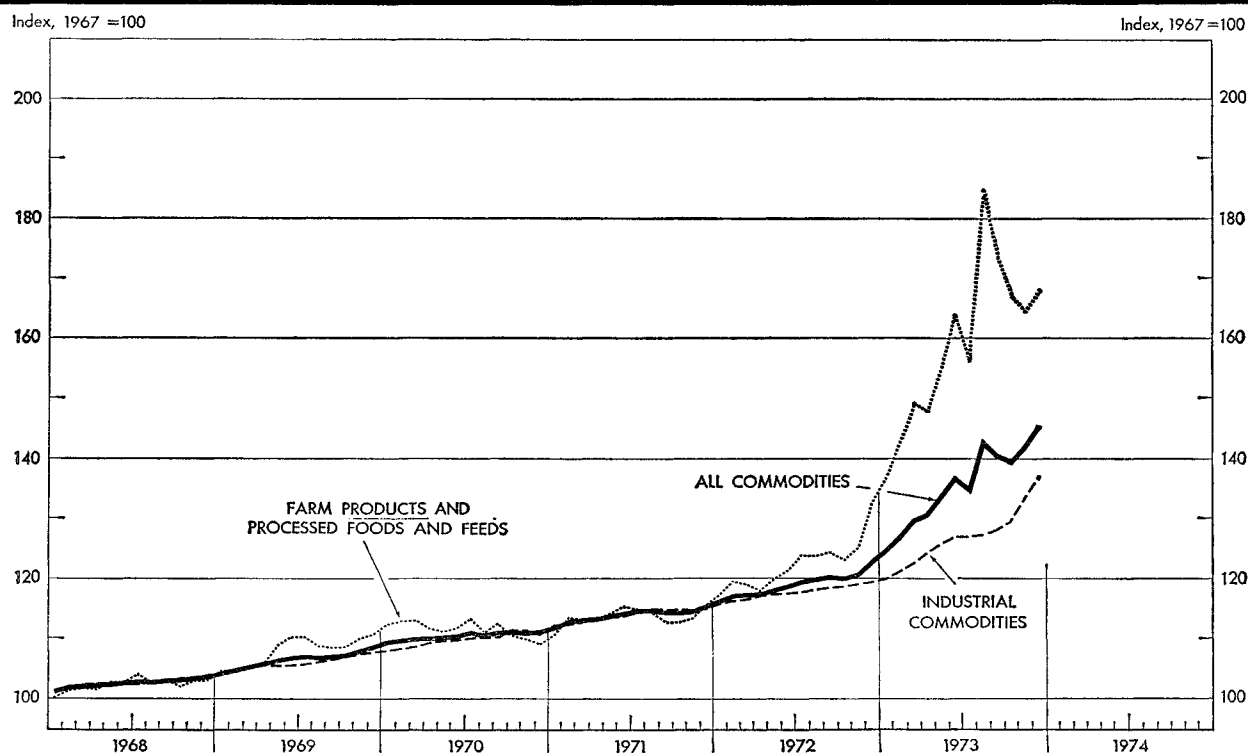
[1967=100]

Period	All items	Commodities					Services		
		All commodities	Food	Commodities less food			All services	Rent	Services less rent
				All	Durable	Non-durable			
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
1971.....	121.3	117.4	118.4	116.8	116.5	117.0	128.4	115.2	130.8
1972.....	125.3	120.9	123.5	119.4	118.9	119.8	133.3	119.2	135.9
1973.....	133.1	129.9	141.4	123.5	121.9	124.8	139.1	124.2	141.8
1972: Nov.....	126.9	122.7	125.4	121.0	120.3	121.7	134.9	120.5	137.6
1972: Dec.....	127.3	122.9	126.0	121.1	120.3	121.7	135.4	121.0	138.0
1973: Jan.....	127.7	123.4	128.6	120.5	119.9	120.9	135.7	121.8	138.3
1973: Feb.....	128.6	124.5	131.1	120.9	119.9	121.6	136.2	122.3	138.7
1973: Mar.....	129.8	126.1	134.5	121.5	120.2	122.4	136.6	122.8	139.2
1973: Apr.....	130.7	127.4	136.5	122.3	121.0	123.3	137.1	123.2	139.6
1973: May.....	131.5	128.3	137.9	123.0	121.8	124.0	137.6	123.7	140.1
1973: June.....	132.4	129.4	139.8	123.7	122.3	124.7	138.1	124.0	140.7
1973: July.....	132.7	129.7	140.9	123.5	122.4	124.4	138.4	124.4	141.0
1973: Aug.....	135.1	132.8	149.4	123.8	122.6	124.7	139.3	125.0	141.9
1973: Sept.....	135.5	132.8	148.3	124.3	122.6	125.5	140.6	125.4	143.4
1973: Oct.....	136.6	133.5	148.4	125.4	123.2	127.0	142.2	125.9	145.2
1973: Nov.....	137.6	134.7	150.0	126.3	123.3	128.5	143.0	126.3	146.1
1973: Dec.....	138.5	135.7	151.3	127.1	123.2	130.0	143.8	126.9	146.9

Source: Department of Labor.

WHOLESALE PRICES

wholesale price index rose 2.5 percent in December (2.2 percent after adjustment for seasonal factors). Prices for farm products and processed foods and feeds increased 2.2 percent (1.4 percent seasonally adjusted). Industrial commodity prices were up 2.7 percent (2.6 percent seasonally adjusted), almost half of which reflected a substantial rise in prices of fuels and power.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[1967=100]

Period	All commodities	Farm products and processed foods and feeds			Industrial commodities					
		Total	Farm products	Processed foods and feeds	All industrials ¹	Crude materials ²	Intermediate materials ³	Producer finished goods	Consumer finished goods excluding foods	
									Durable	Non-durable
1965-----	96.6	97.1	98.7	95.5	96.4	100.9	96.9	94.4	97.9	95.9
1966-----	99.8	103.5	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	100.0
1968-----	102.5	102.4	102.5	102.2	102.5	102.0	102.6	103.5	102.2	102.2
1969-----	106.5	108.0	109.1	107.3	106.0	110.6	106.1	106.9	104.0	105.0
1970-----	110.4	111.7	111.0	112.1	110.0	118.8	110.0	111.9	107.1	108.2
1971-----	113.9	113.8	112.9	114.3	114.0	122.7	114.3	116.6	110.9	111.3
1972-----	119.1	122.4	125.0	120.8	117.9	131.1	118.9	119.5	113.2	113.6
1973 *-----	135.5	159.1	176.3	148.1	127.0	155.2	128.4	123.5	115.8	125.9
1972: Nov-----	120.7	125.3	128.8	123.1	119.1	136.3	120.3	119.9	112.8	115.0
Dec-----	122.9	132.6	137.5	129.4	119.4	136.8	120.5	120.3	113.7	115.2
1973: Jan-----	124.5	137.0	144.2	132.4	120.0	139.1	121.2	120.6	113.8	115.4
Feb-----	126.9	142.4	150.9	137.0	121.3	142.3	122.6	121.2	114.0	117.4
Mar-----	129.7	149.0	160.9	141.4	122.7	142.5	124.8	121.7	114.5	117.8
Apr-----	130.7	147.9	160.6	139.8	124.4	146.8	126.6	122.3	115.3	119.8
May-----	133.5	154.9	170.4	145.0	125.8	149.6	128.0	123.1	115.7	121.6
June-----	136.7	163.6	182.3	151.8	126.9	152.8	128.9	123.4	115.9	124.7
July-----	134.9	156.9	173.3	146.5	126.9	153.5	128.7	123.5	116.1	124.5
Aug-----	142.7	184.5	213.3	166.2	127.4	156.0	129.5	123.9	116.3	124.5
Sept-----	140.2	173.5	200.4	156.3	128.1	161.0	130.3	124.2	115.8	124.8
Oct-----	139.5	166.8	188.4	153.1	129.6	164.7	131.2	125.1	116.7	128.2
Nov-----	141.8	164.4	184.0	151.9	133.5	174.2	133.5	125.7	117.0	140.9
Dec-----	145.3	168.0	187.2	155.7	137.1	179.8	135.9	126.7	117.9	151.1

