

JUNE 2005

# SURVEY OF CURRENT BUSINESS

JUL 15 2005



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U.S. Travel and Tourism Accounts for 2001–2004

New Foreign Direct Investment in the United States in 2004

BUREAU OF ECONOMIC ANALYSIS  
ECONOMICS AND STATISTICS ADMINISTRATION  
U.S. DEPARTMENT OF COMMERCE



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U.S. International Trade in Goods and  
Services (June 10),

Personal Income and Outlays (May 27), and  
Gross Domestic Product (May 26).

# SURVEY OF CURRENT BUSINESS

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June 2005

Volume 85 • Number 6

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Real GDP increased 3.5 percent after increasing 3.8 percent in the fourth quarter, reflecting slowdowns in business investment in equipment and software and in consumer spending. Corporate profits increased \$57.5 billion after decreasing \$150.8 billion. Net government saving increased \$49.5 billion to -\$246.6 billion.

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**Looking Ahead...**

**Annual Revision of the U.S. International Transactions Accounts.** A summary of the revisions to these transactions for 1991–2004 that includes the major sources of the revisions will be published in the July SURVEY.

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**www.bea.gov**

## **Director's Message**

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I am pleased to present the June 2005 SURVEY OF CURRENT BUSINESS, the flagship publication of the Bureau of Economic Analysis (BEA). As usual, the SURVEY contains a variety of informative articles on important issues, all of which reflect BEA's mission: To provide the most timely, relevant, and accurate accounts data and thus promote a better understanding of the U.S. economy.

The first article is the "Business Situation," which presents preliminary estimates of gross domestic product (GDP) for the first quarter of 2005. Other articles present new estimates of BEA's travel and tourism satellite accounts and estimates of new foreign direct investment in the United States.

This month, you will also see some changes to the SURVEY. One new feature is this "Director's Message," which will be published each month. I will use this section to describe various articles, discuss important developments at BEA, and in general, impart information relevant to our work and to our customers. Another new feature is "Taking Account," which follows the "Director's Message." The goal of this section is to provide brief articles that highlight the breadth of BEA's estimates and activity.

Some of you may have also noticed that we've recently enhanced our Web site, <[www.bea.gov](http://www.bea.gov)>. In response to customer feedback, we have launched a new search engine and an e-mail subscription service. You can read about them further in this month's "Taking Account."

**J. Steven Landefeld**  
Director, Bureau of Economic Analysis

## Taking Account

### New Features Available on BEA's Web Site

In response to customer requests, BEA recently launched two new features on its Web site: An e-mail subscription service and a search engine.

The e-mail subscription service allows users to sign up to receive e-mail alerts about various news releases and other information that has been released on BEA's Web site.

Users can choose to receive news release notices in 10 areas, including gross domestic product, state personal income, and U.S. international transactions. They can also get other relevant announcements, including when the latest *SURVEY OF CURRENT BUSINESS* is made available online.

Users can change their subscription information, such as personal e-mail addresses, and cancel their subscriptions online at any time.

BEA's search engine—created using technology from Google and Vivisimo—goes beyond traditional Web site search techniques. Using keywords, the search engine creates clusters of relevant items. People can then browse the results or even search within the clustered items.

Advanced search options are also available that allow users to conduct searches with greater specificity and to sort results by

date or relevancy.

Both the subscription service and the search engine are available on BEA's home page at [www.bea.gov](http://www.bea.gov).

### Hedonic Indexes for Nonresidential Structures

In the 1960s, BEA began to analyze quality-based measures to help create price indexes for various structures. In the 1970s, hedonic techniques for single-family structures were adopted. In the 1990s, hedonic measures for multifamily housing structures were adopted. With the 2003 comprehensive revision of the national income and product accounts, BEA adopted measures to adjust price indexes for most nonresidential structures that reflected the input cost of building "quality characteristics," though measures that reflected contract prices would have been preferable.

In keeping with these developments, BEA economist Leonard J. Loebach revisited a study of hedonic indexes for nonresidential structures that reflected contract prices. The conclusion at the time was that the data set lacked the requisite quality-characteristic detail to make such indexes useful.

Since then, however, several important estimation developments have occurred, and new

data have emerged.

Loebach's analysis concluded that hedonically derived indexes for nonresidential structures based on contract-price data are now viable. BEA plans to do more research in this area based on a larger sample of data.

Loebach's working paper is available at [www.bea.gov/bea/papers/nonres\\_loebach.pdf](http://www.bea.gov/bea/papers/nonres_loebach.pdf).

### BEA National Accounts and Outsourcing

Offshore outsourcing and its domestic economic implications remain topics of wide interest among the media, policymakers, and business leaders.

To shed light on the issue, BEA prepared a question-and-answer document that provides information about outsourcing as it relates to BEA's national accounts, notably, gross domestic product, imports of services, and other key components.

The material is available at [www.bea.gov/bea/faq/national/FAQ.htm](http://www.bea.gov/bea/faq/national/FAQ.htm).

### Benchmark I-O Tables

Historical benchmark input-output (I-O) tables are now available for 1947, 1958, 1963, 1967, and 1972. The estimates can be downloaded from the BEA Web site at [www.bea.gov/bea/dn2.htm](http://www.bea.gov/bea/dn2.htm).

# **BEA** is hiring.

Economists, accountants, and information technology specialists, the Bureau of Economic Analysis (BEA) has a role for you.

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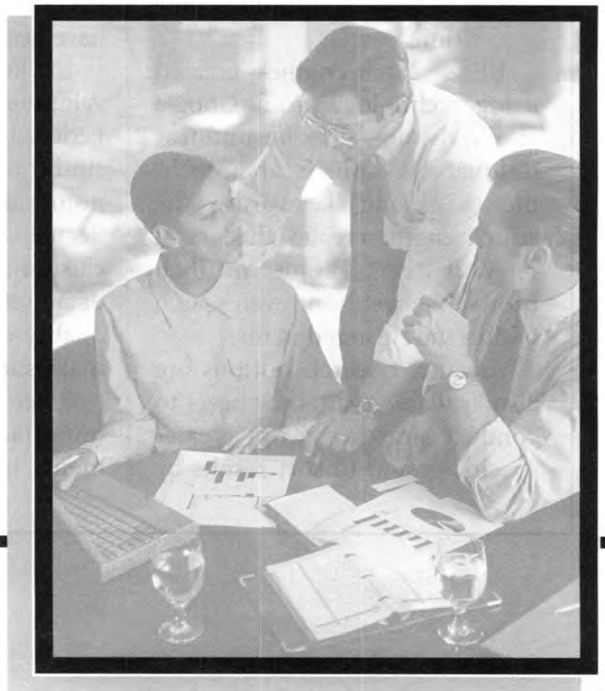
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# Business Situation

## Preliminary Estimates for the First Quarter of 2005

**I**N the first quarter of 2005, the growth of real gross domestic product (GDP) decelerated somewhat from the growth in the fourth quarter of 2004, according to the “preliminary” estimates of the national income and product accounts (NIPAs) (table 1 and chart 1).<sup>1</sup> The GDP growth rate for the first quarter was 0.4 percentage point higher than that reported in the “advance” estimates released in April. Inflation was the same as in the fourth quarter. Despite the upward revision to GDP, the picture shown by the preliminary estimates is similar to that shown by the advance estimates (see “Revisions”).

1. Quarterly estimates in the NIPAs are expressed at seasonally adjusted annual rates, unless otherwise specified. Quarter-to-quarter changes are differences between these published estimates. Percent changes are calculated from unrounded data and annualized. “Real” estimates are in chained (2000) dollars, and price indexes are chain-type measures.

*This article was prepared by Brian C. Moyer, Shelly Smith, David F. Sullivan, and Bob Armstrong.*

**Table 1. Real Gross Domestic Product and Components**  
[Seasonally adjusted at annual rates]

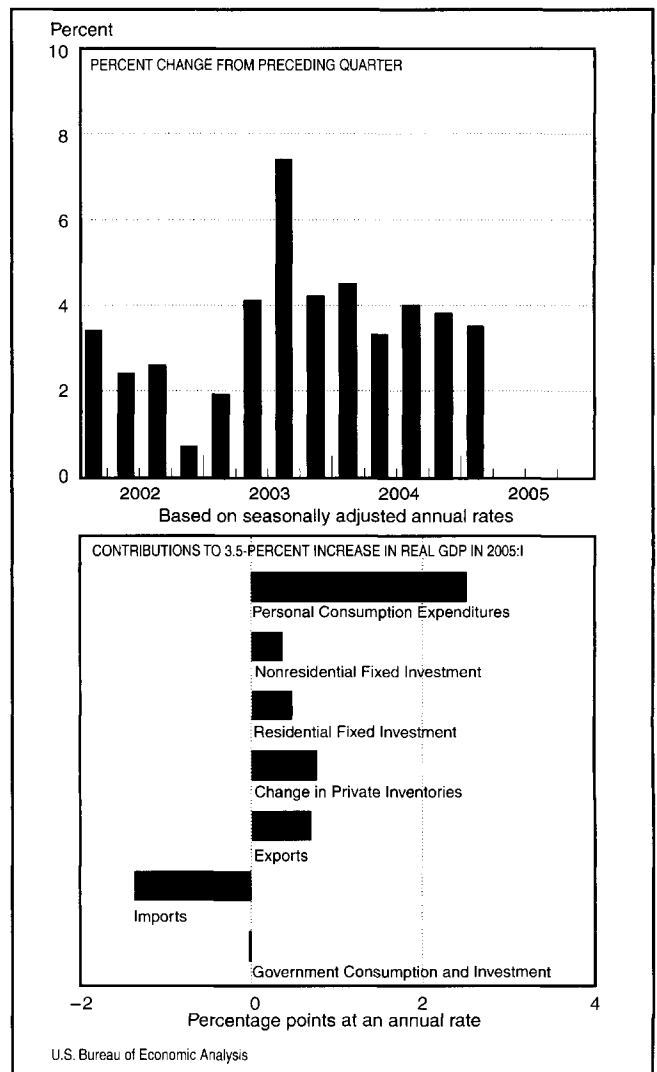
	Change from preceding period (percent)				Contribution to percent change in real GDP (percentage points)				Share of current-dollar GDP (percent)
	2004		2005		2004		2005		
	II	III	IV	I	II	III	IV	I	
<b>Gross domestic product</b> .....	<b>3.3</b>	<b>4.0</b>	<b>3.8</b>	<b>3.5</b>	<b>3.3</b>	<b>4.0</b>	<b>3.8</b>	<b>3.5</b>	<b>100.0</b>
<b>Personal consumption expenditures</b> .....	<b>1.6</b>	<b>5.1</b>	<b>4.2</b>	<b>3.6</b>	<b>1.10</b>	<b>3.57</b>	<b>2.92</b>	<b>2.54</b>	<b>70.1</b>
Durable goods .....	-0.3	17.2	3.9	1.7	-0.02	1.37	0.33	0.15	8.4
Nondurable goods .....	0.1	4.7	5.9	5.4	0.03	0.94	1.19	1.09	20.4
Services .....	2.7	3.0	3.4	3.2	1.10	1.26	1.41	1.30	41.3
<b>Gross private domestic investment</b> .....	<b>19.0</b>	<b>2.4</b>	<b>13.3</b>	<b>10.0</b>	<b>2.85</b>	<b>0.40</b>	<b>2.11</b>	<b>1.65</b>	<b>17.1</b>
Fixed investment .....	13.9	8.8	10.5	5.3	2.07	1.37	1.65	0.87	16.5
Nonresidential .....	12.5	13.0	14.5	3.5	1.21	1.27	1.46	0.38	10.7
Structures .....	6.9	-1.1	2.1	-3.3	0.16	-0.03	0.05	-0.08	2.4
Equipment and software .....	14.2	17.5	18.4	5.6	1.05	1.30	1.41	0.46	8.3
Residential .....	16.5	1.6	3.4	8.8	0.86	0.09	0.19	0.49	5.8
Change in private inventories .....					0.78	-0.97	0.46	0.78	0.6
<b>Net exports of goods and services</b> .....					<b>-1.06</b>	<b>-0.10</b>	<b>-1.35</b>	<b>-0.67</b>	<b>-5.7</b>
Exports .....	7.3	6.0	3.2	7.2	0.70	0.59	0.32	0.71	10.2
Goods .....	6.0	9.5	1.9	8.7	0.41	0.64	0.14	0.60	7.2
Services .....	10.2	-1.8	6.2	3.6	0.30	-0.06	0.18	0.11	3.1
Imports .....	12.6	4.6	11.4	9.1	-1.77	-0.69	-1.67	-1.38	15.9
Goods .....	13.0	5.0	14.9	9.8	-1.52	-0.62	-1.80	-1.25	13.4
Services .....	10.6	2.8	-5.2	5.3	-0.25	-0.07	0.13	-0.13	2.5
<b>Government consumption expenditures and gross investment</b> .....	<b>2.2</b>	<b>0.7</b>	<b>0.9</b>	<b>-0.2</b>	<b>0.41</b>	<b>0.13</b>	<b>0.16</b>	<b>-0.03</b>	<b>18.5</b>
Federal .....	2.7	4.8	1.2	0.4	0.18	0.33	0.09	0.03	6.9
National defense .....	1.9	10.1	-0.6	0.3	0.09	0.45	-0.03	0.01	4.7
Nondefense .....	4.4	-5.3	5.3	0.7	0.10	-0.12	0.11	0.02	2.2
State and local .....	1.9	-1.7	0.6	-0.5	0.23	-0.20	0.07	-0.06	11.6

NOTE: Percent changes are from NIPA table 1.1.1, and contributions to percent change are from NIPA table 1.1.2. Shares are from NIPA table 1.1.10.

- Real GDP increased 3.5 percent in the first quarter after increasing 3.8 percent in the fourth quarter. The first-quarter advance estimates had shown a 3.1-percent increase. The largest contributor to the upward revision in GDP growth was a downward revision to imports (which are subtracted in the calculation of GDP) that was partly offset by a downward revision to inventory investment.<sup>2</sup>
- Prices of goods and services purchased by U.S. residents increased 2.9 percent, 0.1 percentage point

2. In this article, “inventory investment” is shorthand for the NIPA term “change in private inventories,” “consumer spending” is shorthand for “personal consumption expenditures,” and “government spending” is shorthand for “government consumption expenditures and gross investment.”

**Chart 1. Real Gross Domestic Product**



less than in the advance estimate, after increasing 2.9 percent in the fourth quarter.

- Real disposable personal income decreased 1.2 percent after increasing 10.8 percent (revised). The advance estimate had shown a 0.3-percent decrease. The large fourth-quarter increase included a special dividend payment by the Microsoft Corporation.<sup>3</sup>

The small first-quarter deceleration in real GDP growth mainly reflected slowdowns in business investment in equipment and software and in consumer spending. These slowdowns were partly offset by a smaller deterioration in net exports than in the fourth quarter and by pickups in inventory investment and in residential fixed investment.

Business investment in equipment and software increased 5.6 percent in the first quarter after increasing 18.4 percent in the fourth quarter and contributed 0.46 percentage point to first-quarter GDP growth after contributing 1.41 percentage points. Consumer spending increased 3.6 percent in the first quarter after increasing 4.2 percent in the fourth quarter and contributed 2.54 percentage points to GDP growth after contributing 2.92 percentage points.

Net exports subtracted 0.67 percentage point from first-quarter GDP growth after subtracting 1.35 percentage points from fourth-quarter growth. Exports picked up, adding 0.71 percentage point to first-quarter GDP growth after adding 0.32 percentage point; the pickup was in exports of goods, which increased 8.7 percent after increasing 1.9 percent. Imports slowed, subtracting 1.38 percentage points from first-quarter GDP growth after subtracting 1.67 percentage points; the slowdown was in imports of goods, which increased 9.8 percent after increasing 14.9 percent. Imports of services turned up.

Inventory investment added 0.78 percentage point to GDP growth after adding 0.46 percentage point. Real inventory stocks increased more in the first quarter (\$68.4 billion) than in the fourth quarter (\$47.2 billion).

Residential fixed investment picked up, increasing 8.8 percent after increasing 3.4 percent.

The preliminary estimates for the first quarter also show the following:

- Business fixed investment in nonresidential structures turned down, decreasing 3.3 percent after

increasing 2.1 percent, and subtracted 0.08 percentage point from GDP growth after adding 0.05 percentage point.

- Government spending turned down, decreasing 0.2 percent after increasing 0.9 percent, and subtracted 0.03 percentage point from GDP growth after adding 0.16 percentage point.
- Real final sales of domestic product (GDP less the change in private inventories) increased 2.7 percent after increasing 3.4 percent.
- Real gross domestic purchases (real GDP less net exports of goods and services) increased 4.0 percent after increasing 5.0 percent.
- The production of goods and of services slowed, and the production of structures accelerated somewhat (table 2).
- Motor vehicle output slowed, contributing 0.23 percentage point to real GDP growth after contributing 0.86 percentage point.
- Final sales of computers (sales of domestically produced computers less inventory change) contributed 0.56 percentage point to real GDP growth in the first quarter, the same contribution as in the fourth quarter.
- The gross saving rate (saving from all sources as a percentage of gross national income) increased slightly to 14.5 percent from 14.4 percent. The net saving rate increased to 3.0 percent from 2.8 percent.<sup>4</sup>

4. Net saving, which excludes the consumption of fixed capital, is a measure of the saving that is available for augmenting the stock of fixed assets.

**Table 2. Real Gross Domestic Product by Type of Product**  
[Seasonally adjusted at annual rates]

	Change from preceding period (percent)				Contribution to percent change in real GDP (percentage points)				Share of current-dollar GDP (percent)
	2004			2005	2004			2005	
	II	III	IV	I	II	III	IV	I	
<b>Gross domestic product (GDP)</b>	<b>3.3</b>	<b>4.0</b>	<b>3.8</b>	<b>3.5</b>	<b>3.3</b>	<b>4.0</b>	<b>3.8</b>	<b>3.5</b>	<b>100.0</b>
Final sales of domestic product	2.5	5.0	3.4	2.7	2.52	4.97	3.38	2.71	99.4
Change in private inventories					0.78	-0.97	0.46	0.78	0.6
Goods	2.5	8.3	6.1	5.2	0.82	2.67	1.99	1.68	32.7
Services	2.3	2.8	3.0	2.8	1.30	1.59	1.71	1.57	57.2
Structures	12.7	-2.5	1.4	2.3	1.19	-0.25	0.14	0.23	10.1
<b>Addenda:</b>									
Motor vehicle output	-15.2	10.4	27.6	6.4	-0.58	0.34	0.86	0.23	3.6
GDP excluding motor vehicle output	4.0	3.8	3.1	3.4	3.88	3.66	2.99	3.26	96.4
Final sales of computers	0.1	20.7	74.6	68.5	0.00	0.18	0.56	0.56	1.1
GDP excluding final sales of computers	3.3	3.9	3.3	2.9	3.30	3.82	3.28	2.92	98.9

NOTE: Percent changes are from NIPA table 1.2.1, and contributions to percent change are from NIPA table 1.2.2. Shares are calculated from NIPA table 1.2.5.

3. During the fourth quarter, the Microsoft Corporation paid its shareholders a special dividend of \$3.00 per share that boosted current-dollar personal income by \$99.4 billion (annual rate). For more information, see "The Microsoft Special Dividend" on BEA's Web site at <[www.bea.gov/bea/faq/national/FAQ.htm](http://www.bea.gov/bea/faq/national/FAQ.htm)>.



### Personal Consumption Expenditures

Real personal consumption expenditures decelerated to a 3.6-percent increase in the first quarter of 2005 from a 4.2-percent increase in the fourth quarter of 2004 (table 3 and chart 2).<sup>5</sup> Spending for durable goods, for nondurable goods, and for services decelerated in the first quarter.

**Durable goods.** Purchases of motor vehicles and parts decreased 8.5 percent after decreasing 0.5 percent. Purchases of new cars decreased after a sizable increase; a downturn in purchases of foreign cars was

partly offset by an acceleration in purchases of domestic cars. Purchases of used cars decreased after an increase. Purchases of new and used trucks decreased less in the first quarter than in the fourth. In contrast, purchases of furniture and household equipment accelerated, mainly because of an acceleration in purchases of video and audio equipment. Purchases of "other" durable goods also accelerated; the acceleration was mainly in purchases of motorcycles, which turned up.

**Nondurable goods.** Purchases of food and of clothing and shoes decelerated. Purchases of gasoline, fuel oil, and other energy goods turned up. Purchases of "other" nondurable goods accelerated slightly.

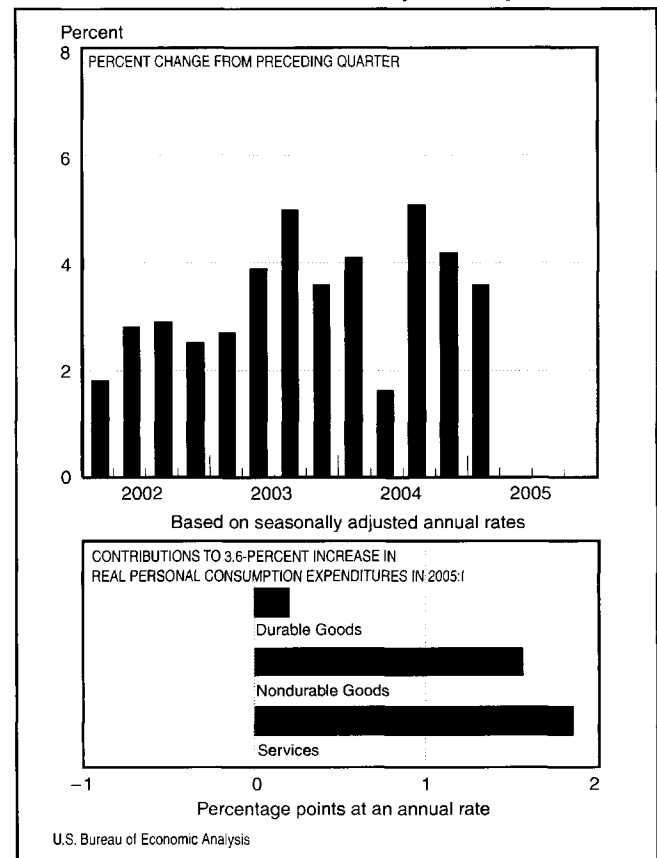
5. Consumer spending has increased at an average annual rate of 3.8 percent from the first quarter of 1995 to the first quarter of 2005.

**Table 3. Real Personal Consumption Expenditures**  
[Seasonally adjusted at annual rates]

	Change from preceding period (percent)				Contribution to percent change in real PCE (percentage points)				Share of current-dollar PCE (percent)
	2004			2005	2004			2005	
	II	III	IV	I	II	III	IV	I	
<b>Personal consumption expenditures (PCE).....</b>	<b>1.6</b>	<b>5.1</b>	<b>4.2</b>	<b>3.6</b>	<b>1.6</b>	<b>5.1</b>	<b>4.2</b>	<b>3.6</b>	<b>100.0</b>
<b>Durable goods.....</b>	<b>-0.3</b>	<b>17.2</b>	<b>3.9</b>	<b>1.7</b>	<b>-0.03</b>	<b>1.97</b>	<b>0.47</b>	<b>0.21</b>	<b>12.0</b>
Motor vehicles and parts.....	-6.0	28.7	-0.5	-8.5	-0.34	1.40	-0.03	-0.48	5.4
Furniture and household equipment.....	7.4	11.6	7.3	11.0	0.31	0.48	0.31	0.45	4.3
Other <sup>1</sup> .....	-0.2	3.5	8.3	11.0	-0.01	0.08	0.19	0.25	2.4
<b>Nondurable goods.....</b>	<b>0.1</b>	<b>4.7</b>	<b>5.9</b>	<b>5.4</b>	<b>0.04</b>	<b>1.35</b>	<b>1.71</b>	<b>1.57</b>	<b>29.1</b>
Food.....	2.3	4.4	7.7	5.9	0.32	0.61	1.07	0.82	14.1
Clothing and shoes.....	-5.3	6.0	10.2	5.5	-0.22	0.24	0.39	0.22	4.0
Gasoline, fuel oil, and other energy goods.....	-13.2	2.6	-1.1	6.9	-0.42	0.08	-0.03	0.21	3.1
Other <sup>2</sup> .....	4.5	5.3	3.5	4.0	0.35	0.43	0.28	0.32	7.9
<b>Services.....</b>	<b>2.7</b>	<b>3.0</b>	<b>3.4</b>	<b>3.2</b>	<b>1.56</b>	<b>1.82</b>	<b>2.02</b>	<b>1.86</b>	<b>58.9</b>
Housing.....	2.0	2.4	2.3	2.4	0.30	0.37	0.34	0.37	15.0
Household operation.....	-0.9	1.3	5.4	1.0	-0.05	0.07	0.30	0.06	5.5
Electricity and gas.....	-8.0	-0.9	12.7	-1.6	-0.18	-0.02	0.26	-0.04	2.2
Other household operation.....	4.0	2.7	0.9	2.8	0.13	0.09	0.03	0.09	3.3
Transportation.....	2.9	1.7	4.2	2.1	0.11	0.06	0.15	0.08	3.6
Medical care.....	4.4	5.0	4.3	4.8	0.74	0.85	0.72	0.81	17.0
Recreation.....	0.3	2.7	-1.3	5.0	0.01	0.11	-0.05	0.20	4.0
Other <sup>3</sup> .....	3.3	2.5	4.1	2.6	0.45	0.35	0.56	0.36	13.8

1. Includes jewelry and watches, ophthalmic products and orthopedic equipment, books and maps, bicycles and motorcycles, guns and sporting equipment, photographic equipment, boats, and pleasure aircraft.  
 2. Includes tobacco, toilet articles, drug preparations and sundries, stationery and writing supplies, toys, film, flowers, cleaning preparations and paper products, semidurable house furnishings, and magazines and newspapers.  
 3. Includes personal care, personal business, education and research, religious and welfare activities, and net foreign travel.  
 Note: Percent changes are from NIPA table 2.3.1, and contributions to percent change are from NIPA table 2.3.2. Shares are calculated from NIPA table 2.3.5.

**Chart 2. Real Personal Consumption Expenditures**

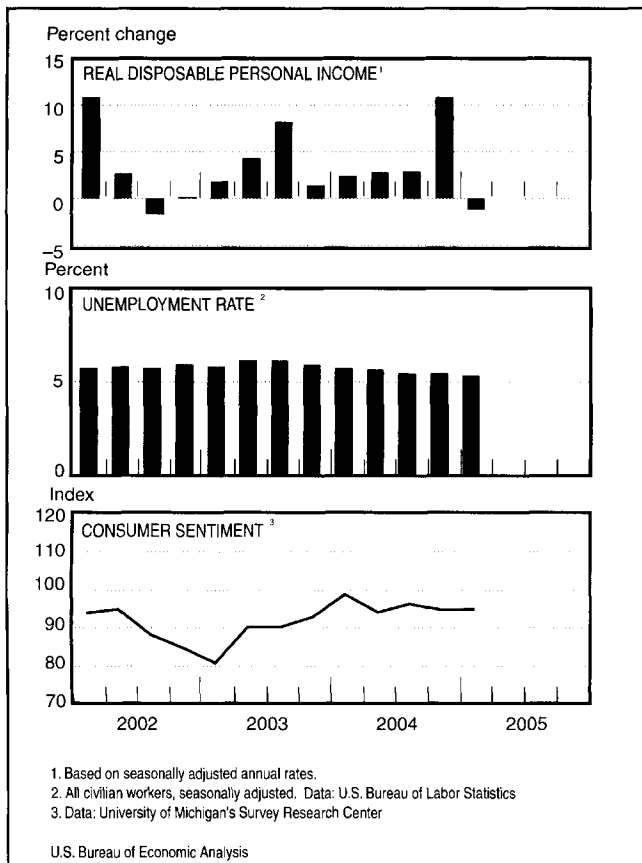


**Services.** The slight deceleration largely reflected a downturn in spending on electricity and gas and a deceleration in spending on "other" services that were partly offset by an upturn in spending on recreation. In "other" services, a deceleration in brokerage charges and a downturn in political organizations were partly offset by an upturn in net foreign travel. The upturn in spending on recreation primarily reflected an upturn in casino gambling.

**Selected factors.** Conditions frequently considered in the analysis of consumer spending were mixed in the first quarter (chart 3). The Index of Consumer Sentiment (prepared by the University of Michigan's Survey Research Center) increased slightly after decreasing, and the unemployment rate decreased to 5.3 percent from 5.4 percent. In contrast, real disposable personal income decreased 1.2 percent after increasing 10.8 percent (revised).<sup>6</sup>

6. Real disposable personal income increased at an average annual rate of 3.4 percent from the first quarter of 1995 to the first quarter of 2005.

**Chart 3. Selected Factors Affecting Consumer Spending**



## Private Fixed Investment

Real private fixed investment increased 5.3 percent in the first quarter of 2005 after increasing 10.5 percent in the fourth quarter of 2004 (table 4 and chart 4).<sup>7</sup>

**Nonresidential.** Real private nonresidential fixed investment increased 3.5 percent in the first quarter after increasing 14.5 percent in the fourth quarter. Investment in equipment and software decelerated, and investment in structures turned down.

Investment in equipment and software increased 5.6 percent after increasing 18.4 percent, reflecting downturns in transportation equipment and in "other" equipment that were partly offset by an upturn in "other" information processing equipment. In transportation equipment, the downturn reflected downturns in aircraft, in passenger cars, and in light trucks

7. Real private fixed investment increased at an average annual rate of 5.5 percent from the first quarter of 1995 to the first quarter of 2005.

**Table 4. Real Private Fixed Investment**

[Seasonally adjusted at annual rates]

	Change from preceding period (percent)			Contribution to percent change in real PFI (percentage points)				Share of current-dollar PFI (percent)	
	2004			2005		2005			
	II	III	IV	I	II	III	IV		I
<b>Private fixed investment (PFI)</b> .....	13.9	8.8	10.5	5.3	13.9	8.8	10.5	5.3	100.0
<b>Nonresidential</b> .....	12.5	13.0	14.5	3.5	8.11	8.21	9.25	2.32	64.8
<b>Structures</b> .....	6.9	-1.1	2.1	-3.3	1.07	-0.16	0.32	-0.49	14.6
Commercial and health care..	21.3	-1.8	-9.6	-5.6	1.24	-0.11	-0.62	-0.35	5.9
Manufacturing.....	-14.2	25.4	70.9	19.5	-0.12	0.17	0.44	0.16	0.9
Power and communication.....	-37.0	-20.9	15.0	19.8	-1.03	-0.48	0.28	0.38	2.1
Mining exploration, shafts, and wells.....	20.0	9.5	23.7	-6.4	0.42	0.21	0.52	-0.17	2.6
Other structures <sup>1</sup> .....	16.8	1.6	-8.6	-14.6	0.55	0.05	-0.30	-0.51	3.1
<b>Equipment and software</b> .....	14.2	17.5	18.4	5.6	7.05	8.37	8.93	2.80	50.2
Information processing equipment and software....	14.1	7.5	17.7	21.1	3.67	1.92	4.34	4.96	25.8
Computers and peripheral equipment.....	26.5	20.7	52.6	50.1	1.47	1.14	2.63	2.54	6.3
Software <sup>2</sup> .....	8.7	6.8	20.5	13.0	0.87	0.66	1.87	1.19	9.8
Other <sup>3</sup> .....	12.7	1.1	-1.7	13.2	1.33	0.11	-0.16	1.22	9.8
Industrial equipment.....	2.1	27.7	7.6	4.1	0.17	2.03	0.62	0.33	8.1
Transportation equipment.....	26.1	38.1	40.6	-16.9	1.88	2.64	2.95	-1.53	8.0
Other equipment <sup>4</sup> .....	16.1	22.6	12.1	-10.7	1.32	1.78	1.02	-0.95	8.3
<b>Residential</b> .....	16.5	1.6	3.4	8.8	5.76	0.59	1.22	3.02	35.2
<b>Structures</b> .....	16.7	1.5	3.3	8.9	5.74	0.55	1.18	3.03	34.7
Permanent site.....	9.0	2.7	0.5	13.4	1.99	0.60	0.10	2.78	21.7
Single family.....	8.9	3.0	0.0	12.7	1.78	0.60	0.01	2.39	19.6
Multifamily.....	9.8	0.2	4.5	19.9	0.21	0.00	0.10	0.39	2.1
Other structures <sup>5</sup> .....	30.5	-0.4	8.1	1.9	3.75	-0.05	1.08	0.25	13.0
<b>Equipment</b> .....	3.7	9.1	8.3	-1.1	0.02	0.04	0.04	0.00	0.4

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.  
 2. Excludes software "embedded" or bundled, in computers and other equipment.  
 3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.  
 4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery and electrical equipment not elsewhere classified.  
 5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.  
 Note: Percent changes are from NIPA table 5.3.1, and contributions to percent change are from NIPA table 5.3.2. Shares are calculated from NIPA table 5.3.5.

(pickups, vans, and sport utility vehicles). In “other” equipment, the downturn primarily reflected downturns in construction machinery and in agricultural machinery. In “other” information processing equipment, the upturn reflected an upturn in communication equipment.

Investment in structures decreased 3.3 percent after increasing 2.1 percent, primarily reflecting a downturn in investment in mining exploration, shafts, and wells.

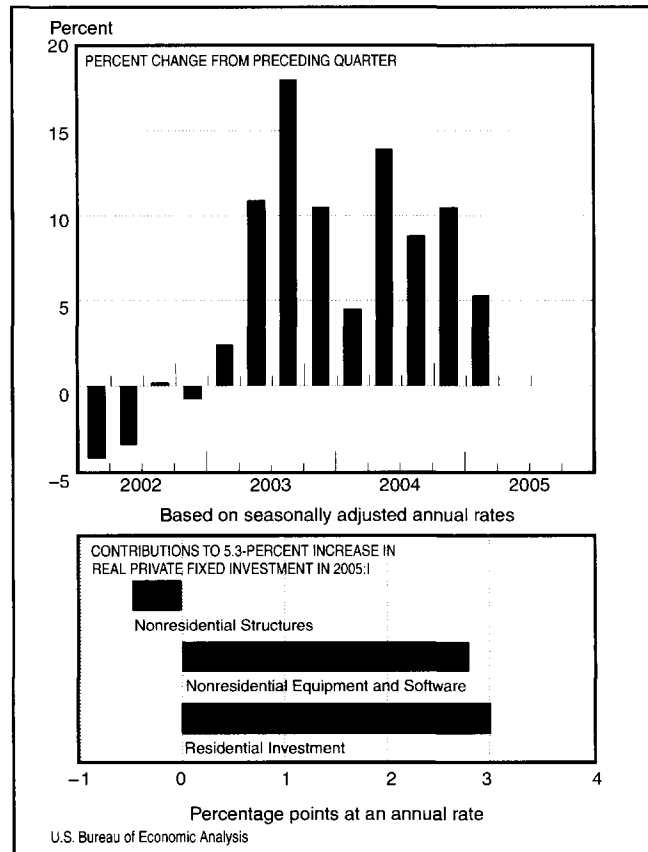
Conditions that are frequently considered in the analysis of investment spending have generally been favorable in recent quarters (chart 5). The capacity utilization rate for manufacturing, mining, and utilities increased for the seventh consecutive quarter, to 79.3 percent, the highest rate since the fourth quarter of 2000. The yield on AAA corporate bonds decreased for the third consecutive quarter. Domestic corporations’ profits from current production increased in the first quarter after a sizable increase in the fourth quarter; profits have increased 16.3 percent since the first quarter

of 2004. However, real final sales of domestic product increased 2.7 percent after increasing 3.4 percent; the first-quarter increase was below the average increase over the last 3 years.<sup>8</sup>

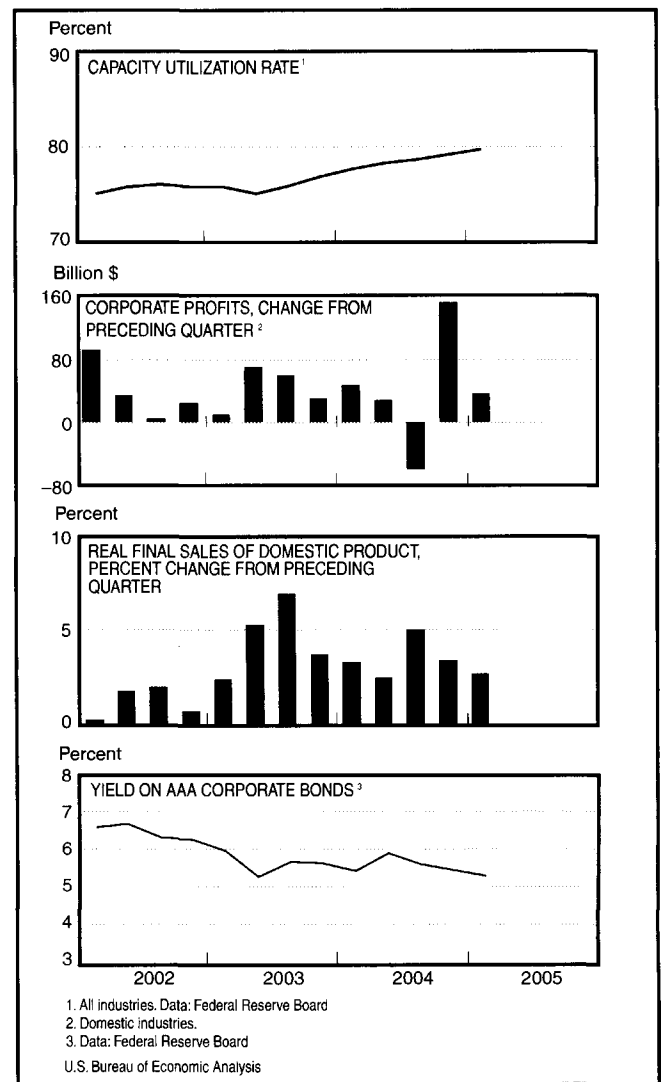
**Residential.** Real private residential investment increased 8.8 percent in the first quarter after increasing 3.4 percent in the fourth quarter. Investment in single-family structures accelerated sharply, increasing 12.7 percent after no change in the fourth quarter.

8. Real final sales of domestic product increased at an average annual rate of 3.3 percent from the first quarter of 2002 to the first quarter of 2005.

**Chart 4. Real Private Fixed Investment**



**Chart 5. Selected Factors Affecting Nonresidential Investment**



Inventory Investment, next page.

## Inventory Investment

Real inventory investment picked up in the first quarter of 2005, increasing \$21.2 billion, to \$68.4 billion, after increasing \$12.7 billion in the fourth quarter of 2004 (table 5 and chart 6). The pickup was mainly in manufacturing inventories.

Manufacturing inventories increased \$25.9 billion after increasing \$4.6 billion. A pickup in inventories of durable-goods industries was led by an upturn in inventories of transportation equipment manufacturing (both motor vehicles and other transportation equipment). Inventories of nondurable-goods industries also picked up; upturns in inventories of petroleum manufacturing and of beverage and tobacco products manufacturing were partly offset by a downturn in inventories of chemical manufacturing.

Inventories of the mining, utilities, and construction industries and of "other" industries increased more in the first quarter than in the fourth quarter.

Wholesale trade inventories increased \$22.6 billion, about the same increase as in the fourth quarter. A pickup in inventories of nonmerchant wholesalers was largely offset by a deceleration in inventories of merchant wholesalers; the biggest contributors to the deceleration were downturns in inventories of miscel-

laneous nondurable-goods wholesalers and of professional and commercial equipment wholesalers. The deceleration was moderated by an upturn in inventories of miscellaneous durable-goods wholesalers and by an acceleration in inventories of farm product raw material wholesalers.

Retail trade inventories increased \$13.9 billion after increasing \$15.3 billion. Inventories of building material and garden equipment and supplies dealers increased less than in the fourth quarter; inventories of furniture, furnishings, electronics, and appliance stores turned down in the first quarter, and inventories of general merchandise stores increased less than in the fourth quarter. In contrast, inventories of motor vehicle and parts dealers turned up in the first quarter, and inventories of clothing stores increased more than in the fourth quarter.

Farm inventories decreased \$0.2 billion after increasing \$1.7 billion. Crop inventories turned down in the first quarter, but livestock inventories turned up.

The ratio of real private nonfarm inventories to final sales of goods and structures increased to 3.52 from 3.50. A ratio that includes all final sales of domestic businesses in the denominator increased to 2.21 from 2.20.<sup>9</sup>

**Table 5. Real Change in Private Inventories by Industry**

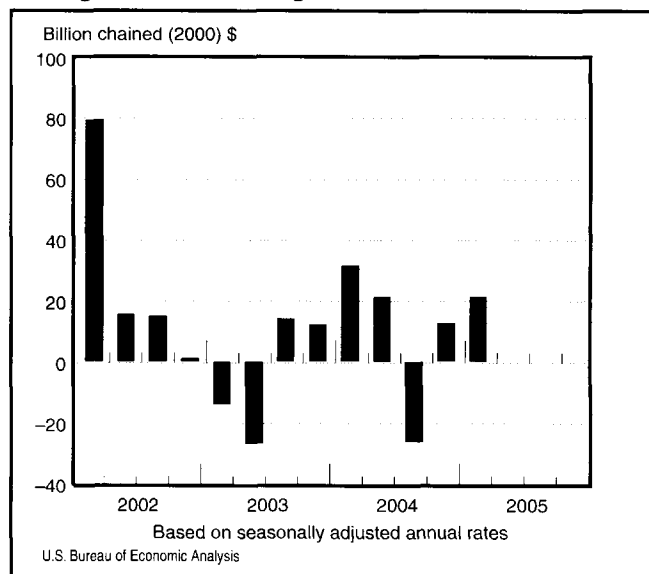
(Billions of chained (2000) dollars; seasonally adjusted at annual rates)

	Level				Change from preceding quarter				
	2004				2005				2005
	I	II	III	IV	I	II	III	IV	I
<b>Change in private inventories</b> .....	<b>40.0</b>	<b>61.1</b>	<b>34.5</b>	<b>47.2</b>	<b>68.4</b>	<b>21.1</b>	<b>-26.6</b>	<b>12.7</b>	<b>21.2</b>
Farm .....	5.1	3.0	3.8	1.7	-0.2	-2.1	0.8	-2.1	-1.9
Mining, utilities, and construction .....	-4.5	-1.7	4.5	0.7	2.5	2.8	6.2	-3.8	1.8
Manufacturing .....	3.0	9.1	7.0	4.6	25.9	6.1	-2.1	-2.4	21.3
Durable-goods industries .....	-2.2	5.9	7.8	3.7	18.7	8.1	1.9	-4.1	15.0
Nondurable-goods industries .....	5.0	3.3	-0.6	0.9	7.5	-1.7	-3.9	1.5	6.6
Wholesale trade .....	8.5	20.0	33.2	22.3	22.6	11.5	13.2	-10.9	0.3
Durable-goods industries .....	11.1	16.4	27.2	14.9	15.7	5.3	10.8	-12.3	0.8
Nondurable-goods industries .....	-2.0	4.0	6.6	7.6	7.0	6.0	2.6	1.0	-0.6
Retail trade .....	25.6	29.9	-20.1	15.3	13.9	4.3	-50.0	35.4	-1.4
Motor vehicle and parts dealers .....	18.7	17.1	-23.1	-7.2	3.3	-1.6	-40.2	15.9	10.5
Food and beverage stores .....	0.3	1.6	-0.1	0.7	-0.2	1.3	-1.7	0.8	-0.9
General merchandise stores .....	3.0	2.7	0.3	7.2	4.4	-0.3	-2.4	6.9	-2.8
Other retail stores .....	4.3	8.9	1.6	14.0	6.4	4.6	-7.3	12.4	-7.6
Other industries .....	2.8	2.3	4.1	3.4	4.2	-0.5	1.8	-0.7	0.8
Residual <sup>1</sup> .....	-1.6	-2.4	2.4	-0.4	-0.9	-0.8	4.8	-2.8	-0.5
<b>Addenda: Ratios of private inventories to final sales of domestic business:</b>									
Private inventories to final sales .....	2.42	2.43	2.40	2.40	2.41				
Nonfarm inventories to final sales .....	2.22	2.22	2.20	2.20	2.21				
Nonfarm inventories to final sales of goods and structures .....	3.54	3.55	3.50	3.50	3.52				

1. The residual is the difference between the first line and the sum of the most detailed lines. It reflects the fact that chained-dollar estimates are usually not additive, because the quantity indexes on which they are based embody weights of more than one period.

Note: Real change in private inventories is from NIPA table 5.6.6B, and ratios of private inventories to final sales of domestic business are from NIPA table 5.7.6B.

**Chart 6. Real Private Inventory Investment: Change from Preceding Quarter**



9. Using the ratio that includes all final sales of domestic businesses in the denominator implies that the production of services results in a demand for inventories that is similar to that generated in the production of goods and structures. In contrast, using the "goods and structures" ratio implies that the production of services does not generate demand for inventories. Both implications are extreme. Production of some services may require substantial inventories, while production of other services may not.

## Exports and Imports

Real exports of goods and services accelerated in the first quarter of 2005, and real imports of goods and services decelerated (table 6).