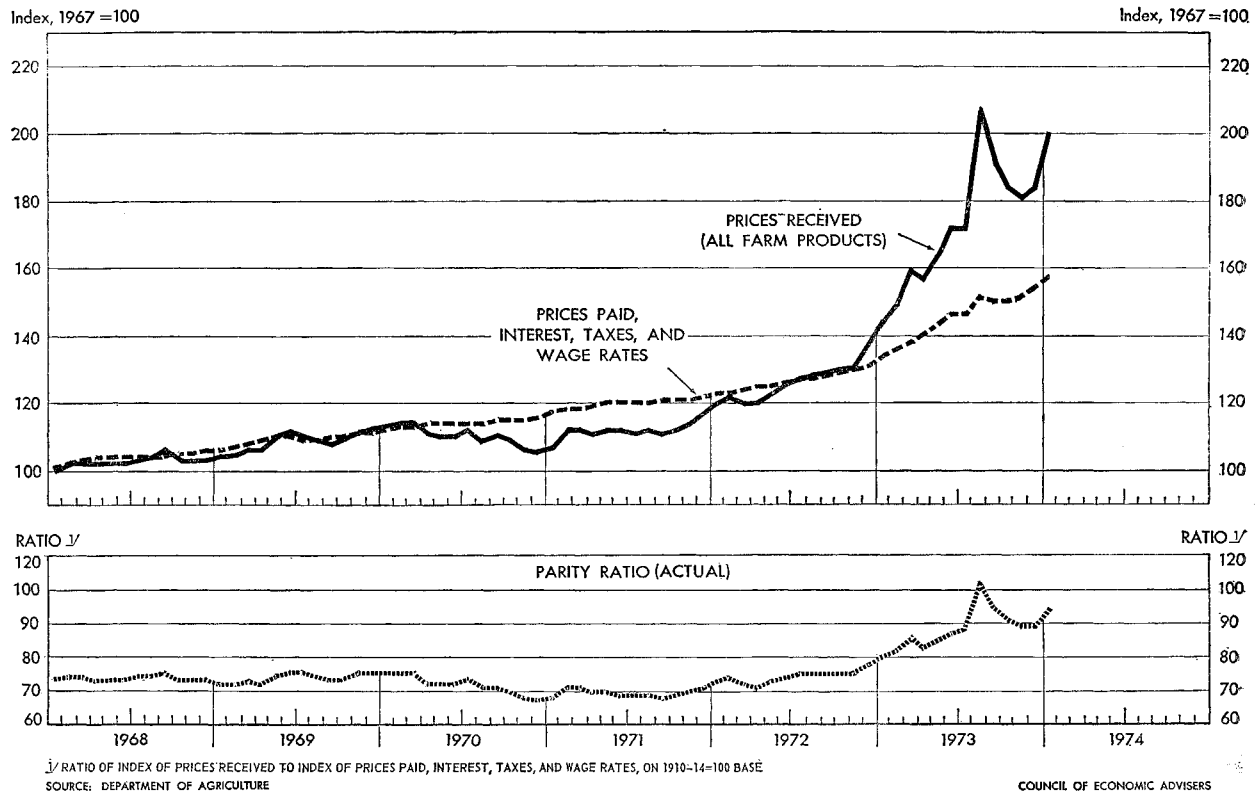
Coverage of the subgroups does not correspond exactly to coverage of this year.
Excludes crude foodstuffs and feedstuffs, plant and animal fibers, oilseeds, and tobacco.

³ Excludes intermediate materials for food manufacturing and manufactured animal feeds; includes, in part, grain products for further processing.

Source: Department of Labor.

PRICES RECEIVED AND PAID BY FARMERS

In the month ended January 15, prices received by farmers increased 9 percent. Contributing most to the increase were higher prices for cattle, cotton, wheat, hogs, corn, potatoes, and calves. Prices paid rose 2 percent. Both the actual and adjusted parity ratios rose.



Period	Prices received by farmers			Prices paid by farmers			Parity ratio ¹	
	All farm products	Crops	Livestock and products	All items, interest, taxes, and wage rates	Family living items	Production items	Actual	Adjusted ²
Index, 1967=100								
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	117	109	109	106	74	80
1970.....	110	100	118	114	114	110	72	77
1971.....	112	107	116	120	119	115	69	74
1972.....	126	115	134	127	124	122	74	79
1973.....	172	164	178	145	138	146	88	91
1972: Dec 15.....	137	127	145	131	127	129	78	83
1973: Jan 15.....	144	131	153	134	129	132	80	82
Feb 15.....	149	133	161	136	131	134	82	85
Mar 15.....	159	140	174	138	132	138	86	89
Apr 15.....	157	143	168	140	134	139	83	87
May 15.....	163	154	169	143	136	143	85	89
June 15.....	172	170	173	146	138	149	87	91
July 15.....	172	164	179	146	138	148	88	92
Aug 15.....	207	195	217	151	141	157	102	107
Sept 15.....	191	183	198	150	142	154	95	99
Oct 15.....	184	182	187	150	142	153	91	95
Nov 15.....	181	181	182	151	146	153	89	93
Dec 15.....	184	193	178	154	147	156	89	92
1974: Jan 15.....	200	211	191	157	149	161	94	95

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

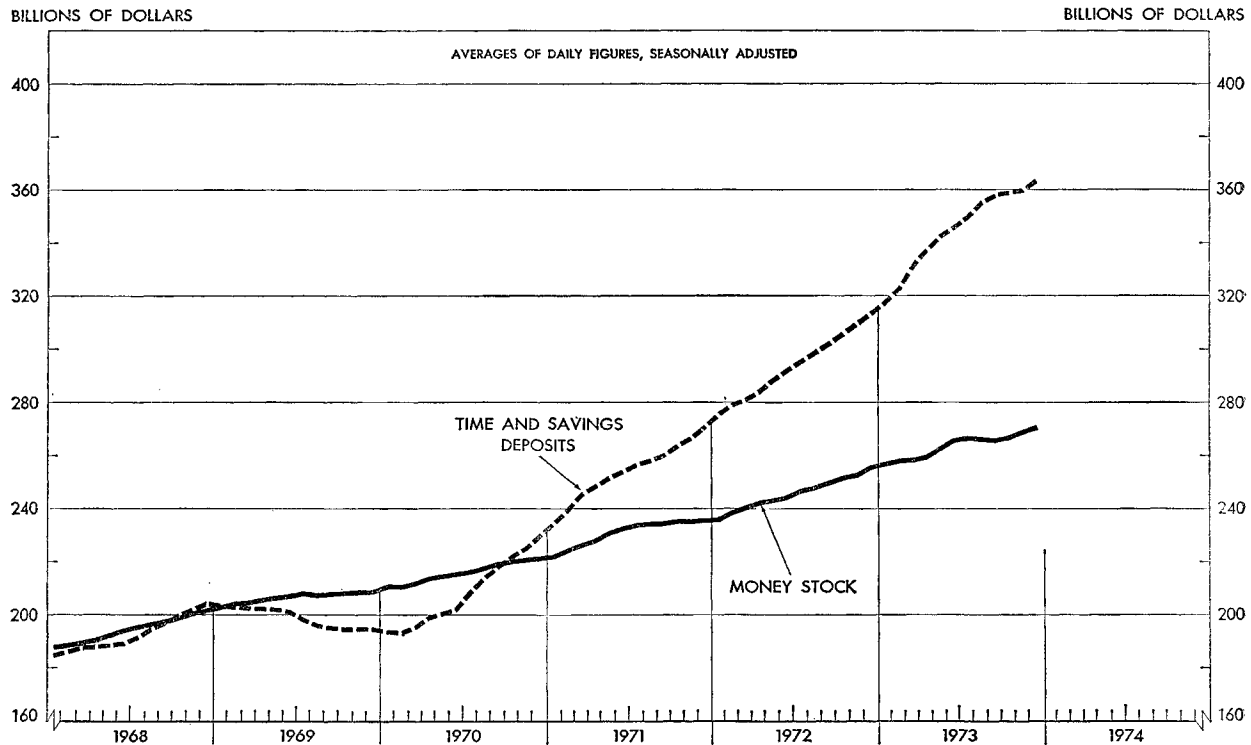
²The adjusted parity ratio reflects Government payments made directly to farmers.

Source: Department of Agriculture.

MONEY, CREDIT, AND SECURITY MARKETS

MONEY STOCK

The seasonally adjusted money stock increased at an annual rate of 7.4 percent in December. From January to December it grew at a 5.8 percent annual rate.



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.- ment demand deposits ¹
	Total	Cur- rency out- side banks	De- mand de- posits ¹	Time and savings de- posits ¹	Total	Cur- rency out- side banks	De- mand de- posits ¹	Time and savings de- posits ¹	
	Seasonally adjusted				Unadjusted				
1968: Dec.....	201.5	43.4	158.1	204.2	207.6	44.3	163.3	203.2	5.0
1969: Dec.....	208.6	46.1	162.5	194.4	214.7	46.9	167.7	193.2	5.6
1970: Dec.....	221.2	49.1	172.2	229.2	227.6	50.0	177.7	228.1	7.3
1971: Dec.....	235.2	52.6	182.6	270.9	241.9	53.5	188.4	269.8	6.9
1972: Dec.....	255.7	56.9	198.7	313.3	263.0	57.9	205.1	311.8	7.4
1973: Dec ^p	270.4	61.6	208.8	363.1	278.1	62.6	215.5	361.8	6.3
1972: Nov.....	252.6	56.3	196.3	309.4	254.2	56.7	197.4	307.8	6.3
Dec.....	255.7	56.9	198.7	313.3	263.0	57.9	205.1	311.8	7.4
1973: Jan.....	256.7	57.1	199.6	317.6	263.5	56.8	206.8	316.9	8.1
Feb.....	257.9	57.5	200.4	323.5	255.2	56.8	198.4	323.3	9.9
Mar.....	258.1	58.0	200.1	331.1	255.5	57.4	198.1	332.6	10.4
Apr.....	259.4	58.6	200.8	337.3	260.9	58.3	202.6	337.6	8.3
May.....	262.4	58.9	203.4	342.6	257.9	58.7	199.2	342.6	8.7
June.....	265.5	59.4	206.2	345.8	263.6	59.4	204.1	344.5	7.1
July.....	266.4	59.5	207.0	349.4	265.7	59.9	205.7	347.6	6.5
Aug.....	266.2	59.8	206.4	355.0	262.9	60.0	202.9	356.6	4.1
Sept.....	265.4	60.2	205.2	357.9	263.9	60.1	203.8	359.2	5.3
Oct.....	266.5	60.4	206.1	358.9	266.0	60.4	205.6	360.2	6.0
Nov.....	268.8	60.9	207.9	359.9	270.7	61.4	209.1	358.7	4.3
Dec ^p	270.4	61.6	208.8	363.1	278.1	62.6	215.5	361.8	6.3

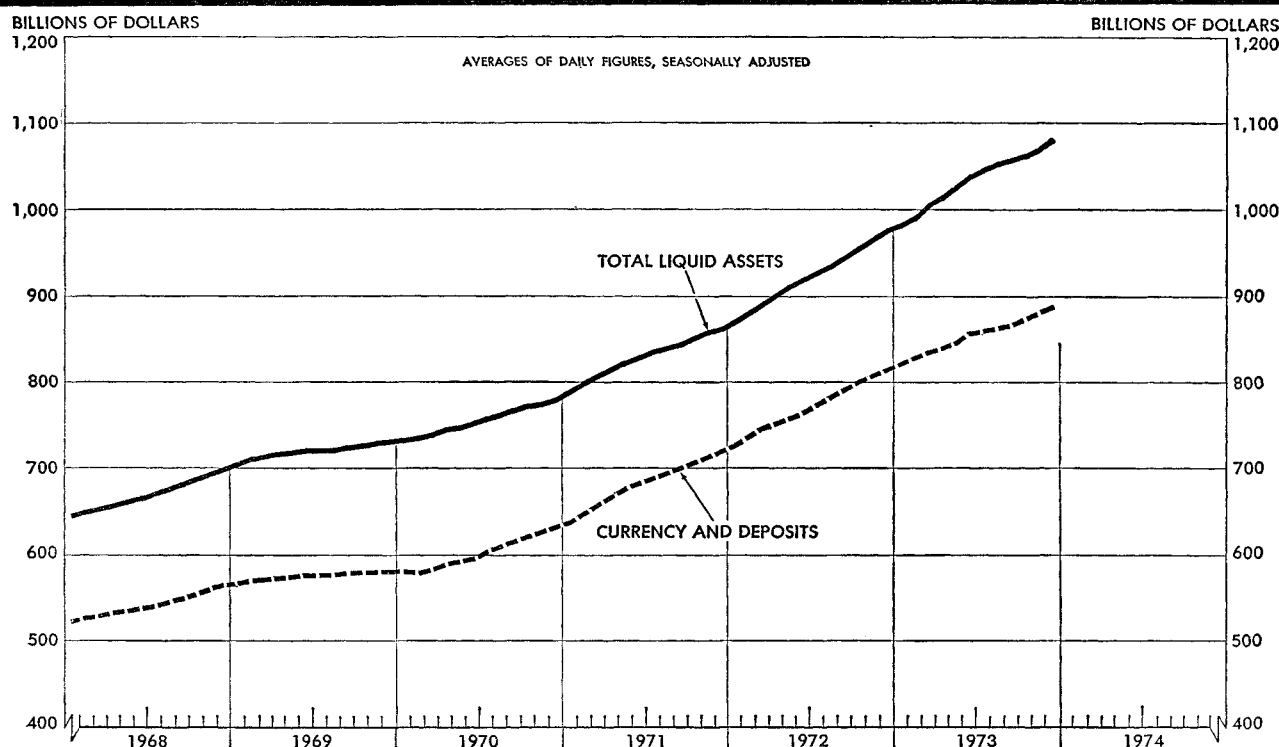
¹Deposits at commercial banks.

Note.—Series revised beginning 1967.

Source: Board of Governors of the Federal Reserve System.

PRIVATE LIQUID ASSET HOLDINGS - NONFINANCIAL INVESTORS

Private nonfinancial investors increased their holdings of liquid assets in December by \$9.7 billion (seasonally adjusted). More than half of the increase was due to time deposits at commercial banks and nonbank thrift institutions.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Averages of daily figures; billions of dollars, seasonally adjusted]