Real exports of goods and services increased 7.2 percent after increasing 3.2 percent (chart 7). The step-up

was in exports of goods, which increased 8.7 percent after increasing 1.9 percent. Exports of "other" goods turned up, exports of nonautomotive capital goods accelerated, and exports of automotive goods turned up. In contrast, exports of foods, feeds, and beverages

**Table 6. Real Exports and Imports of Goods and Services**

[Seasonally adjusted at annual rates]

	Change from preceding period (percent)				Contribution to percent change in real exports and imports (percentage points)				Share of current-dollar exports and imports (percent)
	2004			2005	2004			2005	2005
	II	III	IV	I	II	III	IV	I	I
<b>Exports of goods and services</b> .....	<b>7.3</b>	<b>6.0</b>	<b>3.2</b>	<b>7.2</b>	<b>7.3</b>	<b>6.0</b>	<b>3.2</b>	<b>7.2</b>	<b>100.0</b>
<b>Exports of goods</b> <sup>1</sup> .....	<b>6.0</b>	<b>9.5</b>	<b>1.9</b>	<b>8.7</b>	<b>4.19</b>	<b>6.52</b>	<b>1.36</b>	<b>6.06</b>	<b>70.1</b>
Foods, feeds, and beverages.....	-24.3	28.6	37.2	-5.0	-1.35	1.21	1.48	-0.23	4.6
Industrial supplies and materials.....	6.9	-0.1	1.9	1.9	1.14	-0.02	0.33	0.33	17.5
Capital goods, except automotive.....	6.2	6.2	0.3	8.2	1.75	1.73	0.08	2.24	27.5
Automotive vehicles, engines, and parts.....	8.2	34.8	-2.7	10.6	0.60	2.31	-0.21	0.80	7.6
Consumer goods, except automotive.....	18.2	-0.7	21.9	16.4	1.49	-0.06	1.75	1.41	9.1
Other.....	16.1	39.9	-42.1	49.2	0.57	1.35	-2.07	1.52	3.8
<b>Exports of services</b> <sup>1</sup> .....	<b>10.2</b>	<b>-1.8</b>	<b>6.2</b>	<b>3.6</b>	<b>3.06</b>	<b>-0.54</b>	<b>1.83</b>	<b>1.09</b>	<b>29.9</b>
<b>Imports of goods and services</b> .....	<b>12.6</b>	<b>4.6</b>	<b>11.4</b>	<b>9.1</b>	<b>12.6</b>	<b>4.6</b>	<b>11.4</b>	<b>9.1</b>	<b>100.0</b>
<b>Imports of goods</b> <sup>1</sup> .....	<b>13.0</b>	<b>5.0</b>	<b>14.9</b>	<b>9.8</b>	<b>10.82</b>	<b>4.15</b>	<b>12.22</b>	<b>8.24</b>	<b>84.3</b>
Foods, feeds, and beverages.....	7.4	-10.1	17.1	2.0	0.27	-0.37	0.56	0.07	3.4
Industrial supplies and materials, except petroleum and products.....	38.2	23.6	0.7	6.9	3.97	2.76	0.14	0.91	13.1
Petroleum and products.....	-33.1	2.0	56.1	4.3	-3.88	0.19	4.97	0.50	11.1
Capital goods, except automotive.....	30.6	14.0	9.3	0.9	5.43	2.59	1.80	0.18	18.6
Automotive vehicles, engines, and parts.....	10.1	3.2	-4.3	5.8	1.33	0.42	-0.54	0.71	12.1
Consumer goods, except automotive.....	20.5	-9.8	27.8	16.8	4.21	-2.13	5.25	3.39	21.0
Other.....	-10.7	16.5	1.0	66.4	-0.51	0.70	0.04	2.47	4.9
<b>Imports of services</b> <sup>1</sup> .....	<b>10.6</b>	<b>2.8</b>	<b>-5.2</b>	<b>5.3</b>	<b>1.78</b>	<b>0.47</b>	<b>-0.84</b>	<b>0.85</b>	<b>15.7</b>
<b>Addenda:</b>									
Exports of agricultural goods <sup>2</sup> .....	-19.1	24.6	27.2	-4.5					5.0
Exports of nonagricultural goods.....	8.5	8.4	0.2	9.8					65.1
Imports of nonpetroleum goods.....	20.9	5.4	9.8	10.7					73.2

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services.

2. Includes parts of foods, feeds, and beverages, of nondurable industrial supplies and materials, and of

nondurable nonautomotive consumer goods.

Note. Percent changes are from NIPA table 4.2.1, and contributions to percent change are from NIPA table 4.2.2. Shares are calculated from NIPA table 4.2.5.

turned down.

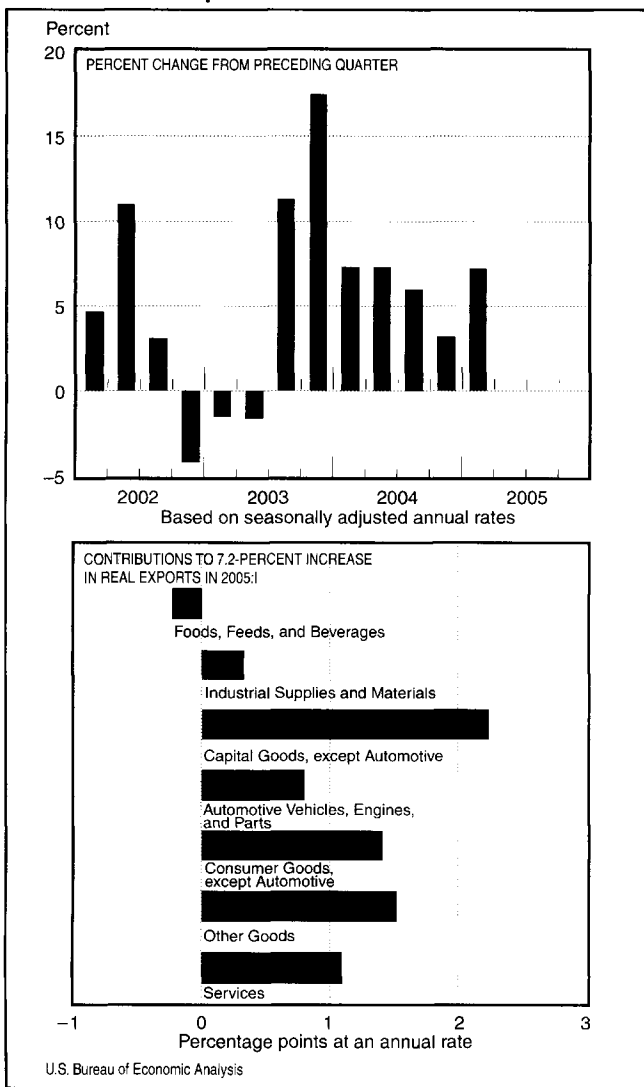
Exports of services decelerated, increasing 3.6 percent after increasing 6.2 percent. The deceleration was mainly due to a deceleration in travel.

Real imports of goods and services increased 9.1 percent after increasing 11.4 percent (chart 8). The deceleration reflected a deceleration in imports of goods, which increased 9.8 percent after increasing 14.9 percent. Imports of petroleum, of nonautomotive

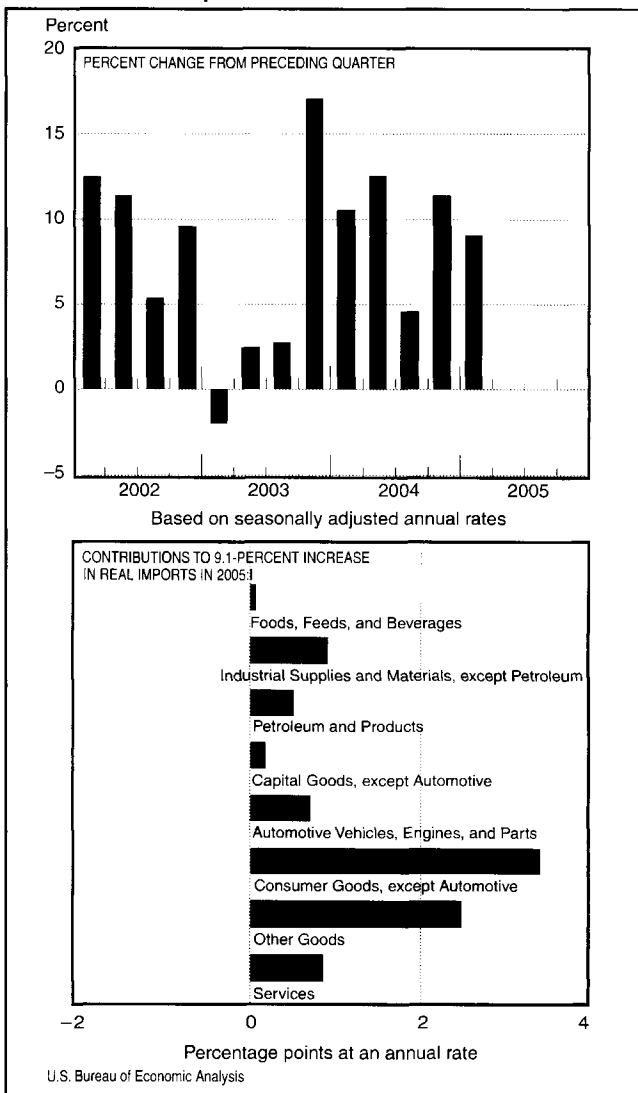
consumer goods, and of nonautomotive capital goods decelerated. In contrast, imports of "other" goods accelerated, and imports of automotive goods turned up.

Imports of services turned up, increasing 5.3 percent after decreasing 5.2 percent. The upturn primarily reflected travel, which decreased less than in the fourth quarter, and royalties and license fees, which turned up in the first quarter.

**Chart 7. Real Exports**



**Chart 8. Real Imports**



### Government Spending

Government spending decreased 0.2 percent in the first quarter of 2005 after increasing 0.9 percent in the fourth quarter of 2004 (table 7 and chart 9). A downturn in state and local government spending and a slowdown in Federal nondefense spending were partly offset by an upturn in spending on national defense.

State and local government spending decreased 0.5 percent after increasing 0.6 percent. Gross investment decreased more than in the fourth quarter, and consumption expenditures decelerated. Investment in structures decreased 7.8 percent after decreasing 3.9 percent; equipment and software increased 8.6 percent after increasing 10.3 percent. Consumption expenditures increased 0.6 percent after increasing 1.1 percent; the deceleration was mainly attributable to compensation of employees.

Federal nondefense spending increased 0.7 percent after increasing 5.3 percent; gross investment turned down, and consumption expenditures decelerated. In gross investment, structures decreased 30.1 percent after decreasing 11.2 percent, and equipment and soft-

were increased 3.9 percent after increasing 23.1 percent. Consumption expenditures increased 1.9 percent after increasing 4.3 percent; the slowdown reflected downturns in compensation and in services.

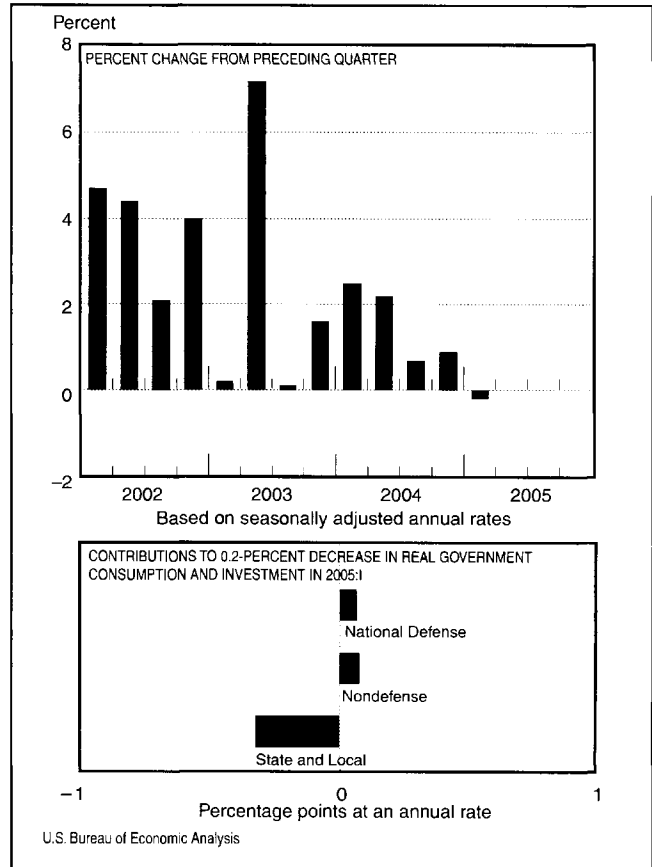
National defense spending increased 0.3 percent after decreasing 0.6 percent. An upturn in consumption expenditures was partly offset by a downturn in gross investment. The upturn in consumption expenditures was attributable to an upturn in "intermediate goods and services purchased," specifically in services and in nondurable goods; in contrast, compensation turned down. The downturn in gross investment was in equipment and software, reflecting downturns in "other" equipment and in aircraft.

**Table 7. Real Government Consumption Expenditures and Gross Investment**  
[Seasonally adjusted at annual rates]

	Change from preceding period (percent)				Contribution to percent change in real CEGI (percentage points)				Share of current-dollar CEGI (percent)
	2004			2005	2004			2005	
	II	III	IV	I	II	III	IV	I	
<b>Government consumption expenditures and gross investment (CEGI)</b> .....	2.2	0.7	0.9	-0.2	2.2	0.7	0.9	-0.2	100.0
Consumption expenditures	1.0	2.9	-0.1	1.9	0.81	2.39	-0.07	1.56	82.9
Gross investment	8.3	-9.2	5.4	-9.6	1.41	-1.69	0.92	-1.74	17.1
<b>Federal</b> .....	2.7	4.8	1.2	0.4	0.99	1.75	0.45	0.15	37.3
<b>National defense</b> .....	1.9	10.1	-0.6	0.3	0.47	2.41	-0.16	0.07	25.3
Consumption expenditures	4.1	9.6	-4.8	5.1	0.87	2.02	-1.07	1.08	22.2
Gross investment	-12.0	13.1	32.0	-26.9	-0.40	0.39	0.91	-1.01	3.1
<b>Nondefense</b> .....	4.4	-5.3	5.3	0.7	0.52	-0.66	0.61	0.08	12.0
Consumption expenditures	-0.7	-2.6	4.3	1.9	-0.07	-0.27	0.43	0.20	10.4
Gross investment	44.0	-21.1	11.9	-7.0	0.59	-0.38	0.18	-0.11	1.6
<b>State and local</b> .....	1.9	-1.7	0.6	-0.5	1.23	-1.05	0.40	-0.33	62.7
Consumption expenditures	0.0	1.3	1.1	0.6	0.01	0.64	0.57	0.28	50.3
Gross investment	10.0	-12.5	-1.4	-4.8	1.22	-1.69	-0.17	-0.61	12.4

Note. Percent changes are from NIPA table 3.9.1, and contributions to percent change are from NIPA table 3.9.2. Shares are calculated from NIPA table 3.9.5.

**Chart 9. Real Government Consumption and Investment**



Prices, next page.

## Prices

Inflation as measured by the price index for gross domestic purchases was 2.9 percent in the first quarter of 2005, the same as in the fourth quarter of 2004 (table 8). Both food prices and energy prices decelerated in the first quarter; excluding prices for food and energy, the price index increased 3.0 percent after increasing 2.0 percent (chart 10).

Prices of goods and services purchased by consumers increased 2.1 percent after increasing 2.7 percent. The prices paid for nondurable goods decelerated, but the prices paid for services and for durable goods accelerated.

The prices paid by consumers for food and for energy decelerated in the first quarter. The price index for consumer purchases excluding food and energy, which is sometimes viewed as an indicator of the underlying or core rate of inflation, increased 2.2 percent after in-

creasing 1.7 percent. The largest contributors to this acceleration were the prices of housing services, of medical care services, and of motor vehicles and parts.

Prices of private nonresidential fixed investment increased 2.6 percent after increasing 1.6 percent. Prices of equipment and software turned up, mainly reflecting an upturn in the prices of software and an acceleration in the prices of "other" equipment. Prices of structures decelerated slightly.

Prices paid by government increased 6.3 percent after increasing 4.2 percent. The step-up was accounted for by prices paid by the Federal Government; these prices reflected a pay raise for civilian and military personnel.<sup>10</sup> Prices paid by state and local governments decelerated slightly.

The GDP price index increased 3.2 percent, 0.3 percentage point more than the price index for gross domestic purchases. (The GDP price index measures the prices paid for goods and services produced in the United States. The price index for gross domestic purchases measures the prices paid for goods and services purchased by U.S. residents, regardless of where those goods and services were produced.) The larger increase in the GDP price index reflected a larger increase in export prices (which are included in the GDP price index) than in import prices (which are included in the price index for gross domestic purchases). In the first quarter, export prices increased 4.3 percent, and import prices increased 2.4 percent.

**Table 8. Prices for Gross Domestic Purchases**

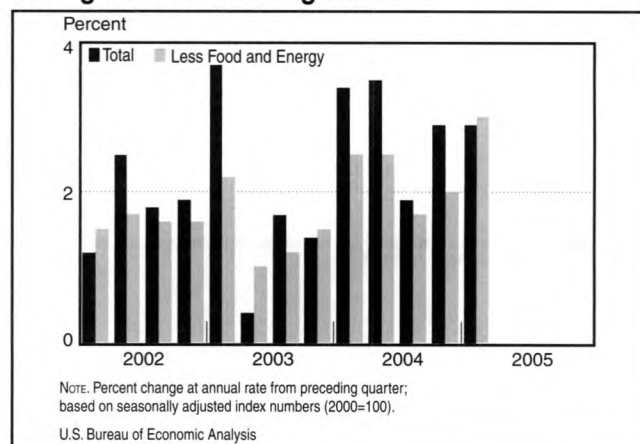
[Percent change at annual rates; based on seasonally adjusted index numbers (2000=100)]

	Change from preceding period (percent)				Contribution to percent change in gross domestic purchases prices (percentage points)			
	2004			2005	2004			2005
	II	III	IV	I	II	III	IV	I
<b>Gross domestic purchases</b>	<b>3.5</b>	<b>1.9</b>	<b>2.9</b>	<b>2.9</b>	<b>3.5</b>	<b>1.9</b>	<b>2.9</b>	<b>2.9</b>
<b>Personal consumption expenditures (PCE)</b>	<b>3.1</b>	<b>1.3</b>	<b>2.7</b>	<b>2.1</b>	<b>2.08</b>	<b>0.84</b>	<b>1.78</b>	<b>1.39</b>
Durable goods	-0.1	-3.1	0.1	0.9	-0.01	-0.25	0.01	0.07
Nondurable goods	6.6	0.9	4.7	1.3	1.25	0.18	0.89	0.24
Services	2.1	2.3	2.2	2.7	0.84	0.92	0.87	1.07
<b>Gross private domestic investment</b>	<b>4.4</b>	<b>2.9</b>	<b>2.4</b>	<b>2.9</b>	<b>0.68</b>	<b>0.46</b>	<b>0.38</b>	<b>0.46</b>
Fixed investment	4.3	3.0	2.4	2.8	0.64	0.45	0.37	0.44
Nonresidential	1.7	0.9	1.6	2.6	0.17	0.09	0.16	0.26
Structures	7.6	9.8	10.9	10.5	0.17	0.21	0.24	0.23
Equipment and software	0.1	-1.6	-0.9	0.4	0.01	-0.12	-0.07	0.03
Residential	9.1	6.8	3.8	3.3	0.47	0.36	0.20	0.18
Change in private inventories					0.04	0.01	0.01	0.02
<b>Government consumption expenditures and gross investment</b>	<b>4.3</b>	<b>3.6</b>	<b>4.2</b>	<b>6.3</b>	<b>0.77</b>	<b>0.62</b>	<b>0.73</b>	<b>1.09</b>
Federal	3.0	1.7	2.3	8.3	0.20	0.11	0.15	0.53
National defense	3.5	1.9	2.4	8.4	0.15	0.08	0.11	0.36
Nondefense	1.9	1.3	2.2	8.1	0.04	0.03	0.05	0.17
State and local	5.2	4.7	5.3	5.2	0.57	0.51	0.58	0.57
<b>Addenda:</b>								
Gross domestic purchases:								
Food	4.2	2.1	2.5	1.0	0.40	0.20	0.24	0.09
Energy goods and services	24.9	6.4	22.2	5.3	0.94	0.26	0.87	0.23
Excluding food and energy	2.5	1.7	2.0	3.0	2.19	1.47	1.77	2.61
Personal consumption expenditures:								
Food	3.9	2.6	2.6	0.9				
Energy goods and services	26.5	4.0	18.2	3.7				
Excluding food and energy	1.7	0.9	1.7	2.2				
Market-based PCE	3.7	1.4	2.7	2.0				
Excluding food and energy	2.1	1.0	1.7	2.1				
Gross domestic product	3.2	1.4	2.3	3.2				

NOTE: Most percent changes are from NIPA table 1.6.7; percent changes for personal consumption expenditures on food and on energy goods and services and for personal consumption expenditures excluding food and energy are calculated from index numbers in NIPA table 2.3.4. Contributions to percent change are from NIPA table 1.6.8.

10. In the NIPAs, an increase in the rate of Federal employee compensation is treated as an increase in the price of employee services purchased by the Federal Government.

**Chart 10. Gross Domestic Purchases Prices: Change From Preceding Quarter**





## Revisions

The preliminary estimate of a 3.5-percent increase in real GDP in the first quarter is 0.4 percentage point more than the advance estimate released in April (table 9). During the past 25 years, the average revision, without regard to sign, from the advance estimates to the preliminary estimates has been 0.5 percentage point.

The upward revision to the first-quarter real GDP growth rate reflected a downward revision to imports (which are subtracted in the calculation of GDP) that was partly offset by a downward revision to inventory investment.

**Table 9. Preliminary and Advance Estimates for the First Quarter of 2005**  
[Seasonally adjusted at annual rates]

	Percent change from preceding quarter			Contribution to percent change in real GDP		
	Preliminary estimate	Advance estimate	Preliminary minus advance	Preliminary estimate	Advance estimate	Preliminary minus advance
<b>Gross domestic product (GDP)</b> .....	<b>3.5</b>	<b>3.1</b>	<b>0.4</b>	<b>3.5</b>	<b>3.1</b>	<b>0.4</b>
<b>Personal consumption expenditures</b> .....	<b>3.6</b>	<b>3.5</b>	<b>0.1</b>	<b>2.54</b>	<b>2.45</b>	<b>0.09</b>
Durable goods.....	1.7	0.0	1.7	0.15	0.00	0.15
Nondurable goods.....	5.4	4.9	0.5	1.09	0.98	0.11
Services.....	3.2	3.6	-0.4	1.30	1.46	-0.16
<b>Gross private domestic investment</b> .....	<b>10.0</b>	<b>12.5</b>	<b>-2.5</b>	<b>1.65</b>	<b>2.03</b>	<b>-0.38</b>
Fixed investment.....	5.3	5.0	0.3	0.87	0.82	0.05
Nonresidential.....	3.5	4.7	-1.2	0.38	0.49	-0.11
Structures.....	-3.3	-2.6	-0.7	-0.08	-0.06	-0.02
Equipment and software.....	5.6	6.9	-1.3	0.46	0.56	-0.10
Residential.....	8.8	5.7	3.1	0.49	0.32	0.17
Change in private inventories.....				0.78	1.21	-0.43
<b>Net exports of goods and services</b> .....				<b>-0.67</b>	<b>-1.49</b>	<b>0.82</b>
Exports.....	7.2	7.0	0.2	0.71	0.69	0.02
Goods.....	8.7	9.3	-0.6	0.60	0.64	-0.04
Services.....	3.6	1.8	1.8	0.11	0.06	0.05
Imports.....	9.1	14.7	-5.6	-1.38	-2.19	0.81
Goods.....	9.8	16.1	-6.3	-1.25	-2.00	0.75
Services.....	5.3	7.5	-2.2	-0.13	-0.18	0.05
<b>Government consumption expenditures and gross investment</b> .....	<b>-0.2</b>	<b>0.6</b>	<b>-0.8</b>	<b>-0.03</b>	<b>0.10</b>	<b>-0.13</b>
Federal.....	0.4	0.6	-0.2	0.03	0.04	-0.01
National defense.....	0.3	0.2	0.1	0.01	0.01	0.00
Nondefense.....	0.7	1.3	-0.6	0.02	0.03	-0.01
State and local.....	-0.5	0.5	-1.0	-0.06	0.06	-0.12
<b>Addenda:</b>						
Final sales of domestic product.....	2.7	1.9	0.8	2.71	1.87	0.84
Gross domestic purchases price index.....	2.9	3.0	-0.1			
GDP price index.....	3.2	3.3	-0.1			

NOTE: The preliminary estimates for the first quarter of 2005 incorporate the following revised or additional major source data that were not available when the advance estimates were prepared.

*Personal consumption expenditures:* Retail sales for February and March (revised). Motor vehicle registration data for January and February (revised) and March (newly available).

*Nonresidential fixed investment:* Construction put-in-place data for January and February (revised) and for March (newly available), manufacturers' shipments of machinery and equipment for February and March (revised) and of complete civilian aircraft for March (newly available). Motor vehicle registration data for January and February (revised) and March (newly available).

*Residential fixed investment:* Construction put-in-place data for January and February (revised) and for March (newly available).

*Change in private inventories:* Manufacturers' and trade inventories for February (revised) and for March (revised and newly available).

*Exports and imports of goods and services:* International transactions accounts data for February (revised) and for March (revised and newly available).

*Government consumption expenditures and gross investment:* State and local government construction put-in-place data for January and February (revised) and for March (newly available).

*Wages and salaries:* Employment, average hourly earnings, and average weekly hours for January through March (revised), and tabulations of wages and salaries for the fourth quarter from the census of employment and wages.

*GDP prices:* Export and import prices for January through March (revised), unit-value index for petroleum imports for February (revised) and March (revised and newly available), and prices of single-family houses under construction for the quarter (newly available).

In the preliminary estimates, imports subtracted 1.38 percentage points from GDP growth; in the advance estimates, imports had subtracted 2.19 percentage points from GDP growth. The revisions to imports mainly reflected the incorporation of newly available Census Bureau data on trade in goods for March.

Change in private inventories added 0.43 percentage point less to the GDP growth rate in the preliminary estimates than in the advance estimates. The revision primarily reflected the incorporation of newly available data on inventories for March and revised data for February.

In addition to these revised estimates for the first quarter of 2005, estimates of wages and salaries and of related series for the fourth quarter of 2004 have been revised. These revisions reflect the incorporation of newly available tabulations of wages and salaries from the census of employment and wages from the Bureau of Labor Statistics. These tabulations provide more comprehensive coverage than is available for the earlier estimates of quarterly wages and salaries, and they include wages in the form of stock options and bonus payments. Wage and salary accruals are now estimated to have increased \$135.8 billion in the fourth quarter, an upward revision of \$71.0 billion.

Personal current taxes for both the first quarter and the fourth quarter were also revised to incorporate the revised estimates of wages and salaries and to incorporate newly available Treasury Department data on Federal tax collections through mid-May.<sup>11</sup> Personal current taxes are now estimated to have increased \$35.5 billion in the fourth quarter (an upward revision of \$14.9 billion) and to have increased \$61.5 billion in the first quarter (an upward revision of \$58.8 billion).

Based on the revised estimates of wages and salaries, of personal current taxes, and of other related series, real disposable personal income (DPI) is now estimated to have increased 10.8 percent in the fourth quarter, revised up from 8.3 percent. Real DPI is now estimated to have decreased 1.2 percent in the first quarter; previously, real DPI had been estimated to have decreased 0.3 percent. The personal saving rate (personal saving as a percentage of current-dollar DPI) is now estimated to have decreased to 0.9 percent in the first quarter from 2.2 percent in the fourth quarter; previously, the personal saving rate had been estimated to have decreased to 0.6 percent from 1.6 percent.

11. For information on the methodology for estimating Federal income taxes, see Eugene P. Seskin, "Annual Revision of the National Income and Product Accounts," SURVEY OF CURRENT BUSINESS 78 (August 1998): 29-30.

Corporate Profits, next page.

## Corporate Profits

Profits from current production increased \$57.5 billion (4.5 percent at a quarterly rate) in the first quarter of 2005 after increasing \$150.8 billion (13.5 percent) in the fourth quarter of 2004 (table 10).<sup>12</sup> The large fourth-quarter increase in profits partly reflected the effects of four hurricanes that had reduced third-quarter profits by \$79.7 billion (annual rate); excluding the effects of the third-quarter hurricanes, profits from

12. Profits from current production is estimated as the sum of profits before tax, the inventory valuation adjustment, and the capital consumption adjustment; it is shown as "corporate profits with inventory valuation and capital consumption adjustments" in NIPA tables 1.7.5, 1.10-1.12, 1.14-1.16, and 6.16D.

Percent changes in profits are shown at quarterly, not annual, rates.

**Table 10. Corporate Profits**  
[Seasonally adjusted]

	Billions of dollars (annual rate)				Percent change from preceding quarter (quarterly rate)				
	Level		Change from preceding quarter						
	2005		2004		2004		2005		
	I	II	III	IV	I	II	III	IV	I
<b>Current production measures:</b>									
Corporate profits .....	1,326.3	8.3	-55.9	150.8	57.5	0.7	-4.8	13.5	4.5
Domestic industries .....	1,116.5	28.3	-59.3	150.8	36.4	2.9	-6.0	16.2	3.4
Financial .....	405.2	-7.9	-68.7	84.1	42.0	-2.2	-19.7	30.1	11.6
Nonfinancial .....	711.3	36.2	9.4	66.7	-5.6	6.0	1.5	10.3	-0.8
Rest of the world .....	209.8	-20.0	3.4	0.0	21.1	-9.7	1.8	0.0	11.2
Receipts from the rest of the world .....	331.5	6.6	7.5	30.8	-12.4	2.2	2.5	9.8	-3.6
Less: Payments to the rest of the world .....	121.8	26.6	4.2	30.8	-33.5	28.4	3.5	24.7	-21.6
Less: Taxes on corporate income .....	343.2	14.7	-17.9	42.4	47.5	5.7	-6.6	16.8	16.1
Equals: Profits after tax .....	983.0	-6.4	-38.0	108.3	10.0	-0.7	-4.2	12.5	1.0
Net dividends .....	442.8	9.8	10.8	110.7	-91.9	2.4	2.6	26.1	-17.2
Undistributed profits from current production .....	540.2	-16.2	-48.8	-2.4	101.9	-3.2	-10.0	-0.5	23.2
Net cash flow .....	1,337.5	-5.7	-1.6	-37.7	103.4	-0.4	-0.1	-3.0	8.4
<b>Industry profits:</b>									
Profits with IVA .....	1,267.0	15.2	-45.6	113.8	258.2	1.6	-4.8	12.7	25.6
Domestic industries .....	1,057.3	35.2	-48.9	113.8	237.2	4.9	-6.5	16.1	28.9
Financial .....	384.3	-7.3	-68.8	80.6	66.1	-2.3	-22.5	33.9	20.8
Nonfinancial .....	672.9	42.4	19.9	33.2	171.0	10.4	4.4	7.1	34.1
Rest of the world .....	209.8	-20.0	3.4	0.0	21.1	-9.7	1.8	0.0	11.2
<b>Addenda:</b>									
Profits before tax (without IVA and CCAAdj) .....	1,307.9	25.9	-55.5	125.1	250.0	2.7	-5.6	13.4	23.6
Profits after tax (without IVA and CCAAdj) .....	964.6	11.2	-37.6	82.6	202.5	1.6	-5.3	12.2	26.6
IVA .....	-40.8	-10.8	10.0	-11.3	8.3				
CCAAdj .....	59.2	-6.9	-10.3	37.0	-200.8	-2.9	-4.4	16.6	-77.2

NOTE: Levels of these and other profits series are shown in NIPA tables 1.12, 1.14, 1.15, and 6.16D.  
IVA Inventory valuation adjustment  
CCAAdj Capital consumption adjustment

current production increased 5.9 percent in the fourth quarter.

In the first quarter, both profits of domestic industries and profits from the rest of the world increased. In the fourth quarter, profits of domestic industries increased, and profits from the rest of the world were unchanged.<sup>13</sup>

Taxes on corporate income increased \$47.5 billion (16.1 percent) in the first quarter. After-tax profits from current production increased \$10.0 billion (1.0 percent).

The increase in profits of domestic industries was accounted for by profits of financial corporations, which increased \$42.0 billion (11.6 percent) after increasing \$84.1 billion (30.1 percent). In contrast, profits of nonfinancial corporations decreased \$5.6 billion (0.8 percent) after increasing \$66.7 billion (10.3 percent). Real gross value added increased, but profits per unit decreased. The decrease in unit profits reflected an increase in unit prices that was more than offset by an increase in unit labor costs; unit nonlabor costs were unchanged.

Profits from the rest of the world increased \$21.1 billion (11.2 percent) after no change in the fourth quarter. The first-quarter increase reflected a larger decrease in payments by domestic affiliates to foreign parents (which are deducted in the calculation of profits from the rest of the world) than the decrease in receipts from foreign affiliates of domestic parents. Payments by domestic affiliates to foreign parents decreased \$33.5 billion (21.6 percent) after increasing \$30.8 billion (24.7 percent). Receipts from foreign affiliates of domestic parents decreased \$12.4 billion (3.6 percent) after increasing \$30.8 billion (9.8 percent).

13. Profits from the rest of the world is the difference between (1) receipts by U.S. residents of earnings from foreign affiliates plus dividends received by U.S. residents from unaffiliated foreign corporations and (2) payments by U.S. affiliates of earnings to foreign parents plus dividends paid by U.S. corporations to unaffiliated foreign residents. These estimates include capital consumption adjustments (but not inventory valuation adjustments) and are derived from BEA's international transactions accounts.

Net dividends decreased \$91.9 billion (17.2 percent) after increasing \$110.7 billion (26.1 percent). The large fourth-quarter increase reflected the special dividend payment by the Microsoft Corporation.<sup>14</sup> Undistributed corporate profits (a measure of net saving that equals after-tax profits less dividends) increased \$101.9 billion (23.2 percent) in the first quarter after decreasing \$2.4 billion (0.5 percent).

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14. The total dividend payout was about \$32 billion (at a quarterly rate). GDP and profits of domestic corporations were not affected by the special dividend. The estimate of net dividends reflects the total dividend payout less the dividends received by U.S. corporations and by foreign residents. Because BEA's estimates of corporate profits and of income payments to, and receipts from, the rest of the world are partly based on confidential survey data, BEA cannot provide estimates of the effects of the special dividend on these components.

For more information, see "The Microsoft Special Dividend" at <[www.bea.gov/bea/faq/national/FAQ.htm](http://www.bea.gov/bea/faq/national/FAQ.htm)>.

Net cash flow from current production, a profits-related measure of internally generated funds available for investment, increased \$103.4 (8.4 percent) billion in the first quarter; in contrast, net cash flow decreased \$37.7 billion (3.0 percent) in the fourth quarter.<sup>15</sup> The ratio of cash flow to nonresidential fixed investment, an indicator of the extent to which the current level of investment could be financed by internally generated corporate funds increased to 102.4 in the first quarter from 95.9 in the fourth quarter. Preceding the fourth quarter, the ratio had remained above 100 for eight consecutive quarters.

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15. Cash flow from current production is undistributed profits with inventory valuation and capital consumption adjustments plus the consumption of fixed capital.

Government Sector, next page.

## Government Sector

“Net government saving,” the difference between current receipts and expenditures, was  $-\$246.6$  billion in the first quarter of 2005, increasing  $\$49.5$  billion from  $-\$296.1$  billion in the fourth quarter of 2004 (table 11).<sup>16</sup> The increase resulted from an increase in net Federal Government saving, which was partly offset by a decrease in net state and local government saving.

### Federal

Net Federal Government saving was  $-\$278.6$  billion in the first quarter of 2005, increasing  $\$53.1$  billion from  $-\$331.7$  billion in the fourth quarter of 2004. Both current receipts and current expenditures accelerated.

**Current receipts.** Federal Government current receipts increased  $\$118.4$  billion in the first quarter after increasing  $\$91.2$  billion in the fourth quarter. The acceleration was more than accounted for by accelerations in current tax receipts and in contributions for government social insurance; the acceleration was tempered by a larger first-quarter decrease in the current surplus of government enterprises and by decelerations in current transfer receipts and in income receipts on assets.

Current tax receipts increased  $\$96.5$  billion after increasing  $\$70.5$  billion. The acceleration was accounted for by accelerations in personal current taxes and in taxes on corporate income. Personal current taxes increased  $\$52.9$  billion after increasing  $\$29.5$  billion, reflecting an acceleration in nonwithheld income taxes, which increased  $\$37.8$  billion after increasing  $\$4.4$  billion. Taxes on corporate income increased  $\$42.0$  billion after increasing  $\$35.3$  billion. In contrast, taxes from the rest of the world turned down, decreasing  $\$1.2$  billion after increasing  $\$2.1$  billion; fourth-quarter taxes were boosted by taxes paid on the Microsoft dividends. Taxes on production and imports decelerated, increasing  $\$3.0$  billion after increasing  $\$3.5$  billion; the deceleration was primarily due to decelerations in air transport excise taxes.

Contributions for government social insurance increased  $\$22.7$  billion after increasing  $\$18.4$  billion. The acceleration was more than accounted for by supplementary medical insurance, which increased  $\$5.7$  billion after increasing  $\$0.1$  billion; the first-quarter increase resulted from an increase in the monthly

**Table 11. Government Sector Current Receipts and Expenditures**

[Billions of dollars, seasonally adjusted at annual rates]

	Level		Change from preceding quarter			
	2005		2004		2005	
	I	II	III	IV	I	
Current receipts .....	3,472.4	61.1	17.4	128.9	145.0	
Current expenditures .....	3,719.0	43.6	26.1	54.6	95.5	
<b>Net government saving .....</b>	<b>-246.6</b>	<b>17.5</b>	<b>-8.8</b>	<b>74.4</b>	<b>49.5</b>	
Social insurance funds .....	78.4	6.7	6.2	4.6	0.4	
Other .....	-325.0	10.7	-14.9	69.8	49.1	
<b>Federal</b>						
<b>Current receipts .....</b>	<b>2,175.4</b>	<b>33.8</b>	<b>16.7</b>	<b>91.2</b>	<b>118.4</b>	
Current tax receipts .....	1,268.9	24.6	3.4	70.5	96.5	
Personal current taxes .....	882.0	13.2	18.1	29.5	52.9	
Taxes on production and imports .....	95.7	0.3	-0.1	3.5	3.0	
Taxes on corporate income .....	282.2	11.6	-14.6	35.3	42.0	
Taxes from the rest of the world .....	9.1	-0.3	-0.1	2.1	-1.2	
Contributions for government social insurance .....	851.2	9.7	12.5	18.4	22.7	
Income receipts on assets .....	24.0	-0.7	0.7	0.8	0.3	
Current transfer receipts .....	28.8	0.1	0.4	1.8	0.4	
Current surplus of government enterprises .....	2.4	-0.1	-0.2	-0.2	-1.7	
<b>Current expenditures .....</b>	<b>2,454.1</b>	<b>22.8</b>	<b>11.7</b>	<b>47.9</b>	<b>65.4</b>	
Consumption expenditures .....	737.0	9.2	12.7	0.6	23.4	
National defense .....	501.3	8.4	13.5	-3.1	17.3	
Nondefense .....	235.7	0.7	-0.7	3.6	6.2	
Current transfer payments .....	1,448.0	2.0	0.9	40.6	38.6	
Government social benefits .....	1,048.5	6.8	11.3	18.0	26.2	
To persons .....	1,045.4	6.8	11.2	17.9	26.2	
To the rest of the world .....	3.1	0.0	0.1	0.1	0.0	
Other current transfer payments .....	399.5	-4.8	-10.4	22.6	12.4	
Grants-in-aid to state and local governments .....	360.8	5.9	-9.8	19.5	-0.8	
To the rest of the world .....	38.8	-10.7	-0.6	3.1	13.3	
Interest payments .....	222.5	9.6	-0.7	4.2	-1.7	
Subsidies .....	46.5	-1.0	0.3	2.6	4.9	
Less: Wage accruals less disbursements .....	0.0	-3.0	1.5	0.0	0.0	
<b>Net Federal Government saving .....</b>	<b>-278.6</b>	<b>11.0</b>	<b>5.0</b>	<b>43.3</b>	<b>53.1</b>	
Social insurance funds .....	77.5	6.7	6.1	4.7	0.8	
Other .....	-356.1	4.3	-1.0	38.5	52.3	
<b>State and local</b>						
<b>Current receipts .....</b>	<b>1,657.8</b>	<b>33.3</b>	<b>-9.2</b>	<b>57.3</b>	<b>25.8</b>	
Current tax receipts .....	1,094.0	24.9	5.0	27.7	25.3	
Personal current taxes .....	263.9	10.8	0.2	5.9	8.7	
Taxes on production and imports .....	781.6	12.2	7.5	15.5	12.2	
Taxes on corporate income .....	48.5	2.0	-2.8	6.3	4.5	
Contributions for government social insurance .....	16.7	0.4	0.4	0.2	-0.3	
Income receipts on assets .....	84.4	0.4	0.9	1.1	-0.2	
Current transfer receipts .....	461.7	8.1	-14.7	28.8	1.6	
Federal grants-in-aid .....	360.8	5.9	-9.8	19.5	-0.8	
Other .....	100.9	2.2	-4.9	9.4	2.3	
Current surplus of government enterprises .....	1.0	-0.6	-0.7	0.6	-0.6	
<b>Current expenditures .....</b>	<b>1,625.8</b>	<b>26.9</b>	<b>4.5</b>	<b>26.2</b>	<b>29.4</b>	
Consumption expenditures .....	1,135.8	12.0	13.7	16.1	14.2	
Government social benefits .....	394.8	14.7	-9.9	9.4	14.3	
Interest payments .....	94.5	0.1	0.8	0.7	0.9	
Subsidies .....	0.7	0.0	0.0	0.0	0.0	
Less: Wage accruals less disbursements .....	0.0	0.0	0.0	0.0	0.0	
<b>Net state and local government saving .....</b>	<b>32.0</b>	<b>6.5</b>	<b>-13.8</b>	<b>31.1</b>	<b>-3.6</b>	
Social insurance funds .....	0.9	0.1	0.1	-0.1	-0.5	
Other .....	31.1	6.3	-13.9	31.2	-3.1	
<b>Addenda:</b>						
Net lending or net borrowing (-) <sup>1</sup> .....	-388.9	7.7	-0.8	66.2	59.4	
Federal .....	-327.9	12.3	-3.4	42.2	58.4	
State and local .....	-61.0	-4.6	2.6	24.0	1.0	

1. "Net lending or borrowing" is similar to "net financial investment" in the flow-of-funds accounts prepared by the Federal Reserve Board. The two measures differ primarily because government net lending or borrowing is estimated from data for transactions, whereas net financial investment is estimated from data for financial assets. There are also small conceptual differences, such as the classification of the Federal Government's railroad retirement and veterans life insurance programs.

16. Net government saving is shown in NIPA tables 3.1-3.3.

premium paid by participants in Medicare Part B from \$66.60 to \$75.30 in January.

Current surplus of government enterprises decreased \$1.7 billion after decreasing \$0.2 billion. Current transfer receipts increased \$0.4 billion after increasing \$1.8 billion, and income receipts on assets increased \$0.3 billion after increasing \$0.8 billion.

**Current expenditures.** Federal Government current expenditures increased \$65.4 billion after increasing \$47.9 billion. The acceleration was more than accounted for by accelerations in consumption expenditures and in subsidies that were partly offset by a downturn in interest payments and a slight deceleration in current transfer payments.

Consumption expenditures increased \$23.4 billion after increasing \$0.6 billion. The acceleration was accounted for by an upturn in defense consumption expenditures and an acceleration in nondefense consumption expenditures.

Defense consumption expenditures increased \$17.3 billion after decreasing \$3.1 billion. The turnaround was accounted for by an upturn in expenditures for defense services, which increased \$9.5 billion after decreasing \$7.9 billion (these expenditures consist of expenditures for research and development, for transportation of materials, for travel, and for other services). Compensation of defense employees increased \$7.0 billion after increasing \$1.4 billion; the acceleration was mostly accounted for by the January 2005 pay raise, which boosted compensation \$4.5 billion.

Nondefense consumption expenditures increased \$6.2 billion after increasing \$3.6 billion. The acceleration was accounted for by compensation of nondefense employees, which increased \$3.0 billion after increasing \$0.5 billion; the pickup in compensation was mostly accounted for by the January 2005 pay raise, which boosted compensation \$2.7 billion.

Subsidies increased \$4.9 billion after increasing \$2.6 billion. The acceleration was accounted for by agricultural subsidies.

In contrast, interest payments decreased \$1.7 billion after increasing \$4.2 billion. The downturn was more than accounted for by interest paid to persons and business, which decreased \$9.4 billion after decreasing \$1.2 billion.

Current transfer payments increased \$38.6 billion after increasing \$40.6 billion. The deceleration was more than accounted for by a deceleration in "other current transfer payments" that was partly offset by an acceleration in government social benefit payments.

"Other current transfer payments" increased \$12.4 billion after increasing \$22.6 billion. The deceleration was more than accounted for by a downturn in grants-in-aid to state and local governments, which decreased \$0.8 billion after increasing \$19.5 billion. The downturn was primarily accounted for by a downturn in grants for education, which decreased \$7.7 billion after increasing \$5.5 billion; grants for "other income support" and for welfare and social services also turned down.

The downturn in grants-in-aid to state and local governments was moderated by an acceleration in "other current transfer payments to the rest of the world," which increased \$13.3 billion after increasing \$3.1 billion. The acceleration reflected a payment of \$3.0 billion (\$12.0 billion at an annual rate) to Israel and Egypt for economic support.