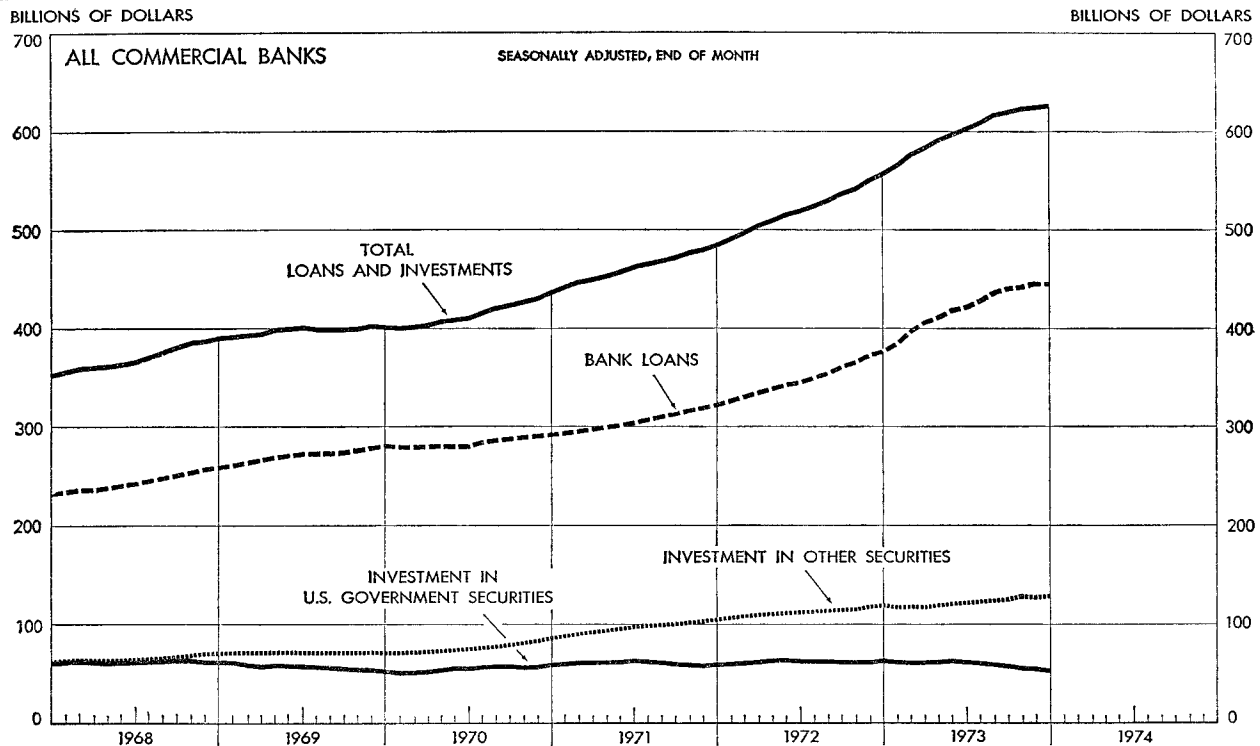
Period	Total liquid assets	Currency and deposits					U.S. Government securities		Negotiable certificates of deposit	Commercial paper
		Total	Currency	Demand deposits	Time deposits		Savings bonds	Short-term marketable securities		
					Commercial banks	Nonbank thrift institutions				
1967: Dec.....	640. 4	520. 3	40. 4	129. 4	156. 3	194. 2	51. 0	39. 9	19. 1	10. 4
1968: Dec.....	699. 8	564. 2	43. 4	139. 4	174. 5	206. 9	51. 4	46. 9	22. 4	14. 9
1969: Dec.....	730. 3	582. 1	46. 1	143. 4	177. 2	215. 4	51. 1	64. 9	9. 0	23. 3
1970: Dec.....	780. 8	630. 7	49. 1	151. 5	198. 7	231. 4	51. 3	53. 3	23. 0	22. 4
1971: Dec.....	863. 9	718. 6	52. 6	160. 6	233. 4	272. 0	53. 7	40. 7	29. 7	21. 2
1972: Dec.....	975. 1	814. 7	56. 9	174. 7	265. 0	318. 1	57. 0	42. 8	39. 3	21. 2
1973: Dec.....	1,080. 9	887. 5	61. 6	184. 3	294. 6	347. 0	60. 9	52. 4	57. 2	22. 8
1972: Nov.....	964. 4	806. 5	56. 3	172. 5	262. 7	315. 0	56. 7	42. 0	38. 2	21. 1
Dec.....	975. 1	814. 7	56. 9	174. 7	265. 0	318. 1	57. 0	42. 8	39. 3	21. 2
1973: Jan.....	983. 2	822. 9	57. 1	175. 1	268. 0	322. 7	57. 3	41. 5	40. 2	21. 3
Feb.....	992. 6	829. 2	57. 5	175. 7	269. 4	326. 6	57. 6	41. 1	44. 3	20. 5
Mar.....	1,004. 1	834. 7	58. 0	175. 5	271. 6	329. 5	57. 9	42. 5	49. 6	19. 5
Apr.....	1,014. 2	841. 0	58. 6	176. 5	273. 7	332. 3	58. 2	42. 6	53. 3	19. 1
May.....	1,026. 4	848. 4	58. 9	178. 9	276. 0	334. 6	58. 5	44. 2	56. 0	19. 1
June.....	1,037. 2	857. 3	59. 4	181. 4	278. 7	337. 8	58. 8	45. 2	56. 4	19. 6
July.....	1,045. 2	861. 6	59. 5	182. 0	280. 4	339. 7	59. 0	45. 8	58. 4	20. 4
Aug.....	1,053. 1	864. 2	59. 8	181. 2	283. 5	339. 7	59. 3	47. 4	60. 8	21. 5
Sept.....	1,058. 5	866. 5	60. 2	179. 8	286. 0	340. 5	59. 4	49. 0	61. 0	22. 6
Oct.....	1,064. 3	873. 3	60. 4	180. 9	289. 7	342. 3	60. 0	50. 0	58. 0	23. 0
Nov.....	1,071. 2	880. 3	60. 9	183. 0	292. 1	344. 3	60. 8	50. 9	56. 3	23. 0
Dec.....	1,080. 9	887. 5	61. 6	184. 3	294. 6	347. 0	60. 9	52. 4	57. 2	22. 8

Note.—Series revised beginning 1967.

Source: Board of Governors of the Federal Reserve System.

BANK LOANS, INVESTMENTS, DEBITS, AND RESERVES

Total loans and investments (seasonally adjusted) at all commercial banks increased at an annual rate of 1.5 percent in December, down from a 5.7 percent annual rate in November. Net borrowed reserves decreased by \$90 million during the month.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

End of period	All commercial banks (seasonally adjusted data)					Bank debits outside New York City (232 centers), seasonally adjusted annual rates ¹	All member banks ²			
	Total loans and invest- ments	Loans		Investments			Total reserves	Excess reserves	Borrow- ings at Federal Reserve Banks	Free reserves
		Total, exclud- ing inter- bank	Com- mercial and indus- trial	U.S. Gov- ernment securities	Other securi- ties					
	Billions of dollars						Millions of dollars			
1968-----	390.2	258.2	95.9	60.7	71.3	4,360	27,221	455	765	-310
1969-----	³ 401.7	³ 279.1	³ 105.7	³ 51.5	³ 71.1	5,150	28,031	257	1,086	-829
1970-----	435.5	291.7	110.0	57.9	85.9	5,717	29,265	272	321	-49
1971-----	484.8	⁴ 320.3	115.9	60.1	⁴ 104.4	6,443	31,329	165	107	58
1972-----	556.4	377.8	129.7	61.9	116.7	7,530	⁵ 31,353	⁵ 219	1,049	⁵ -830
1973 ^p -----	625.4	444.5	156.3	53.2	127.7	-----	34,984	193	1,298	-1,105
1972: Dec-----	556.4	377.8	129.7	61.9	116.7	8,179	31,353	219	1,049	-830
1973: Jan-----	564.7	385.8	133.3	61.8	117.1	8,589	32,962	342	1,165	-823
Feb-----	575.4	397.2	138.1	60.6	117.6	8,842	31,742	205	1,593	-1,388
Mar-----	583.6	405.8	141.8	60.4	117.4	9,110	31,973	295	1,858	-1,563
Apr-----	589.6	411.1	143.9	61.0	117.5	9,039	32,277	152	⁶ 1,721	-1,569
May-----	597.7	417.4	146.8	61.0	119.3	9,270	32,393	118	1,786	-1,668
June-----	602.0	420.3	148.2	61.6	120.1	9,410	32,028	59	1,789	-1,730
July ^p -----	608.2	427.3	151.4	59.6	121.3	9,837	33,542	343	2,051	-1,708
Aug ^p -----	616.0	435.3	153.6	57.7	123.0	10,141	33,785	246	2,143	-1,897
Sept ^p -----	618.2	438.1	154.0	56.3	123.8	9,889	34,019	237	1,861	-1,624
Oct ^p -----	621.7	440.0	154.0	54.9	126.8	10,251	34,912	200	1,467	-1,267
Nov ^p -----	624.6	443.6	155.5	54.5	126.5	10,653	34,727	204	1,399	-1,195
Dec ^p -----	625.4	444.5	156.3	53.2	127.7	-----	34,984	193	1,298	-1,105

¹ Debits during period to demand deposit accounts except interbank and U.S. Government.

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

³ Beginning June 1969, data include all bank-premises subsidiaries and other significant majority-owned domestic subsidiaries; earlier data include commercial banks only.

⁴ As of June 1971, Farmers Home Administration notes totaling about \$0.7 billion are classified as other securities rather than as loans.

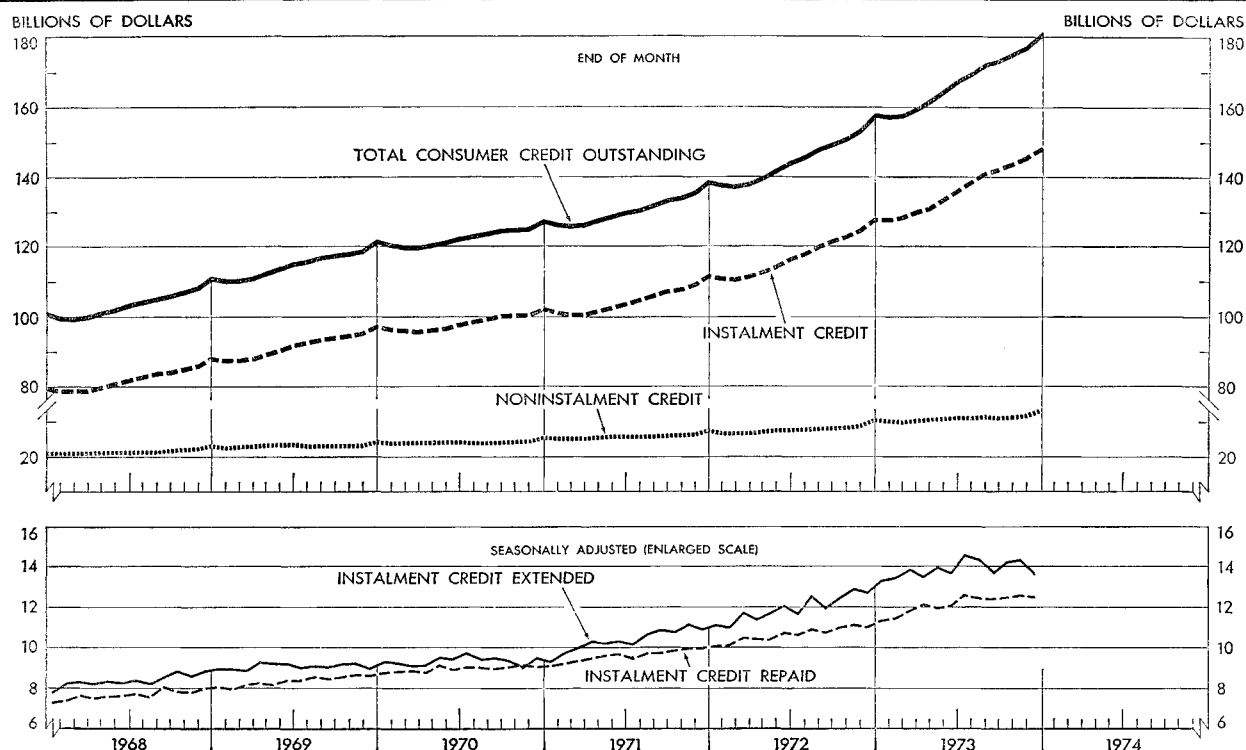
⁵ Beginning November 9, 1972 adjusted to include certain reserve deficiencies on which penalties can be waived for a transition period in connection with adaptation to Regulation J.

⁶ Beginning April 1973, includes seasonal borrowings.

Source: Board of Governors of the Federal Reserve System.

CONSUMER AND REAL ESTATE CREDIT

Consumer credit (seasonally unadjusted) rose \$3.8 billion during December, according to preliminary estimates. The increase a year earlier was \$4.6 billion. Seasonally adjusted consumer instalment credit rose \$1.2 billion.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

Period	Consumer credit outstanding (end of period; unadjusted)					Consumer instalment credit extended and repaid (seasonally adjusted)				Mortgage debt out- standing, nonfarm, 1- to 4- family houses ³
	Total	Instalment			Non- instal- ment ²	Total		Automobile paper		
		Total ¹	Automobile paper	Personal loans		Extended	Repaid	Extended	Repaid	
1965-----	89,883	70,893	28,437	20,237	18,990	78,661	70,463	27,208	23,706	212,900
1966-----	96,239	76,245	30,010	21,662	19,994	82,832	77,480	27,192	25,619	223,600
1967-----	100,783	79,428	29,796	23,235	21,355	87,171	83,988	26,320	26,534	236,100
1968-----	110,770	87,745	32,948	25,932	23,025	99,984	91,667	31,083	27,931	251,200
1969-----	121,146	97,105	35,527	28,652	24,041	109,146	99,786	32,553	29,974	266,800
1970-----	127,163	102,064	35,184	30,345	25,099	112,158	107,199	29,794	30,137	280,200
1971-----	138,394	111,295	38,664	32,865	27,099	124,281	115,050	34,873	31,393	307,800
1972-----	157,564	127,332	44,129	36,922	30,232	142,951	126,914	40,194	34,729	346,100
1973 ⁴ -----	180,800	148,100	51,400	41,600	32,700	165,800	145,000	46,800	39,500	^p 383,800
1972: Nov-----	152,968	124,325	43,674	36,413	28,643	12,846	11,128	3,620	3,023	-----
Dec-----	157,564	127,332	44,129	36,922	30,232	12,627	10,964	3,763	2,977	346,100
1973: Jan-----	157,227	127,368	44,353	36,870	29,859	13,304	11,355	4,006	3,097	-----
Feb-----	157,582	127,959	44,817	37,108	29,623	13,434	11,437	3,972	3,145	-----
Mar-----	159,320	129,375	45,610	37,486	29,945	13,852	11,808	4,001	3,225	^p 353,900
Apr-----	161,491	131,022	46,478	37,695	30,469	13,465	12,061	3,822	3,218	-----
May-----	164,277	133,531	47,518	38,376	30,746	13,932	11,941	3,989	3,261	-----
June-----	167,083	136,018	48,549	38,928	31,065	13,646	12,034	3,762	3,253	^p 365,700
July-----	169,148	138,212	49,352	39,440	30,936	14,542	12,544	3,930	3,334	-----
Aug-----	171,978	140,810	50,232	40,064	31,168	14,294	12,399	3,968	3,293	-----
Sept-----	173,035	142,093	50,557	40,397	30,942	13,691	12,332	3,939	3,406	^p 376,600
Oct-----	174,840	143,610	51,092	40,651	31,230	14,149	12,449	3,912	3,427	-----
Nov-----	176,969	145,400	51,371	41,116	31,569	14,275	12,549	3,819	3,471	-----
Dec ⁴ -----	180,800	148,100	51,400	41,600	32,700	13,600	12,400	3,600	3,450	^p 383,800

¹ Also includes other consumer goods paper, and home improvement loans, not shown separately.

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

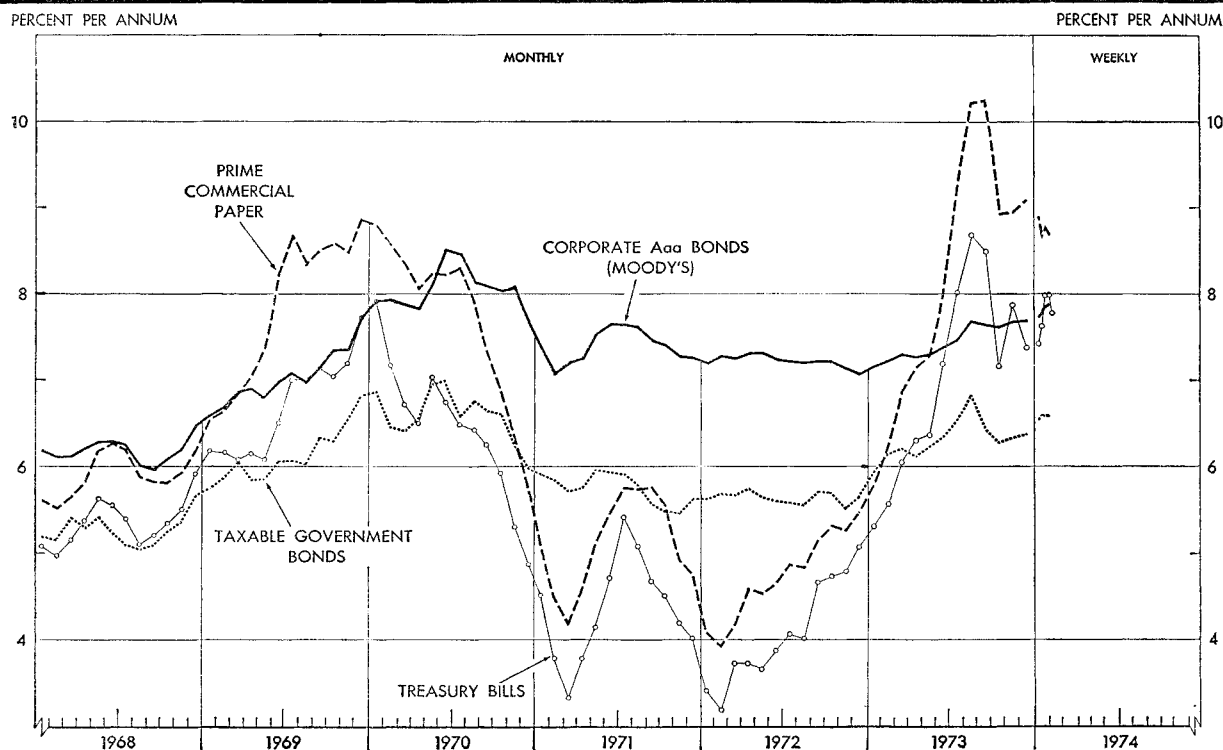
³ End of period, unadjusted.

⁴ Preliminary; by Council of Economic Advisers.

Source: Board of Governors of the Federal Reserve System.

BOND YIELDS AND INTEREST RATES

From the end of December to mid-January, interest rates generally rose. However, FHA new home mortgage yields continued to decline.