Federal Government social benefits increased \$26.2 billion after increasing \$18.0 billion. The acceleration mainly reflected a 2.7-percent cost-of-living adjustment that boosted benefits \$15.2 billion for social security (old-age, survivors, disability, and health insurance), veterans pensions, supplemental security income, and other programs. The acceleration was also attributable to payments for the Earned Income and Child Tax Credits, which boosted social benefits \$5.3 billion.

### State and local

Net state and local government saving was \$32.0 billion in the first quarter of 2005, decreasing \$3.6 billion from \$35.6 billion in the fourth quarter of 2004. Current receipts decelerated sharply, and current expenditures accelerated.

**Current receipts.** State and local government current receipts increased \$25.8 billion after increasing \$57.3 billion. The deceleration was mostly accounted for by a deceleration in current transfer receipts, but current tax receipts also decelerated.

Current transfer receipts increased \$1.6 billion after increasing \$28.8 billion. The deceleration was mostly accounted for by a downturn in Federal grants-in-aid, which decreased \$0.8 billion after increasing \$19.5 billion. Transfer receipts from business increased \$0.7 billion after increasing \$7.8 billion; third-quarter receipts were reduced as a result of the effects of the hurricanes on the transactions of state-owned insurance enterprises in Florida and Louisiana.

Current tax receipts increased \$25.3 billion after increasing \$27.7 billion. The deceleration was accounted

for by a deceleration in taxes on production and imports, which increased \$12.2 billion after increasing \$15.5 billion, mostly as a result of a deceleration in state sales taxes. Taxes on corporate income increased \$4.5 billion after increasing \$6.3 billion.

**Current expenditures.** State and local government current expenditures increased \$29.4 billion after increasing \$26.2 billion. Government social benefit payments accelerated, and consumption expenditures decelerated.

Government social benefit payments increased \$14.3 billion after increasing \$9.4 billion. The acceleration was mainly attributable to an acceleration in Medicaid payments.

Consumption expenditures increased \$14.2 billion after increasing \$16.1 billion. The deceleration was more than accounted for by a deceleration in the purchases of nondurable goods, which increased \$4.8 billion after increasing \$9.8 billion.

### Net lending or net borrowing

“Net lending or net borrowing (–)” is an alternative measure of the government fiscal position. It is the financing requirement of the government sector, and it is derived as net government saving plus the consumption of fixed capital and “capital transfers received

(net)” less gross investment and net purchases of non-produced assets.<sup>17</sup>

Net borrowing was \$388.9 billion in the first quarter, decreasing \$59.4 billion from \$448.3 billion in the fourth quarter. Federal Government net borrowing was \$327.9 billion in the first quarter, decreasing \$58.4 billion from \$386.3 billion in the fourth quarter; net Federal Government saving increased \$53.1 billion after increasing \$43.3 billion. State and local government net borrowing was \$61.0 billion in the first quarter, decreasing \$1.0 billion from \$62.0 billion in the fourth quarter.

Gross government investment turned down, decreasing \$4.1 billion after increasing \$10.6 billion.<sup>18</sup> Federal Government gross investment decreased \$5.9 billion after increasing \$6.6 billion; both defense gross investment and nondefense gross investment turned down. State and local government gross investment increased \$1.8 billion after increasing \$4.0 billion; the deceleration was mostly accounted for by a deceleration in gross investment for structures, which increased \$0.8 billion after increasing \$2.8 billion.

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17. These estimates are also shown in NIPA tables 3.1–3.3.

18. See the addenda to NIPA tables 3.1–3.3.

## U.S. Travel and Tourism Satellite Accounts for 2001–2004

By Peter Kuhbach and Bradlee A. Herauf

**T**HE tourism industry's rebound from a marked slowdown in 2001 has accelerated in recent years, though employment remains weak across the industry, according to the most recent estimates from the travel and tourism satellite accounts of the Bureau of Economic Analysis (BEA).<sup>1</sup>

The estimates show that total output by the tourism industry—a measure of the value of domestically produced goods and services for tourists and all supporting production—has risen every year since 2001 in current dollars.<sup>2</sup> In 2004, total output increased 6.8 percent after increasing 3.8 percent in 2003 and 0.5 percent in 2002; in 2001, total tourism output decreased 4.4 percent.

While the tourism industry has clearly gained strength, the new estimates also show that the industry has continued to evolve in significant ways:

- Total output growth since 2001 has accelerated, despite job losses in 2001–2003 and weak job growth in 2004.
- Tourism industry value added has rebounded since 2001.
- The tourism industry's composition of output and employment has shifted. Traveler accommodations and passenger air transportation services accounted for a smaller share of direct output and employment in 2004 than in 2000.
- The composition of tourism demand by type of visitor has shifted. Business travel, inbound tourism, and outbound tourism accounted for smaller shares of total demand in 2003 than in 2000. Travel by resident households and by government accounted for larger shares.

The most recent estimates of BEA's travel and tourism satellite accounts include advance estimates of total output and employment for 2004 and revised estimates for the full set of accounts for 2001–2003. The new estimates incorporate newly available data

from BEA's input-output (I-O) accounts and updated data from the national income and products accounts (NIPAs). The travel and tourism accounts in their entirety are available on BEA's Web site at <[www.bea.gov](http://www.bea.gov)>; see the box "Data Availability."

With its most recent release, BEA has enhanced the estimates of the tourism industry in several ways:

- For the first time, estimates of total (direct and indirect) tourism employment are available.
- Two new tables have been added to the travel and tourism accounts. One new table shows direct and total tourism-related output by commodity (table 5); the other shows total tourism-related employment by industry (table 7).
- Detailed estimates of output and employment are available sooner. The estimates are now released 6 months, rather than 9 months, after the end of the year.
- Detailed estimates derived from the I-O accounts are also now available sooner, that is 18 months, rather than 21 months, after the end of the year.

The rest of this article presents a more detailed discussion of tourism activity in 2000–2004. It also looks at the revisions to the estimates and the source data and methods that were used to prepare them.

### Output and Employment

#### Output

In 2004, total tourism-related output increased to \$954.8 billion, up from \$897.8 billion in 2000 (chart

#### Data Availability

The detailed annual estimates of tourism activity for 2003 are presented in seven tables at the end of this article. The detailed annual estimates for 1998–2003 and estimates of tourism output and employment for 2004 and the first quarter of 2005 are available on BEA's Web site at <[www.bea.gov](http://www.bea.gov)> under "Industry" and "Travel and Tourism."

1. In this article, the term "tourism industry" refers to BEA's travel and tourism satellite accounts.

2. BEA is currently researching the feasibility of adding price-adjusted measures of tourism activity to the travel and tourism satellite accounts.

1). This output consisted of \$546.4 billion in direct tourism output, which is defined as the output of goods and services sold directly to visitors, and \$408.4 billion in indirect tourism output, which is defined as the output of goods and services used to produce the direct output. (For more information about the relationship between direct and indirect output, see the box “Output and Employment Multipliers.”)

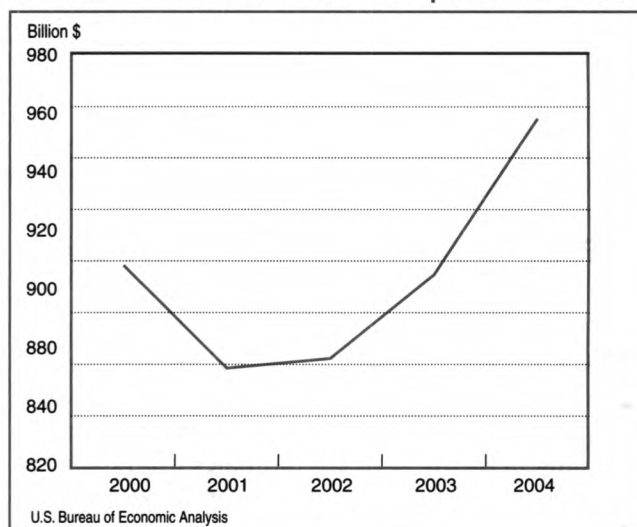
The growth in direct output reflected growth in all the components of the tourism industry, particularly in 2003–2004. Sales of “food services and drinking places” increased 9.7 percent in 2004 after increasing 4.4 percent in 2003 (table A). Sales of “passenger air transportation” grew 6.9 percent in 2004 after increasing 4.6 percent in 2003. Sales of “recreation and entertainment” increased 6.4 percent in 2004 after rising 4.5 percent in 2003. In 2003–2004, these three industries accounted for more than 55 percent of the growth in the tourism industry.

The relatively weak performance of some industries was influenced by a drop in prices. For example,

**Table A. Direct Tourism Output and Percent Changes, 2000–2004**

	Billions of dollars					Percent change from preceding period				
	2000	2001	2002	2003	2004	2000	2001	2002	2003	2004
<b>All tourism commodities.....</b>	<b>515.5</b>	<b>492.1</b>	<b>494.1</b>	<b>512.2</b>	<b>546.4</b>	<b>7.4</b>	<b>-4.5</b>	<b>0.4</b>	<b>3.7</b>	<b>6.7</b>
Traveler accommodations.....	88.1	81.2	81.1	81.8	86.8	10.7	-7.8	-0.1	0.8	6.1
Passenger air transportation.....	100.5	87.3	82.6	86.4	92.3	10.4	-13.2	-5.3	4.6	6.9
All other transportation-related commodities.....	101.8	101.5	100.1	103.9	108.7	4.3	-0.4	-1.3	3.8	4.6
Food services and drinking places.....	83.0	83.7	87.9	91.8	100.7	4.3	0.9	5.0	4.4	9.7
Recreation and entertainment.....	59.4	60.6	64.3	67.2	71.5	8.4	2.1	6.2	4.5	6.4
Shopping.....	82.7	77.8	77.9	81.1	86.4	6.8	-5.9	0.1	4.1	6.5

**Chart 1. Total Tourism-Related Output in 2000–2004**



spending for domestic passenger air transportation in current dollars fell at an average annual rate of 2.9 percent in 2000–2004. That drop in spending reflected a fall in air transportation prices, which stimulated demand but to a lesser extent than the fall in prices. Other data from BEA provide confirmation. Personal consumption expenditures for airlines in the NIPAs show that current-dollar spending on airline services fell at an average annual rate of 3.3 percent in 2000–2004, while price-adjusted spending rose at an average annual rate of 1.7 percent.

In addition, the strong growth in some industries in 2000–2004 led to a change in the current-dollar composition of the tourism industry. “Food services and drinking places” and “recreation and entertainment”

### Output and Employment Multipliers

Using “multipliers,” economists can estimate the total effect of a single activity in a specific industry on the entire economy.

For example, suppose that sales of domestic passenger air transportation services were \$60.0 billion in a given period. To produce this amount of direct output would require other, indirect economic output, such as sales to airlines of jet fuel and inflight goods and services. To estimate the value of this indirect output, the direct output is multiplied by an output multiplier. The result is total output, which captures both the direct and indirect output. In this case, multiplying the \$60.0 billion in direct output by its output multiplier of 1.66 yields total output of \$99.6 billion. Subtracting the direct output from the total output leaves \$39.6 billion in indirect output.

Similarly, economists use employment multipliers to estimate how many total jobs are needed to support a given level of employment in a specific industry. Suppose

that the air transportation services industry employs 600,000 workers in a given period. This level of direct employment would necessitate additional employment in other industries. To estimate the number of these indirect jobs, the number of direct jobs is multiplied by its employment multiplier. The result is total employment, which captures direct jobs and indirect jobs. In this case, multiplying the 600,000 jobs in this industry by its employment multiplier of 1.77 yields total employment of 1.1 million. Subtracting direct jobs from the total jobs leaves 462,000 indirect jobs.

For the most recent estimates of the travel and tourism accounts, BEA used output multipliers from the Industry Economics Division to calculate total tourism-related output by commodity (table 5) and employment multipliers from the Regional Economic Analysis Division to calculate total tourism-related employment by industry (table 7).



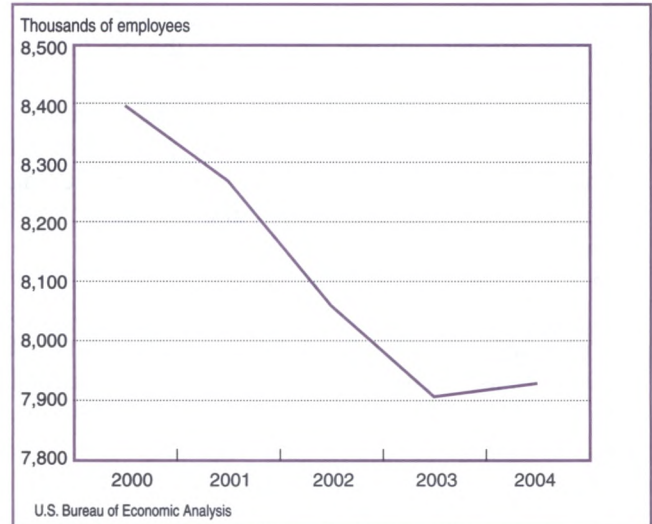
accounted for 31.5 percent of direct tourism output in 2004, up from 27.6 percent in 2000 (chart 2).

In contrast, passenger air transportation accounted for 16.9 percent of direct tourism output, down from 19.5 percent in 2000. And despite strong growth in 2004, spending for traveler accommodations accounted for only 15.9 percent of the total tourism-related output, down from 17.1 percent in 2000. These two industries have taken a longer time to recover from the economic downturn in 2000–2001.

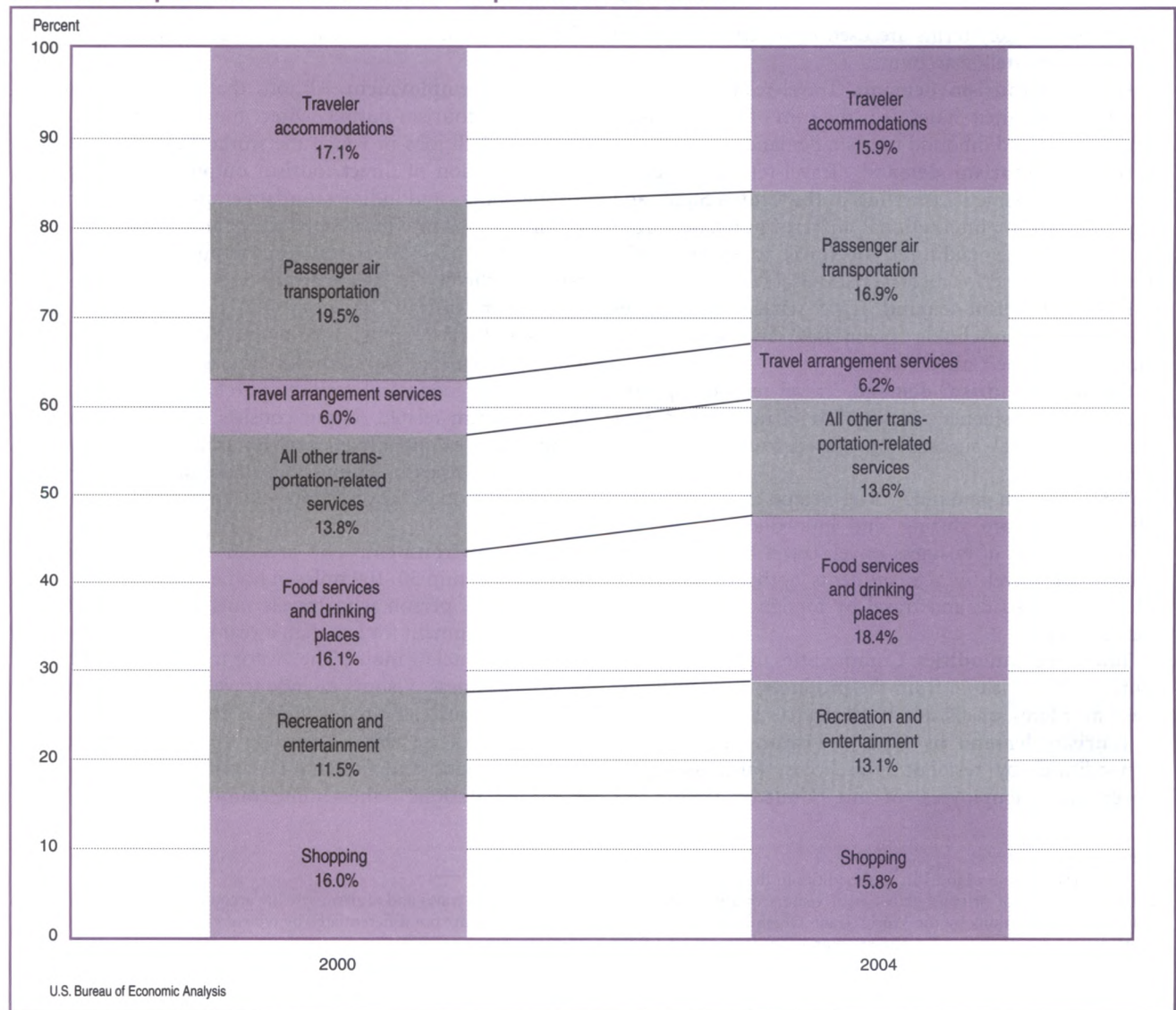
**Employment**

While tourism-related output has recovered from the slowdown in 2001, tourism-related employment has remained below the peak levels of 2000. Total employment fell at an average annual rate of 2.0 percent in 2000–2003 before edging up 0.3 percent in 2004 (chart 3).

**Chart 3. Total Tourism-Related Employment in 2000–2004**



**Chart 2. Composition of Direct Tourism Output in 2000 and 2004**



Total tourism-related employment includes 5.4 million direct employment positions and 2.5 million indirect employment positions. Direct tourism employment includes all jobs engaged in the production of direct tourism output, such as hotel staff, airline pilots, and souvenir sellers. Indirect tourism employment includes all jobs engaged in the production of indirect tourism output, such as workers producing hotel toiletries, meals for airlines, and the plastic used in souvenirs. (See the box “Key Terms.”)

In 2000–2004, the travel accommodations industry shed the most direct tourism jobs (chart 4). It lost jobs at an average annual rate of 1.6 percent—a total of 86,100 jobs. Jobs in air transportation services declined at an average annual rate of 3.3 percent—76,000 jobs.

And jobs in “travel arrangement and reservation services” declined at a 5.5-percent average annual rate—52,100 jobs.

Despite the overall employment weakness, some industries added jobs. Employment in “food services and drinking places,” for example, increased at an average annual rate of 0.7 percent, creating 47,400 jobs. Jobs in the gambling industry rose at a 1.6-percent rate, adding nearly 10,900 jobs. And participant sports jobs gained at a 1.1-percent rate, adding 9,100 jobs.

In a few cases, the weakness in employment coincided with strong gains in output and value added. For example, direct employment in the “travel arrangement and reservation services” industry declined at an average annual rate of 5.5 percent in 2000–2004, but

### Key Terms

The following key terms are used to describe the travel and tourism satellite accounts.

**Domestic tourism demand.** Travel-related expenditures in the United States. It is the sum of internal tourism demand and inbound tourism demand.

**Inbound tourism demand.** Travel-related expenditures by nonresidents traveling in the United States and expenditures for international air fares purchased from U.S. airlines. Expenditures for travel to study in the United States and for medical reasons are excluded.

**Internal tourism demand.** Travel-related expenditures by resident households, businesses, and government employees in the United States.

**Outbound tourism demand.** Travel-related expenditures by U.S. residents traveling abroad and expenditures for international air fares purchased from foreign airlines.

**Total tourism demand.** Travel-related expenditures by all visitors before, during, and immediately after each trip. It consists of business travel, travel by government employees, travel by U.S. residents both in the United States and abroad, and travel by foreign visitors to the United States.

**Tourism commodities.** Commodities that are typically purchased by visitors from the producer, such as airline passenger fares, meals, and hotel services.<sup>1</sup>

**Tourism demand by type of visitor.** Travel-related expenditures by resident households, businesses, and government employees in the United States. This

demand measures the composition of internal tourism demand.<sup>2</sup>

**Tourism employment.** All jobs that involve the production of tourism output. Direct tourism employment consists of all jobs in which the workers are engaged in the production of direct tourism output (for example, airline pilots), and indirect tourism employment consists of all the jobs in which the workers are engaged in the production of indirect tourism output (for example, workers who deliver fuel to airlines).

**Tourism output.** Domestically produced tourism goods and services purchased by travelers. Tourism output is calculated as domestic tourism demand less imports of goods and services purchased by travelers. Total tourism-related output consists of direct tourism output (for example, passenger air transportation) and the indirect tourism output that is required to support the production of the direct output (for example, fuel for airplanes).

**Usual environment.** The area of normal, everyday activities, within 50–100 miles of home.<sup>3</sup>

**Visitor.** A person who travels outside of his or her usual environment for less than a year or who stays overnight in a hotel or motel. The visitor may travel for pleasure or business. Visitors exclude travelers who expect to be compensated at the location of their visit (such as migrant workers, persons traveling to new assignments, and diplomatic and military personnel traveling from their duty stations to their home countries).

1. The classification of tourism commodities in the satellite accounts is based on a list of primary activities of visitors that was developed from recommendations by the World Trade Organization and by the Organisation for Economic Co-operation and Development, and from various surveys of U.S. visitors.

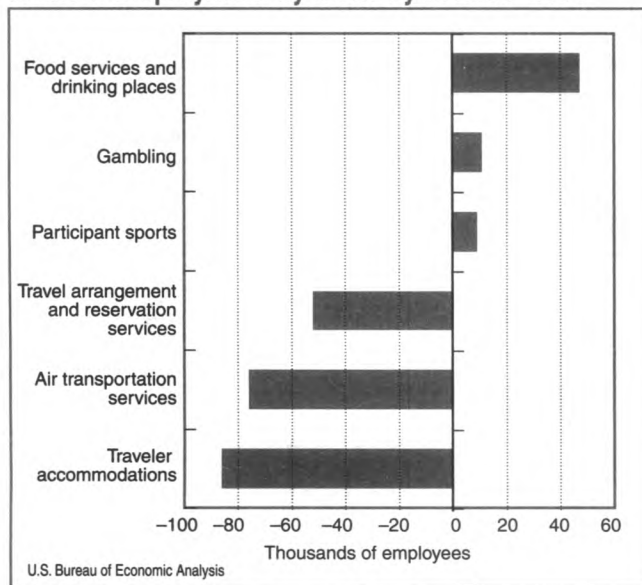
2. In the U.S. travel and tourism satellite accounts, inbound and outbound visitors are not differentiated by type of visitor, because the data to prepare these estimates are not available.

3. The size of the area depends on the availability of source data.

direct output climbed at an average annual rate of 2.7 percent. In 2000–2003 (the most recent year for which data are available), value added climbed at a rate of 5.5 percent. These trends indicate that travelers are relying less on traditional, locally sourced travel arrangement services and more on Internet-based services.

Overall, the composition of direct employment in the tourism industry has changed. Most notably, jobs in food services and drinking places accounted for 30.5 percent of the total direct tourism employment in 2004, up from 28.2 percent in 2000.

**Chart 4. Largest Losses and Gains in Direct Tourism Employment by Industry in 2000–2004**



**Tourism Demand and Value Added**

**Total tourism demand**

In 2003 (the most recent year for which data are available), total tourism demand increased 3.3 percent, the first increase since the slowdown in 2001, but well below the 8.2-percent growth in 2000 (table B). Total tourism demand is defined as the sum of expenditures by resident households, businesses, and government, of inbound tourism (foreigners visiting the United States), and of outbound tourism (U.S. residents traveling abroad).

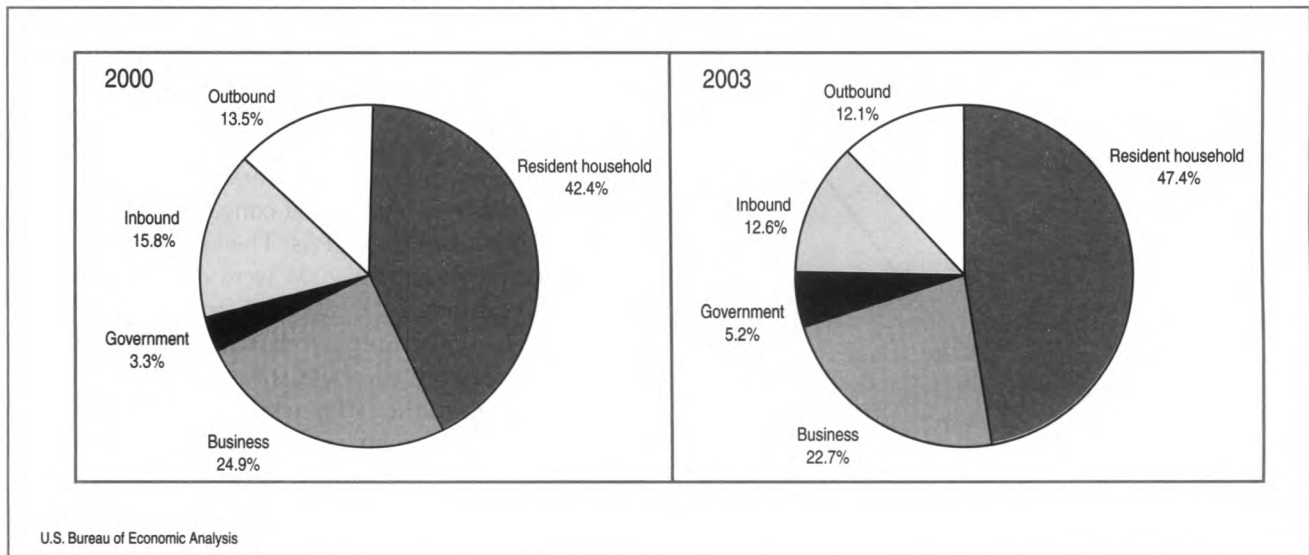
The rebound in demand reflected strong growth in several industries. Demand in domestic passenger air transportation services grew 7.0 percent in 2003 after decreasing 7.9 percent in 2002. Tourism demand in passenger water transportation services grew 9.2 percent after decreasing 1.6 percent. And tourism demand in automotive rental and leasing grew 9.4 percent after decreasing 1.1 percent.

Tourism demand by type of visitor shifted in significant ways (chart 5). Perhaps most strikingly, in 2000–2003, international travel declined significantly.

**Table B. Total Tourism Demand and Percent Changes, 2000–2003**

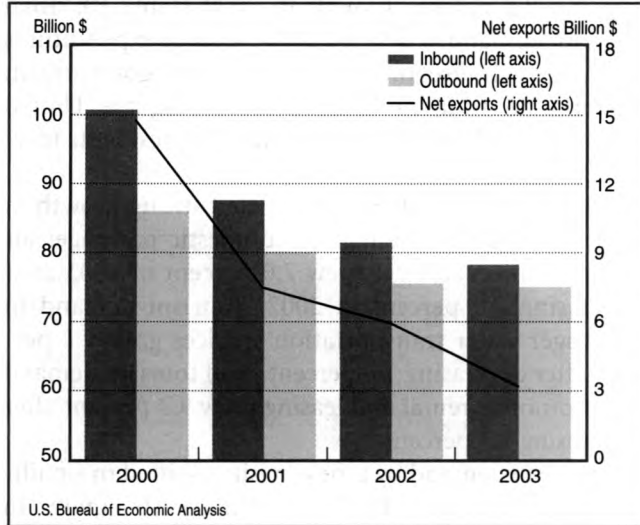
	Billions of dollars				Percent change from preceding period			
	2000	2001	2002	2003	2000	2001	2002	2003
<b>Total tourism demand</b> .....	<b>634.8</b>	<b>604.2</b>	<b>599.4</b>	<b>619.1</b>	<b>8.2</b>	<b>-4.8</b>	<b>-0.8</b>	<b>3.3</b>
Resident household.....	269.4	276.8	279.6	293.5	5.7	2.8	1.0	4.9
Business.....	158.1	135.6	135.0	140.6	11.7	-14.2	-0.4	4.1
Government.....	20.9	24.3	28.2	32.1	3.5	16.2	16.0	13.8
Inbound.....	100.5	87.4	81.3	78.1	8.7	-13.0	-7.1	-3.9
Outbound.....	85.8	80.0	75.3	74.9	10.9	-6.8	-5.8	-0.6

**Chart 5. Composition of Tourism Demand by Type of Visitor in 2000 and 2003**



Annually, outbound tourism fell 4.4 percent, and inbound tourism fell 8.1 percent. As a result, U.S. net exports of tourism in 2003 are less than a quarter of their 2000 level (chart 6).

**Chart 6. U.S. Trade in Tourism in 2000–2003**

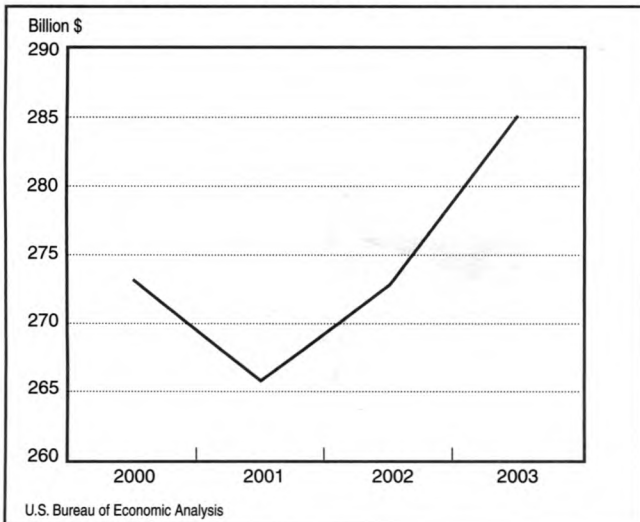


**Value added**

In 2003 (the most recent year for which estimates are available), the tourism industry’s current-dollar value added grew 4.5 percent to \$285.0 billion after increasing 2.7 percent to \$272.7 billion in 2002 and after decreasing 2.7 percent to \$265.7 billion in 2001 (chart 7). In all 3 years, the tourism industry growth rate lagged the growth rate of current-dollar gross domestic product (GDP).<sup>3</sup> An industry’s value added measures the

3. Current-dollar GDP grew 4.9 percent in 2003, 3.5 percent in 2002, and 3.2 percent in 2001.

**Chart 7. Tourism Value Added in 2000–2003**



industry’s contribution to gross domestic product (GDP); it is defined as an industry’s gross output minus its intermediate inputs.

The growth in value added in 2003 reflected upturns in several industries. The value added of air transportation services rose 11.8 percent after decreasing 1.4 percent in 2002. The value added of “travel arrangement and reservation services” grew 9.6 percent after increasing 2.4 percent in 2002.

Despite the growth in the tourism industry, its share of GDP remained at 2.6 percent in 2001–2003, below its 2.8-percent share in 1998–2000. However, the tourism industry still accounted for a larger share of GDP than other industries, such as agriculture, motor vehicles, computer and electronic products, and utilities (table C).

**Table C. Value Added as a Share of Gross Domestic Product, 2003**

Industry	Value added (millions of dollars)	Value added as share of GDP (percent)
Banking <sup>1</sup> .....	440,393	4.0
Ambulatory health care services.....	391,098	3.6
Hospitals and nursing and residential care facilities.....	298,244	2.7
Broadcasting and telecommunications.....	283,048	2.6
<b>Tourism.....</b>	<b>285,027</b>	<b>2.6</b>
Insurance carriers and related activities.....	256,010	2.3
Utilities.....	222,153	2.0
Chemical products.....	181,542	1.6
Securities, commodity contracts, and investments.....	168,068	1.5
Legal services.....	160,587	1.5
Computer and electronic products.....	147,631	1.3
Mining.....	130,331	1.2
Computer systems design and related services.....	126,630	1.2
Motor vehicles, bodies and trailers, and parts.....	121,860	1.1
Publishing industries (includes software).....	120,907	1.1
Agriculture, forestry, fishing, and hunting.....	113,907	1.0

1. Federal Reserve banks, credit intermediation, and related activities

**Revisions and Source Data**

The revised estimates of travel and tourism for 2001–2003 and the advance estimates for 2004 are based on estimates from other BEA accounts. For 2001–2003, the travel and tourism estimates of output, value added, tourism demand, and employment are based on the revised annual input-output (I-O) accounts for 2001–2003, which were released in December 2004.<sup>4</sup> The estimates of direct tourism output for 2004 were derived from the annual I-O estimates for 2003 and estimates of personal consumption expenditures for 2004 from the NIPAs. The estimates of direct tourism employment for 2004 were derived from the annual I-O estimates for 2003 and from data from the Quarterly Census of Employment and Wages for 2004 from the Bureau of Labor Statistics.

The revisions to the estimates of direct tourism output and direct tourism employment were generally

4. George M. Smith, Matthew J. Gruenberg, Tameka R.L. Harris, and Erich H. Strassner, “Annual Industry Accounts: Revised Estimates for 2000–2003,” SURVEY OF CURRENT BUSINESS 85 (January 2005): 9–43.

small (tables D and E). The revised estimates for 2001–2002 incorporate estimates from the most recently released annual I-O accounts for 2001–2002. The estimates for 2003 are based on an initial set of I-O accounts for 2003.

The estimates of total tourism-related output and total tourism-related employment were derived by applying output and employment “multipliers” to the estimates of direct output and direct employment. (For more information, see the box “Output and Employment Multipliers.”)

**Table D. Revisions to Total Tourism-Related Output, 2001–2003**

	Billions of dollars			Percent change from previous release		
	2001	2002	2003	2001	2002	2003
<b>All tourism commodities</b> .....	<b>857.8</b>	<b>861.8</b>	<b>894.1</b>	<b>-0.2</b>	<b>-1.3</b>	<b>-2.3</b>
Traveler accommodations.....	124.0	123.8	124.8	-0.5	-1.3	-1.1
Passenger air transportation .....	144.7	137.0	143.3	-2.0	-1.3	-4.2
All other transportation-related commodities .....	171.6	169.2	175.7	0.5	-1.9	-1.6
Food services and drinking places.....	156.5	164.3	171.5	1.4	0.5	-1.9
Recreation and entertainment.....	99.7	105.9	110.6	-2.6	-3.3	-4.3
Shopping.....	161.4	161.6	168.2	0.7	-0.9	-1.0

**Table E. Revisions to Direct Tourism Employment, 2001–2003**

	Thousands of employees			Percent change from previous release		
	2001	2002	2003	2001	2002	2003
<b>All tourism industries</b> .....	<b>5,624.3</b>	<b>5,499.5</b>	<b>5,402.1</b>	<b>2.0</b>	<b>1.8</b>	<b>0.3</b>
Traveler accommodations.....	1,370.1	1,323.1	1,312.8	0.8	1.2	0.1
Air transportation services .....	595.3	544.7	524.0	0.0	0.1	1.6
All other transportation-related industries .....	700.0	659.7	621.1	0.1	-0.7	-3.6
Food and beverage services.....	1,594.5	1,634.9	1,630.5	3.2	2.9	0.8
Recreation and entertainment.....	597.1	595.5	590.2	1.1	0.6	-1.9
Shopping.....	566.5	545.6	529.0	1.4	0.6	-1.1

## Methodology

The advance estimates for 2004 are presented in two tables. One table presents direct and total tourism-related output, and the other table presents direct and total tourism-related employment.

The revised estimates for 2003 are presented in a set of seven core tables: Production of commodities by industry, supply and consumption of commodities, demand for commodities by type of visitor, output and value added by industry, output by commodity, employment and compensation of employees by industry, and total tourism-related employment by industry.

**Production of commodities by industry (table 1).** The estimates of commodities purchased by visitors and the industries that produce the commodities are from the annual input-output (I-O) accounts.

**Supply and consumption of commodities (table 2).** The estimates of total supply in purchasers’ prices are derived by summing domestic production by commodity in producers’ prices, imports, wholesale

and retail margins, and transportation costs and by adjusting for change in private inventories. Total consumption is the sum of intermediate expenditures (private and government), personal consumption expenditures, gross private fixed investment, government final expenditures, and exports of goods and services.

**Demand for commodities by type of visitor (table 3).** These estimates are based on survey data on visitor spending behavior that are used to break down total consumption estimates from the supply and consumption of commodities table into tourism demand by type of visitor.<sup>5</sup> Total tourism demand is the sum of demand by the four types of domestic visitors (resident households, business, government, and nonresidents). Tourism commodity ratios are estimated by dividing total tourism demand for a commodity by total demand for the commodity by all users. A commodity’s tourism commodity ratio indicates the share of its output that is sold to visitors.

**Output and value added by industry (table 4).** Tourism industry ratios are calculated from estimates in the production by industry table and from the demand for commodities table. The industry output estimates from the production table are multiplied by the tourism commodity ratios from the demand table in order to obtain tourism industry ratios. The estimates of tourism output, tourism intermediate consumption, and tourism value added are calculated by multiplying industry output, intermediate consumption, and value added by the tourism industry ratios. An

5. The surveys used to estimate demand for commodities by type of visitor are the Consumer Expenditure Survey of the Bureau of Labor Statistics, the In-Flight Survey of the Department of Commerce’s International Trade Administration, and private surveys done by D.K. Shifflet and Associates.

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industry's tourism industry ratio indicates the share of its output that is sold to visitors.

**Output by tourism commodity (table 5).** Domestic production is multiplied by the tourism commodity ratio in order to obtain direct tourism output for each commodity. Direct tourism output is multiplied by the total commodity output multiplier in order to derive total tourism-related output for each commodity.

**Employment and employee compensation by industry (table 6).** The estimates of employment and employee compensation by industry are derived from

the annual I-O accounts. These estimates are then multiplied by the tourism industry ratio in order to derive estimates of tourism employment and tourism compensation. Average compensation per tourism employee is calculated by dividing tourism compensation by tourism employment.

**Total tourism-related employment by industry (table 7).** These estimates are derived by multiplying the estimates of tourism employment by total industry employment multipliers.

*Tables 1 through 7 follow.*

**Table 1. Production of Commodities by Industry, 2003—Continues**  
 (Millions of dollars)

Commodity	Industry													
	Traveler accommodations	Food services and drinking places	Air transportation	Rail transportation	Water transportation	Interurban bus transportation	Interurban charter bus transportation	Urban transit systems and other transportation	Taxi service	Scenic and sightseeing transportation	Automotive equipment rental and leasing	Automotive repair services	Parking lots and garages	Toll highways
Traveler accommodations.....	80,058	438												
Food services and drinking places.....	23,797	410,335		79										
Domestic passenger air transportation services.....			60,779											
International passenger air transportation services.....			25,616											
Passenger rail transportation services.....				1,219										
Passenger water transportation services.....					6,830					10				
Interurban bus transportation.....						1,414	11	10		18				
Interurban charter bus transportation.....						34	727	56		14				
Urban transit systems and other transportation services.....						37	175	18,039	37	28	24			
Taxi service.....								9	10,920					
Scenic and sightseeing transportation services.....			4		11			27	27	2,195				
Automotive rental and leasing.....											22,769			
Other vehicle rental and leasing.....											484			
Automotive repair services.....							4	20	3	1		95,131		
Parking lots and garages.....													10,423	
Highway tolls.....														7,583
Travel arrangement and reservation services.....														
Motion pictures and performing arts.....														
Spectator sports.....														
Participant sports.....														
Gambling.....	22,422													
All other recreation and entertainment.....		419			1					1				
Gasoline.....														
Wholesale trade and transportation margins on gasoline.....				1,356	852									
Retail trade margins on gasoline.....	12	120										29		
Nondurable PCE commodities other than gasoline.....														
Wholesale trade and transportation margins on nondurable PCE commodities other than gasoline.....			3,059	17,380	2,858									
Retail trade margins on nondurable PCE commodities other than gasoline.....	1,533	1,835						4	4					3
All other commodities, except all other trade and transportation margins.....	2,410	745	17,825	9,778	23,875	50	25	3,738	48	29	13,743	10,836	-1	199
All other wholesale trade and transportation margins.....			1,719	18,509	1,926									
All other retail trade margins.....	3	83								7	199	1,529		
Travel by U.S. residents abroad.....														
Industry output.....	130,236	413,976	109,002	48,320	36,352	1,534	970	21,903	11,013	2,303	37,220	107,524	10,426	7,781
Intermediate inputs.....	37,560	217,333	45,967	19,714	22,055	606	170	14,248	3,430	599	24,266	54,935	5,232	1,824
Value added.....	92,677	196,642	63,035	28,606	14,297	929	800	7,656	7,583	1,704	12,953	52,589	5,194	5,958
Compensation of employees.....	49,105	135,555	40,631	17,493	8,544	636	597	18,178	4,760	808	7,137	28,883	2,066	2,317
Taxes on production and imports, less subsidies.....	13,201	20,837	3,445	241	2,292	11	16	-79	401	236	2,993	7,313	752	
Gross operating surplus.....	30,371	40,250	18,959	10,873	3,461	281	187	-10,443	2,421	661	2,824	16,393	2,376	3,641

**Table 1. Production of Commodities by Industry, 2003**  
[Millions of dollars]

Commodity	Industry												Domestic production at producers' prices
	Travel arrangement and reservation services	Motion pictures and performing arts	Spectator sports	Participant sports	Gambling	All other recreation and entertainment	Petroleum refineries	Industries producing nondurable PCE commodities, excluding petroleum refineries	Wholesale trade and transportation services	Gasoline service stations	Retail trade services, excluding gasoline service stations	All other industries	
Traveler accommodations .....				336								949	81,782
Food services and drinking places .....		4	5	5,587	1,589	4,168				5,038	10,862	28,373	489,837
Domestic passenger air transportation services .....													60,779
International passenger air transportation services .....													25,616
Passenger rail transportation services .....													1,219
Passenger water transportation services .....													6,840
Interurban bus transportation .....												2	1,456
Interurban charter bus transportation .....												53	885
Urban transit systems and other transportation services .....												272	18,613
Taxi service .....												1	10,930
Scenic and sightseeing transportation services .....												7	2,270
Automotive rental and leasing .....											1,047	68	23,884
Other vehicle rental and leasing .....										7	63		554
Automotive repair services .....								25	6,432	4,033	70,972	139	176,760
Parking lots and garages .....												232	10,655
Highway tolls .....													7,583
Travel arrangement and reservation services .....	34,329												34,329
Motion pictures and performing arts .....		21,005	10,652		62	146							32,260
Spectator sports .....			12,545										12,545
Participant sports .....				34,111								48	37,073
Gambling .....					30,374	55							52,852
All other recreation and entertainment .....		39	2,109	68	27	33,707						532	46,114
Gasoline .....							112,282	1,310					112,282
Wholesale trade and transportation margins on gasoline .....									75,220				77,428
Retail trade margins on gasoline .....				1		63				32,378	4,248		37,035
Nondurable PCE commodities other than gasoline .....							83,677	1,131,607	9,435		9,862	31,760	1,266,341
Wholesale trade and transportation margins on nondurable PCE commodities other than gasoline .....									354,181				377,477
Retail trade margins on nondurable PCE commodities other than gasoline .....	71	162	257	515	65	1,796		147	17	16,949	508,033	16,646	548,035
All other commodities, except all other trade and transportation margins .....	91	21,800	7,522	679	7,874	1,636	23,464	726,976	213,556	2,570	33,734	14,014,774	15,137,976
All other wholesale trade and transportation margins .....							101	22,732	498,474			29,386	572,846
All other retail trade margins .....		5	14	41		207		1,241		1,232	430,979	16,419	451,959
Travel by U.S. residents abroad .....													
Industry output .....	34,491	43,013	33,104	41,340	39,991	44,692	219,524	1,884,037	1,157,314	62,207	1,070,331	14,147,608	19,716,215
Intermediate inputs .....	15,977	25,954	9,975	18,866	17,093	17,507	187,926	1,145,164	395,962	11,433	350,630	6,067,745	8,712,169
Value added .....	18,514	17,060	23,129	22,474	22,898	27,185	31,599	738,873	761,352	50,773	719,702	8,079,863	11,004,046
Compensation of employees .....	15,039	13,190	14,017	15,423	11,759	13,637	10,914	360,029	419,569	19,468	413,360	4,671,404	6,294,518
Taxes on production and imports, less subsidies .....	838	1,562	1,715	2,254	2,284	3,750	1,489	24,383	149,538	8,688	142,908	360,263	751,309
Gross operating surplus .....	2,637	2,308	7,398	4,798	8,855	9,798	19,197	354,461	192,245	22,637	163,434	3,048,196	3,958,219