SOURCE: SEE TABLE BELOW

COUNCIL OF ECONOMIC ADVISERS

[Percent per annum]

Period	U.S. Government security yields			High-grade municipal bonds (Standard & Poor's) ⁴	Corporate bonds (Moody's)		Prime commercial paper, 4-6 months	FHA new home mortgage yields ⁵
	3-month Treasury bills ¹	3-5 year issues ²	Taxable bonds ³		Aaa	Baa		
1968-----	5.339	5.59	5.25	4.51	6.18	6.94	5.90	7.13
1969-----	6.677	6.85	6.10	5.81	7.03	7.81	7.83	8.19
1970-----	6.458	7.37	6.59	6.51	8.04	9.11	7.72	9.05
1971-----	4.348	5.77	5.74	5.70	7.39	8.56	5.11	7.78
1972-----	4.071	5.85	5.63	5.27	7.21	8.16	4.69	7.53
1973-----	7.041	6.92	6.30	5.18	7.44	8.24	8.15	8.08
1972: Dec-----	5.061	6.07	5.63	5.03	7.08	7.93	5.45	7.57
1973: Jan-----	5.307	6.29	5.94	5.05	7.15	7.90	5.78	7.56
Feb-----	5.558	6.61	6.14	5.12	7.22	7.97	6.22	7.55
Mar-----	6.054	6.85	6.20	5.30	7.29	8.03	6.85	7.56
Apr-----	6.289	6.74	6.11	5.16	7.26	8.09	7.14	7.63
May-----	6.348	6.78	6.22	5.12	7.29	8.06	7.27	7.73
June-----	7.188	6.76	6.32	5.15	7.37	8.13	7.99	7.79
July-----	8.015	7.49	6.53	5.39	7.45	8.24	9.18	7.89
Aug-----	8.672	7.75	6.81	5.47	7.68	8.53	10.21	8.19
Sept-----	8.478	7.16	6.42	5.11	7.63	8.63	10.23	-----
Oct-----	7.155	6.81	6.26	5.05	7.60	8.41	8.92	9.18
Nov-----	7.866	6.96	6.31	5.17	7.67	8.42	8.94	8.97
Dec-----	7.364	6.80	6.35	5.12	7.68	8.48	9.08	8.86
1974: Jan-----	7.755	6.94	6.56	5.20	7.83	8.58	8.66	8.78
Week ended:								
1973: Dec 28--	7.346	6.83	6.47	5.14	7.73	8.52	9.00	-----
1974: Jan 4--	7.406	6.83	6.52	5.15	7.73	8.54	8.88	-----
11--	7.615	6.88	6.57	5.18	7.77	8.56	8.65	-----
18--	7.983	6.94	6.57	5.21	7.85	8.58	8.75	-----
25--	7.995	7.06	6.57	5.24	7.88	8.60	8.68	-----
Feb 1--	7.778	6.95	6.55	5.20	7.87	8.58	8.44	-----

¹ Rate on new issues within period.

² Selected note and bond issues.

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

⁴ Weekly data are Wednesday figures.

⁵ Not charted.

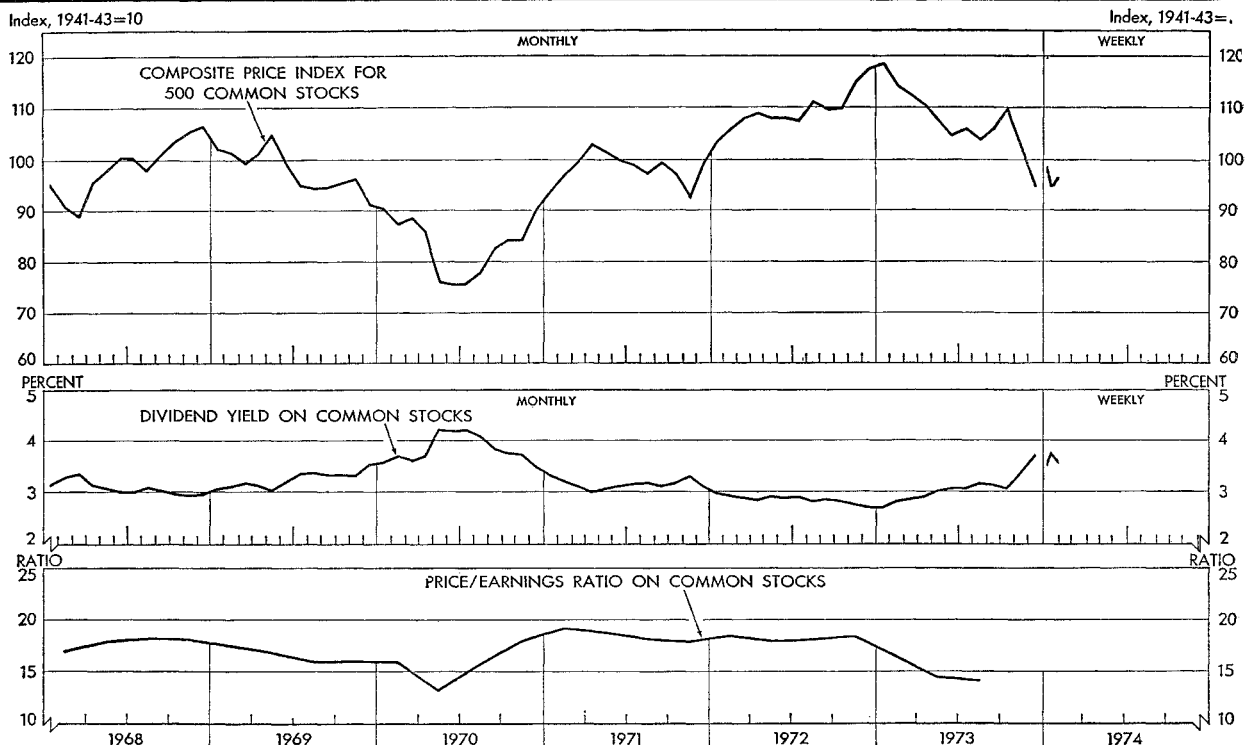
Data for first of the month, based on the maximum permissible interest rate

5 percent beginning August 25, 1973) and 30-year mortgages paid in 15 years.

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

COMMON STOCK PRICES, YIELD, AND EARNINGS

Stock prices increased about ½ percent from mid-December to mid-January.



SOURCE: STANDARD & POOR'S CORPORATION

COUNCIL OF ECONOMIC ADVISERS

Period	Price index ¹						Dividend yield ² (percent)	Price/ earnings ratio ³
	Total	Industrials		Public utilities	Railroads			
		Total	Capital goods			Consumers' goods		
1941-43=10								
1968.....	98.70	107.49	105.77	86.33	66.42	48.84	3.07	17.66
1969.....	97.84	107.13	103.75	87.06	62.64	45.95	3.24	16.48
1970.....	83.22	91.29	87.87	80.22	54.48	32.13	3.83	15.69
1971.....	98.29	108.35	102.80	99.78	59.33	41.94	3.14	18.50
1972.....	109.20	121.79	119.39	113.91	56.90	44.11	2.84	18.20
1973.....	107.43	120.44	118.58	107.13	53.47	38.05	3.06	-----
1973: Jan.....	118.42	132.55	127.04	122.57	60.01	42.87	2.69	-----
Feb.....	114.16	127.87	125.56	117.54	57.52	40.61	2.80	-----
Mar.....	112.42	126.05	124.53	116.41	55.94	39.29	2.83	16.40
Apr.....	110.27	123.56	120.38	111.24	55.34	38.88	2.90	-----
May.....	107.22	119.95	116.48	107.44	55.43	36.14	3.01	-----
June.....	104.75	117.20	114.75	104.83	54.37	34.35	3.06	14.42
July.....	105.83	118.65	116.31	105.94	53.31	35.22	3.04	-----
Aug.....	103.80	116.75	115.98	104.35	50.14	33.76	3.16	-----
Sept.....	105.61	118.52	116.60	105.16	52.31	35.49	3.13	14.12
Oct.....	109.84	123.42	122.30	106.58	53.22	38.24	3.05	-----
Nov.....	102.03	114.64	115.48	96.97	48.30	39.74	3.36	-----
Dec.....	94.78	106.16	107.44	86.57	45.74	41.48	3.70	-----
1974: Jan.....	96.11	107.18	108.06	87.63	48.60	44.37	3.64	-----
Week ended:								
1973: Dec 21.....	94.08	105.31	108.15	86.75	45.78	41.14	3.67	-----
28.....	95.98	107.36	108.80	86.40	46.58	44.14	3.64	-----
1974: Jan 4.....	98.48	110.03	110.03	87.53	48.24	46.68	3.56	-----
11.....	94.73	105.50	104.29	83.23	48.54	44.63	3.73	-----
18.....	95.24	106.11	107.89	86.29	48.58	44.56	3.65	-----
25.....	96.49	107.68	109.43	90.70	48.61	43.63	3.60	-----
Feb 1.....	96.21	107.39	108.66	90.41	48.56	42.59	3.65	-----

¹ Includes 500 common stocks: 425 industrials, 65 public utilities, and 20 railroads. Weekly indexes for capital and consumer goods are Wednesday figures; all other weekly indexes are averages of daily figures.

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

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

³ Ratio of price index for last day of quarter to earnings for 12 months ending with that quarter. Annual ratios are averages of quarterly data.

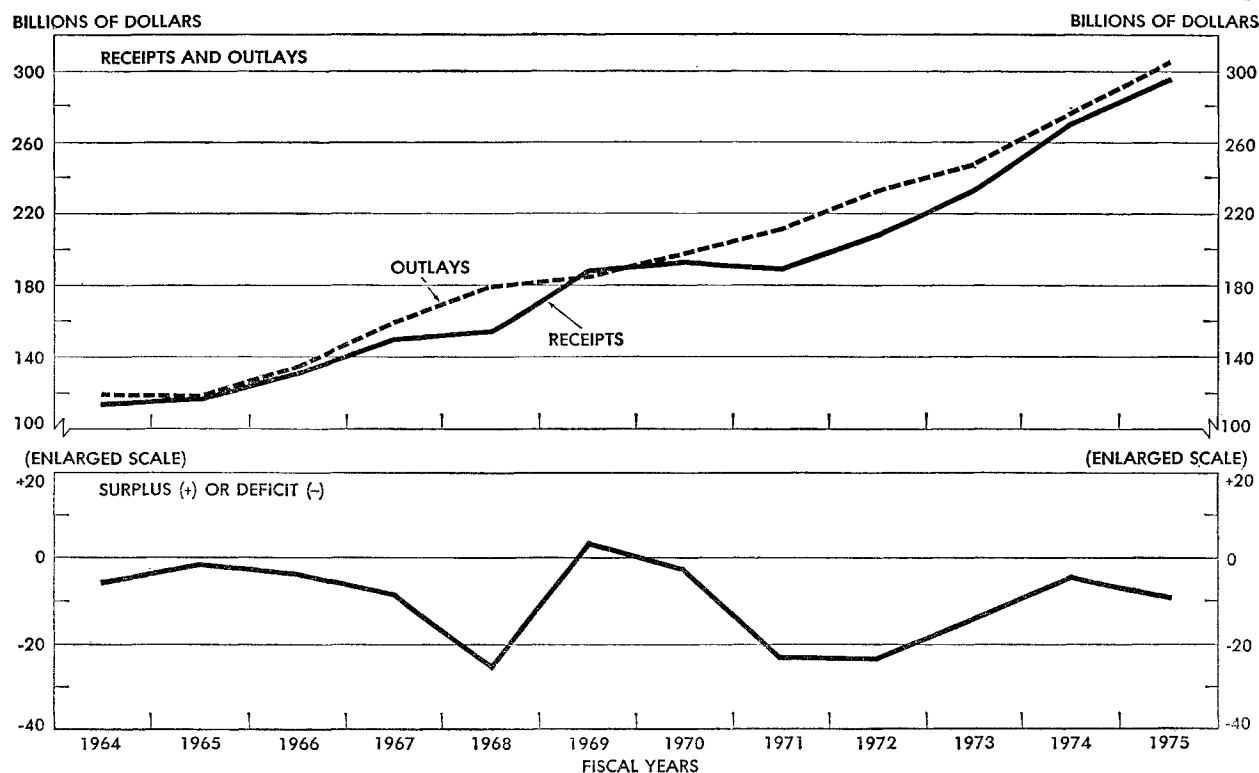
⁴ Not charted.

Source: Standard & Poor's Corporation.

FEDERAL FINANCE

FEDERAL BUDGET RECEIPTS AND OUTLAYS AND DEBT

The estimated budget deficits for fiscal years 1974 and 1975 are \$4.7 billion and \$9.4 billion, respectively.



SOURCES: TREASURY DEPARTMENT AND OFFICE OF MANAGEMENT AND BUDGET

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars]

Period	Receipts	Outlays	Surplus or deficit (-)	Federal debt (end of period)	
				Total ¹	Held by the public
Fiscal year:					
1963.....	106.6	111.3	-4.8	310.8	254.5
1964.....	112.7	118.6	-5.9	316.8	257.6
1965.....	116.8	118.4	-1.6	323.2	261.6
1966.....	130.9	134.7	-3.8	329.5	264.7
1967.....	149.6	158.3	-8.7	341.3	267.5
1968.....	153.7	178.8	-25.2	369.8	290.6
1969.....	187.8	184.5	3.2	367.1	279.5
1970.....	193.7	196.6	-2.8	382.6	284.9
1971.....	188.4	211.4	-23.0	409.5	304.3
1972.....	208.6	231.9	-23.2	437.3	323.8
1973.....	232.2	246.5	-14.3	468.4	343.0
1974 ²	270.0	274.7	-4.7	486.4	346.5
1975 ²	295.0	304.4	-9.4	508.0	359.0
Cumulative totals for first 6 months:					
Fiscal year 1973.....	106.1	118.6	-12.5	460.2	341.2
Fiscal year 1974.....	124.3	130.4	-6.1	480.7	349.1

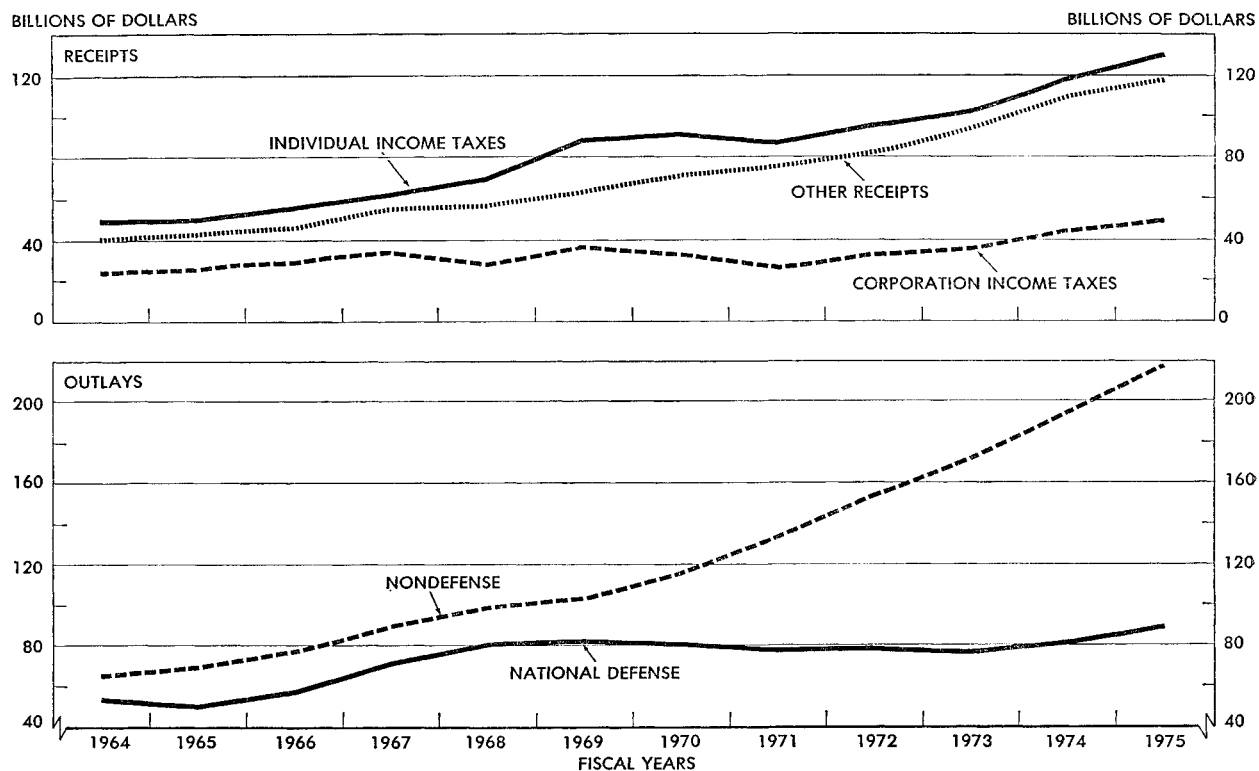
¹ Excludes non-interest-bearing public debt securities held by IMF.

² Estimates from the *Budget of the United States Government, Fiscal Year 1976*.