PCE Personal consumption expenditures



**Table 2. Supply and Consumption of Commodities, 2003**  
[Millions of dollars]

Commodity	Supply						Consumption						Total consumption
	Domestic production at producers' prices	Imports	Change in private inventories	Wholesale trade margins and transportation costs	Retail trade margins	Total supply at purchasers' prices	Intermediate		Personal consumption expenditures	Gross private fixed investment	Government final expenditures	Exports of goods and services	
							Private expenditures	Government expenditures					
Traveler accommodations.....	81,782					81,782	26,391	8,282	47,108				81,782
Food services and drinking places.....	489,837					489,837	76,729	12,828	399,817			464	489,837
Domestic passenger air transportation services.....	60,779					60,779	27,107	5,728	27,945				60,779
International passenger air transportation services.....	25,616	17,723				43,339	4,679	1,257	24,178			13,225	43,339
Passenger rail transportation services.....	1,219					1,219	521	168	531				1,219
Passenger water transportation services.....	6,840	782				7,601			6,896			705	7,601
Interurban bus transportation.....	1,456					1,456	2	33	1,421				1,456
Interurban charter bus transportation.....	885					885			885				885
Urban transit systems and other transportation services.....	18,613					18,613	6,745	156	11,713				18,613
Taxi service.....	10,930					10,930	6,544	687	3,699				10,930
Scenic and sightseeing transportation services.....	2,270					2,270	134	2	2,134				2,270
Automotive rental and leasing.....	23,884					23,884	12,667	3,614	7,602				23,884
Other vehicle rental and leasing.....	554					554	350	1	203				554
Automotive repair services.....	176,760					176,760	40,234	5,897	130,621			8	176,760
Parking lots and garages.....	10,655					10,655	2,438	1,019	7,198				10,655
Highway tolls.....	7,583					7,583	472	478	6,633				7,583
Travel arrangement and reservation services.....	34,329					34,329	11,466	2,040	19,568			1,255	34,329
Motion pictures and performing arts.....	32,260	155				32,415	6,374	19	25,867			156	32,415
Spectator sports.....	12,545	18				12,563	6,159	11	6,375			18	12,563
Participant sports.....	37,073					37,073	5,228	64	31,781				37,073
Gambling.....	52,852					52,852	245		52,607				52,852
All other recreation and entertainment.....	46,114	3	1			46,117	3,281	2,237	40,595			3	46,117
Gasoline.....	112,282	8,712	366	77,428	37,035	235,092	39,184	7,490	186,610			1,808	235,092
Wholesale trade and transportation margins on gasoline.....	77,428												
Retail trade margins on gasoline.....	37,035												
Nondurable PCE commodities other than gasoline.....	1,266,341	356,232	8,629	377,477	548,035	2,539,456	613,221	145,001	1,643,692	6,436	3,103	128,004	2,539,456
Wholesale trade and transportation margins on nondurable PCE commodities other than gasoline.....	377,477												
Retail trade margins on nondurable PCE commodities other than gasoline.....	548,035												
All other commodities, except all other trade and transportation margins.....	15,137,976	999,143	-10,220	572,846	451,959	17,172,143	6,902,429	707,611	5,033,283	1,660,544	2,072,418	795,857	17,172,143
All other wholesale trade and transportation margins.....	572,846												
All other retail trade margins.....	451,959												
Travel by US residents abroad.....		56,427				56,427	14,507		41,920				56,427
<b>Total.....</b>	<b>19,716,215</b>	<b>1,439,175</b>	<b>-1,224</b>	<b>1,027,751</b>	<b>1,037,029</b>	<b>21,156,614</b>	<b>7,807,107</b>	<b>904,622</b>	<b>7,760,881</b>	<b>1,666,980</b>	<b>2,075,522</b>	<b>941,504</b>	<b>21,156,614</b>

PCE Personal consumption expenditures

**Table 3. Demand for Commodities by Type of Visitor, 2003**  
[Millions of dollars]

Commodity	Total consumption	Resident households	Business	Government	Nonresidents	Total tourism demand	Nontourism demand	Tourism commodity ratio
Traveler accommodations.....	81,782	29,421	26,391	8,282	17,688	81,782		1.00
Food services and drinking places.....	489,837	48,947	21,093	7,571	14,194	91,804	398,033	0.19
Domestic passenger air transportation services.....	60,779	24,107	27,107	5,728	3,838	60,779		1.00
International passenger air transportation services.....	43,339	24,178	4,679	1,257	13,225	43,339		1.00
Passenger rail transportation services.....	1,219	458	521	168	73	1,219		1.00
Passenger water transportation services.....	7,601	5,949			947	6,896	705	0.91
Interurban bus transportation.....	1,456	1,226	2	33	195	1,456		1.00
Interurban charter bus transportation.....	885	763			122	885		1.00
Urban transit systems and other transportation services.....	18,613	1,681	980	23	144	2,828	15,786	0.15
Taxi service.....	10,930	1,120	2,028	213	85	3,446	7,484	0.32
Scenic and sightseeing transportation services.....	2,270	1,841	134	2	293	2,270		1.00
Automotive rental and leasing.....	23,884	5,479	12,667	3,614	419	22,180	1,704	0.93
Other vehicle rental and leasing.....	554	112	350	1	50	513	41	0.93
Automotive repair services.....	176,760	6,937	2,913	274	960	11,085	165,676	0.06
Parking lots and garages.....	10,655	1,079	369	154	73	1,676	8,979	0.16
Highway tolls.....	7,583	394	28	29	60	511	7,072	0.07
Travel arrangement and reservation services.....	34,329	18,201	10,664	1,898	1,255	32,018	2,311	0.93
Motion pictures and performing arts.....	32,415	7,500	2,729		924	11,153	21,262	0.34
Spectator sports.....	12,563	1,695	2,637		308	4,640	7,923	0.37
Participant sports.....	37,073	7,745	2,238		523	10,506	26,567	0.28
Gambling.....	52,852	22,052			4,777	26,829	26,022	0.51
All other recreation and entertainment.....	46,117	11,776	1,405		967	14,149	31,968	0.31
Gasoline.....	235,092	11,595	4,869	458	1,371	18,293	216,798	0.08
Nondurable PCE commodities other than gasoline.....	2,539,456	59,225	16,761	2,367	15,598	93,950	2,445,506	0.04
All other commodities.....	17,172,143						17,172,143	0.00
<b>Total domestic demand.....</b>	<b>21,100,187</b>	<b>293,481</b>	<b>140,567</b>	<b>32,071</b>	<b>78,089</b>	<b>544,207</b>	<b>20,555,980</b>	
Travel by US residents abroad.....	56,427	41,920				56,427		1.00
<b>Total demand.....</b>	<b>21,156,614</b>	<b>335,400</b>	<b>155,074</b>	<b>32,071</b>	<b>78,089</b>	<b>600,635</b>	<b>20,555,980</b>	

PCE Personal consumption expenditures

Table 4. Output and Value Added by Industry, 2003

[Millions of dollars]

Industry	Industry output	Intermediate consumption	Value added	Tourism industry ratio	Tourism output	Tourism intermediate consumption	Tourism value added
Traveler accommodations.....	130,236	37,560	92,677	0.74	95,958	27,674	68,284
Food and beverage services.....	413,976	217,333	196,642	0.19	77,548	40,712	36,836
Air transportation services.....	109,002	45,967	63,035	0.79	86,512	36,483	50,029
Rail transportation services.....	48,320	19,714	28,606	0.04	1,983	809	1,174
Water transportation services.....	36,352	22,055	14,297	0.18	6,379	3,870	2,509
Intercity bus services.....	1,534	606	929	0.95	1,454	574	880
Intercity charter bus services.....	970	170	800	0.82	792	139	653
Local bus and other transportation services.....	21,903	14,248	7,656	0.13	2,838	1,846	992
Taxicab services.....	11,013	3,430	7,583	0.31	3,449	1,074	2,375
Scenic and sightseeing transportation services.....	2,303	599	1,704	0.97	2,240	583	1,658
Automotive equipment rental and leasing.....	37,220	24,266	12,953	0.58	21,597	14,081	7,516
Automotive repair services.....	107,524	54,935	52,589	0.06	5,968	3,049	2,919
Parking.....	10,426	5,232	5,194	0.16	1,640	823	817
Highway tolls.....	7,781	1,824	5,958	0.07	511	120	391
Travel arrangement and reservation services.....	34,491	15,977	18,514	0.93	32,020	14,832	17,188
Motion pictures and performing arts.....	43,013	25,954	17,060	0.17	7,246	4,372	2,874
Spectator sports.....	33,104	9,975	23,129	0.27	8,956	2,699	6,257
Participant sports.....	41,340	18,866	22,474	0.27	11,090	5,061	6,029
Gambling.....	39,991	17,093	22,898	0.39	15,749	6,732	9,018
All other recreation and entertainment.....	44,692	17,507	27,185	0.27	12,098	4,739	7,359
Petroleum refineries.....	219,524	187,926	31,599	0.05	11,833	10,130	1,703
Industries producing nondurable PCE commodities, excluding petroleum refineries.....	1,884,037	1,145,164	738,873	0.02	42,274	25,695	16,579
Wholesale trade and transportation services.....	1,157,314	395,962	761,352	0.02	19,710	6,743	12,966
Gasoline service stations.....	62,207	11,433	50,773	0.07	4,350	799	3,550
Retail trade services, excluding gasoline service stations.....	1,070,331	350,630	719,702	0.03	27,171	8,901	18,270
All other industries.....	14,147,608	6,067,745	8,079,863	0.00	10,857	4,656	6,201
<b>Total.....</b>	<b>19,716,215</b>	<b>8,712,169</b>	<b>11,004,046</b>		<b>512,223</b>	<b>227,196</b>	<b>285,027</b>

PCE Personal consumption expenditures

Table 5. Output by Tourism Commodity, 2003

[Millions of dollars]

Commodity	Domestic production at purchasers' prices	Tourism commodity ratio	Direct tourism output	Total commodity output multiplier	Total tourism-related output
Traveler accommodations.....	81,782	1.00	81,782	1.53	124,826
Food services and drinking places.....	489,837	0.19	91,804	1.87	171,546
Domestic passenger air transportation services.....	60,779	1.00	60,779	1.66	100,779
International passenger air transportation services.....	25,616	1.00	25,616	1.66	42,474
Passenger rail transportation services.....	1,219	1.00	1,219	1.64	1,996
Passenger water transportation services.....	6,840	0.91	6,205	1.93	11,956
Interurban bus transportation.....	1,456	1.00	1,456	1.70	2,482
Interurban charter bus transportation.....	885	1.00	885	1.70	1,508
Urban transit systems and other transportation services.....	18,613	0.15	2,828	1.70	4,821
Taxi service.....	10,930	0.32	3,446	1.70	5,875
Scenic and sightseeing transportation services.....	2,270	1.00	2,270	1.48	3,352
Automotive rental and leasing.....	23,884	0.93	22,180	1.63	36,157
Other vehicle rental and leasing.....	554	0.93	513	1.63	836
Automotive repair services.....	176,760	0.06	11,085	1.70	18,858
Parking lots and garages.....	10,655	0.16	1,676	1.70	2,852
Highway tolls.....	7,583	0.07	511	1.93	984
Travel arrangement and reservation services.....	34,329	0.93	32,018	1.62	51,853
Motion pictures and performing arts.....	32,260	0.34	11,100	1.78	19,793
Spectator sports.....	12,545	0.37	4,634	1.64	7,599
Participant sports.....	37,073	0.28	10,506	1.61	16,899
Gambling.....	52,852	0.51	26,829	1.61	43,156
All other recreation and entertainment.....	46,114	0.31	14,148	1.64	23,166
Gasoline.....	226,745	0.08	17,644	1.82	32,144
Nondurable PCE commodities other than gasoline.....	2,191,854	0.04	81,090	2.07	168,222
<b>Total.....</b>	<b>3,553,435</b>		<b>512,223</b>		<b>894,135</b>

PCE Personal consumption expenditures

Table 6. Employment and Compensation of Employees by Industry, 2003

Industry	Total employment (thousands of employees)	Compensation (millions of dollars)	Tourism industry ratio	Tourism employment (thousands of employees)	Tourism compensation (millions of dollars)	Average compensation per tourism employee
Traveler accommodations.....	1,782	49,105	0.74	1,313	36,180	27,561
Food services and drinking places.....	8,704	135,555	0.19	1,630	25,393	15,574
Air transportation services.....	647	40,631	0.81	524	32,901	62,785
Rail transportation services.....	215	17,493	0.04	9	718	81,544
Water transportation services.....	159	8,544	0.18	28	1,499	53,815
Interurban bus transportation.....	26	636	0.95	24	603	24,836
Interurban charter bus transportation.....	25	597	0.82	20	488	24,027
Urban transit systems and other transportation.....	364	18,178	0.13	47	2,355	49,991
Taxi service.....	147	4,760	0.31	46	1,491	32,463
Scenic and sightseeing transportation services.....	18	808	0.97	18	786	44,620
Automotive equipment rental and leasing.....	179	7,137	0.58	104	4,141	39,913
Automotive repair services.....	890	28,883	0.06	49	1,603	32,466
Parking lots and garages.....	81	2,066	0.16	13	325	25,646
Toll highways.....	55	2,317	0.07	4	152	42,264
Travel arrangement and reservation services.....	226	15,039	0.93	209	13,962	66,658
Motion pictures and performing arts.....	195	13,190	0.17	33	2,222	67,720
Spectator sports.....	210	14,017	0.27	57	3,792	66,718
Participant sports.....	786	15,423	0.27	211	4,137	19,630
Gambling.....	425	11,759	0.39	167	4,631	27,651
All other recreation and entertainment.....	452	13,637	0.27	122	3,691	30,191
Petroleum refineries.....	74	10,914	0.05	4	588	148,025
Industries producing nondurable PCE commodities, excluding petroleum refineries.....	6,878	360,029	0.02	154	8,078	52,346
Wholesale trade and transportation services.....	7,265	419,569	0.02	124	7,145	57,753
Gasoline service stations.....	664	19,468	0.07	46	1,361	29,337
Retail trade services, excluding gasoline service stations.....	14,759	413,360	0.03	375	10,493	28,007
All other industries.....	92,299	4,671,404	0.00	71	3,587	50,612
<b>Total.....</b>	<b>137,520</b>	<b>6,294,518</b>		<b>5,402</b>	<b>172,324</b>	

PCE Personal consumption expenditures

Table 7. Employment by Industry, 2003

[Thousands of employees]

Industry	Direct tourism employment	Total industry employment multiplier	Total tourism-related employment
Traveler accommodations.....	1,313	1.23	1,616
Food services and drinking places.....	1,630	1.34	2,180
Air transportation services.....	524	1.77	928
Rail transportation services.....	9	1.93	17
Water transportation services.....	28	3.63	101
Interurban bus transportation.....	24	1.44	35
Interurban charter bus transportation.....	20	1.44	29
Urban transit systems and other transportation.....	47	1.44	68
Taxi service.....	46	1.44	66
Scenic and sightseeing transportation services.....	18	1.44	25
Automotive equipment rental and leasing.....	104	2.35	243
Automotive repair services.....	49	1.54	76
Parking lots and garages.....	13	2.09	26
Toll highways.....	4	1.79	6
Travel arrangement and reservation services.....	209	1.54	322
Motion pictures and performing arts.....	33	2.17	71
Spectator sports.....	57	1.70	97
Participant sports.....	211	1.29	272
Gambling.....	167	1.42	238
All other recreation and entertainment.....	122	1.58	193
Petroleum refineries.....	4	3.31	13
Industries producing nondurable PCE commodities, excluding petroleum refineries.....	154	2.89	446
Wholesale trade and transportation services.....	124	1.56	194
Gasoline service stations.....	46	1.20	56
Retail trade services, excluding gasoline service stations.....	375	1.20	449
All other industries.....	71	1.96	139
<b>Total.....</b>	<b>5,402</b>		<b>7,907</b>

PCE Personal consumption expenditures

# Foreign Direct Investment in the United States

## New Investment in 2004

By Thomas W. Anderson

**O**UTLAYS by foreign direct investors to acquire or to establish U.S. businesses rose for the second consecutive year to \$79.8 billion in 2004, up 26 percent from a revised \$63.6 billion in 2003 (table 1 and chart 1). Despite the increases, outlays in 2004 were still less than in 1998–2001, when new investment outlays were historically high, ranging from \$147.1 billion to \$335.6 billion.

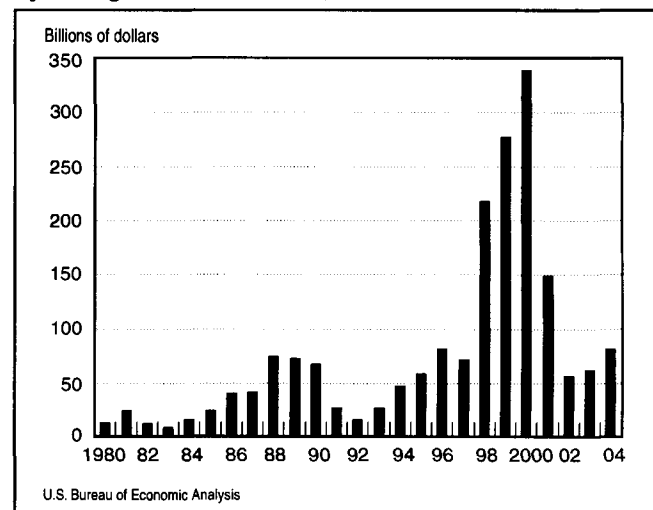
Outlays were boosted by the stepped-up growth in the U.S. economy, and the increase was part of a broader resurgence of worldwide merger and acquisition activity.<sup>1</sup> Transactions of more than \$5 billion continued to account for a sizable share of total outlays (table 2).

1. According to data from Thomson Financial Services, the total volume of worldwide mergers and acquisitions increased more than 40 percent in 2004.

*The data presented in this article are from BEA's survey of new foreign direct investment in the United States that was conducted under the supervision of Dorrett E. Williams, with contributions by Constance T. Deve, Edward J. Kozerka, Ronald L. McNeil, and Daniel K. Wakjira. Karen E. Poffel and Neeta B. Kapoor programmed the tables.*

In 2004, outlays in “depository institutions (banking)” increased sharply, and outlays in other financial services industries continued to be large, as overseas banks and finance and insurance companies continued to seek access to the profitable and open U.S. financial market. Together, outlays in finance and in insurance

**Chart 1. Outlays for New Investment in the United States by Foreign Direct Investors, 1980–2004**



**Table 1. Investment Outlays by Type of Investment and Investor, 1992–2004**

[Millions of dollars]

	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003 <sup>r</sup>	2004 <sup>p</sup>
<b>Total outlays</b> .....	15,333	26,229	45,626	57,195	79,929	69,708	215,256	274,956	335,629	147,109	54,519	63,591	79,820
<b>By type of investment:</b>													
U.S. businesses acquired.....	10,616	21,761	38,753	47,179	68,733	60,733	182,357	265,127	322,703	138,091	43,442	50,212	72,546
U.S. businesses established.....	4,718	4,468	6,873	10,016	11,196	8,974	32,899	9,829	12,926	9,017	11,077	13,379	7,274
<b>By type of investor:</b>													
Foreign direct investors.....	4,058	6,720	13,628	11,927	32,230	13,899	120,828	120,878	105,151	23,134	13,650	27,866	33,529
U.S. affiliates.....	11,275	19,509	31,999	45,268	47,699	55,809	94,428	154,078	230,478	123,975	40,869	35,725	46,291

<sup>p</sup> Preliminary.  
<sup>r</sup> Revised.

**Table 2. Distribution of Investment Outlays by Size, 1992–2004**

[Percent]

	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003 <sup>r</sup>	2004 <sup>p</sup>
<b>Total outlays</b> .....	100	100	100	100	100	100	100	100	100	100	100	100	100
\$5 billion or more.....	0	0	0	(D)	0	0	55	55	48	30	(D)	(D)	(D)
\$2 billion–\$4.999 billion.....	0	(D)	27	18	29	12	11	16	20	22	18	(D)	17
\$100 million–\$1.999 billion.....	42	51	51	48	55	67	27	24	27	40	45	43	40
Less than \$100 million.....	58	(D)	22	(D)	16	21	7	5	5	9	(D)	12	(D)

<sup>p</sup> Preliminary.  
<sup>r</sup> Revised.  
D Suppressed to avoid disclosure of data of individual companies.

accounted for almost half of total outlays in 2004 (chart 2). Outlays in manufacturing, especially in chemicals, also increased substantially. Outlays in information declined for the fifth consecutive year.

Outlays by Canadian investors increased substantially and accounted for more than 40 percent of total outlays in 2004 (chart 2). Outlays from Europe increased only slightly; increases in outlays from the United Kingdom, Switzerland, and France were offset by decreases in outlays from Germany and other European countries. Outlays from Australia decreased. Outlays from Japan declined for the fourth consecutive year.

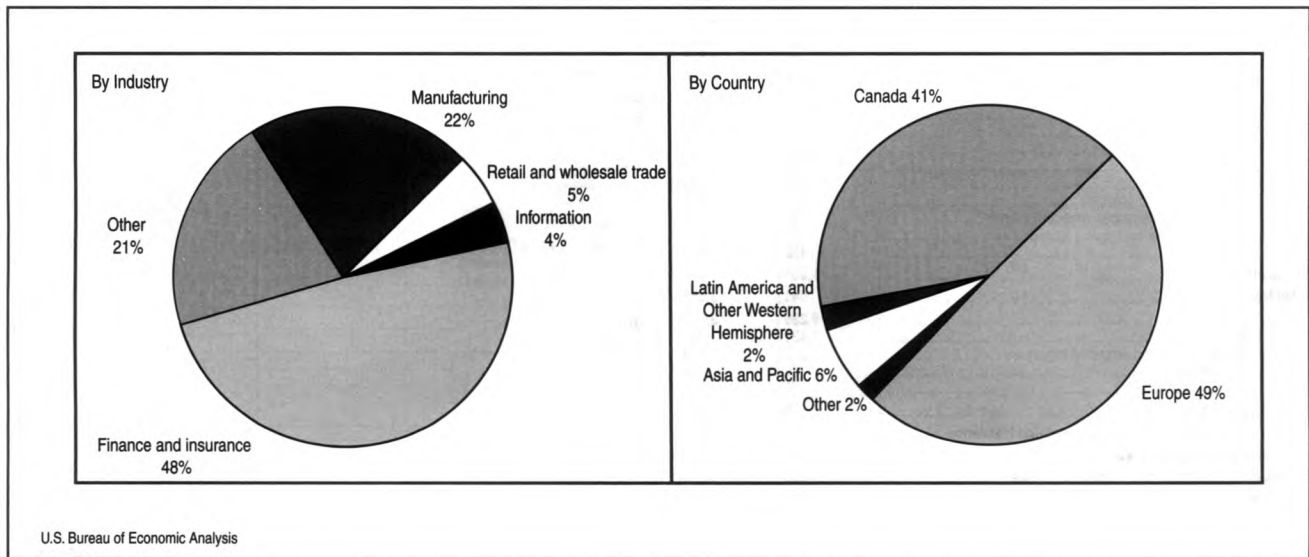
**Spending in 2004**

In 2004, as in previous years, outlays by foreign direct investors to acquire existing U.S. businesses (at \$72.5 billion) were far larger than outlays to establish new

U.S. businesses (at \$7.3 billion). In addition, outlays by or through U.S. affiliates (at \$46.3 billion) continued to be larger than outlays by foreign direct investors (at \$33.5 billion). Of the \$46.3 billion that was spent by U.S. affiliates, \$30.0 billion came from their foreign parent companies. Thus, through their own outlays and the funds they supplied to existing U.S. affiliates, foreign parent companies funded a total of \$63.6 billion, or 80 percent, of the total outlays of \$79.8 billion. These foreign parent funds are included in the capital inflows for foreign direct investment in the United States, as recorded in the financial account of the U.S. international transactions accounts.<sup>2</sup>

2. Capital inflows, unlike the data on investment outlays in this article, include financing of both existing and new U.S. affiliates. For preliminary estimates of these flows for 2004, see Christopher L. Bach, "U.S. International Transactions, 2004," SURVEY OF CURRENT BUSINESS 85 (April 2005): 24-68; revised estimates will be published in the July SURVEY.

**Chart 2. Outlays for New Investment in the United States by Foreign Direct Investors by Industry and by Country, 2004**



**Key Terms**

*Foreign direct investment in the United States* is ownership or control, directly or indirectly, by one foreign person of 10 percent or more of the voting securities of an incorporated U.S. business enterprise or an equivalent interest in an unincorporated U.S. business enterprise.

A *U.S. affiliate* is a U.S. business in which there is foreign direct investment.

A *person* is any individual, corporation, branch, partnership, associated group, association, estate, trust, or other organization, and any government (including any corporation, institution, or other entity or instrumentality of a government).

A *foreign person* is a person that resides outside the 50

States, the District of Columbia, the Commonwealth of Puerto Rico, and all U.S. territories and possessions.

The *ultimate beneficial owner (UBO)* is that person, proceeding up a U.S. affiliate's ownership chain, beginning with and including the foreign parent, that is not owned more than 50 percent by another person. The foreign parent is the first foreign person in the affiliate's ownership chain. Unlike the foreign parent, the UBO of an affiliate may be located in the United States. The UBO of each U.S. affiliate is identified to ascertain the person that ultimately owns or controls the U.S. affiliate and that therefore ultimately derives the benefits from ownership or control.

Outlays in banking increased in 2004 to \$14.1 billion, up sharply from \$4.9 billion in 2003 (table 3). Outlays in "finance (except depository institutions) and insurance" rose slightly to \$24.9 billion from \$23.5 billion in 2003. Interest in manufacturing by foreign direct investors rebounded; expenditures were \$17.2 billion, up from \$10.8 billion in 2003. Within manufacturing, the largest increases were in chemicals, beverages and tobacco products, and computers and electronic products. Outlays in information continued to decline, dropping from \$9.2 billion in 2003 to \$3.1 billion in 2004.

Outlays by Canadian investors rose substantially to \$32.4 billion, up from \$9.2 billion in 2003 (table 4). Canadian outlays in "finance (except depository institutions) and insurance" were especially strong. Outlays from European investors rose only slightly to \$39.4 billion.

**Table 3. Investment Outlays by Industry of U.S. Business Enterprise, 2003–2004**

[Millions of dollars]

	2003 <sup>r</sup>	2004 <sup>p</sup>
<b>All industries</b> .....	<b>63,591</b>	<b>79,820</b>
<b>Manufacturing</b> .....	<b>10,750</b>	<b>17,178</b>
Food.....	2,516	2,383
Beverages and tobacco products.....	(D)	3,777
Petroleum and coal products.....	(D)	0
Chemicals.....	1,164	5,140
Plastics and rubber products.....	498	(D)
Nonmetallic mineral products.....	(D)	127
Primary metals.....	91	(D)
Fabricated metal products.....	123	(D)
Machinery.....	122	580
Computers and electronic products.....	2,125	2,818
Electrical equipment, appliances, and components.....	139	306
Transportation equipment.....	225	425
Other.....	462	539
<b>Wholesale trade</b> .....	<b>1,086</b>	<b>951</b>
<b>Retail trade</b> .....	<b>941</b>	<b>3,055</b>
<b>Information</b> .....	<b>9,236</b>	<b>3,102</b>
Publishing industries.....	1,431	(D)
Motion pictures and sound recording industries.....	278	0
Telecommunications.....	(D)	(D)
Other.....	(D)	2,857
<b>Depository institutions</b> .....	<b>4,864</b>	<b>14,095</b>
<b>Finance (except depository institutions) and insurance</b> .....	<b>23,511</b>	<b>24,904</b>
<b>Real estate and rental and leasing</b> .....	<b>2,817</b>	<b>4,823</b>
<b>Professional, scientific, and technical services</b> .....	<b>1,955</b>	<b>4,048</b>
<b>Other industries</b> .....	<b>8,429</b>	<b>7,664</b>

<sup>p</sup> Preliminary.

<sup>r</sup> Revised.

<sup>D</sup> Suppressed to avoid disclosure of data of individual companies.

lion. Outlays from investors in the United Kingdom increased from \$20.4 billion to \$24.2 billion and were especially strong in banking. Outlays from French and Swiss investors increased, and outlays from German investors decreased. Outlays from Japanese investors continued to decline from an already low level to \$1.0 billion, down from a peak of \$26.0 billion in 2000; outlays from Japan have been depressed in recent years by weakness in the Japanese economy and by a redirection of investor interest towards opportunities in China and other Asian countries. Outlays from Australia decreased from \$9.0 billion to \$2.9 billion.

### Operating data of acquired or established U.S. businesses

In 2004, newly acquired or established businesses employed 193,000 people, up from 166,100 in 2003 (table 5). Manufacturing, with 48,300 employees, accounted

**Table 4. Investment Outlays by Country of Ultimate Beneficial Owner, 2003–2004**

[Millions of dollars]

	2003 <sup>r</sup>	2004 <sup>p</sup>
<b>All countries</b> .....	<b>63,591</b>	<b>79,820</b>
<b>Canada</b> .....	<b>9,157</b>	<b>32,378</b>
<b>Europe</b> .....	<b>39,024</b>	<b>39,424</b>
France.....	2,955	4,661
Germany.....	8,830	5,020
Netherlands.....	1,077	253
Switzerland.....	649	3,523
United Kingdom.....	20,373	24,166
Other Europe.....	5,140	1,801
<b>Latin America and Other Western Hemisphere</b> .....	<b>1,607</b>	<b>1,418</b>
South and Central America.....	182	(D)
Other Western Hemisphere.....	1,425	(D)
<b>Africa</b> .....	<b>(D)</b>	<b>(D)</b>
<b>Middle East</b> .....	<b>1,738</b>	<b>(D)</b>
<b>Asia and Pacific</b> .....	<b>11,469</b>	<b>4,800</b>
Australia.....	9,032	2,885
Japan.....	1,544	986
Other Asia and Pacific.....	893	929
<b>United States</b> <sup>1</sup> .....	<b>(D)</b>	<b>(D)</b>

<sup>p</sup> Preliminary.

<sup>r</sup> Revised.

<sup>D</sup> Suppressed to avoid disclosure of data of individual companies.

1. The United States is the country of ultimate beneficial owner for businesses newly acquired or established by foreign investors that are ultimately owned by persons located in the United States (see the box "Key Terms").

NOTE: For investments in which more than one investor participated, each investor and each investor's outlays are classified by the country of each individual ultimate beneficial owner.

**Table 5. Selected Operating Data of U.S. Business Enterprises Acquired or Established, by Industry of U.S. Business Enterprise, 2003–2004**

	2003 <sup>r</sup>						2004 <sup>p</sup>				
	Millions of dollars			Thousands of employees	Hectares of land <sup>1</sup>	Millions of dollars			Thousands of employees	Hectares of land <sup>1</sup>	
	Total assets	Sales	Net income			Total assets	Sales	Net income			
<b>All industries</b> .....	<b>219,072</b>	<b>54,549</b>	<b>2,037</b>	<b>166.1</b>	<b>47,711</b>	<b>313,042</b>	<b>64,077</b>	<b>3,560</b>	<b>193.0</b>	<b>227,323</b>	
Manufacturing.....	12,105	9,530	76	34.9	1,456	29,191	20,695	899	48.3	4,568	
Wholesale trade.....	1,388	3,478	2	4.2	166	(D)	1,904	24	I	23	
Retail trade.....	1,551	6,399	(D)	30.0	(D)	(D)	(D)	(D)	K	(D)	
Information.....	20,813	11,367	-767	14.0	(D)	3,058	(D)	-67	1.7	0	
Depository institutions.....	42,541	2,933	602	11.8	(D)	60,886	3,960	(D)	13.6	71	
Finance (except depository institutions) and insurance.....	115,576	11,201	2,043	31.6	79	193,612	20,461	1,505	23.4	139	
Real estate and rental and leasing.....	3,829	539	79	1.1	4,344	6,766	791	62	H	3,659	
Professional, scientific, and technical services.....	2,130	1,709	(D)	8.0	164	4,208	2,387	(D)	14.2	(D)	
Other industries.....	19,138	7,372	229	30.4	40,404	9,713	4,252	275	38.5	218,816	

<sup>p</sup> Preliminary.

<sup>r</sup> Revised.

<sup>D</sup> Suppressed to avoid disclosure of data of individual companies.

1. One hectare equals 2.471 acres. Thus, for all industries, acres of land owned in 2003 were 117,894, and in 2004, they were 561,715.

Notes: For newly acquired businesses, the data cover the most recent financial reporting year preceding acquisition. For newly established businesses, the data are projections for the first full year of operations.

The following ranges are given in employment cells that are suppressed: A—1 to 499; F—500 to 999; G—1,000 to 2,499; H—2,500 to 4,999; I—5,000 to 9,999; J—10,000 to 24,999; K—25,000 to 49,999; L—50,000 to 99,999; M—100,000 or more.

for the largest share of employment.

In 2004, the total assets of newly acquired or established businesses were \$313.0 billion, up from \$219.1 billion in 2003. A majority of these assets were accounted for by “finance (except depository institutions) and insurance,” with assets of \$193.6 billion, and by banks, with assets of \$60.9 billion.

Net income for newly acquired or established businesses was \$3.6 billion, and total sales were \$64.1 billion.

### Revisions

The estimates of new foreign direct investment for 2004 are preliminary. The estimate of total outlays for 2003 has been revised up 5 percent from the preliminary estimate.<sup>3</sup> In addition, the estimates of the employment, total assets, sales, and net income by U.S. businesses acquired or established by foreign direct investors have been revised. The estimate of employment has been revised up 3 percent, the estimate of total assets has been revised down 6 percent, the estimate of sales has been revised up 1 percent, and the estimate of net income has been revised up 19 percent.

### Technical Note

The estimates of new foreign direct investment, which cover U.S. business enterprises that were acquired or established by foreign direct investors during the year, are based on data reported in surveys conducted by the Bureau of Economic Analysis (BEA) and for the preliminary estimates for 2004, from BEA estimates for reports not yet received.

For the survey, a U.S. business enterprise is categorized as “established” if the foreign parent or its existing U.S. affiliate creates a new legal entity that is organized and that is operated as a new U.S. business enterprise or that directly purchases U.S. real estate.<sup>4</sup> A U.S. business enterprise is categorized as “acquired” (1) if a foreign parent or its U.S. affiliate obtains a voting interest of 10 percent or more in the equity of an existing U.S. business enterprise and continues to operate the enterprise as a separate legal entity; (2) if a foreign parent or its affiliate purchases a business seg-

ment or an operating unit of an existing U.S. business and organizes it as a new separate legal entity; or (3) if an existing U.S. affiliate purchases a U.S. business, a segment of a U.S. business, or an operating unit of a U.S. business and merges it into its own operations.

The estimates of new foreign direct investment do not cover the acquisition of additional equity in an existing U.S. affiliate, the acquisition of an existing U.S. affiliate by one foreign investor from another, or the expansion in the operations of an existing U.S. affiliate when no separate legal entity is created. Selloffs or other disinvestments are not netted against the new investments. (For more information, see the box “Data on Foreign Direct Investment in the United States.”)

A U.S. business that is acquired or established by a foreign direct investor or by an existing U.S. affiliate of a foreign investor and that has total assets of more than \$3 million or owns 200 acres or more of U.S. land is required to file a full report with BEA. In addition, a U.S. business enterprise that is acquired by an existing U.S. affiliate of a foreign investor and merged into the operations of the affiliate must file a full report if the total cost of the acquisition exceeds \$3 million or if the acquired enterprise owns 200 acres or more of U.S. land. To reduce the reporting burden, smaller U.S. businesses that have total assets of \$3 million or less and that own fewer than 200 acres of U.S. land are permitted to file shorter, partial reports.<sup>5</sup>

BEA prepares estimates of the data items that are not collected on the partial reports and combines the estimates with the data it collects on the partial reports and the full reports. Because the businesses that file partial reports are so small, their estimated and reported values generally have a negligible impact on the

5. Survey forms for both the full reports (BE-13) and the partial reports (BE-13, supplement C) are available on BEA's Web site at <[www.bea.gov/nea/surveys/fdiusurv.htm](http://www.bea.gov/nea/surveys/fdiusurv.htm)>.

3. Thomas W. Anderson, “Foreign Direct Investment in the United States: New Investment in 2003,” *SURVEY* 84 (June 2004): 59–66.

4. The number of new U.S. businesses established is not the same as the number of “greenfield” investments, which typically refers to the construction of new plants or other business facilities. First, direct purchases of U.S. real estate—which often involve purchases of existing office buildings, hotels, retail stores, shopping centers, or other property—are included in the “established” measure but are not considered “greenfield” investments. Second, new plants that are built by existing U.S. affiliates are considered “greenfield” investments, but they are included in these data as “established” businesses only if they are set up as separate legal entities.

#### Availability of New Investment Data

Summary estimates of the outlays by foreign direct investors to acquire or to establish businesses in the United States are presented in this article. More detailed estimates by industry and by country for 1980–2004 are available on BEA's Web site at <[www.bea.gov](http://www.bea.gov)>. Under “International,” click on “Direct Investment”; under “Foreign Direct Investment in the United States,” click on “Financial and Operating Data,” and under “U.S. Business Enterprises Acquired or Established by Foreign Companies,” click on “Additional Data.”

published aggregates. For example, in 2003, the total assets of U.S. businesses that filed partial reports were \$242.0 million, about a tenth of 1 percent of the total assets of all new investments.

Although the values for the partial reports are generally negligible, the number of partial reports is significant. For example, in 2003, BEA received 869 partial reports and 457 full reports. Furthermore, the number of businesses that are subject to partial reporting may be higher than the actual number of partial reports that BEA receives, because not all of the smaller U.S. businesses acquired or established by foreigners file reports. BEA makes every effort to contact all U.S. businesses that may have been newly acquired or established by foreigners, but it must concentrate its resources on ensuring compliance with reporting requirements by larger businesses.

Of the 457 full reports filed in 2003, 155 reported investments to acquire an existing U.S. business, and 302 reported investments to establish a new U.S. business. For 2004, BEA estimates that 552 businesses will have filed full reports by the time the revised estimates are published in 2006.<sup>6</sup>

6. Each year, BEA receives survey reports after the preliminary estimates are published. To make the preliminary estimates as accurate as possible, BEA augments the reported data with estimates for late reports. An estimate of each of the data items covered by the survey is prepared, and these estimates cover both full and partial reports. BEA also estimates the number of full reports, but it does not estimate the number of partial reports, because this number fluctuates considerably from year to year.

The number of full reports by size of outlay is shown in the table below.

	2002	2003 <sup>r</sup>	2004 <sup>p</sup>
<b>Total</b> .....	<b>559</b>	<b>457</b>	<b>552</b>
\$5 billion or more .....	1	2	2
\$2 billion–\$4.999 billion.....	3	2	4
\$100 million–\$1.999 billion.....	79	73	93
Less than \$100 million .....	476	380	453

<sup>p</sup> Preliminary.  
<sup>r</sup> Revised.

For 2004, the number of investments in the two largest classes represents the number of reports that were received. The number of investments in the two smallest class sizes includes an estimate of the number of late reports that will be received before the revised estimates are published.

### Industry and country presentation

Beginning with the revised 2003 estimates, the industry classifications are based on the 2002 North American Industry Classification System. The system now includes several new industries in the information sector. In addition, BEA's standard presentation of data by industry has been modified to better reflect the industry distribution of the affiliate data. The standard presentation of the data by country of ultimate beneficial owner (UBO) has also been updated to reflect changes in the pattern of foreign direct investment in the United States by country of UBO.

### Data on Foreign Direct Investment in the United States

In addition to the data on new foreign direct investments presented in this article, BEA collects and publishes two other broad sets of data on foreign direct investment in the United States: Financial and operating data of U.S. affiliates and balance-of-payments and direct-investment-position data.

Financial and operating data of U.S. affiliates are published at both the enterprise level and the establishment level. Detailed enterprise-level financial and operating data were most recently published in "Operations of U.S. Affiliates of Foreign Companies: Preliminary Results from the 2002 Benchmark Survey" in the August 2004 SURVEY OF CURRENT BUSINESS; the article includes a description of the three types of data. Summary estimates for 2003 are presented in the April 19, 2005, news release "Summary Estimates for Multinational Companies: Employment, Sales, and Capital Expenditures for 2003," which is available on the BEA's Web site. Financial and

operating data at the establishment level are available for selected years as a result of a project that links BEA's enterprise data for U.S. affiliates with the establishment data for all U.S. companies from the Bureau of the Census. The most recent data are published in *Foreign Direct Investment in the United States: Establishment Data for 1997*, which is available on BEA's Web site.

The balance-of-payments and direct-investment-position data were published in "The International Investment Position of the United States at Yearend 2003" and "Direct Investment Positions for 2003: Country and Industry Detail" in the July 2004 issue of the SURVEY, in "Foreign Direct Investment in the United States: Detail for Historical Cost Position and Related Capital and Income Flows, 2003" in the September 2004 issue, and in "U.S. International Transactions, 2004" in the April 2005 issue. Revised and updated data will be published in the July and September 2005 issues.

Tables 6, 7.1, and 7.2 follow.



**Table 6. Investment Outlays by Type of Investment and Investor, by Industry of U.S. Business Enterprise, 2003–2004**  
 [Millions of dollars]

	2003 <sup>r</sup>					2004 <sup>p</sup>				
	Total	By type of investment		By type of investor		Total	By type of investment		By type of investor	
		U.S. businesses acquired	U.S. businesses established	Foreign direct investors	U.S. affiliates		U.S. businesses acquired	U.S. businesses established	Foreign direct investors	U.S. affiliates
<b>All industries</b> .....	<b>63,591</b>	<b>50,212</b>	<b>13,379</b>	<b>27,866</b>	<b>35,725</b>	<b>79,820</b>	<b>72,546</b>	<b>7,274</b>	<b>33,529</b>	<b>46,291</b>
<b>Manufacturing</b> .....	<b>10,750</b>	<b>8,698</b>	<b>2,053</b>	<b>1,490</b>	<b>9,261</b>	<b>17,178</b>	<b>17,155</b>	<b>23</b>	<b>5,377</b>	<b>11,801</b>
Food.....	2,516	2,516	0	(D)	(D)	2,383	2,383	0	(D)	(D)
Beverages and tobacco products.....	(D)	(D)	(D)	(D)	(D)	3,777	3,777	0	(D)	(D)
Textiles, apparel, and leather products.....	(D)	(D)	(D)	(D)	(D)	(D)	(D)	0	0	(D)
Paper.....	(D)	(D)	0	0	(D)	(D)	(D)	0	(D)	(D)
Printing and related support activities.....	(D)	(D)	0	0	(D)	(D)	0	(D)	(D)	0
Petroleum and coal products.....	(D)	(D)	0	0	(D)	0	0	0	0	0
Chemicals.....	1,164	(D)	(D)	303	861	5,140	(D)	(D)	3,613	1,527
Plastics and rubber products.....	498	(D)	(D)	(D)	(D)	(D)	(D)	0	(D)	(D)
Nonmetallic mineral products.....	(D)	(D)	(D)	(D)	(D)	127	122	5	(D)	(D)
Primary and fabricated metals.....	214	214	0	(D)	(D)	941	(D)	(D)	(D)	(D)
Machinery.....	122	122	0	(D)	(D)	580	580	0	0	580
Computers and electronic products.....	2,125	(D)	(D)	240	1,884	2,818	2,818	0	1,448	1,369
Electrical equipment, appliances, and components.....	139	139	0	(D)	(D)	306	306	0	0	306
Transportation equipment.....	225	225	0	5	220	425	425	0	(D)	(D)
Other.....	462	(D)	(D)	(D)	(D)	539	536	4	93	447
<b>Wholesale trade</b> .....	<b>1,086</b>	<b>738</b>	<b>348</b>	<b>(D)</b>	<b>(D)</b>	<b>951</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>
Motor vehicles and motor vehicle parts and supplies.....	(D)	(D)	(D)	(D)	(D)	(D)	(D)	(D)	(D)	(D)
Electrical goods.....	(D)	(D)	0	(D)	(D)	0	0	0	0	0
Petroleum and petroleum products.....	(D)	0	(D)	(D)	(D)	0	0	0	0	0
Other.....	773	723	49	141	632	(D)	(D)	(D)	561	(D)
<b>Retail trade</b> .....	<b>941</b>	<b>(D)</b>	<b>(D)</b>	<b>17</b>	<b>925</b>	<b>3,055</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>
<b>Information</b> .....	<b>9,236</b>	<b>9,099</b>	<b>137</b>	<b>148</b>	<b>9,088</b>	<b>3,102</b>	<b>(D)</b>	<b>(D)</b>	<b>411</b>	<b>2,691</b>
Publishing industries.....	1,431	1,427	4	(D)	(D)	(D)	(D)	0	(D)	(D)
Motion picture and sound recording industries.....	278	(D)	(D)	(D)	(D)	0	0	0	0	0
Telecommunications.....	(D)	(D)	(D)	(D)	(D)	(D)	(D)	(D)	(D)	(D)
Other.....	(D)	(D)	(D)	(D)	(D)	2,857	2,857	0	208	2,650
<b>Depository institutions</b> .....	<b>4,864</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>14,095</b>	<b>(D)</b>	<b>(D)</b>	<b>0</b>	<b>14,095</b>
<b>Finance (except depository institutions) and insurance</b> .....	<b>23,511</b>	<b>16,925</b>	<b>6,587</b>	<b>20,456</b>	<b>3,055</b>	<b>24,904</b>	<b>20,452</b>	<b>4,452</b>	<b>20,571</b>	<b>4,333</b>
Finance, except depository institutions.....	22,525	(D)	(D)	(D)	(D)	5,802	1,600	4,203	4,330	1,473
Insurance carriers and related activities.....	987	(D)	(D)	(D)	(D)	19,102	18,853	249	16,241	2,861
<b>Real estate and rental and leasing</b> .....	<b>2,817</b>	<b>(D)</b>	<b>(D)</b>	<b>709</b>	<b>2,109</b>	<b>4,823</b>	<b>2,599</b>	<b>2,225</b>	<b>2,368</b>	<b>2,455</b>
Real estate.....	(D)	(D)	(D)	(D)	(D)	(D)	(D)	2,225	(D)	2,455
Rental and leasing (except real estate).....	(D)	(D)	(D)	(D)	(D)	(D)	(D)	0	(D)	0
<b>Professional, scientific, and technical services</b> .....	<b>1,955</b>	<b>(D)</b>	<b>(D)</b>	<b>724</b>	<b>1,232</b>	<b>4,048</b>	<b>(D)</b>	<b>(D)</b>	<b>2,740</b>	<b>1,307</b>
<b>Other industries</b> .....	<b>8,429</b>	<b>8,065</b>	<b>364</b>	<b>502</b>	<b>7,927</b>	<b>7,664</b>	<b>7,158</b>	<b>506</b>	<b>1,149</b>	<b>6,515</b>
Agriculture, forestry, fishing, and hunting.....	(D)	(D)	0	(D)	(D)	233	214	19	220	13
Mining.....	926	(D)	(D)	(D)	(D)	4,172	4,093	79	662	3,510
Utilities.....	5,401	(D)	(D)	(D)	(D)	433	(D)	(D)	0	433
Construction.....	427	(D)	(D)	(D)	(D)	158	(D)	(D)	(D)	(D)
Transportation and warehousing.....	1,251	(D)	(D)	(D)	(D)	2,127	2,127	0	(D)	(D)
Management of nonbank companies and enterprises.....	(D)	0	(D)	(D)	(D)	0	0	0	0	0
Administration, support, and waste management.....	(D)	(D)	(D)	(D)	(D)	(D)	(D)	0	0	(D)
Health care and social assistance.....	(D)	(D)	(D)	(D)	(D)	(D)	(D)	0	0	(D)
Accommodation and food services.....	89	(D)	(D)	(D)	(D)	(D)	0	(D)	(D)	0
Miscellaneous services.....	95	(D)	(D)	(D)	(D)	398	(D)	(D)	(D)	(D)

p Preliminary.

r Revised.

D Suppressed to avoid disclosure of data of individual companies.

**Table 7.1. Investment Outlays, Country of Ultimate Beneficial Owner by Industry of U.S. Business Enterprise, 2003**  
[Millions of dollars]

	All industries	Manufacturing	Wholesale trade	Retail trade	Information	Depository institutions	Finance (except depository institutions) and insurance	Real estate and rental and leasing	Professional, scientific, and technical services	Other industries
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>All countries.....</b>	<b>63,591</b>	<b>10,750</b>	<b>1,086</b>	<b>941</b>	<b>9,236</b>	<b>4,864</b>	<b>23,511</b>	<b>2,817</b>	<b>1,955</b>	<b>8,429</b>
<b>Canada.....</b>	<b>9,157</b>	<b>2,859</b>	<b>22</b>	<b>(D)</b>	<b>805</b>	<b>(D)</b>	<b>2,351</b>	<b>563</b>	<b>244</b>	<b>1,282</b>
<b>Europe.....</b>	<b>39,024</b>	<b>6,609</b>	<b>728</b>	<b>45</b>	<b>(D)</b>	<b>4,282</b>	<b>(D)</b>	<b>727</b>	<b>1,356</b>	<b>6,774</b>
<i>Of which:</i>										
Belgium.....	594	403	(D)	(D)	0	0	(D)	(D)	(D)	(D)
France.....	2,955	(D)	(D)	0	(D)	0	(D)	(D)	(D)	(D)
Germany.....	8,830	721	14	(D)	(D)	(D)	(D)	540	20	(D)
Ireland.....	2,893	(D)	0	(D)	(D)	(D)	(D)	(D)	(D)	(D)
Netherlands.....	1,077	(D)	(D)	0	(D)	0	(D)	(D)	(D)	527
Switzerland.....	649	(D)	(D)	(D)	(D)	0	(D)	(D)	3	(D)
United Kingdom.....	20,373	2,467	130	(D)	554	(D)	(D)	117	659	255
<b>Latin America and Other Western Hemisphere.....</b>	<b>1,607</b>	<b>(D)</b>	<b>43</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>696</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>
South and Central America.....	182	(D)	(D)	(D)	(D)	(D)	(D)	(D)	(D)	(D)
Other Western Hemisphere.....	1,425	(D)	(D)	(D)	(D)	0	(D)	(D)	(D)	(D)
<i>Of which:</i>										
United Kingdom Islands, Caribbean.....	713	(D)	11	(D)	(D)	0	(D)	(D)	(D)	0
<b>Africa.....</b>	<b>(D)</b>	<b>0</b>	<b>(D)</b>	<b>0</b>	<b>(D)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(D)</b>	<b>0</b>
<b>Middle East.....</b>	<b>1,738</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>0</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>
<i>Of which:</i>										
Israel.....	(D)	(D)	0	(D)	0	0	(D)	0	(D)	(D)
<b>Asia and Pacific.....</b>	<b>11,469</b>	<b>945</b>	<b>282</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>1,834</b>	<b>1,073</b>	<b>343</b>	<b>107</b>
<i>Of which:</i>										
Australia.....	9,032	(D)	(D)	(D)	(D)	0	1,759	594	(D)	(D)
China.....	(D)	(D)	0	0	(D)	0	(D)	(D)	(D)	(D)
Hong Kong.....	623	(D)	(D)	(D)	0	0	(D)	(D)	(D)	(D)
Japan.....	1,544	825	155	(D)	131	(D)	(D)	28	227	7
<b>United States <sup>1</sup>.....</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>(D)</b>	<b>0</b>	<b>(D)</b>	<b>(D)</b>
<b>Addenda:</b>										
European Union (15) <sup>2</sup> .....	37,779	6,211	500	(D)	1,438	4,282	(D)	698	1,352	6,369
OPEC <sup>3</sup> .....	162	(D)	(D)	0	(D)	0	(D)	126	(D)	(D)

D Suppressed to avoid disclosure of data of individual companies.

1. The United States is the country of ultimate beneficial owner for businesses newly acquired or established by foreign investors that are ultimately owned by persons located in the United States (see the box "Key Terms").

2. The European Union (15) comprises Austria, Belgium, Denmark, Finland, France, Germany, Greece, Ireland, Italy, Luxembourg, the Netherlands, Portugal, Spain, Sweden, and the United Kingdom.

3. OPEC is the Organization of Petroleum Exporting Countries. Its members are Algeria, Indonesia, Iran, Iraq, Kuwait,

Libya, Nigeria, Qatar, Saudi Arabia, the United Arab Emirates, and Venezuela.

Notes: Data for 2003 are revised. For investments in which more than one investor participated, each investor and each investor's outlays are classified by the country of each individual ultimate beneficial owner.

This table presents the major regions, the European Union, OPEC, and the following countries: Australia, Canada, China, France, Germany, Hong Kong, Japan, the Netherlands, Switzerland, the United Kingdom, and the United States. In addition, it presents any country whose total outlays for 2003 were greater than \$500 million.

Table 7.2. Investment Outlays, Country of Ultimate Beneficial Owner by Industry of U.S. Business Enterprise, 2004

[Millions of dollars]

	All industries	Manufacturing	Wholesale trade	Retail trade	Information	Depository institutions	Finance (except depository institutions) and insurance	Real estate and rental and leasing	Professional, scientific, and technical services	Other industries
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>All countries</b> .....	79,820	17,178	951	3,055	3,102	14,095	24,904	4,823	4,048	7,664
<b>Canada</b> .....	32,378	1,395	478	(D)	570	(D)	17,525	806	1,897	6,720
<b>Europe</b> .....	39,424	13,664	457	489	1,198	13,458	5,709	2,811	1,237	402
<i>Of which:</i>										
France .....	4,661	1,083	(D)	0	(D)	(D)	1,838	(D)	(D)	0
Germany.....	5,020	4,158	(D)	0	0	0	634	0	0	(D)
Netherlands.....	253	167	0	0	(D)	0	(D)	78	0	0
Switzerland.....	3,523	770	0	(D)	(D)	0	(D)	(D)	8	227
United Kingdom.....	24,166	6,273	234	0	1,154	(D)	2,819	592	(D)	(D)
<b>Latin America and Other Western Hemisphere</b> .....	1,418	(D)	0	0	0	0	(D)	0	0	0
South and Central America .....	(D)	(D)	0	0	0	0	(D)	0	0	0
Other Western Hemisphere.....	(D)	0	0	0	0	0	(D)	0	0	0
<b>Africa</b> .....	(D)	0	(D)	0	0	0	0	0	0	0
<b>Middle East</b> .....	(D)	0	0	0	100	0	(D)	835	0	(D)
<i>Of which:</i>										
United Arab Emirates .....	(D)	0	0	0	0	0	0	(D)	0	(D)
<b>Asia and Pacific</b> .....	4,800	(D)	(D)	(D)	(D)	(D)	1,176	372	914	(D)
<i>Of which:</i>										
Australia.....	2,885	297	0	0	(D)	0	988	(D)	(D)	(D)
China.....	(D)	0	(D)	0	0	0	0	0	(D)	0
Hong Kong.....	115	(D)	0	0	(D)	0	(D)	0	0	0
Japan.....	986	524	(D)	(D)	52	(D)	(D)	14	0	(D)
Singapore.....	(D)	0	0	0	0	0	0	0	(D)	0
<b>United States</b> <sup>1</sup> .....	(D)	(D)	0	0	(D)	0	(D)	0	0	385
<b>Addenda:</b>										
European Union (25) <sup>2</sup> .....	35,264	12,549	457	208	1,190	13,458	4,661	1,362	1,204	175
OPEC <sup>3</sup> .....	852	0	0	0	(D)	0	(D)	835	0	(D)

D Suppressed to avoid disclosure of data of individual companies.

1. The United States is the country of ultimate beneficial owner for businesses newly acquired or established by foreign investors that are ultimately owned by persons located in the United States (see the box "Key Terms").

2. The European Union (25) comprises the European Union (15) whose member countries are listed in footnote 2 of table 7.1 and the 10 countries—Cyprus, the Czech Republic, Estonia, Hungary, Latvia, Lithuania, Malta, Poland, Slovakia, and Slovenia—that joined the Union in May 2004. Outlays include all investments made in 2004, even if the transactions occurred before the entry of the country into the European Union.

3. OPEC is the Organization of Petroleum Exporting Countries. Its members are Algeria, Indonesia, Iran, Iraq, Kuwait, Libya, Nigeria, Qatar, Saudi Arabia, the United Arab Emirates, and Venezuela.

Notes: Data for 2004 are preliminary. For investments in which more than one investor participated, each investor and each investor's outlays are classified by the country of each individual ultimate beneficial owner.

This table presents the major regions, the European Union, OPEC, and the following countries: Australia, Canada, China, France, Germany, Hong Kong, Japan, the Netherlands, Switzerland, the United Kingdom, and the United States. In addition, it presents any country whose total outlays for 2004 were greater than \$500 million.

# Subject Guide

## VOLUME 85 (2005) JANUARY–JUNE

This guide lists the major items that were published in the SURVEY OF CURRENT BUSINESS in the January–June 2005 issues. It gives the month of the issue and the beginning page number, and it includes selected boxes that are cited by title and page number.

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# BEA Current and Historical Data

## National, International, and Regional Data

A selection of estimates from the national, industry, international, and regional accounts of the Bureau of Economic Analysis (BEA) are presented in this section. BEA's estimates are not copyrighted and may be reprinted without BEA's permission, and citing the SURVEY OF CURRENT BUSINESS and BEA as the source is appreciated.

More detailed estimates from BEA's accounts are available on BEA's Web site at <www.bea.gov>. These estimates are available in a variety of formats, including interactive access. In addition, news releases, articles, and other information, including methodologies and working papers, are available.

The tables present annual [A], quarterly [Q], and monthly [M] data.

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### A. Selected NIPA Tables

The selected set of NIPA tables presents the most recent estimates of gross domestic product (GDP) and its components that were released on May 26, 2005. These estimates include the "preliminary" estimates for the first quarter of 2005 and revised estimates of wages and salaries and of affected income-side series for the fourth quarter of 2004 and for 2004.

The selected set presents quarterly estimates that are updated monthly. Annual estimates are presented in most of the tables.

The GDP news release is available on BEA's Web site within minutes after the release. To receive an e-mail notification of the release, go to <www.bea.gov>, and subscribe. The "Selected NIPA Tables" are available later that day.

#### 1. Domestic Product and Income

**Table 1.1.1. Percent Change From Preceding Period in Real Gross Domestic Product**  
[Percent]

Line	2003	2004	Seasonally adjusted at annual rates					
			2004				2005	
			I	II	III	IV		I
Gross domestic product ....	1	3.0	4.4	4.5	3.3	4.0	3.8	3.5
<b>Personal consumption expenditures</b> .....	2	3.3	3.8	4.1	1.6	5.1	4.2	3.6
Durable goods .....	3	7.4	6.7	2.2	-0.3	17.2	3.9	1.7
Nondurable goods .....	4	3.7	4.6	6.7	0.1	4.7	5.9	5.4
Services .....	5	2.2	2.8	3.3	2.7	3.0	3.4	3.2
<b>Gross private domestic investment</b> .....	6	4.4	13.2	12.3	19.0	2.4	13.3	10.0
Fixed investment .....	7	5.1	10.3	4.5	13.9	8.8	10.5	5.3
Nonresidential .....	8	3.3	10.6	4.2	12.5	13.0	14.5	3.5
Structures .....	9	-5.6	1.4	-7.6	6.9	-1.1	2.1	-3.3
Equipment and software .....	10	6.4	13.6	8.0	14.2	17.5	18.4	5.6
Residential .....	11	8.8	9.7	5.0	16.5	1.6	3.4	8.8
Change in private inventories .....	12							
<b>Net exports of goods and services</b> .....	13							
Exports .....	14	1.9	8.6	7.3	7.3	6.0	3.2	7.2
Goods .....	15	2.2	8.8	9.1	6.0	9.5	1.9	8.7
Services .....	16	1.4	8.0	3.4	10.2	-1.8	6.2	3.6
Imports .....	17	4.4	9.9	10.6	12.6	4.6	11.4	9.1
Goods .....	18	4.7	10.8	12.7	13.0	5.0	14.9	9.8
Services .....	19	3.1	5.8	1.2	10.6	2.8	-5.2	5.3
<b>Government consumption expenditures and gross investment</b> .....	20	2.8	1.9	2.5	2.2	0.7	0.9	-0.2
Federal .....	21	6.6	4.7	7.1	2.7	4.8	1.2	0.4
National defense .....	22	9.0	7.3	10.6	1.9	10.1	-0.6	0.3
Nondefense .....	23	2.4	-0.5	0.2	4.4	-5.3	5.3	0.7
State and local .....	24	0.7	0.4	0.0	1.9	-1.7	0.6	-0.5

**Table 1.1.2. Contributions to Percent Change in Real Gross Domestic Product**

Line	2003	2004	Seasonally adjusted at annual rates					
			2004				2005	
			I	II	III	IV		I
<b>Percent change at annual rate:</b>								
Gross domestic product ....	1	3.0	4.4	4.5	3.3	4.0	3.8	3.5
<b>Percentage points at annual rates:</b>								
<b>Personal consumption expenditures</b> .....	2	2.29	2.65	2.90	1.10	3.57	2.92	2.54
Durable goods .....	3	0.63	0.57	0.19	-0.02	1.37	0.33	0.15
Nondurable goods .....	4	0.73	0.91	1.33	0.03	0.94	1.19	1.09
Services .....	5	0.93	1.17	1.39	1.10	1.26	1.41	1.30
<b>Gross private domestic investment</b> .....	6	0.66	2.00	1.86	2.85	0.40	2.11	1.65
Fixed investment .....	7	0.76	1.56	0.69	2.07	1.37	1.65	0.87
Nonresidential .....	8	0.33	1.05	0.42	1.21	1.27	1.46	0.38
Structures .....	9	-0.15	0.03	-0.19	0.16	-0.03	0.05	-0.08
Equipment and software .....	10	0.48	1.01	0.61	1.05	1.30	1.41	0.46
Residential .....	11	0.43	0.51	0.27	0.86	0.09	0.19	0.49
Change in private inventories .....	12	-0.10	0.44	1.17	0.78	-0.97	0.46	0.78
<b>Net exports of goods and services</b> .....	13	-0.43	-0.59	-0.76	-1.06	-0.10	-1.35	-0.67
Exports .....	14	0.18	0.82	0.70	0.70	0.59	0.32	0.71
Goods .....	15	0.14	0.59	0.60	0.41	0.64	0.14	0.60
Services .....	16	0.04	0.23	0.10	0.30	-0.06	0.18	0.11
Imports .....	17	-0.61	-1.40	-1.46	-1.77	-0.69	-1.67	-1.38
Goods .....	18	-0.54	-1.27	-1.43	-1.52	-0.62	-1.80	-1.25
Services .....	19	-0.07	-0.14	-0.03	-0.25	-0.07	0.13	-0.13
<b>Government consumption expenditures and gross investment</b> .....	20	0.52	0.37	0.48	0.41	0.13	0.16	-0.03
Federal .....	21	0.43	0.32	0.48	0.18	0.33	0.09	0.03
National defense .....	22	0.38	0.33	0.47	0.09	0.45	-0.03	0.01
Nondefense .....	23	0.06	-0.01	0.00	0.10	-0.12	0.11	0.02
State and local .....	24	0.09	0.05	0.00	0.23	-0.20	0.07	-0.06

**Table 1.1.3. Real Gross Domestic Product, Quantity Indexes**  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ....	1	105.749	110.440	108.969	109.858	110.941	111.993	112.955
<b>Personal consumption expenditures</b> .....	2	109.143	113.253	111.925	112.360	113.776	114.951	115.983
Durable goods.....	3	119.378	127.338	124.572	124.482	129.529	130.768	131.330
Nondurable goods.....	4	108.481	113.417	112.331	112.367	113.659	115.310	116.842
Services.....	5	107.418	110.423	109.237	109.955	110.782	111.717	112.589
<b>Gross private domestic investment</b> .....	6	93.852	106.223	101.672	106.191	106.823	110.207	112.866
Fixed investment.....	7	96.924	106.877	102.529	105.913	108.170	110.897	112.349
Nonresidential.....	8	90.157	99.720	95.204	98.041	101.075	104.560	105.472
Structures.....	9	75.810	76.844	75.886	77.171	76.958	77.359	76.714
Equipment and software... ..	10	95.679	108.670	102.699	106.157	110.524	115.299	116.883
Residential.....	11	114.392	125.457	121.400	126.122	126.628	127.680	130.392
Change in private inventories... ..	12							
<b>Net exports of goods and services</b> .....	13							
Exports.....	14	94.116	102.195	99.924	101.690	103.176	103.991	105.802
Goods.....	15	92.018	100.148	97.810	99.242	101.526	102.015	104.170
Services.....	16	99.330	107.277	105.173	107.765	107.275	108.996	109.856
Imports.....	17	105.048	115.468	111.504	114.862	116.167	119.340	121.963
Goods.....	18	105.131	116.462	112.116	115.593	117.005	121.133	124.001
Services.....	19	104.753	110.782	108.675	111.458	112.241	110.752	112.187
<b>Government consumption expenditures and gross investment</b> .....	20	110.906	113.066	112.443	113.062	113.259	113.500	113.450
Federal.....	21	119.140	124.695	123.249	124.068	125.539	125.922	126.052
National defense.....	22	122.014	130.951	128.984	129.582	132.723	132.516	132.608
Nondefense.....	23	113.972	113.399	112.900	114.117	112.563	114.017	114.217
State and local.....	24	106.739	107.171	106.965	107.482	107.033	107.202	107.061

**Table 1.1.4. Price Indexes for Gross Domestic Product**  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ....	1	106.003	108.298	107.314	108.169	108.551	109.159	110.012
<b>Personal consumption expenditures</b> .....	2	105.511	107.824	106.860	107.683	108.021	108.734	109.295
Durable goods.....	3	92.244	90.378	90.741	90.725	90.008	90.039	90.238
Nondurable goods.....	4	104.154	107.626	105.914	107.616	107.869	109.106	109.447
Services.....	5	109.237	111.999	111.085	111.667	112.314	112.932	113.698
<b>Gross private domestic investment</b> .....	6	102.304	104.898	103.514	104.644	105.405	106.029	106.779
Fixed investment.....	7	102.435	104.978	103.618	104.709	105.482	106.101	106.848
Nonresidential.....	8	98.546	99.328	98.793	99.220	99.449	99.850	100.494
Structures.....	9	110.176	115.578	111.926	113.984	116.677	119.726	122.740
Equipment and software... ..	10	94.754	94.382	94.611	94.626	94.256	94.034	94.135
Residential.....	11	111.951	118.338	115.179	117.710	119.674	120.787	121.767
Change in private inventories... ..	12							
<b>Net exports of goods and services</b> .....	13							
Exports.....	14	101.395	104.919	103.565	104.746	105.175	106.189	107.309
Goods.....	15	100.640	104.430	103.023	104.356	104.665	105.679	106.805
Services.....	16	103.219	106.129	104.897	105.726	106.440	107.454	108.560
Imports.....	17	99.615	104.508	102.163	103.760	105.066	107.042	107.678
Goods.....	18	98.068	102.886	100.355	102.267	103.560	105.362	105.893
Services.....	19	107.784	113.028	111.718	111.566	112.937	115.892	117.138
<b>Government consumption expenditures and gross investment</b> .....	20	108.702	112.187	110.522	111.703	112.682	113.841	115.604
Federal.....	21	109.081	112.213	111.203	112.020	112.491	113.138	115.413
National defense.....	22	109.875	112.980	111.825	112.790	113.317	113.986	116.303
Nondefense.....	23	107.631	110.813	110.095	110.613	110.970	111.573	113.765
State and local.....	24	108.485	112.180	110.131	111.524	112.802	114.265	115.723

**Table 1.1.5. Gross Domestic Product**  
[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ....	1	11,004.0	11,735.0	11,472.6	11,657.5	11,814.9	11,994.8	12,191.7
<b>Personal consumption expenditures</b> .....	2	7,760.9	8,229.9	8,060.2	8,153.8	8,282.5	8,423.3	8,542.8
Durable goods.....	3	950.7	993.9	976.3	975.5	1,007.0	1,017.0	1,023.6
Nondurable goods.....	4	2,200.1	2,377.0	2,316.6	2,354.6	2,387.2	2,449.7	2,490.0
Services.....	5	4,610.1	4,859.0	4,767.3	4,823.8	4,888.2	4,956.6	5,029.2
<b>Gross private domestic investment</b> .....	6	1,665.8	1,927.3	1,819.7	1,920.7	1,947.0	2,021.9	2,084.6
Fixed investment.....	7	1,667.0	1,884.0	1,783.5	1,861.7	1,915.4	1,975.3	2,015.2
Nonresidential.....	8	1,094.7	1,220.5	1,158.8	1,198.5	1,238.5	1,286.3	1,305.9
Structures.....	9	261.6	278.2	266.0	275.5	281.2	290.0	294.9
Equipment and software... ..	10	833.1	942.4	892.8	923.1	957.3	998.3	1,011.0
Residential.....	11	572.3	663.4	624.6	663.2	677.0	688.9	709.3
Change in private inventories... ..	12	-1.2	43.4	36.2	59.0	31.6	46.7	69.4
<b>Net exports of goods and services</b> .....	13	-498.1	-606.2	-546.8	-591.3	-611.8	-674.8	-693.6
Exports.....	14	1,046.2	1,175.5	1,134.3	1,167.6	1,189.5	1,210.4	1,244.5
Goods.....	15	726.4	820.3	790.3	812.2	833.4	845.5	872.5
Services.....	16	319.8	355.1	344.1	355.4	356.1	365.0	372.0
Imports.....	17	1,544.3	1,781.6	1,681.2	1,758.9	1,801.2	1,885.2	1,938.1
Goods.....	18	1,282.0	1,490.8	1,399.2	1,470.1	1,506.9	1,587.2	1,632.9
Services.....	19	262.3	290.8	282.0	288.8	294.4	298.1	305.2
<b>Government consumption expenditures and gross investment</b> .....	20	2,075.5	2,183.9	2,139.5	2,174.3	2,197.2	2,224.5	2,257.9
Federal.....	21	752.2	809.9	793.3	804.4	817.4	824.6	842.0
National defense.....	22	496.4	547.9	534.1	541.2	557.0	559.4	571.1
Nondefense.....	23	255.7	262.0	259.1	263.2	260.4	265.2	270.9
State and local.....	24	1,323.3	1,373.9	1,346.3	1,369.9	1,379.8	1,399.9	1,415.9

**Table 1.1.6. Real Gross Domestic Product, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ....	1	10,381.3	10,841.9	10,697.5	10,784.7	10,891.0	10,994.3	11,088.8
<b>Personal consumption expenditures</b> .....	2	7,355.6	7,632.5	7,543.0	7,572.4	7,667.8	7,747.0	7,816.5
Durable goods.....	3	1,030.6	1,099.3	1,075.5	1,074.7	1,118.3	1,129.0	1,133.8
Nondurable goods.....	4	2,112.4	2,208.5	2,187.3	2,188.0	2,213.2	2,245.3	2,275.2
Services.....	5	4,220.3	4,338.3	4,291.7	4,320.0	4,352.4	4,389.2	4,423.4
<b>Gross private domestic investment</b> .....	6	1,628.8	1,843.5	1,764.5	1,842.9	1,853.9	1,912.6	1,958.8
Fixed investment.....	7	1,627.3	1,794.4	1,721.4	1,778.3	1,816.1	1,861.9	1,886.3
Nonresidential.....	8	1,110.8	1,228.6	1,173.0	1,207.9	1,245.3	1,288.3	1,299.5
Structures.....	9	237.4	240.7	237.7	241.7	241.0	242.3	240.3
Equipment and software... ..	10	879.2	998.6	943.7	975.5	1,015.6	1,059.5	1,074.0
Residential.....	11	511.2	580.7	542.5	563.6	565.9	570.6	582.7
Change in private inventories... ..	12	-0.8	45.7	40.0	61.1	34.5	47.2	68.4
<b>Net exports of goods and services</b> .....	13	-518.5	-583.7	-550.1	-580.3	-583.2	-621.1	-640.0
Exports.....	14	1,031.8	1,120.3	1,095.4	1,114.8	1,131.1	1,140.0	1,159.9
Goods.....	15	721.7	785.5	767.2	778.4	796.3	800.1	817.0
Services.....	16	309.9	334.6	328.1	336.2	334.6	339.7	342.7
Imports.....	17	1,550.3	1,704.0	1,645.5	1,695.1	1,714.3	1,761.2	1,799.9
Goods.....	18	1,307.3	1,448.2	1,394.1	1,437.4	1,454.9	1,506.3	1,541.9
Services.....	19	243.3	257.3	252.4	258.9	260.7	257.3	260.6
<b>Government consumption expenditures and gross investment</b> .....	20	1,909.4	1,946.5	1,935.8	1,946.5	1,949.9	1,954.0	1,953.2
Federal.....	21	689.6	721.7	713.3	718.1	726.6	728.8	729.6
National defense.....	22	451.8	484.9	477.6	479.9	491.5	490.7	491.1
Nondefense.....	23	237.6	236.4	235.4	237.9	234.7	237.7	238.1
State and local.....	24	1,219.8	1,224.8	1,224.2	1,223.1	1,223.2	1,225.1	1,223.5
Residual.....	25	0.8	-10.6	-5.1	-4.3	-14.6	-18.5	-18.9

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

**Table 1.1.7. Percent Change From Preceding Period in Prices for Gross Domestic Product**

[Percent]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ...	1	1.8	2.2	2.8	3.2	1.4	2.3	3.2
<b>Personal consumption expenditures</b> .....	2	1.9	2.2	3.3	3.1	1.3	2.7	2.1
Durable goods .....	3	-3.4	-2.0	0.0	-0.1	-3.1	0.1	0.9
Nondurable goods .....	4	2.0	3.3	5.3	6.6	0.9	4.7	1.3
Services .....	5	3.0	2.5	3.0	2.1	2.3	2.2	2.7
<b>Gross private domestic investment</b> .....	6	1.1	2.5	2.1	4.4	2.9	2.4	2.9
Fixed investment .....	7	1.2	2.5	2.0	4.3	3.0	2.4	2.8
Nonresidential .....	8	-0.4	0.8	0.3	1.7	0.9	1.6	2.6
Structures .....	9	2.1	4.9	4.8	7.6	9.8	10.9	10.5
Equipment and software .....	10	-1.2	-0.4	-1.1	0.1	-1.6	-0.9	0.4
Residential .....	11	4.4	5.7	5.4	9.1	6.8	3.8	3.3
Change in private inventories ...	12							
<b>Net exports of goods and services</b> .....	13							
Exports .....	14	2.1	3.5	5.7	4.6	1.6	3.9	4.3
Goods .....	15	2.0	3.8	6.4	5.3	1.2	3.9	4.3
Services .....	16	2.4	2.8	4.0	3.2	2.7	3.9	4.2
Imports .....	17	3.4	4.9	9.6	6.4	5.1	7.7	2.4
Goods .....	18	2.9	4.9	9.9	7.8	5.2	7.1	2.0
Services .....	19	5.9	4.9	8.3	-0.5	5.0	10.9	4.4
<b>Government consumption expenditures and gross investment</b> .....	20	3.2	3.2	5.1	4.3	3.6	4.2	6.3
Federal .....	21	3.6	2.9	6.6	3.0	1.7	2.3	8.3
National defense .....	22	4.2	2.8	5.7	3.5	1.9	2.4	8.4
Nondefense .....	23	2.6	3.0	8.3	1.9	1.3	2.2	8.1
State and local .....	24	3.0	3.4	4.2	5.2	4.7	5.3	5.2
<b>Addendum:</b>								
Gross national product .....	25	1.8	2.2	2.8	3.2	1.4	2.3	3.2

**Table 1.1.8. Contributions to Percent Change in the Gross Domestic Product Price Index**

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Percent change at annual rate:</b>								
Gross domestic product ...	1	1.8	2.2	2.8	3.2	1.4	2.3	3.2
<b>Percentage points at annual rates:</b>								
<b>Personal consumption expenditures</b> .....	2	1.33	1.54	2.28	2.18	0.88	1.86	1.47
Durable goods .....	3	-0.30	-0.18	0.00	-0.01	-0.27	0.01	0.08
Nondurable goods .....	4	0.40	0.67	1.04	1.30	0.19	0.93	0.26
Services .....	5	1.24	1.05	1.24	0.88	0.96	0.91	1.13
<b>Gross private domestic investment</b> .....	6	0.16	0.40	0.34	0.71	0.48	0.40	0.49
Fixed investment .....	7	0.18	0.39	0.31	0.67	0.48	0.39	0.47
Nonresidential .....	8	-0.04	0.08	0.03	0.18	0.10	0.17	0.28
Structures .....	9	0.05	0.11	0.11	0.17	0.22	0.25	0.24
Equipment and software .....	10	-0.09	-0.03	-0.08	0.01	-0.13	-0.08	0.04
Residential .....	11	0.22	0.31	0.29	0.49	0.38	0.21	0.19
Change in private inventories ...	12	-0.02	0.01	0.02	0.05	0.01	0.01	0.02
<b>Net exports of goods and services</b> .....	13	-0.27	-0.37	-0.78	-0.47	-0.59	-0.76	0.05
Exports .....	14	0.20	0.34	0.54	0.45	0.16	0.39	0.43
Goods .....	15	0.13	0.26	0.43	0.36	0.08	0.27	0.30
Services .....	16	0.07	0.08	0.12	0.10	0.08	0.12	0.13
Imports .....	17	-0.47	-0.71	-1.33	-0.92	-0.76	-1.15	-0.38
Goods .....	18	-0.33	-0.60	-1.13	-0.94	-0.64	-0.90	-0.27
Services .....	19	-0.13	-0.12	-0.20	0.01	-0.12	-0.26	-0.11
<b>Government consumption expenditures and gross investment</b> .....	20	0.60	0.59	0.93	0.80	0.65	0.77	1.16
Federal .....	21	0.24	0.20	0.44	0.20	0.12	0.16	0.56
National defense .....	22	0.18	0.13	0.26	0.16	0.09	0.11	0.38
Nondefense .....	23	0.06	0.07	0.18	0.04	0.03	0.05	0.18
State and local .....	24	0.36	0.40	0.49	0.60	0.54	0.61	0.60

**Table 1.1.9. Implicit Price Deflators for Gross Domestic Product**

[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ...	1	105.998	108.237	107.246	108.093	108.482	109.100	109.946
<b>Personal consumption expenditures</b> .....	2	105.510	107.827	106.856	107.679	108.016	108.730	109.291
Durable goods .....	3	92.244	90.412	90.783	90.767	90.049	90.081	90.280
Nondurable goods .....	4	104.153	107.632	105.909	107.611	107.864	109.101	109.442
Services .....	5	109.237	112.001	111.080	111.663	112.310	112.928	113.694
<b>Gross private domestic investment</b> .....	6	102.271	104.549	103.130	104.221	105.022	105.716	106.425
Fixed investment .....	7	102.436	104.989	103.603	104.693	105.466	106.086	106.832
Nonresidential .....	8	98.547	99.341	98.792	99.220	99.449	99.849	100.493
Structures .....	9	110.180	115.585	111.916	113.974	116.667	119.715	122.729
Equipment and software .....	10	94.754	94.372	94.611	94.627	94.257	94.035	94.136
Residential .....	11	111.952	118.329	115.133	117.664	119.627	120.739	121.719
Change in private inventories ...	12							
<b>Net exports of goods and services</b> .....	13							
Exports .....	14	101.396	104.919	103.550	104.732	105.161	106.175	107.294
Goods .....	15	100.640	104.432	103.009	104.343	104.652	105.665	106.791
Services .....	16	103.219	106.124	104.881	105.711	106.423	107.438	108.543
Imports .....	17	99.615	104.553	102.165	103.763	105.068	107.045	107.680
Goods .....	18	98.068	102.945	100.363	102.276	103.569	105.371	105.902
Services .....	19	107.784	113.007	111.692	111.542	112.911	115.666	117.110
<b>Government consumption expenditures and gross investment</b> .....	20	108.702	112.191	110.523	111.703	112.683	113.840	115.603
Federal .....	21	109.082	112.221	111.205	112.022	112.493	113.140	115.416
National defense .....	22	109.876	112.994	111.830	112.795	113.323	113.991	116.308
Nondefense .....	23	107.632	110.816	110.097	110.616	110.971	111.574	113.767
State and local .....	24	108.485	112.180	110.130	111.523	112.802	114.264	115.722
<b>Addendum:</b>								
Gross national product .....	25	105.992	108.232	107.240	108.087	108.479	109.099	109.944

**Table 1.1.10. Percentage Shares of Gross Domestic Product**

[Percent]

	Line	2003	2004	2004				2005
				I	II	III	IV	
				I	II	III	IV	I
<b>Gross domestic product</b> ...	1	100.0	100.0	100.0	100.0	100.0	100.0	100.0
<b>Personal consumption expenditures</b> .....	2	70.5	70.1	70.3	69.9	70.1	70.2	70.1
Durable goods .....	3	8.6	8.5	8.5	8.4	8.5	8.5	8.4
Nondurable goods .....	4	20.0	20.3	20.2	20.2	20.2	20.4	20.4
Services .....	5	41.9	41.4	41.6	41.4	41.4	41.3	41.3
<b>Gross private domestic investment</b> .....	6	15.1	16.4	15.9	16.5	16.5	16.9	17.1
Fixed investment .....	7	15.1	16.1	15.5	16.0	16.2	16.5	16.5
Nonresidential .....	8	9.9	10.4	10.1	10.3	10.5	10.7	10.7
Structures .....	9	2.4	2.4	2.3	2.4	2.4	2.4	2.4
Equipment and software .....	10	7.6	8.0	7.8	7.9	8.1	8.3	8.3
Residential .....	11	5.2	5.7	5.4	5.7	5.7	5.7	5.8
Change in private inventories ...	12	0.0	0.4	0.3	0.5	0.3	0.4	0.6
<b>Net exports of goods and services</b> .....	13	-4.5	-5.2	-4.8	-5.1	-5.2	-5.6	-5.7
Exports .....	14	9.5	10.0	9.9	10.0	10.1	10.1	10.2
Goods .....	15	6.6	7.0	6.9	7.0	7.1	7.0	7.2
Services .....	16	2.9	3.0	3.0	3.0	3.0	3.0	3.1
Imports .....	17	14.0	15.2	14.7	15.1	15.2	15.7	15.9
Goods .....	18	11.7	12.7	12.2	12.6	12.8	13.2	13.4
Services .....	19	2.4	2.5	2.5	2.5	2.5	2.5	2.5
<b>Government consumption expenditures and gross investment</b> .....	20	18.9	18.6	18.6	18.7	18.6	18.5	18.5
Federal .....	21	6.8	6.9	6.9	6.9	6.9	6.9	6.9
National defense .....	22	4.5	4.7	4.7	4.6	4.7	4.7	4.7
Nondefense .....	23	2.3	2.2	2.3	2.3	2.2	2.2	2.2
State and local .....	24	12.0	11.7	11.7	11.8	11.7	11.7	11.6



**Table 1.2.1. Percent Change From Preceding Period in Real Gross Domestic Product by Major Type of Product**  
[Percent]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ....	1	3.0	4.4	4.5	3.3	4.0	3.8	3.5
Final sales of domestic product .....	2	3.1	4.0	3.3	2.5	5.0	3.4	2.7
Change in private inventories .....	3							
<b>Goods</b> .....	4	4.3	7.4	8.2	2.5	8.3	6.1	5.2
Final sales .....	5	4.7	6.0	4.6	0.1	11.7	4.7	2.8
Change in private inventories .....	6							
Durable goods .....	7	5.8	10.3	8.7	2.6	10.6	10.0	5.7
Final sales .....	8	6.6	8.5	4.7	-1.1	19.4	8.2	1.3
Change in private inventories <sup>1</sup> .....	9							
Nondurable goods .....	10	3.2	5.0	7.8	2.4	6.5	3.0	4.7
Final sales .....	11	3.1	4.0	4.4	1.0	5.8	1.9	4.0
Change in private inventories <sup>1</sup> .....	12							
<b>Services</b> <sup>2</sup> .....	13	2.3	2.7	3.0	2.3	2.8	3.0	2.8
<b>Structures</b> .....	14	3.0	5.3	0.7	12.7	-2.5	1.4	2.3
<b>Addenda:</b>								
Motor vehicle output .....	15	4.2	5.6	8.8	-15.2	10.4	27.6	6.4
Gross domestic product excluding motor vehicle output .....	16	3.0	4.4	4.3	4.0	3.8	3.1	3.4
Final sales of computers <sup>3</sup> .....	17	41.0	22.7	0.1	0.1	20.7	74.6	68.5
Gross domestic product excluding final sales of computers .....	18	2.8	4.3	4.5	3.3	3.9	3.3	2.9
Gross domestic purchases excluding final sales of computers to domestic purchasers .....	19	3.0	4.5	5.0	4.0	3.6	4.5	3.5

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

**Table 1.2.2. Contributions to Percent Change in Real Gross Domestic Product by Major Type of Product**

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Percent change at annual rate:</b>								
<b>Gross domestic product</b> ....	1	3.0	4.4	4.5	3.3	4.0	3.8	3.5
<b>Percentage points at annual rates:</b>								
Final sales of domestic product .....	2	3.14	3.99	3.32	2.52	4.97	3.38	2.71
Change in private inventories .....	3	-0.10	0.44	1.17	0.78	-0.97	0.46	0.78
<b>Goods</b> .....	4	1.41	2.38	2.65	0.82	2.67	1.99	1.68
Final sales .....	5	1.51	1.93	1.49	0.03	3.63	1.53	0.90
Change in private inventories .....	6	-0.10	0.44	1.17	0.78	-0.97	0.46	0.78
Durable goods .....	7	0.85	1.48	1.28	0.39	1.53	1.45	0.84
Final sales .....	8	0.96	1.23	0.70	-0.15	2.62	1.18	0.20
Change in private inventories <sup>1</sup> .....	9	-0.11	0.26	0.58	0.54	-1.09	0.27	0.64
Nondurable goods .....	10	0.56	0.89	1.37	0.42	1.14	0.54	0.84
Final sales .....	11	0.55	0.71	0.79	0.18	1.01	0.35	0.70
Change in private inventories <sup>1</sup> .....	12	0.01	0.19	0.58	0.25	0.12	0.19	0.14
<b>Services</b> <sup>2</sup> .....	13	1.35	1.54	1.76	1.30	1.59	1.71	1.57
<b>Structures</b> .....	14	0.29	0.52	0.07	1.19	-0.25	0.14	0.23
<b>Addenda:</b>								
Motor vehicle output .....	15	0.19	0.20	0.30	-0.58	0.34	0.86	0.23
Gross domestic product excluding motor vehicle output .....	16	2.85	4.24	4.18	3.88	3.66	2.99	3.26
Final sales of computers <sup>3</sup> .....	17	0.31	0.20	0.00	0.00	0.18	0.56	0.56
Gross domestic product excluding final sales of computers .....	18	2.73	4.23	4.48	3.30	3.82	3.28	2.92

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

**Table 1.2.3. Real Gross Domestic Product by Major Type of Product, Quantity Indexes**  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ....	1	105.749	110.440	108.969	109.858	110.941	111.993	112.955
Final sales of domestic product .....	2	106.346	110.595	109.173	109.854	111.211	112.141	112.892
Change in private inventories .....	3							
<b>Goods</b> .....	4	103.840	111.509	109.477	110.142	112.367	114.050	115.491
Final sales .....	5	105.526	111.874	109.988	110.003	113.099	114.407	115.191
Change in private inventories .....	6							
Durable goods .....	7	101.797	112.244	109.632	110.325	113.146	115.873	117.479
Final sales .....	8	103.950	112.759	109.931	109.632	114.602	116.871	117.261
Change in private inventories <sup>1</sup> .....	9							
Nondurable goods .....	10	105.827	111.142	109.586	110.228	111.965	112.788	114.099
Final sales .....	11	107.017	111.294	110.174	110.448	112.013	112.540	113.645
Change in private inventories <sup>1</sup> .....	12							
<b>Services</b> <sup>2</sup> .....	13	107.839	110.698	109.656	110.269	111.022	111.845	112.607
<b>Structures</b> .....	14	100.891	106.288	104.164	107.319	106.651	107.018	107.617
<b>Addenda:</b>								
Motor vehicle output .....	15	110.849	117.029	117.344	112.620	115.444	122.707	124.631
Gross domestic product excluding motor vehicle output .....	16	105.570	110.210	108.676	109.758	110.782	111.624	112.554
Final sales of computers <sup>3</sup> .....	17	174.608	214.285	201.489	201.553	211.262	242.835	276.680
Gross domestic product excluding final sales of computers .....	18	105.248	109.742	108.329	109.221	110.258	111.158	111.966
Gross domestic purchases excluding final sales of computers to domestic purchasers .....	19	106.238	111.058	109.444	110.524	111.519	112.744	113.715

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

**Table 1.2.4. Price Indexes for Gross Domestic Product by Major Type of Product**  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ....	1	106.003	108.298	107.314	108.169	108.551	109.159	110.012
Final sales of domestic product .....	2	106.025	108.310	107.332	108.178	108.561	109.168	110.021
Change in private inventories .....	3							
<b>Goods</b> .....	4	99.533	99.934	99.733	100.325	99.742	99.937	100.260
Final sales .....	5	99.592	99.952	99.778	100.344	99.748	99.937	100.251
Change in private inventories .....	6							
Durable goods .....	7	94.128	92.362	92.741	92.630	92.068	92.009	92.024
Final sales .....	8	94.159	92.350	92.791	92.635	92.028	91.947	91.957
Change in private inventories <sup>1</sup> .....	9							
Nondurable goods .....	10	104.499	106.951	106.191	107.457	106.856	107.299	107.924
Final sales .....	11	104.616	107.016	106.259	107.507	106.924	107.375	107.989
Change in private inventories <sup>1</sup> .....	12							
<b>Services</b> <sup>2</sup> .....	13	109.124	112.010	110.943	111.699	112.370	113.028	114.065
<b>Structures</b> .....	14	110.979	116.882	113.408	115.849	118.188	120.081	121.893
<b>Addenda:</b>								
Motor vehicle output .....	15	96.462	95.914	96.266	96.347	95.086	95.959	97.172
Gross domestic product excluding motor vehicle output .....	16	106.372	108.781	107.744	108.630	109.078	109.674	110.512
Final sales of computers <sup>3</sup> .....	17	53.457	48.822	50.327	49.946	48.608	46.407	43.780
Gross domestic product excluding final sales of computers .....	18	106.710	109.140	108.106	108.983	109.401	110.071	111.011

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

**Table 1.2.5. Gross Domestic Product  
by Major Type of Product**  
(Billions of dollars)

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	11,004.0	11,735.0	11,472.6	11,657.5	11,814.9	11,994.8	12,191.7
Final sales of domestic product.....	2	11,005.3	11,691.6	11,436.4	11,598.5	11,783.3	11,948.2	12,122.2
Change in private inventories.....	3	-1.2	43.4	36.2	59.0	31.6	46.7	69.4
<b>Goods</b> .....	4	3,564.5	3,837.2	3,759.7	3,804.0	3,859.1	3,925.8	3,987.5
Final sales.....	5	3,565.7	3,793.8	3,723.4	3,745.0	3,827.6	3,879.2	3,918.1
Change in private inventories.....	6	-1.2	43.4	36.2	59.0	31.6	46.7	69.4
Durable goods.....	7	1,618.8	1,752.0	1,718.4	1,727.2	1,760.5	1,801.8	1,827.1
Final sales.....	8	1,618.2	1,722.2	1,687.2	1,679.8	1,744.4	1,777.4	1,783.5
Change in private inventories <sup>1</sup> .....	9	0.6	29.8	31.2	47.4	16.1	24.4	43.6
Nondurable goods.....	10	1,945.7	2,085.2	2,041.3	2,076.9	2,098.7	2,124.1	2,160.4
Final sales.....	11	1,947.5	2,071.6	2,036.2	2,065.3	2,083.2	2,101.8	2,134.6
Change in private inventories <sup>1</sup> .....	12	-1.8	13.6	5.0	11.6	15.5	22.3	25.8
<b>Services</b> <sup>2</sup> .....	13	6,384.7	6,727.5	6,600.3	6,682.5	6,768.5	6,858.6	6,968.7
<b>Structures</b> .....	14	1,054.8	1,170.3	1,112.6	1,171.0	1,187.2	1,210.4	1,235.5
<b>Addenda:</b>								
Motor vehicle output.....	15	390.2	409.7	412.3	396.1	400.7	429.8	442.1
Gross domestic product excluding motor vehicle output.....	16	10,613.8	11,325.2	11,060.3	11,261.4	11,414.2	11,565.0	11,749.6
Final sales of computers <sup>3</sup> .....	17	102.6	115.2	111.9	111.1	113.4	124.4	133.7
Gross domestic product excluding final sales of computers.....	18	10,901.4	11,619.7	11,360.7	11,546.4	11,701.5	11,870.4	12,057.9

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

**Table 1.2.6. Real Gross Domestic Product  
by Major Type of Product, Chained Dollars**  
(Billions of chained (2000) dollars)

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	10,381.3	10,841.9	10,697.5	10,784.7	10,891.0	10,994.3	11,088.8
Final sales of domestic product.....	2	10,379.9	10,794.6	10,655.8	10,722.3	10,854.7	10,945.5	11,018.8
Change in private inventories.....	3	-0.8	45.7	40.0	61.1	34.5	47.2	68.4
Residual.....	4	2.2	1.6	1.7	1.3	1.8	1.6	1.6
<b>Goods</b> .....	5	3,581.8	3,846.3	3,776.2	3,799.2	3,875.9	3,934.0	3,983.7
Final sales.....	6	3,580.3	3,795.7	3,731.7	3,732.2	3,837.3	3,881.7	3,908.3
Change in private inventories.....	7	-0.8	45.7	40.0	61.1	34.5	47.2	68.4
Durable goods.....	8	1,719.7	1,896.2	1,852.1	1,863.8	1,911.5	1,957.5	1,984.7
Final sales.....	9	1,718.6	1,864.3	1,817.5	1,812.6	1,894.7	1,932.2	1,938.7
Change in private inventories <sup>1</sup> .....	10	0.4	29.3	31.3	46.8	15.6	23.5	41.6
Nondurable goods.....	11	1,862.5	1,956.1	1,928.7	1,940.0	1,970.5	1,985.0	2,008.1
Final sales.....	12	1,861.6	1,936.0	1,916.5	1,921.3	1,948.5	1,957.7	1,976.9
Change in private inventories <sup>1</sup> .....	13	-1.1	17.1	9.8	16.1	18.9	23.8	27.7
<b>Services</b> <sup>2</sup> .....	14	5,850.9	6,006.0	5,949.5	5,982.7	6,023.6	6,068.2	6,109.6
<b>Structures</b> .....	15	950.4	1,001.3	981.3	1,011.0	1,004.7	1,008.2	1,013.8
Residual.....	16	0.5	-12.1	-8.4	-5.8	-15.0	-19.3	-19.5
<b>Addenda:</b>								
Motor vehicle output.....	17	404.6	427.1	428.3	411.0	421.3	447.8	454.9
Gross domestic product excluding motor vehicle output.....	18	9,978.5	10,417.1	10,272.1	10,374.3	10,471.1	10,550.7	10,638.6
Final sales of computers <sup>3</sup> .....	19	192.0	235.6	221.5	221.6	232.3	267.0	304.2
Gross domestic product excluding final sales of computers.....	20	10,216.5	10,652.6	10,515.5	10,602.1	10,702.8	10,790.1	10,868.6

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line following change in private inventories is the difference between gross domestic product and the sum of final sales of domestic product and of change in private inventories; the residual line following structures is the difference between gross domestic product and the sum of the detailed lines of goods, of services, and of structures.