Sources: Department of the Treasury and Office of Management and Budget.

FEDERAL BUDGET RECEIPTS BY SOURCE AND OUTLAYS BY FUNCTION

Fiscal 1974 budget receipts are estimated at \$270.0 billion and outlays at \$274.7 billion. The corresponding figures for fiscal 1975 are \$295.0 billion and \$304.4 billion, respectively.



SOURCES: TREASURY DEPARTMENT AND OFFICE OF MANAGEMENT AND BUDGET

COUNCIL OF ECONOMIC ADVISERS

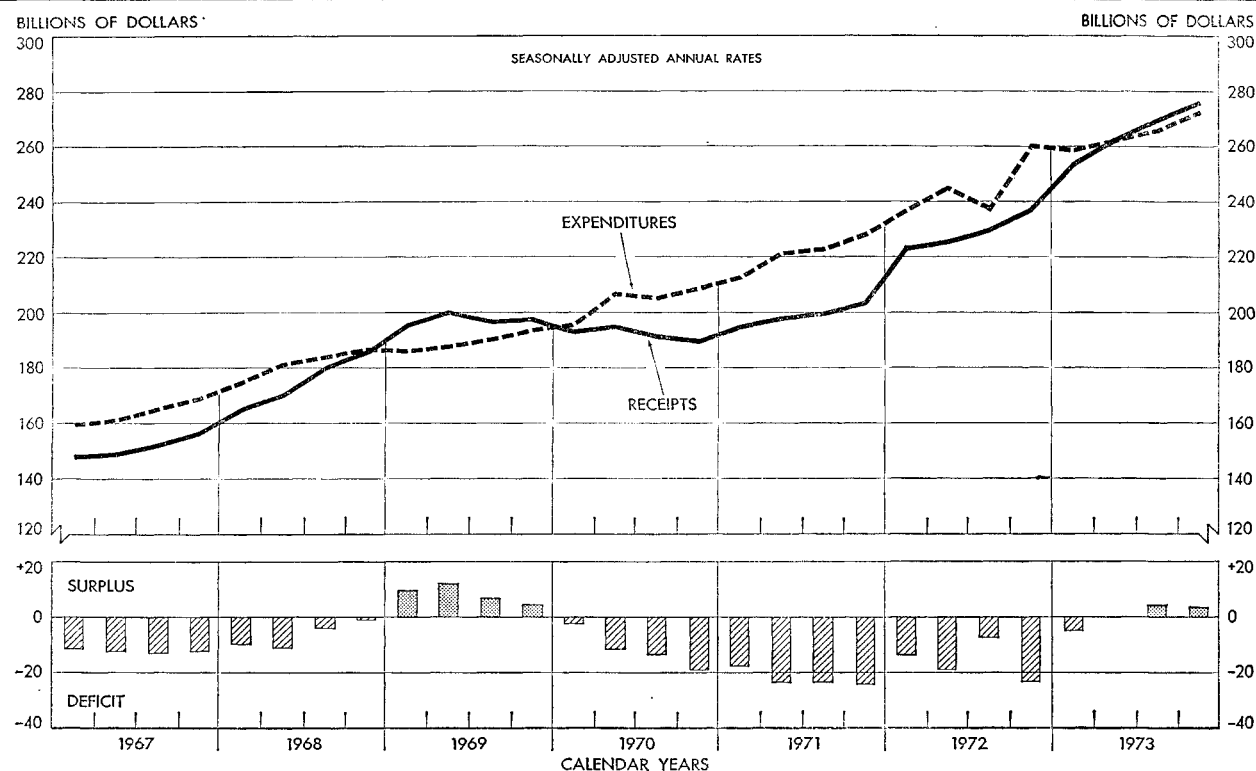
[Billions of dollars]											
Period	Receipts				Outlays						
	Total	Individual income taxes	Corporation income taxes	Other	Total	National defense	Department of Defense, military	International affairs and finance	Health and income security	Interest	Other
Fiscal year:											
1963	106.6	47.6	21.6	37.4	111.3	52.3	48.1	4.1	25.4	9.2	20.3
1964	112.7	48.7	23.5	40.5	118.6	53.6	49.6	4.1	26.9	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	31.4	11.3	30.7
1967	149.6	61.5	34.0	54.1	158.3	70.1	67.5	4.5	37.8	12.6	33.2
1968	153.7	68.7	28.7	56.3	178.8	80.5	77.4	4.6	43.7	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	34.4
1970	193.7	90.4	32.8	70.5	196.6	80.3	77.2	3.6	56.6	18.3	37.8
1971	188.4	86.2	26.8	75.4	211.4	77.7	74.5	3.1	70.6	19.6	40.5
1972	208.6	94.7	32.2	81.7	231.9	78.3	75.2	3.7	82.0	20.6	47.2
1973	232.2	103.2	36.2	92.8	246.5	76.0	73.3	3.0	91.5	22.8	53.2
1974 ¹	270.0	118.0	43.0	109.0	274.7	80.6	78.4	3.9	108.3	27.8	54.2
1975	295.0	129.0	48.0	118.0	304.4	87.7	84.6	4.1	126.4	29.1	57.1
Cumulative totals for first 6 months:											
Fiscal year 1973	106.1	51.2	13.9	41.1	118.6	35.3	34.3	1.6	43.2	10.6	27.8
Fiscal year 1974	124.3	58.2	15.1	51.0	130.4	37.3	37.0	1.6	49.0	13.4	20.1

¹ Estimates from the *Budget of the United States Government, Fiscal Year 1975*.

Sources: Department of the Treasury and Office of Management and Budget.

FEDERAL SECTOR, NATIONAL INCOME ACCOUNTS BASIS

According to preliminary estimates for calendar year 1973, there was a surplus of about \$½ billion. In 1972 there is a deficit of about \$16 billion.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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

Period	Federal Government receipts					Federal Government expenditures							Surplus or deficit (—), income and product accounts
	Total	Personal tax and nontax receipts	Corporate profits tax accruals	Indirect business tax and nontax accruals	Contributions for social insurance	Total	Purchases of goods and services	Transfer payments	Grants-in-aid to State and local governments	Net interest paid	Subsidies less current surplus of Government enterprises	Less: Wage accruals less disbursements	
Fiscal year:													
1971----	192.6	87.4	32.2	20.1	52.9	212.6	95.9	69.7	26.8	14.3	5.8	0.1	—19.9
1972----	213.7	100.1	34.7	19.9	59.0	233.2	103.2	78.6	32.9	13.4	5.2	.0	—19.5
1973 ¹ ----	243.3	107.2	43.8	20.9	71.4	255.1	104.5	89.4	40.4	14.4	6.4	.0	—11.8
1974 ¹ ----	280.5	123.7	50.3	23.3	83.2	285.2	111.5	107.2	44.1	18.2	4.2	.0	—4.7
1975 ¹ ----	304.8	135.3	50.2	27.5	91.8	313.4	121.6	123.5	46.6	19.6	2.1	.0	—8.6
Calendar year:													
1970----	192.0	92.2	31.0	19.3	49.5	203.9	96.2	63.2	24.4	14.6	5.5	.0	—11.9
1971----	198.9	89.9	33.3	20.4	55.2	221.0	98.1	74.9	29.1	13.6	5.3	.0	—22.2
1972----	228.7	107.9	37.8	19.9	63.0	244.6	104.4	82.9	37.7	13.5	6.1	.0	—15.9
1973 ¹ ----	265.4	114.5	49.8	21.0	80.1	264.7	106.9	95.4	41.2	15.9	5.4	.0	.6
1972: III----	229.6	108.1	38.0	19.9	63.6	237.0	102.3	80.8	34.4	13.4	6.2	.0	—7.4
IV----	236.9	111.3	40.7	20.3	64.6	260.3	102.7	91.0	46.1	13.7	6.7	.0	—23.4
1973: I----	253.6	108.5	46.6	20.7	77.8	258.6	105.5	91.8	41.1	14.7	5.5	.0	—5.0
II----	262.4	111.4	50.8	21.2	79.1	262.4	107.3	93.8	40.5	15.6	5.1	—1.1	.0
III----	269.5	116.9	51.0	20.8	80.8	265.6	106.8	96.6	40.5	16.2	5.3	.0	4.0
IV ¹ ----	121.1	-----	-----	21.5	82.6	272.4	107.8	99.5	42.5	16.9	5.7	.0	-----

¹ Estimates.

Sources: Department of Commerce and Office of Management and Budget.

OFFICIAL BUSINESS
First-Class Mail

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P Indicates preliminary and _____ not available.