**Table 1.3.1. Percent Change From Preceding Period in Real Gross Value Added by Sector**  
(Percent)

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	3.0	4.4	4.5	3.3	4.0	3.8	3.5
<b>Business</b> <sup>1</sup> .....	2	3.8	5.1	5.3	3.9	4.5	4.3	4.0
Nonfarm <sup>2</sup> .....	3	3.8	5.3	5.7	4.2	4.2	3.7	4.0
Farm.....	4	4.0	-9.8	-31.3	-21.3	36.4	77.1	5.8
<b>Households and institutions</b> .....	5	-0.3	3.3	3.0	2.8	3.0	2.9	2.9
Households.....	6	-0.9	4.7	4.4	3.6	3.8	4.1	3.4
Nonprofit institutions serving households <sup>3</sup> .....	7	0.5	1.5	1.2	1.6	1.9	1.3	2.3
<b>General government</b> <sup>4</sup> .....	8	1.1	0.9	0.9	0.1	1.7	1.8	0.4
Federal.....	9	2.6	0.8	1.8	-0.7	1.3	1.7	-0.6
State and local.....	10	0.5	0.9	0.5	0.5	1.9	1.8	0.9
<b>Addendum:</b>								
Gross housing value added.....	11	-1.8	3.4	3.5	2.8	3.0	3.3	2.6

1. Equals gross domestic product excluding gross value added of households and institutions and of general government.

2. Equals gross domestic business value added excluding gross farm value added.

3. Equals compensation of employees of nonprofit institutions, the rental value of nonresidential fixed assets owned and used by nonprofit institutions serving households, and rental income of persons for tenant-occupied housing owned by nonprofit institutions.

4. Equals compensation of general government employees plus general government consumption of fixed capital.

**Table 1.3.3. Real Gross Value Added by Sector, Quantity Indexes**  
(Index numbers, 2000=100)

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	105.749	110.440	108.969	109.858	110.941	111.993	112.955
<b>Business</b> <sup>1</sup> .....	2	106.071	111.518	109.826	110.870	112.095	113.279	114.399
Nonfarm <sup>2</sup> .....	3	106.115	111.758	110.077	111.205	112.358	113.394	114.510
Farm.....	4	101.633	91.623	88.652	83.502	90.240	104.097	105.575
<b>Households and institutions</b> .....	5	104.793	108.294	107.156	107.887	108.677	109.456	110.240
Households.....	6	104.599	109.567	108.056	109.027	110.038	111.146	112.075
Nonprofit institutions serving households <sup>3</sup> .....	7	105.039	106.652	105.992	106.415	106.922	107.277	107.877
<b>General government</b> <sup>4</sup> .....	8	104.718	105.612	105.247	105.281	105.730	106.190	106.307
Federal.....	9	105.174	106.000	105.856	105.681	106.015	106.450	106.278
State and local.....	10	104.514	105.437	104.976	105.102	105.599	106.070	106.312
<b>Addendum:</b>								
Gross housing value added.....	11	103.364	106.928	105.769	106.500	107.287	108.157	108.864

1. Equals gross domestic product excluding gross value added of households and institutions and of general government.

2. Equals gross domestic business value added excluding gross farm value added.

3. Equals compensation of employees of nonprofit institutions, the rental value of nonresidential fixed assets owned and used by nonprofit institutions serving households, and rental income of persons for tenant-occupied housing owned by nonprofit institutions.

4. Equals compensation of general government employees plus general government consumption of fixed capital.

Table 1.3.4. Price Indexes for Gross Value Added by Sector

[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ....	1	106.003	108.298	107.314	108.169	108.551	109.159	110.012
<b>Business</b> <sup>1</sup> .....	2	104.226	106.095	105.144	106.020	106.302	106.915	107.623
Nonfarm <sup>2</sup> .....	3	104.112	105.768	104.795	105.557	106.038	106.682	107.417
Farm.....	4	116.649	142.277	144.434	160.638	133.627	130.409	128.110
<b>Households and institutions</b> .....	5	112.440	116.571	115.341	116.146	117.058	117.739	118.825
Households.....	6	111.344	115.355	114.211	115.165	115.859	116.186	116.870
Nonprofit institutions serving households <sup>3</sup> .....	7	113.887	118.180	116.835	117.437	118.643	119.806	121.441
<b>General government</b> <sup>4</sup> .....	8	112.072	115.620	114.640	115.391	115.982	116.466	118.178
Federal.....	9	114.086	117.713	117.357	117.617	117.753	118.127	121.592
State and local.....	10	111.239	114.753	113.511	114.469	115.251	115.782	116.760
<b>Addendum:</b>								
Gross housing value added.....	11	111.081	115.134	113.981	114.909	115.624	116.021	116.756

1. Equals gross domestic product excluding gross value added of households and institutions and of general government.
2. Equals gross domestic business value added excluding gross farm value added.
3. Equals compensation of employees of nonprofit institutions, the rental value of nonresidential fixed assets owned and used by nonprofit institutions serving households, and rental income of persons for tenant-occupied housing owned by nonprofit institutions.
4. Equals compensation of general government employees plus general government consumption of fixed capital.

Table 1.3.5. Gross Value Added by Sector

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ....	1	11,004.0	11,735.0	11,472.6	11,657.5	11,814.9	11,994.8	12,191.7
<b>Business</b> <sup>1</sup> .....	2	8,472.3	9,061.3	8,843.3	9,000.7	9,125.2	9,276.0	9,429.0
Nonfarm <sup>2</sup> .....	3	8,387.5	8,974.6	8,757.8	8,911.8	9,044.6	9,184.2	9,337.9
Farm.....	4	84.8	86.7	85.5	88.9	80.6	91.9	91.1
<b>Households and institutions</b> .....	5	1,276.5	1,367.6	1,338.8	1,357.4	1,378.0	1,396.0	1,419.0
Households.....	6	717.0	778.1	759.7	772.9	784.8	794.9	806.3
Nonprofit institutions serving households <sup>3</sup> .....	7	559.5	589.5	579.1	584.4	593.3	601.1	612.7
<b>General government</b> <sup>4</sup> .....	8	1,255.3	1,306.1	1,290.5	1,299.4	1,311.6	1,322.8	1,343.7
Federal.....	9	378.4	393.5	391.8	392.0	393.7	396.6	407.5
State and local.....	10	876.9	912.6	898.7	907.4	917.9	926.3	936.2
<b>Addendum:</b>								
Gross housing value added.....	11	912.0	977.8	957.5	972.0	985.2	996.6	1,009.5

1. Equals gross domestic product excluding gross value added of households and institutions and of general government.
2. Equals gross domestic business value added excluding gross farm value added.
3. Equals compensation of employees of nonprofit institutions, the rental value of nonresidential fixed assets owned and used by nonprofit institutions serving households, and rental income of persons for tenant-occupied housing owned by nonprofit institutions.
4. Equals compensation of general government employees plus general government consumption of fixed capital.

Table 1.3.6. Real Gross Value Added by Sector, Chained Dollars

[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> ....	1	10,381.3	10,841.9	10,697.5	10,784.7	10,891.0	10,994.3	11,088.8
<b>Business</b> <sup>1</sup> .....	2	8,132.1	8,549.7	8,420.0	8,500.0	8,594.0	8,684.7	8,770.6
Nonfarm <sup>2</sup> .....	3	8,059.6	8,488.2	8,360.5	8,446.2	8,533.8	8,612.4	8,697.2
Farm.....	4	72.7	65.5	63.4	59.7	64.5	74.5	75.5
<b>Households and institutions</b> .....	5	1,132.5	1,170.3	1,158.0	1,165.9	1,174.5	1,182.9	1,191.4
Households.....	6	644.0	674.5	665.2	671.2	677.4	684.3	690.0
Nonprofit institutions serving households <sup>3</sup> .....	7	488.5	496.0	492.9	494.9	497.3	498.9	501.7
<b>General government</b> <sup>4</sup> .....	8	1,120.1	1,129.6	1,125.7	1,126.1	1,130.9	1,135.8	1,137.0
Federal.....	9	331.7	334.3	333.8	333.3	334.3	335.7	335.2
State and local.....	10	788.3	795.2	791.8	792.7	796.5	800.0	801.8
<b>Residual</b> .....	11	-3.5	-11.8	-10.1	-13.3	-12.8	-11.5	-12.6
<b>Addendum:</b>								
Gross housing value added.....	12	821.0	849.3	840.1	845.9	852.2	859.1	864.7

1. Equals gross domestic product excluding gross value added of households and institutions and of general government.
  2. Equals gross domestic business value added excluding gross farm value added.
  3. Equals compensation of employees of nonprofit institutions, the rental value of nonresidential fixed assets owned and used by nonprofit institutions serving households, and rental income of persons for tenant-occupied housing owned by nonprofit institutions.
  4. Equals compensation of general government employees plus general government consumption of fixed capital.
- NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

Table 1.4.1. Percent Change From Preceding Period in Gross Domestic Product, Gross Domestic Purchases, and Final Sales to Domestic Purchasers

[Percent]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	3.0	4.4	4.5	3.3	4.0	3.8	3.5
Less: Exports of goods and services.....	2	1.9	8.6	7.3	7.3	6.0	3.2	7.2
Plus: Imports of goods and services.....	3	4.4	9.9	10.6	12.6	4.6	11.4	9.1
<b>Equals: Gross domestic purchases</b> .....	4	3.3	4.8	5.0	4.2	3.9	5.0	4.0
Less: Change in private inventories.....	5							
<b>Equals: Final sales to domestic purchasers</b> .....	6	3.4	4.4	3.9	3.5	4.9	4.5	3.2
<b>Addendum:</b>								
Final sales of domestic product.....	7	3.1	4.0	3.3	2.5	5.0	3.4	2.7

**Table 1.4.3. Real Gross Domestic Product, Real Gross Domestic Purchases, and Real Final Sales to Domestic Purchasers, Quantity Indexes**  
(Index numbers, 2000=100)

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	105.749	110.440	108.969	109.858	110.941	111.993	112.955
Less: Exports of goods and services .....	2	94.116	102.195	99.924	101.690	103.176	103.991	105.802
Plus: Imports of goods and services .....	3	105.048	115.468	111.504	114.862	116.167	119.340	121.963
<b>Equals: Gross domestic purchases</b> .....	4	106.858	111.988	110.253	111.393	112.465	113.840	114.949
Less: Change in private inventories .....	5							
<b>Equals: Final sales to domestic purchasers</b> .....	6	107.438	112.143	110.455	111.396	112.731	113.991	114.897
<b>Addendum:</b> Final sales of domestic product	7	106.346	110.595	109.173	109.854	111.211	112.141	112.892

**Table 1.4.4. Price Indexes for Gross Domestic Product, Gross Domestic Purchases, and Final Sales to Domestic Purchasers**  
(Index numbers, 2000=100)

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	106.003	108.298	107.314	108.169	108.551	109.159	110.012
Less: Exports of goods and services .....	2	101.395	104.919	103.565	104.746	105.175	106.189	107.309
Plus: Imports of goods and services .....	3	99.615	104.508	102.163	103.760	105.066	107.042	107.678
<b>Equals: Gross domestic purchases</b> .....	4	105.571	108.131	106.980	107.913	108.429	109.203	109.998
Less: Change in private inventories .....	5							
<b>Equals: Final sales to domestic purchasers</b> .....	6	105.592	108.143	106.997	107.923	108.440	109.214	110.008
<b>Addendum:</b> Final sales of domestic product	7	106.025	108.310	107.332	108.178	108.561	109.168	110.021

**Table 1.4.5. Relation of Gross Domestic Product, Gross Domestic Purchases, and Final Sales to Domestic Purchasers**  
(Billions of dollars)

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	11,004.0	11,735.0	11,472.6	11,657.5	11,814.9	11,994.8	12,191.7
Less: Exports of goods and services .....	2	1,046.2	1,175.5	1,134.3	1,167.6	1,189.5	1,210.4	1,244.5
Plus: Imports of goods and services .....	3	1,544.3	1,781.6	1,681.2	1,758.9	1,801.2	1,885.2	1,938.1
<b>Equals: Gross domestic purchases</b> .....	4	11,502.2	12,341.1	12,019.4	12,248.8	12,426.6	12,669.7	12,885.3
Less: Change in private inventories .....	5	-1.2	43.4	36.2	59.0	31.6	46.7	69.4
<b>Equals: Final sales to domestic purchasers</b> .....	6	11,503.4	12,297.8	11,983.2	12,189.8	12,395.1	12,623.0	12,815.9
<b>Addendum:</b> Final sales of domestic product	7	11,005.3	11,691.6	11,436.4	11,598.5	11,783.3	11,948.2	12,122.2

**Table 1.4.6. Relation of Real Gross Domestic Product, Real Gross Domestic Purchases, and Real Final Sales to Domestic Purchasers, Chained Dollars**  
(Billions of chained (2000) dollars)

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	10,381.3	10,841.9	10,697.5	10,784.7	10,891.0	10,994.3	11,088.8
Less: Exports of goods and services .....	2	1,031.8	1,120.3	1,095.4	1,114.8	1,131.1	1,140.0	1,159.9
Plus: Imports of goods and services .....	3	1,550.3	1,704.0	1,645.5	1,695.1	1,714.3	1,761.2	1,799.9
<b>Equals: Gross domestic purchases</b> .....	4	10,895.7	11,418.8	11,241.9	11,358.1	11,467.4	11,607.6	11,720.7
Less: Change in private inventories .....	5	-0.8	45.7	40.0	61.1	34.5	47.2	68.4
<b>Equals: Final sales to domestic purchasers</b> .....	6	10,894.2	11,371.3	11,200.1	11,295.5	11,430.9	11,558.6	11,650.5
<b>Addendum:</b> Final sales of domestic product	7	10,379.9	10,794.6	10,655.8	10,722.3	10,854.7	10,945.5	11,018.8

Note. Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive.

**Table 1.5.1. Percent Change From Preceding Period in Real Gross Domestic Product, Expanded Detail**  
[Percent]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Gross domestic product</b> .....	1	3.0	4.4	4.5	3.3	4.0	3.8	3.5
<b>Personal consumption expenditures</b> .....	2	3.3	3.8	4.1	1.6	5.1	4.2	3.6
Durable goods.....	3	7.4	6.7	2.2	-0.3	17.2	3.9	1.7
Motor vehicles and parts.....	4	5.5	3.0	-5.8	-6.0	28.7	-0.5	-8.5
Furniture and household equipment.....	5	9.1	11.7	11.1	7.4	11.6	7.3	11.0
Other.....	6	9.1	6.5	6.2	-0.2	3.5	8.3	11.0
Nondurable goods.....	7	3.7	4.6	6.7	0.1	4.7	5.9	5.4
Food.....	8	3.8	4.8	8.1	2.3	4.4	7.7	5.9
Clothing and shoes.....	9	4.3	6.7	16.3	-5.3	6.0	10.2	5.5
Gasoline, fuel oil, and other energy goods.....	10	0.7	0.0	-2.3	-13.2	2.6	-1.1	6.9
Other.....	11	4.1	4.7	3.1	4.5	5.3	3.5	4.0
Services.....	12	2.2	2.8	3.3	2.7	3.0	3.4	3.2
Housing.....	13	1.3	1.7	2.1	2.0	2.4	2.3	2.4
Household operation.....	14	1.5	2.6	3.2	-0.9	1.3	5.4	1.0
Electricity and gas.....	15	1.7	2.3	3.5	-8.0	-0.9	12.7	-1.6
Other household operation.....	16	1.4	2.8	3.1	4.0	2.7	0.9	2.8
Transportation.....	17	-0.8	1.1	2.0	2.9	1.7	4.2	2.1
Medical care.....	18	4.0	3.7	3.2	4.4	5.0	4.3	4.8
Recreation.....	19	3.1	3.1	5.9	0.3	2.7	-1.3	5.0
Other.....	20	2.0	3.3	4.4	3.3	2.5	4.1	2.6
<b>Gross private domestic investment</b> .....	21	4.4	13.2	12.3	19.0	2.4	13.3	10.0
Fixed investment.....	22	5.1	10.3	4.5	13.9	8.8	10.5	5.3
Nonresidential.....	23	3.3	10.6	4.2	12.5	13.0	14.5	3.5
Structures.....	24	-5.6	1.4	-7.6	6.9	-1.1	2.1	-3.3
Equipment and software.....	25	6.4	13.6	8.0	14.2	17.5	18.4	5.6
Information processing equipment and software.....	26	12.0	16.2	16.4	14.1	7.5	17.7	21.1
Computers and peripheral equipment.....	27	33.0	26.6	6.5	26.5	20.7	52.6	50.1
Software <sup>1</sup> .....	28	4.7	12.4	16.8	8.7	6.8	20.5	13.0
Other.....	29	9.2	14.1	22.1	12.7	1.1	-1.7	13.2
Industrial equipment.....	30	0.1	5.1	6.6	2.1	27.7	7.6	4.1
Transportation equipment.....	31	-3.1	12.5	-15.0	26.1	38.1	40.6	-16.9
Other equipment.....	32	5.4	15.2	8.3	16.1	22.6	12.1	-10.7
Residential.....	33	8.8	9.7	5.0	16.5	1.6	3.4	8.8
Change in private inventories.....	34							
Farm.....	35							
Nonfarm.....	36							
<b>Net exports of goods and services</b> .....	37							
Exports.....	38	1.9	8.6	7.3	7.3	6.0	3.2	7.2
Goods.....	39	2.2	8.8	9.1	6.0	9.5	1.9	8.7
Services.....	40	1.4	8.0	3.4	10.2	-1.8	6.2	3.6
Imports.....	41	4.4	9.9	10.6	12.6	4.6	11.4	9.1
Goods.....	42	4.7	10.8	12.7	13.0	5.0	14.9	9.8
Services.....	43	3.1	5.8	1.2	10.6	2.8	-5.2	5.3
<b>Government consumption expenditures and gross investment</b> .....	44	2.8	1.9	2.5	2.2	0.7	0.9	-0.2
Federal.....	45	6.6	4.7	7.1	2.7	4.8	1.2	0.4
National defense.....	46	9.0	7.3	10.6	1.9	10.1	-0.6	0.3
Consumption expenditures.....	47	9.0	6.3	7.2	4.1	9.6	-4.8	5.1
Gross investment.....	48	8.9	14.6	37.2	-12.0	13.1	32.0	-26.9
Nondefense.....	49	2.4	-0.5	0.2	4.4	-5.3	5.3	0.7
Consumption expenditures.....	50	2.5	-1.3	-0.3	-0.7	-2.6	4.3	1.9
Gross investment.....	51	1.8	4.8	3.9	44.0	-21.1	11.9	-7.0
State and local.....	52	0.7	0.4	0.0	1.9	-1.7	0.6	-0.5
Consumption expenditures.....	53	0.7	0.5	0.2	0.0	1.3	1.1	0.6
Gross investment.....	54	0.7	0.1	-1.0	10.0	-12.5	-1.4	-4.8

1. Excludes software "embedded," or bundled, in computers and other equipment.

**Table 1.5.2. Contributions to Percent Change in Real Gross Domestic Product, Expanded Detail**

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Percent change at annual rate:</b>								
<b>Gross domestic product</b> .....	1	3.0	4.4	4.5	3.3	4.0	3.8	3.5
<b>Percentage points at annual rates:</b>								
<b>Personal consumption expenditures</b> .....	2	2.29	2.65	2.90	1.10	3.57	2.92	2.54
Durable goods.....	3	0.63	0.57	0.19	-0.02	1.37	0.33	0.15
Motor vehicles and parts.....	4	0.22	0.12	-0.23	-0.24	0.98	-0.02	-0.34
Furniture and household equipment.....	5	0.27	0.34	0.32	0.22	0.33	0.21	0.31
Other.....	6	0.15	0.11	0.10	0.00	0.06	0.13	0.17
Nondurable goods.....	7	0.73	0.91	1.33	0.03	0.94	1.19	1.09
Food.....	8	0.37	0.47	0.77	0.22	0.42	0.74	0.57
Clothing and shoes.....	9	0.12	0.19	0.43	-0.15	0.16	0.27	0.15
Gasoline, fuel oil, and other energy goods.....	10	0.01	-0.01	-0.04	-0.29	0.05	-0.02	0.15
Other.....	11	0.23	0.26	0.17	0.25	0.30	0.20	0.22
Services.....	12	0.93	1.17	1.39	1.10	1.26	1.41	1.30
Housing.....	13	0.15	0.19	0.23	0.21	0.25	0.24	0.26
Household operation.....	14	0.06	0.10	0.13	-0.03	0.05	0.21	0.04
Electricity and gas.....	15	0.03	0.03	0.05	-0.13	-0.01	0.18	-0.02
Other household operation.....	16	0.04	0.07	0.07	0.09	0.06	0.02	0.07
Transportation.....	17	-0.02	0.03	0.05	0.08	0.04	0.11	0.05
Medical care.....	18	0.46	0.44	0.38	0.52	0.59	0.50	0.56
Recreation.....	19	0.09	0.09	0.17	0.01	0.08	-0.04	0.14
Other.....	20	0.20	0.32	0.43	0.32	0.24	0.39	0.25
<b>Gross private domestic investment</b> .....	21	0.66	2.00	1.86	2.85	0.40	2.11	1.65
Fixed investment.....	22	0.76	1.56	0.69	2.07	1.37	1.65	0.87
Nonresidential.....	23	0.33	1.05	0.42	1.21	1.27	1.46	0.38
Structures.....	24	-0.15	0.03	-0.19	0.16	-0.03	0.05	-0.08
Equipment and software.....	25	0.48	1.01	0.61	1.05	1.30	1.41	0.46
Information processing equipment and software.....	26	0.45	0.62	0.62	0.55	0.30	0.68	0.81
Computers and peripheral equipment.....	27	0.24	0.22	0.06	0.22	0.18	0.41	0.42
Software <sup>1</sup> .....	28	0.07	0.18	0.24	0.13	0.10	0.30	0.20
Other.....	29	0.14	0.22	0.33	0.20	0.02	-0.03	0.20
Industrial equipment.....	30	0.00	0.07	0.08	0.03	0.31	0.10	0.05
Transportation equipment.....	31	-0.04	0.15	-0.20	0.28	0.41	0.46	-0.25
Other equipment.....	32	0.06	0.19	0.10	0.20	0.28	0.16	-0.16
Residential.....	33	0.43	0.51	0.27	0.86	0.09	0.19	0.49
Change in private inventories.....	34	-0.10	0.44	1.17	0.78	-0.97	0.46	0.78
Farm.....	35	0.02	0.04	0.06	-0.10	0.07	-0.08	-0.09
Nonfarm.....	36	-0.12	0.41	1.10	0.88	-1.04	0.54	0.87
<b>Net exports of goods and services</b> .....	37	-0.43	-0.59	-0.76	-1.06	-0.10	-1.35	-0.67
Exports.....	38	0.18	0.82	0.70	0.70	0.59	0.32	0.71
Goods.....	39	0.14	0.59	0.60	0.41	0.64	0.14	0.60
Services.....	40	0.04	0.23	0.10	0.30	-0.06	0.18	0.11
Imports.....	41	-0.61	-1.40	-1.46	-1.77	-0.69	-1.67	-1.38
Goods.....	42	-0.54	-1.27	-1.43	-1.52	-0.62	-1.80	-1.25
Services.....	43	-0.07	-0.14	-0.03	-0.25	-0.07	0.13	-0.13
<b>Government consumption expenditures and gross investment</b> .....	44	0.52	0.37	0.48	0.41	0.13	0.16	-0.03
Federal.....	45	0.43	0.32	0.48	0.18	0.33	0.09	0.03
National defense.....	46	0.38	0.33	0.47	0.09	0.45	-0.03	0.01
Consumption expenditures.....	47	0.33	0.25	0.29	0.16	0.38	-0.20	0.20
Gross investment.....	48	0.05	0.08	0.19	-0.08	0.07	0.17	-0.19
Nondefense.....	49	0.06	-0.01	0.00	0.10	-0.12	0.11	0.02
Consumption expenditures.....	50	0.05	-0.03	-0.01	-0.01	-0.05	0.08	0.04
Gross investment.....	51	0.01	0.01	0.01	0.11	-0.07	0.03	-0.02
State and local.....	52	0.09	0.05	0.00	0.23	-0.20	0.07	-0.06
Consumption expenditures.....	53	0.07	0.05	0.02	0.00	0.12	0.11	0.05
Gross investment.....	54	0.02	0.00	-0.02	0.23	-0.32	-0.03	-0.11

1. Excludes software "embedded," or bundled, in computers and other equipment.









**Table 1.6.8. Contributions to Percent Change in the Gross Domestic Purchases Price Index**

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Percent change at annual rate:</b>								
Gross domestic purchases ...	1	2.0	2.4	3.4	3.5	1.9	2.9	2.9
<b>Percentage points at annual rates:</b>								
<b>Personal consumption expenditures</b>								
Durable goods .....	2	1.28	1.47	2.19	2.08	0.84	1.78	1.39
Motor vehicles and parts .....	3	-0.29	-0.17	0.00	-0.01	-0.25	0.01	0.07
Furniture and household equipment .....	4	-0.08	-0.05	0.03	0.03	-0.07	0.13	0.19
Other .....	5	-0.18	-0.12	-0.07	-0.08	-0.14	-0.07	-0.11
Nondurable goods .....	6	-0.03	0.00	0.04	0.05	-0.04	-0.04	-0.01
Food .....	7	0.38	0.64	1.00	1.25	0.18	0.89	0.24
Clothing and shoes .....	8	0.18	0.28	0.24	0.36	0.24	0.24	0.09
Gasoline, fuel oil, and other energy goods .....	9	-0.07	-0.01	-0.05	0.08	-0.08	-0.01	0.02
Other .....	10	0.27	0.31	0.69	0.73	0.02	0.54	0.03
Services .....	11	0.01	0.05	0.12	0.08	0.00	0.12	0.10
Housing .....	12	1.19	1.00	1.20	0.84	0.92	0.87	1.07
Household operation .....	13	0.25	0.25	0.21	0.38	0.24	0.20	0.29
Electricity and gas .....	14	0.14	0.08	0.14	0.10	0.15	0.05	0.16
Other household operation .....	15	0.11	0.06	0.10	0.08	0.11	0.05	0.10
Transportation .....	16	0.04	0.02	0.04	0.02	0.03	0.01	0.07
Medical care .....	17	0.07	0.04	0.00	0.02	0.03	0.01	0.05
Recreation .....	18	0.38	0.35	0.41	0.25	0.27	0.24	0.31
Other .....	19	0.07	0.07	0.09	0.07	0.07	0.09	0.06
	20	0.26	0.22	0.34	0.03	0.17	0.28	0.19
<b>Gross private domestic investment</b>								
Fixed investment .....	21	0.16	0.38	0.32	0.68	0.46	0.38	0.46
Nonresidential .....	22	0.17	0.37	0.30	0.64	0.45	0.37	0.44
Structures .....	23	-0.04	0.08	0.03	0.17	0.09	0.16	0.26
Equipment and software .....	24	0.05	0.11	0.10	0.17	0.21	0.24	0.23
Information processing equipment and software .....	25	-0.09	-0.03	-0.08	0.01	-0.12	-0.07	0.03
Computers and peripheral equipment .....	26	-0.15	-0.13	-0.12	-0.11	-0.11	-0.18	-0.15
Software <sup>1</sup> .....	27	-0.10	-0.07	-0.06	-0.06	-0.09	-0.11	-0.19
Other .....	28	-0.03	-0.03	-0.01	-0.02	0.00	-0.05	0.02
Industrial equipment .....	29	-0.02	-0.03	-0.05	-0.03	-0.02	-0.01	0.02
Transportation equipment .....	30	0.01	0.03	0.05	0.04	0.04	0.05	0.06
Other equipment .....	31	0.04	0.06	0.00	0.02	-0.07	0.03	0.02
Residential .....	32	0.01	0.01	-0.01	0.06	0.02	0.03	0.10
Change in private inventories	33	0.21	0.29	0.28	0.47	0.36	0.20	0.18
Farm .....	34	-0.02	0.01	0.02	0.04	0.01	0.01	0.02
Nonfarm .....	35	0.00	0.00	0.03	0.01	-0.01	-0.02	0.00
	36	-0.01	0.01	-0.01	0.03	0.04	0.03	0.02
<b>Government consumption expenditures and gross investment</b>								
Federal .....	37	0.58	0.57	0.89	0.77	0.62	0.73	1.09
National defense .....	38	0.23	0.19	0.42	0.20	0.11	0.15	0.53
Consumption expenditures .....	39	0.17	0.12	0.25	0.15	0.08	0.11	0.36
Gross investment .....	40	0.17	0.11	0.24	0.13	0.08	0.09	0.35
Nondefense .....	41	0.00	0.01	0.01	0.03	0.00	0.01	0.01
Consumption expenditures .....	42	0.06	0.06	0.18	0.04	0.03	0.05	0.17
Gross investment .....	43	0.06	0.06	0.17	0.04	0.02	0.04	0.16
State and local .....	44	0.00	0.00	0.00	0.01	0.00	0.00	0.01
Consumption expenditures .....	45	0.35	0.38	0.47	0.57	0.51	0.58	0.57
Gross investment .....	46	0.31	0.30	0.44	0.40	0.33	0.42	0.40
	47	0.03	0.08	0.03	0.17	0.18	0.16	0.17
<b>Addenda:</b>								
Final sales of computers to domestic purchasers <sup>2</sup> .....	48	-0.19	-0.13	-0.09	-0.09	-0.15	-0.21	-0.26
Gross domestic purchases excluding final sales of computers to domestic purchasers .....	49	2.20	2.55	3.50	3.63	2.07	3.09	3.20
Food .....	50	0.18	0.30	0.27	0.40	0.20	0.24	0.09
Energy goods and services .....	51	0.47	0.46	0.98	0.94	0.26	0.87	0.23
Gross domestic purchases excluding food and energy .....	52	1.36	1.67	2.16	2.19	1.47	1.77	2.61

1. Excludes software "embedded," or bundled, in computers and other equipment.  
 2. For some components of final sales of computers, includes computer parts.

**Table 1.7.1. Percent Change from Preceding Period in Real Gross Domestic Product, Real Gross National Product, and Real Net National Product**  
 (Percent)

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
Gross domestic product .....	1	3.0	4.4	4.5	3.3	4.0	3.8	3.5
Plus: Income receipts from the rest of the world .....	2	6.9	20.4	-1.2	12.2	18.6	52.0	-0.3
Less: Income payments to the rest of the world .....	3	-2.1	28.9	19.6	82.5	18.5	75.1	-5.1
<b>Equals: Gross national product</b>	4	3.3	4.3	3.9	1.9	4.0	3.5	3.7
Less: Consumption of fixed capital .....	5	3.0	4.0	0.0	2.1	36.9	-23.4	2.7
Private .....	6	3.1	4.3	-0.5	2.0	44.6	-27.6	2.7
Government .....	7	2.5	2.5	2.5	2.5	2.4	2.2	2.3
General government enterprises .....	8	2.5	2.4	2.4	2.4	2.3	2.2	2.2
<b>Equals: Net national product</b>	9	2.8	2.7	2.7	2.7	2.5	2.5	2.8
<b>Addenda:</b>								
Gross domestic income <sup>1</sup> .....	11	2.7	4.4	2.7	3.6	3.9	7.9	4.1
Gross national income <sup>2</sup> .....	12	2.9	4.3	2.1	2.2	3.9	7.4	4.2
Net domestic product .....	13	3.1	4.5	5.1	3.5	0.1	8.3	3.6
Net domestic income <sup>3</sup> .....	14	2.6	4.5	3.1	3.8	0.0	13.1	4.2

1. Gross domestic income deflated by the implicit price deflator for gross domestic product.  
 2. Gross national income deflated by the implicit price deflator for gross national product.  
 3. Net domestic income deflated by the implicit price deflator for net domestic product.

**Table 1.7.3. Real Gross Domestic Product, Real Gross National Product, and Real Net National Product, Quantity Indexes**  
 (Index numbers, 2000=100)

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
Gross domestic product .....	1	105.749	110.440	108.969	109.858	110.941	111.993	112.955
Plus: Income receipts from the rest of the world .....	2	81.493	98.111	91.359	94.028	98.119	108.938	108.859
Less: Income payments to the rest of the world .....	3	75.413	97.244	81.545	94.785	98.890	113.755	112.267
<b>Equals: Gross national product</b>	4	105.865	110.421	109.241	109.769	110.863	111.812	112.819
Less: Consumption of fixed capital .....	5	112.502	116.992	113.874	114.468	123.809	115.816	116.578
Private .....	6	113.440	118.303	114.745	115.324	126.468	116.674	117.461
Government .....	7	107.804	110.474	109.501	110.166	110.808	111.420	112.016
General government enterprises .....	8	107.847	110.480	109.522	110.177	110.811	111.408	112.027
<b>Equals: Net national product</b>	9	107.603	110.472	109.416	110.139	110.822	111.512	112.271
<b>Addendum:</b>								
Net domestic product .....	10	104.963	109.529	108.596	109.115	109.160	111.244	112.282
Net domestic product .....	11	104.828	109.545	108.286	109.212	109.239	111.445	112.432

**Table 1.7.4. Price Indexes for Gross Domestic Product, Gross National Product, and Net National Product**  
 (Index numbers, 2000=100)

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
Gross domestic product .....	1	106.003	108.298	107.314	108.169	108.551	109.159	110.012
Plus: Income receipts from the rest of the world .....	2	105.515	108.081	106.959	107.880	108.375	109.109	109.908
Less: Income payments to the rest of the world .....	3	105.666	108.194	107.143	108.024	108.459	109.150	109.976
<b>Equals: Gross national product</b>	4	105.997	108.295	107.308	108.164	108.549	109.158	110.010
Less: Consumption of fixed capital .....	5	101.318	101.251	100.170	101.133	101.849	101.850	101.681
Private .....	6	101.052	100.496	99.595	100.470	101.087	100.830	100.342
Government .....	7	102.705	105.245	103.190	104.619	105.874	107.297	108.805
General government enterprises .....	8	102.307	104.631	102.741	104.096	105.211	106.474	107.834
<b>Equals: Net national product</b>	9	104.841	108.557	105.599	107.432	109.450	111.746	114.059
<b>Addendum:</b>								
Net domestic product .....	10	106.677	109.316	108.343	109.183	109.519	110.219	111.217
Net domestic product .....	11	106.687	109.326	108.355	109.195	109.527	110.225	111.225

**Table 1.7.5. Relation of Gross Domestic Product, Gross National Product, Net National Product, National Income, and Personal Income**  
[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	11,004.0	11,735.0	11,472.6	11,657.5	11,814.9	11,994.8	12,191.7
Plus: Income receipts from the rest of the world .....	2	329.0	405.8	373.8	388.0	406.8	454.7	457.7
Less: Income payments to the rest of the world .....	3	273.9	361.9	300.3	351.9	368.6	426.7	424.4
<b>Equals: Gross national product</b> .....	4	11,059.2	11,778.9	11,546.1	11,693.6	11,853.0	12,022.8	12,225.0
Less: Consumption of fixed capital .....	5	1,353.9	1,407.3	1,355.0	1,375.2	1,497.9	1,401.2	1,408.1
Private .....	6	1,135.9	1,178.3	1,132.4	1,148.1	1,266.8	1,165.7	1,167.9
Domestic business .....	7	942.6	967.3	936.4	948.8	1,021.8	962.3	963.6
Capital consumption allowances .....	8	1,225.6	1,351.7	1,319.8	1,327.7	1,378.0	1,381.4	1,158.6
Less: Capital consumption adjustment .....	9	283.0	384.4	383.4	378.9	356.2	419.1	195.0
Households and institutions .....	10	193.3	211.0	196.0	199.4	245.1	203.5	204.3
Government .....	11	218.1	229.0	222.6	227.0	231.1	235.5	240.2
General government .....	12	183.6	192.4	187.2	190.8	194.0	197.4	201.0
Government enterprises .....	13	34.5	36.7	35.4	36.2	37.1	38.1	39.2
<b>Equals: Net national product</b> .....	14	9,705.2	10,371.6	10,191.1	10,318.4	10,355.1	10,621.6	10,816.9
Less: Statistical discrepancy .....	15	25.6	31.9	63.0	56.4	60.4	-52.1	-70.1
<b>Equals: National income</b> .....	16	9,679.6	10,339.6	10,128.1	10,262.0	10,294.7	10,673.7	10,887.0
Less: Corporate profits with inventory valuation and capital consumption adjustments .....	17	1,021.1	1,181.6	1,165.6	1,173.9	1,118.0	1,268.8	1,326.3
Taxes on production and imports less subsidies .....	18	751.3	800.6	782.9	796.3	803.5	819.9	830.0
Contributions for government social insurance .....	19	773.2	822.6	803.9	814.0	826.9	845.4	868.0
Net interest and miscellaneous payments on assets .....	20	543.0	549.5	554.5	548.5	546.7	548.2	557.4
Business current transfer payments (net) .....	21	77.7	82.1	82.7	83.5	76.0	86.3	87.2
Current surplus of government enterprises .....	22	9.5	6.9	8.1	7.4	6.5	5.7	3.4
Wage accruals less disbursements .....	23	0.0	0.0	1.5	-1.5	0.0	0.0	0.0
Plus: Personal income receipts on assets .....	24	1,322.7	1,387.3	1,337.1	1,352.3	1,367.8	1,491.9	1,416.3
Personal current transfer receipts .....	25	1,335.4	1,405.9	1,379.0	1,400.4	1,415.4	1,428.9	1,469.0
<b>Equals: Personal income</b> .....	26	9,161.8	9,689.6	9,445.0	9,592.7	9,700.4	10,020.1	10,100.2
<b>Addenda:</b>								
Gross domestic income .....	27	10,978.5	11,703.0	11,409.6	11,601.1	11,754.5	12,046.9	12,261.7
Gross national income .....	28	11,033.6	11,747.0	11,483.1	11,637.2	11,792.6	12,074.9	12,295.1
Gross national factor income <sup>1</sup> .....	29	10,195.1	10,857.3	10,609.5	10,750.0	10,906.7	11,163.0	11,374.5
Net domestic product .....	30	9,650.1	10,327.6	10,117.6	10,282.3	10,316.9	10,593.6	10,783.5
Net domestic income .....	31	9,624.5	10,295.7	10,054.6	10,225.9	10,256.6	10,645.7	10,853.6
Net national factor income <sup>2</sup> .....	32	8,841.1	9,450.0	9,254.5	9,374.9	9,408.8	9,761.7	9,966.4

1. Consists of compensation of employees, proprietors' income with inventory valuation adjustment (IVA) and capital consumption adjustment (CCAdj), rental income of persons with CCAAdj, corporate profits with IVA and CCAAdj, net interest and miscellaneous payments, and consumption of fixed capital.

2. Consists of gross national factor income less consumption of fixed capital.

**Table 1.7.6. Relation of Real Gross Domestic Product, Real Gross National Product, and Real Net National Product, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic product</b> .....	1	10,381.3	10,841.9	10,697.5	10,784.7	10,891.0	10,994.3	11,088.8
Plus: Income receipts from the rest of the world .....	2	311.9	375.5	349.6	359.8	375.5	416.9	416.6
Less: Income payments to the rest of the world .....	3	259.2	334.3	280.3	325.8	339.9	391.0	385.9
<b>Equals: Gross national product</b> .....	4	10,433.9	10,883.0	10,766.7	10,818.7	10,926.5	11,020.1	11,119.3
Less: Consumption of fixed capital .....	5	1,336.3	1,389.7	1,352.6	1,359.7	1,470.6	1,375.7	1,384.8
Private .....	6	1,124.0	1,172.2	1,137.0	1,142.7	1,253.1	1,156.1	1,163.9
Government .....	7	212.4	217.6	215.7	217.0	218.3	219.5	220.7
General government .....	8	179.4	183.8	182.2	183.3	184.4	185.4	186.4
Government enterprises .....	9	32.9	33.8	33.5	33.7	33.9	34.1	34.4
<b>Equals: Net national product</b> .....	10	9,098.3	9,494.0	9,413.2	9,458.2	9,462.1	9,642.7	9,732.7
<b>Addenda:</b>								
Gross domestic income <sup>1</sup> .....	11	10,357.2	10,812.4	10,638.7	10,732.5	10,835.4	11,042.1	11,152.5
Gross national income <sup>2</sup> .....	12	10,409.8	10,853.5	10,707.9	10,766.5	10,870.9	11,067.8	11,183.0
Net domestic product .....	13	9,045.8	9,452.8	9,344.1	9,424.1	9,426.4	9,616.7	9,701.9
Net domestic income <sup>3</sup> .....	14	9,021.8	9,423.6	9,285.9	9,372.3	9,371.2	9,664.0	9,764.9

1. Gross domestic income deflated by the implicit price deflator for gross domestic product.

2. Gross national income deflated by the implicit price deflator for gross national product.

3. Net domestic income deflated by the implicit price deflator for net domestic product.

NOTE: Except as noted in footnotes 1, 2 and 3, chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive.

**Table 1.8.3. Command-Basis Real Gross National Product, Quantity Indexes**  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Gross national product</b> .....	1	105.865	110.421	109.241	109.769	110.863	111.812	112.819
Less: Exports of goods and services and income receipts from the rest of the world .....	2	90.825	101.179	97.721	99.727	101.904	105.363	106.677
Plus: Command-basis exports of goods and services and income receipts from the rest of the world <sup>1</sup> .....	3	92.380	101.609	98.953	100.611	102.104	104.770	106.438
<b>Equals: Command-basis gross national product</b> .....	4	106.098	110.486	109.426	109.901	110.893	111.723	112.783
<b>Addendum:</b>								
Percent change from preceding period in command-basis real gross national product .....	5	3.1	4.1	3.5	1.8	3.7	3.0	3.9

1. Exports of goods and services and income receipts deflated by the implicit price deflator for imports of goods and services and income payments.

**Table 1.8.6. Command-Basis Real Gross National Product, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross national product</b> .....	1	10,433.9	10,883.0	10,766.7	10,818.7	10,926.5	11,020.1	11,119.3
Less: Exports of goods and services and income receipts from the rest of the world .....	2	1,343.2	1,496.4	1,445.2	1,474.9	1,507.1	1,558.3	1,577.7
Plus: Command-basis exports of goods and services and income receipts from the rest of the world <sup>1</sup> .....	3	1,366.2	1,502.8	1,463.5	1,488.0	1,510.1	1,549.5	1,574.2
<b>Equals: Command-basis gross national product</b> .....	4	10,456.9	10,889.4	10,784.9	10,831.9	10,929.5	11,011.4	11,115.8
<b>Addendum:</b>								
Terms of trade <sup>2</sup> .....	5	101.712	100.448	101.263	100.891	100.199	99.440	99.779

1. Exports of goods and services and income receipts deflated by the implicit price deflator for imports of goods and services and income payments.

2. Ratio of the implicit price deflator for exports of goods and services and income receipts to the corresponding implicit price deflator for imports divided by 100.

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive.

Table 1.10. Gross Domestic Income by Type of Income

(Billions of dollars)

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Gross domestic income</b> .....	<b>1</b>	<b>10,978.5</b>	<b>11,703.0</b>	<b>11,409.6</b>	<b>11,601.1</b>	<b>11,754.5</b>	<b>12,046.9</b>	<b>12,261.7</b>
<b>Compensation of employees, paid</b> .....	<b>2</b>	<b>6,294.5</b>	<b>6,656.7</b>	<b>6,495.0</b>	<b>6,584.7</b>	<b>6,693.0</b>	<b>6,854.2</b>	<b>6,972.7</b>
Wage and salary accruals .....	3	5,109.1	5,379.2	5,246.3	5,317.5	5,408.6	5,544.4	5,637.2
Disbursements .....	4	5,109.1	5,379.2	5,244.8	5,319.0	5,408.6	5,544.4	5,637.2
To persons .....	5	5,100.5	5,370.3	5,236.1	5,309.9	5,399.8	5,535.5	5,628.3
To the rest of the world .....	6	8.5	8.9	8.6	9.1	8.8	8.9	9.0
Wage accruals less disbursements .....	7	0.0	0.0	1.5	-1.5	0.0	0.0	0.0
Supplements to wages and salaries .....	8	1,185.5	1,277.5	1,248.8	1,267.2	1,284.4	1,309.8	1,335.5
<b>Taxes on production and imports</b> .....	<b>9</b>	<b>798.1</b>	<b>841.1</b>	<b>823.3</b>	<b>835.7</b>	<b>843.1</b>	<b>862.2</b>	<b>877.2</b>
<b>Less: Subsidies</b> .....	<b>10</b>	<b>46.7</b>	<b>40.4</b>	<b>40.4</b>	<b>39.4</b>	<b>39.7</b>	<b>42.3</b>	<b>47.2</b>
<b>Net operating surplus</b> .....	<b>11</b>	<b>2,578.7</b>	<b>2,838.3</b>	<b>2,776.7</b>	<b>2,844.9</b>	<b>2,760.1</b>	<b>2,971.6</b>	<b>3,050.9</b>
Private enterprises .....	12	2,569.2	2,831.4	2,768.6	2,837.5	2,753.6	2,965.9	3,047.6
Net interest and miscellaneous payments, domestic industries .....	13	659.3	691.8	680.7	691.6	691.6	703.2	728.1
Business current transfer payments (net) .....	14	77.7	82.1	82.7	83.5	76.0	86.3	87.2
Proprietors' income with inventory valuation and capital consumption adjustments .....	15	834.1	902.8	872.1	901.4	902.9	934.9	962.0
Rental income of persons with capital consumption adjustment .....	16	153.8	165.1	172.8	172.6	153.8	161.3	153.7
Corporate profits with inventory valuation and capital consumption adjustments, domestic industries .....	17	844.2	989.6	960.3	988.6	929.3	1,080.1	1,116.5
Taxes on corporate income .....	18	234.9	269.2	256.5	271.2	253.3	295.7	343.2
Profits after tax with inventory valuation and capital consumption adjustments .....	19	609.3	720.4	703.8	717.4	676.0	784.4	773.2
Net dividends .....	20	374.8	403.7	367.5	360.5	378.4	508.6	403.3
Undistributed corporate profits with inventory valuation and capital consumption adjustments .....	21	234.5	316.7	336.3	356.9	297.6	275.8	369.9
Current surplus of government enterprises .....	22	9.5	6.9	8.1	7.4	6.5	5.7	3.4
<b>Consumption of fixed capital</b> .....	<b>23</b>	<b>1,353.9</b>	<b>1,407.3</b>	<b>1,355.0</b>	<b>1,375.2</b>	<b>1,497.9</b>	<b>1,401.2</b>	<b>1,408.1</b>
Private .....	24	1,135.9	1,178.3	1,132.4	1,148.1	1,266.8	1,165.7	1,167.9
Government .....	25	218.1	229.0	222.6	227.0	231.1	235.5	240.2
<b>Addendum:</b>								
Statistical discrepancy .....	26	25.6	31.9	63.0	56.4	60.4	-52.1	-70.1

**Table 1.12. National Income by Type of Income**  
(Billions of dollars)

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>National income</b> .....	1	<b>9,679.6</b>	<b>10,339.6</b>	<b>10,128.1</b>	<b>10,262.0</b>	<b>10,294.7</b>	<b>10,673.7</b>	<b>10,887.0</b>
<b>Compensation of employees</b> .....	2	<b>6,289.0</b>	<b>6,651.0</b>	<b>6,489.4</b>	<b>6,578.5</b>	<b>6,687.4</b>	<b>6,848.6</b>	<b>6,967.0</b>
Wage and salary accruals .....	3	5,103.6	5,373.4	5,240.7	5,311.4	5,403.0	5,538.8	5,631.5
Government .....	4	897.9	925.6	918.8	922.0	928.2	933.3	946.1
Other .....	5	4,205.6	4,447.9	4,321.8	4,389.3	4,474.7	4,605.5	4,685.5
Supplements to wages and salaries .....	6	1,185.5	1,277.5	1,248.8	1,267.2	1,284.4	1,309.8	1,335.5
Employer contributions for employee pension and insurance funds .....	7	808.9	876.6	856.5	870.4	881.6	897.9	912.8
Employer contributions for government social insurance .....	8	376.6	400.9	392.3	396.8	402.8	411.9	422.7
<b>Proprietors' income with IVA and CCAAdj</b> .....	9	<b>834.1</b>	<b>902.8</b>	<b>872.1</b>	<b>901.4</b>	<b>902.9</b>	<b>934.9</b>	<b>962.0</b>
Farm .....	10	21.8	18.2	17.9	18.9	13.6	22.4	25.8
Nonfarm .....	11	812.3	884.6	854.2	882.5	889.3	912.5	936.2
<b>Rental income of persons with CCAAdj</b> .....	12	<b>153.8</b>	<b>165.1</b>	<b>172.8</b>	<b>172.6</b>	<b>153.8</b>	<b>161.3</b>	<b>153.7</b>
<b>Corporate profits with IVA and CCAAdj</b> .....	13	<b>1,021.1</b>	<b>1,181.6</b>	<b>1,165.6</b>	<b>1,173.9</b>	<b>1,118.0</b>	<b>1,268.8</b>	<b>1,326.3</b>
Taxes on corporate income .....	14	234.9	269.2	256.5	271.2	253.3	295.7	343.2
Profits after tax with IVA and CCAAdj .....	15	786.2	912.4	909.1	902.7	864.7	973.0	983.0
Net dividends .....	16	395.3	443.9	403.4	413.2	424.0	534.7	442.8
Undistributed profits with IVA and CCAAdj .....	17	390.9	468.5	505.7	489.5	440.7	438.3	540.2
<b>Net interest and miscellaneous payments</b> .....	18	<b>543.0</b>	<b>549.5</b>	<b>554.5</b>	<b>548.5</b>	<b>546.7</b>	<b>548.2</b>	<b>557.4</b>
<b>Taxes on production and imports</b> .....	19	<b>798.1</b>	<b>841.1</b>	<b>823.3</b>	<b>835.7</b>	<b>843.1</b>	<b>862.2</b>	<b>877.2</b>
<b>Less: Subsidies</b> .....	20	<b>46.7</b>	<b>40.4</b>	<b>40.4</b>	<b>39.4</b>	<b>39.7</b>	<b>42.3</b>	<b>47.2</b>
<b>Business current transfer payments (net)</b> .....	21	<b>77.7</b>	<b>82.1</b>	<b>82.7</b>	<b>83.5</b>	<b>76.0</b>	<b>86.3</b>	<b>87.2</b>
To persons (net) .....	22	28.9	32.7	29.3	29.3	42.9	29.2	28.9
To government (net) .....	23	46.6	49.2	49.4	50.1	44.0	53.5	54.7
To the rest of the world (net) .....	24	2.2	0.2	4.0	4.0	-10.9	3.7	3.7
<b>Current surplus of government enterprises</b> .....	25	<b>9.5</b>	<b>6.9</b>	<b>8.1</b>	<b>7.4</b>	<b>6.5</b>	<b>5.7</b>	<b>3.4</b>
<b>Cash flow:</b>								
Net cash flow with IVA and CCAAdj .....	26	1,173.4	1,264.6	1,279.1	1,273.4	1,271.8	1,234.1	1,337.5
Undistributed profits with IVA and CCAAdj .....	27	390.9	468.5	505.7	489.5	440.7	438.3	540.2
Consumption of fixed capital .....	28	782.5	796.1	773.4	783.9	831.2	795.8	797.4
Less: Inventory valuation adjustment .....	29	-14.1	-42.9	-37.0	-47.8	-37.8	-49.1	-40.8
Equals: Net cash flow .....	30	1,187.5	1,307.5	1,316.1	1,321.2	1,309.6	1,283.2	1,378.4
<b>Addenda:</b>								
Proprietors' income with IVA and CCAAdj .....	31	834.1	902.8	872.1	901.4	902.9	934.9	962.0
Farm .....	32	21.8	18.2	17.9	18.9	13.6	22.4	25.8
Proprietors' income with IVA .....	33	27.8	24.0	23.6	24.7	19.5	28.1	31.4
Capital consumption adjustment .....	34	-5.9	-5.8	-5.6	-5.8	-5.9	-5.7	-5.6
Nonfarm .....	35	812.3	884.6	854.2	882.5	889.3	912.5	936.2
Proprietors' income (without IVA and CCAAdj) .....	36	673.9	724.7	697.9	725.0	734.6	741.3	788.1
Inventory valuation adjustment .....	37	-1.9	-5.1	-4.5	-5.8	-4.5	-5.6	-5.1
Capital consumption adjustment .....	38	140.2	165.0	160.8	163.3	159.2	176.8	153.1
Rental income of persons with CCAAdj .....	39	153.8	165.1	172.8	172.6	153.8	161.3	153.7
Rental income of persons (without CCAAdj) .....	40	165.9	179.1	184.7	184.6	173.9	173.3	165.5
Capital consumption adjustment .....	41	-12.1	-14.0	-11.9	-12.0	-20.1	-12.0	-11.8
Corporate profits with IVA and CCAAdj .....	42	1,021.1	1,181.6	1,165.6	1,173.9	1,118.0	1,268.8	1,326.3
Corporate profits with IVA .....	43	860.4	942.4	925.4	940.6	895.0	1,008.8	1,267.0
Profits before tax (without IVA and CCAAdj) .....	44	874.5	985.3	962.4	968.3	932.8	1,057.9	1,307.9
Taxes on corporate income .....	45	234.9	269.2	256.5	271.2	253.3	295.7	343.2
Profits after tax (without IVA and CCAAdj) .....	46	639.6	716.2	705.9	717.1	679.5	762.1	964.6
Net dividends .....	47	395.3	443.9	403.4	413.2	424.0	534.7	442.8
Undistributed profits (without IVA and CCAAdj) .....	48	244.2	272.3	302.5	303.9	255.5	227.4	521.8
Inventory valuation adjustment .....	49	-14.1	-42.9	-37.0	-47.8	-37.8	-49.1	-40.8
Capital consumption adjustment .....	50	160.8	239.1	240.2	233.3	223.0	260.0	59.2

IVA Inventory valuation adjustment  
CCAAdj Capital consumption adjustment

**Table 1.14. Gross Value Added of Domestic Corporate Business in Current Dollars and Gross Value Added of Nonfinancial Domestic Corporate Business in Current and Chained Dollars**

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates					
				2004				2005	
				I	II	III	IV		
<b>Gross value added of corporate business<sup>1</sup></b> .....	1	<b>6,518.0</b>	<b>6,992.9</b>	<b>6,793.6</b>	<b>6,911.3</b>	<b>7,024.6</b>	<b>7,241.9</b>	<b>7,379.0</b>	
Consumption of fixed capital.....	2	782.5	796.1	773.4	783.9	831.2	795.8	797.4	
Net value added.....	3	5,735.5	6,196.8	6,020.3	6,127.4	6,193.4	6,446.1	6,581.6	
Compensation of employees.....	4	4,147.6	4,406.1	4,284.2	4,352.1	4,431.9	4,556.1	4,637.7	
Wage and salary accruals.....	5	3,380.8	3,575.5	3,474.2	3,528.8	3,597.0	3,702.0	3,766.2	
Supplements to wages and salaries.....	6	766.8	830.6	810.0	823.3	834.9	854.1	871.5	
Taxes on production and imports less subsidies.....	7	523.2	553.4	542.2	550.1	553.8	567.4	577.4	
Net operating surplus.....	8	1,064.7	1,237.4	1,193.9	1,225.2	1,207.8	1,322.7	1,366.5	
Net interest and miscellaneous payments.....	9	155.5	164.7	162.2	164.4	164.5	167.5	173.6	
Business current transfer payments.....	10	65.0	83.2	71.4	72.2	114.0	75.0	76.4	
Corporate profits with IVA and CCAAdj.....	11	844.2	989.6	960.3	988.6	929.3	1,080.1	1,116.5	
Taxes on corporate income.....	12	234.9	269.2	256.5	271.2	253.3	295.7	343.2	
Profits after tax with IVA and CCAAdj.....	13	609.3	720.4	703.8	717.4	676.0	784.4	773.2	
Net dividends.....	14	374.8	403.7	367.5	360.5	378.4	508.6	403.3	
Undistributed profits with IVA and CCAAdj.....	15	234.5	316.7	336.3	356.9	297.6	275.8	369.9	
<b>Gross value added of financial corporate business<sup>1</sup></b> .....	16	<b>911.2</b>	<b>968.3</b>	<b>954.2</b>	<b>955.8</b>	<b>966.4</b>	<b>996.5</b>	<b>1,048.1</b>	
<b>Gross value added of nonfinancial corporate business<sup>1</sup></b> .....	17	<b>5,606.8</b>	<b>6,024.6</b>	<b>5,839.4</b>	<b>5,955.5</b>	<b>6,058.2</b>	<b>6,245.4</b>	<b>6,330.9</b>	
Consumption of fixed capital.....	18	676.4	692.6	671.8	680.9	726.8	691.0	692.3	
Net value added.....	19	4,930.5	5,332.0	5,167.6	5,274.7	5,331.4	5,554.4	5,638.6	
Compensation of employees.....	20	3,696.2	3,926.7	3,818.1	3,878.6	3,949.7	4,060.3	4,133.1	
Wage and salary accruals.....	21	3,006.9	3,180.0	3,089.9	3,138.5	3,199.1	3,292.5	3,349.6	
Supplements to wages and salaries.....	22	689.3	746.6	728.1	740.1	750.5	767.8	783.4	
Taxes on production and imports less subsidies.....	23	483.4	511.4	501.1	508.4	511.7	524.4	533.7	
Net operating surplus.....	24	750.8	893.9	846.5	887.6	870.0	969.7	971.8	
Net interest and miscellaneous payments.....	25	170.8	177.5	174.8	177.2	177.3	180.5	187.1	
Business current transfer payments.....	26	63.5	63.3	69.0	69.6	42.5	72.2	73.5	
Corporate profits with IVA and CCAAdj.....	27	516.4	653.1	604.6	640.8	650.2	716.9	711.3	
Taxes on corporate income.....	28	130.0	165.8	147.7	164.9	167.5	183.3	212.7	
Profits after tax with IVA and CCAAdj.....	29	386.4	487.3	456.9	475.9	482.7	533.6	498.6	
Net dividends.....	30	275.4	303.9	270.6	265.5	278.7	400.8	317.8	
Undistributed profits with IVA and CCAAdj.....	31	111.0	183.4	186.2	210.5	204.0	132.9	180.8	
<b>Addenda:</b>									
<b>Corporate business:</b>									
Profits before tax (without IVA and CCAAdj).....	32	697.6	793.3	757.0	803.0	744.1	869.2	1,098.1	
Profits after tax (without IVA and CCAAdj).....	33	462.6	524.2	500.6	531.8	490.8	573.5	754.8	
Inventory valuation adjustment.....	34	-14.1	-42.9	-37.0	-47.8	-37.8	-49.1	-40.8	
Capital consumption adjustment.....	35	160.8	239.1	240.2	233.3	223.0	260.0	59.2	
<b>Nonfinancial corporate business:</b>									
Profits before tax (without IVA and CCAAdj).....	36	397.7	499.4	443.4	496.5	506.5	551.0	713.8	
Profits after tax (without IVA and CCAAdj).....	37	267.7	333.5	295.6	331.7	338.9	367.8	501.1	
Inventory valuation adjustment.....	38	-14.1	-42.9	-37.0	-47.8	-37.8	-49.1	-40.8	
Capital consumption adjustment.....	39	132.9	196.7	198.3	192.0	181.5	215.0	38.3	
				Value added, in billions of chained (2000) dollars					
<b>Gross value added of nonfinancial corporate business<sup>2</sup></b> .....	40	<b>5,423.0</b>	<b>5,726.4</b>	<b>5,598.7</b>	<b>5,657.4</b>	<b>5,752.2</b>	<b>5,897.5</b>	<b>5,943.5</b>	
Consumption of fixed capital <sup>3</sup> .....	41	647.2	668.3	654.1	657.2	697.3	664.7	669.1	
Net value added <sup>4</sup> .....	42	4,775.8	5,058.1	4,944.6	5,000.2	5,054.8	5,232.9	5,274.3	

1. Estimates for financial corporate business and nonfinancial corporate business for 2000 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Effective December 22, 2004, chained-dollar gross value added of nonfinancial corporate business was revised beginning with 1929. The current-dollar gross value added is deflated by a revised chain-type price index calculated using the gross value added chain-type price index for nonfinancial industries from the comprehensive revision of the GDP-by-industry accounts.

3. Chained-dollar consumption of fixed capital of nonfinancial corporate business is calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100.

4. Chained-dollar net value added of nonfinancial corporate business is the difference between the gross product and the consumption of fixed capital.

IVA Inventory valuation adjustment  
CCAAdj Capital consumption adjustment

**Table 1.15. Price, Costs, and Profit Per Unit of Real Gross Value Added of Nonfinancial Domestic Corporate Business**

[Dollars]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Price per unit of real gross value added of nonfinancial corporate business<sup>1</sup></b> .....	1	<b>1.034</b>	<b>1.052</b>	<b>1.043</b>	<b>1.053</b>	<b>1.053</b>	<b>1.059</b>	<b>1.065</b>
<b>Compensation of employees (unit labor cost)</b> .....	2	<b>0.682</b>	<b>0.686</b>	<b>0.682</b>	<b>0.686</b>	<b>0.687</b>	<b>0.688</b>	<b>0.695</b>
<b>Unit nonlabor cost</b> .....	3	<b>0.258</b>	<b>0.252</b>	<b>0.253</b>	<b>0.253</b>	<b>0.253</b>	<b>0.249</b>	<b>0.249</b>
Consumption of fixed capital.....	4	0.125	0.121	0.120	0.120	0.126	0.117	0.116
Taxes on production and imports less subsidies plus business current transfer payments.....	5	0.101	0.100	0.102	0.102	0.096	0.101	0.102
Net interest and miscellaneous payments.....	6	0.032	0.031	0.031	0.031	0.031	0.031	0.031
<b>Corporate profits with IVA and CCAAdj (unit profits from current production)</b> .....	7	<b>0.095</b>	<b>0.114</b>	<b>0.108</b>	<b>0.113</b>	<b>0.113</b>	<b>0.122</b>	<b>0.120</b>
Taxes on corporate income.....	8	0.024	0.029	0.026	0.029	0.029	0.031	0.036
Profits after tax with IVA and CCAAdj.....	9	0.071	0.085	0.082	0.084	0.084	0.090	0.084

1. The implicit price deflator for gross value added of nonfinancial corporate business divided by 100. Estimates for nonfinancial corporate business for 2000 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

NOTE: Effective December 22, 2004, chained-dollar gross value added of nonfinancial corporate business was revised beginning with 1929. The current-dollar gross value added is deflated by a revised chain-type price index calculated using the gross value added chain-type price index for nonfinancial industries from the comprehensive revision of the GDP-by-industry accounts.

IVA Inventory valuation adjustment  
CCAAdj Capital consumption adjustment

## 2. Personal Income and Outlays

Table 2.1. Personal Income and Its Disposition

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Personal income</b> .....	1	9,161.8	9,689.6	9,445.0	9,592.7	9,700.4	10,020.1	10,100.2
Compensation of employees, received.....	2	6,289.0	6,651.0	6,487.9	6,580.0	6,687.4	6,848.6	6,967.0
Wage and salary disbursements.....	3	5,103.6	5,373.5	5,239.2	5,312.8	5,403.0	5,538.8	5,631.5
Private industries.....	4	4,205.6	4,447.9	4,321.8	4,389.3	4,474.7	4,605.5	4,685.5
Government.....	5	897.9	925.6	917.3	923.5	928.2	933.3	946.1
Supplements to wages and salaries.....	6	1,185.5	1,277.5	1,248.8	1,267.2	1,284.4	1,309.8	1,335.5
Employer contributions for employee pension and insurance funds.....	7	808.9	876.6	856.5	870.4	881.6	897.9	912.8
Employer contributions for government social insurance.....	8	376.6	400.9	392.3	396.8	402.8	411.9	422.7
Proprietors' income with inventory valuation and capital consumption adjustments.....	9	834.1	902.8	872.1	901.4	902.9	934.9	962.0
Farm.....	10	21.8	18.2	17.9	18.9	13.6	22.4	25.8
Nonfarm.....	11	812.3	884.6	854.2	882.5	889.3	912.5	936.2
Rental income of persons with capital consumption adjustment.....	12	153.8	165.1	172.8	172.6	153.8	161.3	153.7
Personal income receipts on assets.....	13	1,322.7	1,387.3	1,337.1	1,352.3	1,367.8	1,491.9	1,416.3
Personal interest income.....	14	929.9	946.2	936.2	941.7	946.5	960.5	976.2
Personal dividend income.....	15	392.8	441.1	400.9	410.6	421.3	531.4	440.1
Personal current transfer receipts.....	16	1,335.4	1,405.9	1,379.0	1,400.4	1,415.4	1,428.9	1,469.0
Government social benefits to persons.....	17	1,306.4	1,373.2	1,349.6	1,371.1	1,372.5	1,399.7	1,440.2
Old-age, survivors, disability, and health insurance benefits.....	18	733.8	779.2	762.1	774.0	782.4	798.1	821.2
Government unemployment insurance benefits.....	19	52.8	34.6	41.4	33.5	32.4	31.1	29.7
Veterans benefits.....	20	32.3	33.8	33.6	33.6	33.8	34.1	35.4
Family assistance <sup>1</sup> .....	21	18.3	18.7	18.6	18.6	18.7	18.8	18.8
Other.....	22	469.2	507.0	494.0	511.4	505.2	517.6	535.0
Other current transfer receipts, from business (net).....	23	28.9	32.7	29.3	29.3	42.9	29.2	28.9
Less: Contributions for government social insurance.....	24	773.2	822.6	803.9	814.0	826.9	845.4	868.0
<b>Less: Personal current taxes</b> .....	25	1,001.9	1,042.6	1,006.6	1,030.6	1,048.9	1,084.4	1,145.9
<b>Equals: Disposable personal income</b> .....	26	8,159.9	8,646.9	8,438.4	8,562.1	8,651.5	8,935.8	8,954.3
<b>Less: Personal outlays</b> .....	27	8,049.3	8,531.9	8,351.6	8,448.7	8,588.1	8,739.3	8,874.2
Personal consumption expenditures.....	28	7,760.9	8,229.9	8,060.2	8,153.8	8,282.5	8,423.3	8,542.8
Personal interest payments <sup>2</sup> .....	29	185.3	188.5	181.1	182.6	190.6	199.5	207.5
Personal current transfer payments.....	30	103.1	113.5	110.3	112.2	115.0	116.5	123.9
To government.....	31	64.9	71.0	68.6	70.2	71.8	73.5	75.0
To the rest of the world (net).....	32	38.2	42.5	41.7	42.1	43.2	43.0	48.8
<b>Equals: Personal saving</b> .....	33	110.6	115.0	86.8	113.4	63.4	196.5	80.1
<b>Personal saving as a percentage of disposable personal income</b> .....	34	1.4	1.3	1.0	1.3	0.7	2.2	0.9
<b>Addenda:</b>								
Disposable personal income:								
Total, billions of chained (2000) dollars <sup>3</sup> .....	35	7,733.8	8,019.3	7,897.0	7,951.5	8,009.5	8,218.3	8,193.1
Per capita:								
Current dollars.....	36	28,034	29,416	28,813	29,168	29,395	30,283	30,280
Chained (2000) dollars.....	37	26,570	27,281	26,964	27,088	27,214	27,851	27,706
Population (midperiod, thousands).....	38	291,073	293,951	292,872	293,540	294,315	295,077	295,720
<b>Percent change from preceding period:</b>								
Disposable personal income, current dollars.....	39	4.2	6.0	5.8	6.0	4.2	13.8	0.8
Disposable personal income, chained (2000) dollars.....	40	2.3	3.7	2.4	2.8	2.9	10.8	-1.2

1. Consists of aid to families with dependent children and, beginning with 1996, assistance programs operating under the Personal Responsibility and Work Opportunity Reconciliation Act of 1996.

2. Consists of nonmortgage interest paid by households.

3. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

Table 2.2B. Wage and Salary Disbursements by Industry

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Wage and salary disbursements</b> .....	1	5,103.6	5,373.5	5,239.2	5,312.8	5,403.0	5,538.8	5,631.5
<b>Private industries</b> .....	2	4,205.6	4,447.9	4,321.8	4,389.3	4,474.7	4,605.5	4,685.5
Goods-producing industries.....	3	1,007.7	1,047.1	1,019.0	1,034.9	1,058.4	1,076.0	1,088.7
Manufacturing.....	4	668.8	688.6	669.9	680.5	697.0	707.2	714.9
Services-producing industries.....	5	3,198.0	3,400.8	3,302.9	3,354.4	3,416.3	3,529.6	3,596.7
Trade, transportation, and utilities.....	6	858.6	895.4	872.4	886.2	899.6	923.4	941.6
Other services-producing industries <sup>1</sup> .....	7	2,339.4	2,505.4	2,430.5	2,468.3	2,516.7	2,606.1	2,655.1
<b>Government</b> .....	8	897.9	925.6	917.3	923.5	928.2	933.3	946.1

1. Other services-producing industries consists of information; finance and insurance; real estate and rental and leasing; professional, scientific, and technical services; management of companies and enterprises; administrative and support and waste management and remediation services; educational services; health care and social assistance; arts, entertainment, and recreation; accommodation and food services; and other services.

Note. Estimates in this table are based on the 1997 North American Industry Classification System (NAICS).

**Table 2.3.1. Percent Change From Preceding Period in Real Personal Consumption Expenditures by Major Type of Product**  
[Percent]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Personal consumption expenditures</b> .....	1	3.3	3.8	4.1	1.6	5.1	4.2	3.6
<b>Durable goods</b> .....	2	7.4	6.7	2.2	-0.3	17.2	3.9	1.7
Motor vehicles and parts.....	3	5.5	3.0	-5.8	-6.0	28.7	-0.5	-8.5
Furniture and household equipment.....	4	9.1	11.7	11.1	7.4	11.6	7.3	11.0
Other.....	5	9.1	6.5	6.2	-0.2	3.5	8.3	11.0
<b>Nondurable goods</b> .....	6	3.7	4.6	6.7	0.1	4.7	5.9	5.4
Food.....	7	3.8	4.8	8.1	2.3	4.4	7.7	5.9
Clothing and shoes.....	8	4.3	6.7	16.3	-5.3	6.0	10.2	5.5
Gasoline, fuel oil, and other energy goods.....	9	0.7	0.0	-2.3	-13.2	2.6	-1.1	6.9
Gasoline and oil.....	10	0.7	-0.4	-0.8	-14.2	1.7	1.0	5.9
Fuel oil and coal.....	11	0.3	4.4	-16.5	-1.5	13.9	-21.3	17.3
Other.....	12	4.1	4.7	3.1	4.5	5.3	3.5	4.0
<b>Services</b> .....	13	2.2	2.8	3.3	2.7	3.0	3.4	3.2
Housing.....	14	1.3	1.7	2.1	2.0	2.4	2.3	2.4
Household operation.....	15	1.5	2.6	3.2	-0.9	1.3	5.4	1.0
Electricity and gas.....	16	1.7	2.3	3.5	-8.0	-0.9	12.7	-1.6
Other household operation.....	17	1.4	2.8	3.1	4.0	2.7	0.9	2.8
Transportation.....	18	-0.8	1.1	2.0	2.9	1.7	4.2	2.1
Medical care.....	19	4.0	3.7	3.2	4.4	5.0	4.3	4.8
Recreation.....	20	3.1	3.1	5.9	0.3	2.7	-1.3	5.0
Other.....	21	2.0	3.3	4.4	3.3	2.5	4.1	2.6
<b>Addenda:</b>								
Energy goods and services <sup>1</sup> .....	22	1.1	0.9	0.2	-11.1	1.2	4.4	3.3
Personal consumption expenditures excluding food and energy.....	23	3.3	3.8	3.7	2.3	5.5	3.6	3.3

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

**Table 2.3.2. Contributions to Percent Change in Real Personal Consumption Expenditures by Major Type of Product**

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Percent change at annual rate:</b>								
<b>Personal consumption expenditures</b> .....	1	3.3	3.8	4.1	1.6	5.1	4.2	3.6
<b>Percentage points at annual rates:</b>								
<b>Durable goods</b> .....	2	0.90	0.80	0.27	-0.03	1.97	0.47	0.21
Motor vehicles and parts.....	3	0.31	0.17	-0.33	-0.34	1.40	-0.03	-0.48
Furniture and household equipment.....	4	0.38	0.48	0.45	0.31	0.48	0.31	0.45
Other.....	5	0.21	0.15	0.15	-0.01	0.08	0.19	0.25
<b>Nondurable goods</b> .....	6	1.04	1.29	1.90	0.04	1.35	1.71	1.57
Food.....	7	0.52	0.67	1.10	0.32	0.61	1.07	0.82
Clothing and shoes.....	8	0.17	0.26	0.62	-0.22	0.24	0.39	0.22
Gasoline, fuel oil, and other energy goods.....	9	0.02	-0.01	-0.06	-0.42	0.08	-0.03	0.21
Gasoline and oil.....	10	0.02	-0.02	-0.02	-0.41	0.05	0.03	0.17
Fuel oil and coal.....	11	0.00	0.01	-0.04	0.00	0.03	-0.06	0.04
Other.....	12	0.33	0.37	0.25	0.35	0.43	0.28	0.32
<b>Services</b> .....	13	1.32	1.67	1.98	1.56	1.82	2.02	1.86
Housing.....	14	0.21	0.27	0.33	0.30	0.37	0.34	0.37
Household operation.....	15	0.09	0.14	0.18	-0.05	0.07	0.30	0.06
Electricity and gas.....	16	0.04	0.05	0.08	-0.18	-0.02	0.26	-0.04
Other household operation.....	17	0.05	0.09	0.10	0.13	0.09	0.03	0.09
Transportation.....	18	-0.03	0.04	0.07	0.11	0.06	0.15	0.08
Medical care.....	19	0.65	0.63	0.55	0.74	0.85	0.72	0.81
Recreation.....	20	0.13	0.13	0.24	0.01	0.11	-0.05	0.20
Other.....	21	0.28	0.45	0.61	0.45	0.35	0.56	0.36
<b>Addenda:</b>								
Energy goods and services <sup>1</sup> .....	22	0.05	0.04	0.01	-0.60	0.06	0.23	0.18
Personal consumption expenditures excluding food and energy.....	23	2.68	3.06	3.03	1.84	4.46	2.90	2.64

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

**Table 2.3.3. Real Personal Consumption Expenditures by Major Type of Product, Quantity Indexes**  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Personal consumption expenditures</b> .....	1	109.143	113.253	111.925	112.360	113.776	114.951	115.983
<b>Durable goods</b> .....	2	119.378	127.338	124.572	124.482	129.529	130.768	131.330
Motor vehicles and parts.....	3	116.971	120.529	118.149	116.320	123.901	123.745	121.018
Furniture and household equipment.....	4	125.771	140.426	136.028	138.480	142.327	144.870	148.696
Other.....	5	113.772	121.222	120.152	120.082	121.106	123.549	126.815
<b>Nondurable goods</b> .....	6	108.481	113.417	112.331	112.367	113.659	115.310	116.842
Food.....	7	107.556	112.765	111.160	111.793	112.992	115.117	116.775
Clothing and shoes.....	8	110.914	118.356	117.960	116.374	118.093	120.997	122.634
Gasoline, fuel oil, and other energy goods.....	9	103.062	103.040	105.544	101.862	102.524	102.231	103.945
Gasoline and oil.....	10	103.587	103.185	105.886	101.915	102.340	102.601	104.090
Fuel oil and coal.....	11	97.397	101.690	101.828	101.439	104.787	98.704	102.724
Other.....	12	110.646	115.804	113.848	115.111	116.620	117.639	118.797
<b>Services</b> .....	13	107.418	110.423	109.237	109.955	110.782	111.717	112.589
Housing.....	14	106.915	108.785	107.906	108.445	109.090	109.701	110.365
Household operation.....	15	102.597	105.255	104.914	104.677	105.014	106.416	106.693
Electricity and gas.....	16	102.729	105.046	106.021	103.820	103.597	106.746	106.316
Other household operation.....	17	102.496	105.362	104.181	105.205	105.907	106.156	106.904
Transportation.....	18	95.346	96.439	95.470	96.160	96.567	97.557	98.059
Medical care.....	19	115.340	119.647	117.632	118.915	120.386	121.653	123.078
Recreation.....	20	108.225	111.551	111.211	111.286	112.040	111.667	113.038
Other.....	21	104.731	108.152	106.899	107.768	108.428	109.514	110.210
<b>Addenda:</b>								
Energy goods and services <sup>1</sup> .....	22	102.952	103.913	105.779	102.722	103.017	104.136	104.983
Personal consumption expenditures excluding food and energy.....	23	109.787	113.919	112.422	113.060	114.591	115.603	116.537

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

**Table 2.3.4. Price Indexes for Personal Consumption Expenditures by Major Type of Product**  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Personal consumption expenditures</b> .....	1	105.511	107.824	106.860	107.683	108.021	108.734	109.295
<b>Durable goods</b> .....	2	92.244	90.378	90.741	90.725	90.008	90.039	90.238
Motor vehicles and parts.....	3	97.340	96.088	95.966	96.166	95.697	96.522	97.810
Furniture and household equipment.....	4	83.345	79.889	80.963	80.367	79.368	78.858	78.126
Other.....	5	97.924	98.077	97.999	98.760	98.098	97.450	97.217
<b>Nondurable goods</b> .....	6	104.154	107.626	105.914	107.616	107.869	109.106	109.447
Food.....	7	106.979	110.257	108.950	109.989	110.687	111.403	111.662
Clothing and shoes.....	8	93.045	92.660	92.533	93.191	92.502	92.413	92.601
Gasoline, fuel oil, and other energy goods.....	9	105.517	124.250	113.693	124.711	125.030	133.565	134.077
Gasoline and oil.....	10	105.154	124.409	113.541	125.424	124.725	132.507	133.235
Fuel oil and coal.....	11	109.634	126.199	115.313	116.528	128.027	144.929	142.995
Other.....	12	105.175	106.193	105.752	106.136	106.152	106.732	107.242
<b>Services</b> .....	13	109.237	111.999	111.085	111.667	112.314	112.932	113.698
Housing.....	14	110.437	113.156	111.912	112.941	113.608	114.164	114.980
Household operation.....	15	107.766	110.069	108.879	109.598	110.703	111.094	112.340
Electricity and gas.....	16	113.651	118.155	115.595	117.118	119.488	120.421	122.398
Other household operation.....	17	104.367	105.392	104.993	105.243	105.627	105.705	106.526
Transportation.....	18	105.880	107.405	107.109	107.281	107.572	107.656	108.250
Medical care.....	19	109.858	113.285	112.340	112.955	113.617	114.226	115.009
Recreation.....	20	109.248	111.980	110.875	111.559	112.268	113.217	113.844
Other.....	21	108.826	111.383	110.851	110.944	111.450	112.285	112.876
<b>Addenda:</b>								
Energy goods and services <sup>1</sup> .....	22	108.958	121.565	114.463	121.386	122.590	127.819	128.970
Personal consumption expenditures excluding food and energy.....	23	105.072	106.643	106.081	106.523	106.753	107.217	107.797

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

**Table 2.3.5. Personal Consumption Expenditures by Major Type of Product**  
[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Personal consumption expenditures</b> .....	1	7,760.9	8,229.9	8,060.2	8,153.8	8,282.5	8,423.3	8,542.8
<b>Durable goods</b> .....	2	950.7	993.9	976.3	975.5	1,007.0	1,017.0	1,023.6
Motor vehicles and parts .....	3	440.1	447.8	438.4	432.5	458.4	461.8	457.6
Furniture and household equipment.....	4	328.0	351.3	345.0	348.6	353.8	357.8	363.9
Other .....	5	182.6	194.9	193.0	194.4	194.7	197.4	202.1
<b>Nondurable goods</b> .....	6	2,200.1	2,377.0	2,316.6	2,354.6	2,387.2	2,449.7	2,490.0
Food .....	7	1,064.5	1,150.3	1,120.3	1,137.5	1,157.0	1,186.3	1,206.2
Clothing and shoes .....	8	307.2	326.5	325.0	322.9	325.2	332.9	338.1
Gasoline, fuel oil, and other energy goods .....	9	208.2	244.9	229.7	243.2	245.4	261.4	266.8
Gasoline and oil .....	10	191.3	224.6	211.1	224.5	224.2	238.7	243.5
Fuel oil and coal .....	11	16.9	20.3	18.6	18.7	21.3	22.7	23.3
Other .....	12	620.1	655.3	641.5	651.0	659.6	669.0	678.9
<b>Services</b> .....	13	4,610.1	4,859.0	4,767.3	4,823.8	4,888.2	4,956.6	5,029.2
Housing .....	14	1,188.4	1,239.0	1,215.4	1,232.7	1,247.3	1,260.5	1,277.1
Household operation .....	15	431.3	452.0	445.6	447.6	453.5	461.2	467.6
Electricity and gas .....	16	167.3	177.9	175.7	174.3	177.4	184.3	185.5
Other household operation .....	17	264.0	274.1	270.0	273.3	276.1	277.0	281.1
Transportation .....	18	294.0	301.7	297.8	300.5	302.6	305.9	309.2
Medical care .....	19	1,301.1	1,391.7	1,356.8	1,379.1	1,404.4	1,426.7	1,453.3
Recreation .....	20	317.2	335.1	330.8	333.0	337.4	339.1	345.2
Other .....	21	1,078.1	1,139.5	1,120.9	1,130.9	1,143.1	1,163.2	1,176.7
<b>Addenda:</b>								
Energy goods and services <sup>1</sup> .....	22	375.5	422.8	405.4	417.5	422.8	445.7	453.3
Personal consumption expenditures excluding food and energy .....	23	6,320.8	6,656.8	6,534.5	6,598.9	6,702.7	6,791.3	6,883.2

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

**Table 2.3.6. Real Personal Consumption Expenditures by Major Type of Product, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Personal consumption expenditures</b> .....	1	7,355.6	7,632.5	7,543.0	7,572.4	7,667.8	7,747.0	7,816.5
<b>Durable goods</b> .....	2	1,030.6	1,099.3	1,075.5	1,074.7	1,118.3	1,129.0	1,133.8
Motor vehicles and parts .....	3	452.1	465.9	456.7	449.6	478.9	478.3	467.8
Furniture and household equipment.....	4	393.5	439.4	425.6	433.3	445.4	453.3	465.3
Other .....	5	186.5	198.7	196.9	196.8	198.5	202.5	207.9
<b>Nondurable goods</b> .....	6	2,112.4	2,208.5	2,187.3	2,188.0	2,213.2	2,245.3	2,275.2
Food .....	7	995.1	1,043.3	1,028.4	1,034.3	1,045.4	1,065.0	1,080.4
Clothing and shoes .....	8	330.2	352.4	351.2	346.5	351.6	360.2	365.1
Gasoline, fuel oil, and other energy goods .....	9	197.3	197.3	202.1	195.0	196.3	195.8	199.0
Gasoline and oil .....	10	182.0	181.3	186.0	179.0	179.8	180.2	182.8
Fuel oil and coal .....	11	15.4	16.1	16.1	16.1	16.6	15.6	16.3
Other .....	12	589.6	617.1	606.6	613.4	621.4	626.8	633.0
<b>Services</b> .....	13	4,220.3	4,338.3	4,291.7	4,320.0	4,352.4	4,389.2	4,423.4
Housing .....	14	1,076.1	1,094.9	1,086.0	1,091.5	1,097.9	1,104.1	1,110.8
Household operation .....	15	400.2	410.6	409.3	408.4	409.7	415.1	416.2
Electricity and gas .....	16	147.2	150.5	151.9	148.8	148.5	153.0	152.4
Other household operation .....	17	253.0	260.0	257.1	259.7	261.4	262.0	263.8
Transportation .....	18	277.7	280.9	278.1	280.1	281.3	284.1	285.6
Medical care .....	19	1,184.3	1,228.5	1,207.9	1,221.0	1,236.1	1,249.1	1,263.8
Recreation .....	20	290.3	299.3	298.3	298.5	300.6	299.6	303.2
Other .....	21	990.7	1,023.1	1,011.2	1,019.4	1,025.7	1,035.9	1,042.5
Residual .....	22	-8.1	-18.9	-15.0	-15.6	-21.3	-22.7	-24.2
<b>Addenda:</b>								
Energy goods and services <sup>1</sup> .....	23	344.7	347.9	354.1	343.9	344.9	348.6	351.5
Personal consumption expenditures excluding food and energy .....	24	6,015.7	6,242.1	6,160.1	6,195.0	6,278.9	6,334.4	6,385.6

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

Note: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.



## 3. Government Current Receipts and Expenditures

Table 3.1. Government Current Receipts and Expenditures

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Current receipts</b> .....	1	<b>3,032.0</b>	<b>3,206.7</b>	<b>3,120.0</b>	<b>3,181.1</b>	<b>3,198.5</b>	<b>3,327.4</b>	<b>3,472.4</b>
Current tax receipts.....	2	2,033.8	2,150.9	2,084.9	2,134.6	2,142.9	2,241.1	2,363.0
Personal current taxes.....	3	1,001.9	1,042.6	1,006.6	1,030.6	1,048.9	1,084.4	1,145.9
Taxes on production and imports.....	4	798.1	841.1	823.3	835.7	843.1	862.2	877.2
Taxes on corporate income.....	5	225.8	258.3	246.4	260.0	242.6	284.2	330.7
Taxes from the rest of the world.....	6	8.1	8.9	8.6	8.3	8.2	10.3	9.1
Contributions for government social insurance.....	7	773.2	822.6	803.9	814.0	826.9	845.4	868.0
Income receipts on assets.....	8	104.0	106.1	105.1	104.8	106.4	108.2	108.5
Interest and miscellaneous receipts.....	9	101.4	103.3	102.5	102.2	103.7	104.9	105.7
Dividends.....	10	2.5	2.8	2.6	2.6	2.7	3.4	2.7
Current transfer receipts.....	11	111.5	120.2	118.0	120.3	115.8	126.9	129.7
From business (net).....	12	46.6	49.2	49.4	50.1	44.0	53.5	54.7
From persons.....	13	64.9	71.0	68.6	70.2	71.8	73.5	75.0
Current surplus of government enterprises.....	14	9.5	6.9	8.1	7.4	6.5	5.7	3.4
<b>Current expenditures</b> .....	15	<b>3,399.7</b>	<b>3,558.6</b>	<b>3,499.2</b>	<b>3,542.8</b>	<b>3,568.9</b>	<b>3,623.5</b>	<b>3,719.0</b>
Consumption expenditures.....	16	1,717.1	1,804.2	1,770.9	1,792.1	1,818.5	1,835.2	1,872.7
Current transfer payments.....	17	1,332.9	1,402.4	1,386.3	1,397.0	1,397.8	1,428.3	1,482.1
Government social benefits.....	18	1,309.3	1,376.2	1,352.5	1,374.1	1,375.4	1,402.8	1,443.3
To persons.....	19	1,306.4	1,373.2	1,349.6	1,371.1	1,372.5	1,399.7	1,440.2
To the rest of the world.....	20	2.8	3.0	2.9	2.9	3.0	3.1	3.1
Other current transfer payments to the rest of the world (net).....	21	23.7	26.2	33.7	23.0	22.4	25.5	38.8
Interest payments.....	22	303.0	311.6	303.1	312.8	312.9	317.8	317.0
To persons and business.....	23	231.0	227.3	226.4	230.4	226.3	225.9	217.4
To the rest of the world.....	24	72.0	84.4	76.6	82.4	86.5	91.9	99.6
Subsidies.....	25	46.7	40.4	40.4	39.4	39.7	42.3	47.2
Less: Wage accruals less disbursements.....	26	0.0	0.0	1.5	-1.5	0.0	0.0	0.0
<b>Net government saving</b> .....	27	<b>-367.8</b>	<b>-351.9</b>	<b>-379.2</b>	<b>-361.7</b>	<b>-370.5</b>	<b>-296.1</b>	<b>-246.6</b>
Social insurance funds.....	28	46.6	69.8	60.5	67.2	73.4	78.0	78.4
Other.....	29	-414.4	-421.7	-439.7	-429.0	-443.9	-374.1	-325.0
<b>Addenda:</b>								
<b>Total receipts</b> .....	30	<b>3,060.4</b>	<b>3,236.3</b>	<b>3,150.1</b>	<b>3,209.8</b>	<b>3,230.2</b>	<b>3,355.0</b>	<b>3,500.9</b>
Current receipts.....	31	3,032.0	3,206.7	3,120.0	3,181.1	3,198.5	3,327.4	3,472.4
Capital transfer receipts.....	32	28.4	29.5	30.1	28.7	31.7	27.6	28.4
<b>Total expenditures</b> .....	33	<b>3,566.7</b>	<b>3,735.8</b>	<b>3,671.5</b>	<b>3,723.5</b>	<b>3,744.7</b>	<b>3,803.3</b>	<b>3,889.7</b>
Current expenditures.....	34	3,399.7	3,558.6	3,499.2	3,542.8	3,568.9	3,623.5	3,719.0
Gross government investment.....	35	358.5	379.7	368.6	382.2	378.7	389.3	385.2
Capital transfer payments.....	36	16.8	16.5	16.3	16.3	16.3	16.9	16.8
Net purchases of nonproduced assets.....	37	9.7	10.1	10.0	9.3	11.9	9.1	8.9
Less: Consumption of fixed capital.....	38	218.1	229.0	222.6	227.0	231.1	235.5	240.2
<b>Net lending or net borrowing (-)</b> .....	39	<b>-506.3</b>	<b>-499.5</b>	<b>-521.4</b>	<b>-513.7</b>	<b>-514.5</b>	<b>-448.3</b>	<b>-388.9</b>

**Table 3.2. Federal Government Current Receipts and Expenditures**

[Billions of dollars]

Line	2003	2004	Seasonally adjusted at annual rates					
			2004				2005	
			I	II	III	IV	I	
<b>Current receipts</b> .....	<b>1</b>	<b>1,877.0</b>	<b>1,971.8</b>	<b>1,915.3</b>	<b>1,949.1</b>	<b>1,965.8</b>	<b>2,057.0</b>	<b>2,175.4</b>
Current tax receipts.....	2	1,064.5	1,111.7	1,073.9	1,098.5	1,101.9	1,172.4	1,268.9
Personal current taxes.....	3	775.8	794.6	768.3	781.5	799.6	829.1	882.0
Taxes on production and imports...	4	89.4	90.1	89.0	89.3	89.2	92.7	95.7
Excise taxes.....	5	67.9	66.8	66.5	66.2	66.2	68.4	70.4
Customs duties.....	6	21.4	23.3	22.6	23.1	23.1	24.3	25.3
Taxes on corporate income.....	7	191.4	218.1	207.9	219.5	204.9	240.2	282.2
Federal Reserve banks.....	8	22.0	21.9	20.9	20.8	21.8	24.1	25.1
Other.....	9	169.3	196.3	187.0	198.7	183.1	216.1	257.1
Taxes from the rest of the world....	10	8.1	8.9	8.6	8.3	8.2	10.3	9.1
Contributions for government social insurance.....	11	758.2	806.0	787.9	797.6	810.1	828.5	851.2
Income receipts on assets.....	12	23.0	22.9	22.9	22.2	22.9	23.7	24.0
Interest receipts.....	13	16.5	16.4	16.0	15.8	16.6	17.1	17.0
Rents and royalties.....	14	6.5	6.6	6.9	6.5	6.3	6.6	7.1
Current transfer receipts.....	15	25.5	26.8	26.1	26.2	26.6	28.4	28.8
From business.....	16	14.4	15.4	14.7	14.8	15.1	16.8	17.3
From persons.....	17	11.1	11.5	11.3	11.4	11.5	11.6	11.5
Current surplus of government enterprises.....	18	5.8	4.4	4.6	4.5	4.3	4.1	2.4
<b>Current expenditures</b> .....	<b>19</b>	<b>2,241.6</b>	<b>2,341.2</b>	<b>2,306.3</b>	<b>2,329.1</b>	<b>2,340.8</b>	<b>2,388.7</b>	<b>2,454.1</b>
Consumption expenditures.....	20	658.6	704.5	691.1	700.3	713.0	713.6	737.0
Current transfer payments.....	21	1,322.5	1,378.0	1,365.9	1,367.9	1,368.8	1,409.4	1,448.0
Government social benefits.....	22	958.9	1,001.4	986.2	993.0	1,004.3	1,022.3	1,048.5
To persons.....	23	956.1	998.5	983.3	990.1	1,001.3	1,019.2	1,045.4
To the rest of the world.....	24	2.8	3.0	2.9	2.9	3.0	3.1	3.1
Other current transfer payments.....	25	363.6	376.6	379.7	374.9	364.5	387.1	399.5
Grants-in-aid to state and local governments.....	26	339.9	350.4	346.0	351.9	342.1	361.6	360.8
To the rest of the world (net).....	27	23.7	26.2	33.7	23.0	22.4	25.5	38.8
Interest payments.....	28	214.1	219.0	211.1	220.7	220.0	224.2	222.5
To persons and business.....	29	142.1	134.6	134.5	138.3	133.5	132.3	122.9
To the rest of the world.....	30	72.0	84.4	76.6	82.4	86.5	91.9	99.6
Subsidies.....	31	46.4	39.7	39.7	38.7	39.0	41.6	46.5
Less: Wage accruals less disbursements.....	32	0.0	0.0	1.5	-1.5	0.0	0.0	0.0
<b>Net Federal Government saving</b> .....	<b>33</b>	<b>-364.5</b>	<b>-369.4</b>	<b>-391.0</b>	<b>-380.0</b>	<b>-375.0</b>	<b>-331.7</b>	<b>-278.6</b>
Social insurance funds.....	34	45.5	68.4	59.2	65.9	72.0	76.7	77.5
Other.....	35	-410.0	-437.8	-450.2	-445.9	-446.9	-408.4	-356.1
<b>Addenda:</b>								
<b>Total receipts</b> .....	<b>36</b>	<b>1,899.0</b>	<b>1,995.6</b>	<b>1,939.5</b>	<b>1,972.0</b>	<b>1,991.9</b>	<b>2,079.0</b>	<b>2,198.4</b>
Current receipts.....	37	1,877.0	1,971.8	1,915.3	1,949.1	1,965.8	2,057.0	2,175.4
Capital transfer receipts.....	38	22.0	23.8	24.2	23.0	26.1	22.0	23.0
<b>Total expenditures</b> .....	<b>39</b>	<b>2,306.6</b>	<b>2,415.0</b>	<b>2,376.9</b>	<b>2,397.2</b>	<b>2,420.4</b>	<b>2,465.3</b>	<b>2,526.3</b>
Current expenditures.....	40	2,241.6	2,341.2	2,306.3	2,329.1	2,340.8	2,388.7	2,454.1
Gross government investment.....	41	93.6	105.4	102.2	104.1	104.4	111.0	105.1
Capital transfer payments.....	42	61.9	61.4	60.0	57.5	66.9	61.2	62.4
Net purchases of nonproduced assets.....	43	-0.2	0.0	0.0	-0.8	1.8	-1.1	0.3
Less: Consumption of fixed capital.....	44	90.2	93.0	91.6	92.8	93.4	94.5	95.5
<b>Net lending or net borrowing (-)</b> .....	<b>45</b>	<b>-407.6</b>	<b>-419.3</b>	<b>-437.4</b>	<b>-425.1</b>	<b>-428.5</b>	<b>-386.3</b>	<b>-327.9</b>

**Table 3.3. State and Local Government Current Receipts and Expenditures**

[Billions of dollars]

Line	2003	2004	Seasonally adjusted at annual rates					
			2004				2005	
			I	II	III	IV	I	
<b>Current receipts</b> .....	<b>1</b>	<b>1,494.9</b>	<b>1,585.3</b>	<b>1,550.6</b>	<b>1,583.9</b>	<b>1,574.7</b>	<b>1,632.0</b>	<b>1,657.8</b>
Current tax receipts.....	2	969.2	1,039.2	1,011.1	1,036.0	1,041.0	1,068.7	1,094.0
Personal current taxes.....	3	226.1	248.0	238.3	249.1	249.3	255.2	263.9
Income taxes.....	4	204.6	225.1	215.9	226.4	226.2	231.9	240.3
Other.....	5	21.6	22.9	22.5	22.7	23.2	23.4	23.7
Taxes on production and imports.....	6	708.7	751.0	734.2	746.4	753.9	769.4	781.6
Sales taxes.....	7	343.9	364.4	358.2	362.4	364.3	372.8	378.4
Property taxes.....	8	305.0	321.6	313.7	319.0	324.2	329.4	334.7
Other.....	9	59.7	65.0	62.4	65.0	65.5	67.2	68.4
Taxes on corporate income.....	10	34.4	40.2	38.5	40.5	37.7	44.0	48.5
Contributions for government social insurance.....	11	15.0	16.5	16.0	16.4	16.8	17.0	16.7
Income receipts on assets.....	12	81.0	83.2	82.2	82.6	83.5	84.6	84.4
Interest receipts.....	13	71.3	72.3	71.8	72.0	72.5	72.7	73.0
Dividends.....	14	2.5	2.8	2.6	2.6	2.7	3.4	2.7
Rents and royalties.....	15	7.1	8.1	7.8	8.0	8.3	8.5	8.7
Current transfer receipts.....	16	425.9	443.8	437.9	446.0	431.3	460.1	461.7
Federal grants-in-aid.....	17	339.9	350.4	346.0	351.9	342.1	361.6	360.8
From business (net).....	18	32.2	33.9	34.6	35.3	28.9	36.7	37.4
From persons.....	19	53.8	59.6	57.3	58.8	60.3	61.9	63.5
Current surplus of government enterprises.....	20	3.7	2.6	3.5	2.9	2.2	1.6	1.0
<b>Current expenditures</b> .....	<b>21</b>	<b>1,498.1</b>	<b>1,567.8</b>	<b>1,538.8</b>	<b>1,565.7</b>	<b>1,570.2</b>	<b>1,596.4</b>	<b>1,625.8</b>
Consumption expenditures.....	22	1,058.5	1,099.7	1,079.8	1,091.8	1,105.5	1,121.6	1,135.8
Government social benefit payments to persons.....	23	350.3	374.7	366.3	381.0	371.1	380.5	394.8
Interest payments.....	24	88.9	92.6	92.0	92.1	92.9	93.6	94.5
Subsidies.....	25	0.3	0.7	0.7	0.7	0.7	0.7	0.7
Less: Wage accruals less disbursements.....	26	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Net state and local government saving</b> .....	<b>27</b>	<b>-3.2</b>	<b>17.6</b>	<b>11.8</b>	<b>18.3</b>	<b>4.5</b>	<b>35.6</b>	<b>32.0</b>
Social insurance funds.....	28	1.1	1.4	1.3	1.4	1.5	1.4	0.9
Other.....	29	-4.3	16.2	10.6	16.9	3.0	34.2	31.1
<b>Addenda:</b>								
<b>Total receipts</b> .....	<b>30</b>	<b>1,546.4</b>	<b>1,636.0</b>	<b>1,600.2</b>	<b>1,630.9</b>	<b>1,630.9</b>	<b>1,681.8</b>	<b>1,708.8</b>
Current receipts.....	31	1,494.9	1,585.3	1,550.6	1,583.9	1,574.7	1,632.0	1,657.8
Capital transfer receipts.....	32	51.5	50.7	49.6	47.0	56.2	49.8	51.0
<b>Total expenditures</b> .....	<b>33</b>	<b>1,645.0</b>	<b>1,716.1</b>	<b>1,684.2</b>	<b>1,719.5</b>	<b>1,716.9</b>	<b>1,743.8</b>	<b>1,769.8</b>
Current expenditures.....	34	1,498.1	1,567.8	1,538.8	1,565.7	1,570.2	1,596.4	1,625.8
Gross government investment.....	35	264.9	274.3	266.4	278.0	274.3	278.3	280.1
Capital transfer payments.....	36							
Net purchases of nonproduced assets.....	37	10.0	10.1	10.0	10.1	10.1	10.1	8.6
Less: Consumption of fixed capital.....	38	127.9	136.0	131.0	134.3	137.7	141.0	144.7
<b>Net lending or net borrowing (-)</b> .....	<b>39</b>	<b>-98.7</b>	<b>-80.1</b>	<b>-84.0</b>	<b>-88.6</b>	<b>-86.0</b>	<b>-62.0</b>	<b>-61.0</b>



**Table 3.9.5. Government Consumption Expenditures and Gross Investment**  
[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Government consumption expenditures and gross investment</b> .....	1	<b>2,075.5</b>	<b>2,183.9</b>	<b>2,139.5</b>	<b>2,174.3</b>	<b>2,197.2</b>	<b>2,224.5</b>	<b>2,257.9</b>
Consumption expenditures <sup>1</sup> .....	2	1,717.1	1,804.2	1,770.9	1,792.1	1,818.5	1,835.2	1,872.7
Gross investment <sup>2</sup> .....	3	358.5	379.7	368.6	382.2	378.7	389.3	385.2
Structures .....	4	228.9	237.3	230.5	240.9	237.7	240.2	240.4
Equipment and software .....	5	129.6	142.3	138.1	141.3	140.9	149.1	144.8
<b>Federal</b> .....	6	<b>752.2</b>	<b>809.9</b>	<b>793.3</b>	<b>804.4</b>	<b>817.4</b>	<b>824.6</b>	<b>842.0</b>
Consumption expenditures .....	7	658.6	704.5	691.1	700.3	713.0	713.6	737.0
Gross investment .....	8	93.6	105.4	102.2	104.1	104.4	111.0	105.1
Structures .....	9	15.5	15.5	15.6	14.9	15.9	15.6	15.0
Equipment and software .....	10	78.1	89.9	86.6	89.2	88.5	95.4	90.0
<b>National defense</b> .....	11	<b>496.4</b>	<b>547.9</b>	<b>534.1</b>	<b>541.2</b>	<b>557.0</b>	<b>559.4</b>	<b>571.1</b>
Consumption expenditures .....	12	436.1	477.5	465.2	473.6	487.1	484.0	501.3
Gross investment .....	13	60.4	70.4	69.0	67.6	69.8	75.3	69.9
Structures .....	14	5.3	5.4	5.9	4.9	5.6	5.4	5.5
Equipment and software .....	15	55.1	65.0	63.1	62.8	64.3	70.0	64.4
<b>Nondefense</b> .....	16	<b>255.7</b>	<b>262.0</b>	<b>259.1</b>	<b>263.2</b>	<b>260.4</b>	<b>265.2</b>	<b>270.9</b>
Consumption expenditures .....	17	222.5	227.0	225.9	226.6	225.9	229.5	235.7
Gross investment .....	18	33.2	35.0	33.2	36.5	34.5	35.7	35.2
Structures .....	19	10.2	10.1	9.7	10.1	10.4	10.3	9.6
Equipment and software .....	20	23.0	24.9	23.5	26.4	24.2	25.4	25.6
<b>State and local</b> .....	21	<b>1,323.3</b>	<b>1,373.9</b>	<b>1,346.3</b>	<b>1,369.9</b>	<b>1,379.8</b>	<b>1,399.9</b>	<b>1,415.9</b>
Consumption expenditures .....	22	1,058.5	1,099.7	1,079.8	1,091.8	1,105.5	1,121.6	1,135.8
Gross investment .....	23	264.9	274.3	266.4	278.0	274.3	278.3	280.1
Structures .....	24	213.4	221.8	214.9	226.0	221.8	224.6	225.3
Equipment and software .....	25	51.5	52.4	51.5	52.1	52.5	53.7	54.8

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

**Table 3.9.6. Real Government Consumption Expenditures and Gross Investment, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Government consumption expenditures and gross investment</b> .....	1	<b>1,909.4</b>	<b>1,946.5</b>	<b>1,935.8</b>	<b>1,946.5</b>	<b>1,949.9</b>	<b>1,954.0</b>	<b>1,953.2</b>
Consumption expenditures <sup>1</sup> .....	2	1,563.7	1,590.9	1,582.4	1,586.2	1,597.7	1,597.4	1,605.0
Gross investment <sup>2</sup> .....	3	345.7	355.9	353.7	360.8	352.2	356.9	348.0
Structures .....	4	210.4	208.7	209.9	214.4	206.4	204.0	199.4
Equipment and software .....	5	135.8	149.0	145.1	147.7	147.5	155.8	151.3
<b>Federal</b> .....	6	<b>689.6</b>	<b>721.7</b>	<b>713.3</b>	<b>718.1</b>	<b>726.6</b>	<b>728.8</b>	<b>729.6</b>
Consumption expenditures .....	7	594.5	616.8	610.6	614.3	622.7	619.6	625.8
Gross investment .....	8	95.1	105.7	103.4	104.4	104.4	110.4	104.2
Structures .....	9	14.2	13.5	14.0	13.2	13.7	13.2	12.5
Equipment and software .....	10	80.9	92.5	89.6	91.7	91.0	97.8	92.3
<b>National defense</b> .....	11	<b>451.8</b>	<b>484.9</b>	<b>477.6</b>	<b>479.9</b>	<b>491.5</b>	<b>490.7</b>	<b>491.1</b>
Consumption expenditures .....	12	390.3	415.0	408.5	412.5	422.1	417.0	422.2
Gross investment .....	13	61.6	70.6	69.9	67.7	69.8	74.9	69.2
Structures .....	14	4.8	4.7	5.3	4.3	4.8	4.5	4.5
Equipment and software .....	15	56.8	66.1	64.7	63.7	65.2	70.6	64.9
<b>Nondefense</b> .....	16	<b>237.6</b>	<b>236.4</b>	<b>235.4</b>	<b>237.9</b>	<b>234.7</b>	<b>237.7</b>	<b>238.1</b>
Consumption expenditures .....	17	204.0	201.4	201.8	201.5	200.2	202.3	203.2
Gross investment .....	18	33.5	35.2	33.6	36.8	34.6	35.6	35.0
Structures .....	19	9.4	8.8	8.7	8.9	9.0	8.7	8.0
Equipment and software .....	20	24.1	26.5	24.9	28.0	25.8	27.1	27.4
<b>State and local</b> .....	21	<b>1,219.8</b>	<b>1,224.8</b>	<b>1,222.4</b>	<b>1,228.3</b>	<b>1,223.2</b>	<b>1,225.1</b>	<b>1,223.5</b>
Consumption expenditures .....	22	969.0	973.7	971.5	971.5	974.6	977.3	978.7
Gross investment .....	23	250.9	251.1	251.0	257.1	248.6	247.8	244.8
Structures .....	24	196.1	195.1	195.8	201.2	192.7	190.8	187.0
Equipment and software .....	25	54.8	56.3	55.3	55.8	56.3	57.7	58.9
Residual .....	26	0.1	-1.1	-0.7	-0.9	-0.8	-2.0	-1.6

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

Note: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

**Table 3.10.1. Percent Change From Preceding Period in Real Government Consumption Expenditures and General Government Gross Output**  
[Percent]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Government consumption expenditures<sup>1</sup></b>	1	<b>2.9</b>	<b>1.7</b>	<b>1.9</b>	<b>1.0</b>	<b>2.9</b>	<b>-0.1</b>	<b>1.9</b>
Gross output of general government	2	3.1	2.1	2.3	1.7	3.5	0.5	2.8
Value added	3	1.1	0.9	0.9	0.1	1.7	1.8	0.4
Compensation of general government employees	4	0.9	0.6	0.6	-0.3	1.6	1.7	0.1
Consumption of general government fixed capital <sup>2</sup>	5	2.5	2.4	2.4	2.4	2.3	2.2	2.2
Intermediate goods and services purchased <sup>3</sup>	6	6.4	4.2	4.5	4.2	6.3	-1.4	6.3
Durable goods	7	4.8	7.9	3.9	16.7	6.8	8.3	-9.4
Nondurable goods	8	2.8	2.1	4.7	0.4	-0.9	4.9	12.4
Services	9	7.7	4.6	4.5	4.4	8.7	-4.3	5.8
Less: Own-account investment <sup>4</sup>	10	-1.3	2.7	-1.4	14.9	-4.2	1.8	0.0
Sales to other sectors	11	4.5	4.4	4.3	4.9	7.2	3.4	7.7
<b>Federal consumption expenditures<sup>1</sup></b>	12	<b>6.7</b>	<b>3.8</b>	<b>4.7</b>	<b>2.5</b>	<b>5.6</b>	<b>-2.0</b>	<b>4.0</b>
Gross output of general government	13	6.5	3.8	4.6	2.7	6.9	-2.5	5.4
Value added	14	2.6	0.8	1.8	-0.7	1.3	1.7	-0.6
Compensation of general government employees	15	3.1	0.7	2.1	-1.1	1.4	2.0	-1.1
Consumption of general government fixed capital <sup>2</sup>	16	1.0	1.0	0.9	1.0	0.8	0.6	0.8
Intermediate goods and services purchased <sup>3</sup>	17	12.0	7.6	8.3	7.1	14.0	-7.2	13.2
Durable goods	18	7.5	12.6	5.4	28.3	11.0	13.0	-16.8
Nondurable goods	19	1.6	1.4	23.3	-12.4	-18.4	25.9	103.9
Services	20	13.7	7.7	7.3	7.0	18.1	-12.1	10.1
Less: Own-account investment <sup>4</sup>	21	-4.3	6.7	5.7	9.9	9.9	-7.9	-4.4
Sales to other sectors	22	-7.0	1.0	-11.3	44.4	521.3	-48.8	402.4
<b>Defense consumption expenditures<sup>1</sup></b>	23	<b>9.0</b>	<b>6.3</b>	<b>7.2</b>	<b>4.1</b>	<b>9.6</b>	<b>-4.8</b>	<b>5.1</b>
Gross output of general government	24	8.7	6.3	7.4	4.3	10.5	-5.9	6.1
Value added	25	2.8	1.6	3.7	-1.1	2.8	1.9	-1.0
Compensation of general government employees	26	3.6	1.8	4.6	-1.8	3.5	2.4	-1.5
Consumption of general government fixed capital <sup>2</sup>	27	0.7	0.9	0.8	1.0	0.6	0.6	0.6
Intermediate goods and services purchased <sup>3</sup>	28	16.9	12.1	11.9	10.8	19.7	-13.9	14.5
Durable goods	29	8.2	12.7	5.1	31.4	9.4	11.7	-18.3
Nondurable goods	30	8.0	4.6	101.4	-24.8	4.7	-8.0	97.6
Services	31	19.2	12.7	8.3	11.1	22.6	-17.8	15.4
Less: Own-account investment <sup>4</sup>	32	-2.5	4.0	8.4	3.1	2.4	2.4	-1.5
Sales to other sectors	33	-27.2	-9.0	88.2	171.7	965.4	-98.7	3,875.2
<b>Nondefense consumption expenditures<sup>1</sup></b>	34	<b>2.5</b>	<b>-1.3</b>	<b>-0.3</b>	<b>-0.7</b>	<b>-2.6</b>	<b>4.3</b>	<b>1.9</b>
Gross output of general government	35	2.5	-1.1	-0.7	-0.4	-0.4	5.1	4.1
Value added	36	2.3	-0.6	-1.5	0.1	-1.4	1.1	0.0
Compensation of general government employees	37	2.4	-1.0	-2.0	-0.1	-2.0	1.3	-0.3
Consumption of general government fixed capital <sup>2</sup>	38	1.8	1.2	1.2	1.0	1.4	0.5	1.6
Intermediate goods and services purchased <sup>3</sup>	39	2.7	-1.8	0.4	-1.2	1.1	11.2	10.3
Durable goods	40	0.2	12.2	9.0	-4.1	32.0	29.3	2.3
Nondurable goods	41							
Commodity Credit Corporation inventory change	42							
Other nondurable goods	43	-3.0	5.0	2.8	-13.1	-9.6	13.2	29.8
Services	44	4.0	-2.2	5.2	-1.9	8.0	2.8	-1.3
Less: Own-account investment <sup>4</sup>	45	-5.8	9.2	3.3	16.3	16.7	-15.9	-6.8
Sales to other sectors	46	7.7	5.8	-32.5	7.5	353.2	92.8	193.1
<b>State and local consumption expenditures<sup>1</sup></b>	47	<b>0.7</b>	<b>0.5</b>	<b>0.2</b>	<b>0.0</b>	<b>1.3</b>	<b>1.1</b>	<b>0.6</b>
Gross output of general government	48	1.5	1.4	1.1	1.2	1.9	2.0	1.5
Value added	49	0.5	0.9	0.5	0.5	1.9	1.8	0.9
Compensation of general government employees	50	0.1	0.5	0.1	0.1	1.7	1.6	0.6
Consumption of general government fixed capital <sup>2</sup>	51	3.8	3.7	3.7	3.6	3.6	3.5	3.4
Intermediate goods and services purchased <sup>3</sup>	52	3.4	2.2	2.2	2.5	1.8	2.3	2.4
Durable goods	53	1.7	2.1	2.0	3.1	1.3	2.1	1.8
Nondurable goods	54	3.0	2.2	2.0	2.5	1.9	2.1	2.1
Services	55	3.6	2.2	2.3	2.4	1.7	2.3	2.6
Less: Own-account investment <sup>4</sup>	56	-0.5	1.7	-3.1	16.1	-7.5	4.4	1.1
Sales to other sectors	57	4.7	4.5	4.5	4.5	4.4	4.7	4.6
Tuition and related educational charges	58	4.5	3.9	4.5	4.5	4.5	4.5	4.5
Health and hospital charges	59	5.5	5.1	4.5	4.5	4.5	4.5	4.5
Other sales	60	3.5	3.8	4.3	4.5	4.3	5.1	4.8

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software in table 3.9.5.

**Table 3.10.3. Real Government Consumption Expenditures and  
General Government Gross Output, Quantity Indexes**

[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Government consumption expenditures<sup>1</sup></b>	<b>1</b>	<b>110.346</b>	<b>112.269</b>	<b>111.665</b>	<b>111.937</b>	<b>112.748</b>	<b>112.724</b>	<b>113.258</b>
Gross output of general government	2	111.362	113.756	112.877	113.353	114.330	114.464	115.247
Value added	3	104.718	105.612	105.247	105.281	105.730	106.190	106.307
Compensation of general government employees	4	104.173	104.781	104.512	104.446	104.864	105.302	105.336
Consumption of general government fixed capital <sup>2</sup>	5	107.847	110.480	109.522	110.177	110.811	111.408	112.027
Intermediate goods and services purchased <sup>3</sup>	6	123.720	128.948	127.098	128.411	130.378	129.906	131.920
Durable goods	7	112.816	121.765	116.688	121.293	123.299	125.779	122.712
Nondurable goods	8	118.486	121.030	120.719	120.835	120.559	122.006	125.633
Services	9	126.649	132.451	130.377	131.795	134.560	133.083	134.983
Less: Own-account investment <sup>4</sup>	10	113.695	116.743	114.222	118.245	116.998	117.508	117.494
Sales to other sectors	11	117.478	122.668	120.253	123.695	123.836	124.889	127.231
<b>Federal consumption expenditures<sup>1</sup></b>	<b>12</b>	<b>119.064</b>	<b>123.532</b>	<b>122.281</b>	<b>123.038</b>	<b>124.712</b>	<b>124.097</b>	<b>125.332</b>
Gross output of general government	13	118.343	122.785	121.344	122.164	124.205	123.425	125.065
Value added	14	105.174	106.000	105.856	105.681	106.015	106.450	106.278
Compensation of general government employees	15	105.968	106.735	106.648	106.345	106.714	107.232	106.946
Consumption of general government fixed capital <sup>2</sup>	16	102.632	103.658	103.315	103.575	103.793	103.948	104.162
Intermediate goods and services purchased <sup>3</sup>	17	140.457	151.191	147.481	150.049	155.060	152.173	156.965
Durable goods	18	115.081	129.632	121.076	128.856	132.251	136.343	130.211
Nondurable goods	19	131.608	133.471	138.270	133.778	127.147	134.688	160.941
Services	20	145.347	156.556	152.593	155.193	161.780	156.657	160.456
Less: Own-account investment <sup>4</sup>	21	122.134	130.353	127.189	130.238	133.344	130.641	129.194
Sales to other sectors	22	61.811	62.416	47.186	51.728	81.669	69.082	103.426
<b>Defense consumption expenditures<sup>1</sup></b>	<b>23</b>	<b>121.413</b>	<b>129.094</b>	<b>127.048</b>	<b>128.318</b>	<b>131.300</b>	<b>129.710</b>	<b>131.318</b>
Gross output of general government	24	121.241	128.835	126.708	128.048	131.290	129.295	131.211
Value added	25	105.213	106.865	106.591	106.301	107.029	107.540	107.273
Compensation of general government employees	26	107.114	109.036	108.771	108.288	109.222	109.862	109.448
Consumption of general government fixed capital <sup>2</sup>	27	100.394	101.306	100.989	101.250	101.409	101.567	101.707
Intermediate goods and services purchased <sup>3</sup>	28	147.732	165.537	160.198	164.371	171.937	165.640	171.326
Durable goods	29	113.683	128.098	119.400	127.831	130.746	134.415	127.803
Nondurable goods	30	135.682	141.888	149.517	139.245	140.845	137.946	163.546
Services	31	156.815	176.656	170.845	175.414	184.596	175.769	182.165
Less: Own-account investment <sup>4</sup>	32	167.268	173.951	172.179	173.507	174.533	175.584	174.902
Sales to other sectors	33	66.691	60.716	45.129	57.942	104.683	35.108	88.155
<b>Nondefense consumption expenditures<sup>1</sup></b>	<b>34</b>	<b>114.745</b>	<b>113.276</b>	<b>113.492</b>	<b>113.304</b>	<b>112.561</b>	<b>113.748</b>	<b>114.294</b>
Gross output of general government	35	113.173	111.948	111.738	111.625	111.512	112.914	114.061
Value added	36	105.099	104.456	104.544	104.573	104.205	104.501	104.500
Compensation of general government employees	37	104.237	103.201	103.393	103.372	102.858	103.182	103.098
Consumption of general government fixed capital <sup>2</sup>	38	108.939	110.288	109.846	110.128	110.516	110.662	111.091
Intermediate goods and services purchased <sup>3</sup>	39	127.107	124.851	124.119	123.754	124.092	127.438	130.597
Durable goods	40	132.825	149.085	142.627	141.131	151.269	161.311	162.241
Nondurable goods	41							
Commodity Credit Corporation inventory change	42							
Other nondurable goods	43	141.593	148.656	153.333	148.046	144.353	148.894	158.913
Services	44	126.808	123.999	123.034	122.440	124.821	125.699	125.301
Less: Own-account investment <sup>4</sup>	45	97.830	106.861	102.960	106.922	111.140	106.421	104.564
Sales to other sectors	46	60.014	63.514	48.346	49.233	71.834	84.642	110.753
<b>State and local consumption expenditures<sup>1</sup></b>	<b>47</b>	<b>105.581</b>	<b>106.096</b>	<b>105.851</b>	<b>105.854</b>	<b>106.190</b>	<b>106.490</b>	<b>106.639</b>
Gross output of general government	48	108.270	109.751	109.121	109.445	109.950	110.487	110.892
Value added	49	104.514	105.437	104.976	105.102	105.599	106.070	106.312
Compensation of general government employees	50	103.510	104.059	103.723	103.745	104.181	104.589	104.742
Consumption of general government fixed capital <sup>2</sup>	51	112.811	116.967	115.427	116.458	117.485	118.497	119.494
Intermediate goods and services purchased <sup>3</sup>	52	115.580	118.156	117.196	117.908	118.428	119.092	119.804
Durable goods	53	110.161	112.515	111.530	112.398	112.771	113.361	113.872
Nondurable goods	54	116.567	119.177	118.191	118.912	119.487	120.116	120.744
Services	55	115.510	118.085	117.140	117.836	118.339	119.026	119.799
Less: Own-account investment <sup>4</sup>	56	111.873	113.760	111.382	115.629	113.395	114.632	114.943
Sales to other sectors	57	119.133	124.461	122.409	123.763	125.116	126.555	127.988
Tuition and related educational charges	58	118.219	122.792	120.765	122.106	123.462	124.834	126.220
Health and hospital charges	59	124.268	130.632	128.477	129.903	131.345	132.804	134.278
Other sales	60	111.922	116.164	114.254	115.505	116.716	118.182	119.586

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software in table 3.9.5.

**Table 3.10.4. Price Indexes for Government Consumption Expenditures and General Government Gross Output**

[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Government consumption expenditures<sup>1</sup></b>	1	109.807	113.397	111.913	112.977	113.817	114.883	116.683
Gross output of general government	2	110.122	114.029	112.484	113.592	114.463	115.579	117.286
Value added	3	112.072	115.620	114.640	115.391	115.982	116.466	118.178
Compensation of general government employees	4	113.901	117.681	116.878	117.512	118.000	118.333	120.112
Consumption of general government fixed capital <sup>2</sup>	5	102.307	104.631	102.741	104.096	105.211	106.474	107.834
Intermediate goods and services purchased <sup>3</sup>	6	106.814	111.224	108.849	110.483	111.762	113.802	115.496
Durable goods	7	100.919	102.171	101.484	101.999	102.327	102.873	103.406
Nondurable goods	8	104.402	112.824	107.656	111.217	113.430	118.994	121.284
Services	9	108.326	111.741	110.115	111.221	112.292	113.335	114.950
Less: Own-account investment <sup>4</sup>	10	108.996	112.602	111.243	112.183	113.057	113.926	115.323
Sales to other sectors	11	112.086	117.868	115.958	117.332	118.381	119.799	121.017
<b>Federal consumption expenditures<sup>1</sup></b>	12	110.779	114.206	113.189	113.983	114.496	115.159	117.760
Gross output of general government	13	110.768	114.203	113.185	113.975	114.490	115.161	117.749
Value added	14	114.086	117.713	117.357	117.617	117.753	118.127	121.592
Compensation of general government employees	15	118.490	122.588	122.572	122.536	122.548	122.694	127.021
Consumption of general government fixed capital <sup>2</sup>	16	101.360	103.607	102.247	103.377	103.878	104.926	105.858
Intermediate goods and services purchased <sup>3</sup>	17	106.182	109.349	107.580	108.979	109.918	110.917	112.503
Durable goods	18	100.265	101.270	100.636	101.213	101.410	101.822	102.040
Nondurable goods	19	98.010	101.079	93.654	100.111	103.424	107.127	108.270
Services	20	108.047	111.540	110.239	111.179	111.971	112.772	114.597
Less: Own-account investment <sup>4</sup>	21	112.015	116.399	115.365	115.989	116.812	117.430	119.607
Sales to other sectors	22	108.393	111.884	110.990	111.287	111.760	113.498	114.941
<b>Defense consumption expenditures<sup>1</sup></b>	23	111.711	115.036	113.879	114.805	115.393	116.067	118.726
Gross output of general government	24	111.718	115.049	113.892	114.816	115.407	116.082	118.739
Value added	25	115.800	119.493	118.994	119.390	119.564	120.022	123.936
Compensation of general government employees	26	121.750	125.837	125.775	125.783	125.818	125.973	131.063
Consumption of general government fixed capital <sup>2</sup>	27	101.656	104.390	102.808	104.167	104.684	105.901	106.911
Intermediate goods and services purchased <sup>3</sup>	28	106.317	109.208	107.385	108.850	109.856	110.741	112.094
Durable goods	29	100.997	102.203	101.463	102.108	102.374	102.867	103.157
Nondurable goods	30	92.286	93.878	83.809	93.055	97.920	100.730	100.851
Services	31	108.911	112.282	111.033	111.901	112.701	113.492	115.156
Less: Own-account investment <sup>4</sup>	32	111.450	115.821	114.511	115.261	116.402	117.112	118.980
Sales to other sectors	33	112.690	116.548	115.501	116.169	117.033	117.489	121.283
<b>Nondefense consumption expenditures<sup>1</sup></b>	34	109.065	112.689	111.953	112.481	112.840	113.480	115.968
Gross output of general government	35	109.051	112.682	111.944	112.467	112.826	113.491	115.944
Value added	36	111.154	114.665	114.557	114.579	114.649	114.875	117.551
Compensation of general government employees	37	113.640	117.750	117.805	117.703	117.680	117.813	120.958
Consumption of general government fixed capital <sup>2</sup>	38	100.590	101.577	100.790	101.331	101.788	102.398	103.131
Intermediate goods and services purchased <sup>3</sup>	39	105.907	109.691	108.055	109.295	110.067	111.348	113.490
Durable goods	40	92.283	91.101	91.620	91.466	90.885	90.431	89.913
Nondurable goods	41							
Commodity Credit Corporation inventory change	42							
Other nondurable goods	43	105.519	111.306	108.274	110.100	111.222	115.627	118.329
Services	44	106.559	110.342	108.916	110.023	110.801	111.629	113.828
Less: Own-account investment <sup>4</sup>	45	112.445	116.841	116.049	116.560	117.109	117.647	120.101
Sales to other sectors	46	105.975	109.276	108.547	108.679	108.926	110.953	111.848
<b>State and local consumption expenditures<sup>1</sup></b>	47	109.233	112.933	111.152	112.386	113.434	114.758	116.048
Gross output of general government	48	109.820	113.962	112.155	113.420	114.467	115.805	117.076
Value added	49	111.239	114.753	113.511	114.469	115.251	115.782	116.760
Compensation of general government employees	50	112.301	115.967	114.882	115.756	116.415	116.814	117.685
Consumption of general government fixed capital <sup>2</sup>	51	103.186	105.571	103.229	104.776	106.417	107.862	109.582
Intermediate goods and services purchased <sup>3</sup>	52	107.196	112.380	109.626	111.405	112.897	115.591	117.353
Durable goods	53	101.685	103.260	102.497	102.928	103.439	104.175	105.149
Nondurable goods	54	105.442	114.776	110.001	113.055	115.088	120.959	123.458
Services	55	108.506	111.868	109.984	111.221	112.514	113.751	115.200
Less: Own-account investment <sup>4</sup>	56	108.266	111.679	110.238	111.257	112.144	113.076	114.281
Sales to other sectors	57	112.159	117.975	116.051	117.440	118.498	119.911	121.125
Tuition and related educational charges	58	121.709	133.228	129.270	131.915	134.527	137.199	139.342
Health and hospital charges	59	112.228	117.004	115.575	116.462	117.404	118.575	119.488
Other sales	60	105.848	109.617	108.209	109.606	109.832	110.821	111.925

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software in table 3.9.5.

**Table 3.10.5. Government Consumption Expenditures and General Government Gross Output**  
[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Government consumption expenditures<sup>1</sup></b> .....	1	1,717.1	1,804.2	1,770.9	1,792.1	1,818.5	1,835.2	1,872.7
Gross output of general government.....	2	2,038.6	2,156.4	2,110.7	2,140.4	2,175.4	2,199.2	2,247.0
Value added.....	3	1,255.3	1,306.1	1,290.5	1,299.4	1,311.6	1,322.8	1,343.7
Compensation of general government employees.....	4	1,071.7	1,113.7	1,103.3	1,108.5	1,117.6	1,125.4	1,142.7
Consumption of general government fixed capital <sup>2</sup> .....	5	183.6	192.4	187.2	190.8	194.0	197.4	201.0
Intermediate goods and services purchased <sup>3</sup> .....	6	783.4	850.4	820.2	841.1	863.8	876.4	903.3
Durable goods.....	7	50.2	54.9	52.2	54.5	55.6	57.0	55.9
Nondurable goods.....	8	179.7	198.5	188.9	195.3	198.8	211.0	221.5
Services.....	9	553.4	597.0	579.1	591.2	609.5	608.4	625.8
Less: Own-account investment <sup>4</sup> .....	10	22.4	23.8	23.0	24.0	23.9	24.2	24.5
Sales to other sectors.....	11	299.1	328.5	316.7	324.3	333.0	339.8	349.7
<b>Federal consumption expenditures<sup>1</sup></b> .....	12	658.6	704.5	691.1	700.3	713.0	713.6	737.0
Gross output of general government.....	13	667.4	714.0	699.3	709.0	724.1	723.7	749.8
Value added.....	14	378.4	393.5	391.8	392.0	393.7	396.6	407.5
Compensation of general government employees.....	15	293.5	305.9	305.6	304.6	305.7	307.6	317.5
Consumption of general government fixed capital <sup>2</sup> .....	16	84.9	87.6	86.2	87.4	88.0	89.0	90.0
Intermediate goods and services purchased <sup>3</sup> .....	17	289.0	320.5	307.6	317.0	330.4	327.2	342.3
Durable goods.....	18	27.7	31.5	29.3	31.3	32.2	33.4	31.9
Nondurable goods.....	19	24.4	25.6	24.5	25.4	24.9	27.4	33.0
Services.....	20	236.9	263.4	253.7	260.3	273.2	266.5	277.4
Less: Own-account investment <sup>4</sup> .....	21	4.4	4.9	4.7	4.9	5.0	5.0	5.0
Sales to other sectors.....	22	4.4	4.6	3.5	3.8	6.0	5.2	7.9
<b>Defense consumption expenditures<sup>1</sup></b> .....	23	436.1	477.5	465.2	473.6	487.1	484.0	501.3
Gross output of general government.....	24	439.6	481.2	468.4	477.2	491.8	487.2	505.7
Value added.....	25	242.7	254.3	252.6	252.8	254.9	257.1	264.8
Compensation of general government employees.....	26	181.2	190.6	190.1	189.3	190.9	192.3	199.3
Consumption of general government fixed capital <sup>2</sup> .....	27	61.5	63.7	62.5	63.5	63.9	64.8	65.5
Intermediate goods and services purchased <sup>3</sup> .....	28	197.0	226.8	215.8	224.4	236.9	230.1	240.9
Durable goods.....	29	25.6	29.2	27.0	29.1	29.8	30.8	29.4
Nondurable goods.....	30	13.1	13.8	13.0	13.5	14.4	14.5	17.2
Services.....	31	158.4	183.8	175.8	181.9	192.8	184.9	194.4
Less: Own-account investment <sup>4</sup> .....	32	2.1	2.3	2.2	2.3	2.3	2.3	2.4
Sales to other sectors.....	33	1.5	1.4	1.0	1.3	2.4	0.8	2.1
<b>Nondefense consumption expenditures<sup>1</sup></b> .....	34	222.5	227.0	225.9	226.6	225.9	229.5	235.7
Gross output of general government.....	35	227.8	232.9	230.9	231.7	232.3	236.6	244.1
Value added.....	36	135.7	139.2	139.2	139.2	138.8	139.5	142.7
Compensation of general government employees.....	37	112.3	115.2	115.5	115.4	114.8	115.3	118.2
Consumption of general government fixed capital <sup>2</sup> .....	38	23.4	23.9	23.7	23.9	24.0	24.2	24.5
Intermediate goods and services purchased <sup>3</sup> .....	39	92.1	93.7	91.8	92.5	93.4	97.1	101.4
Durable goods.....	40	2.2	2.4	2.3	2.3	2.4	2.6	2.6
Nondurable goods.....	41	11.7	11.7	11.5	11.9	10.6	12.9	15.9
Commodity Credit Corporation inventory change.....	42	-0.1	-1.0	-1.2	-0.6	-1.8	-0.3	1.4
Other nondurable goods.....	43	11.5	12.7	12.8	12.5	12.3	13.2	14.4
Services.....	44	78.6	79.6	77.9	78.4	80.4	81.6	83.0
Less: Own-account investment <sup>4</sup> .....	45	2.3	2.6	2.5	2.6	2.7	2.6	2.6
Sales to other sectors.....	46	3.0	3.2	2.5	2.5	3.7	4.4	5.8
<b>State and local consumption expenditures<sup>1</sup></b> .....	47	1,058.5	1,099.7	1,079.8	1,091.8	1,105.5	1,121.6	1,135.8
Gross output of general government.....	48	1,371.2	1,442.4	1,411.3	1,431.5	1,451.4	1,475.5	1,497.2
Value added.....	49	876.9	912.6	898.7	907.4	917.9	926.3	936.2
Compensation of general government employees.....	50	778.2	807.9	797.7	803.9	811.9	817.9	825.2
Consumption of general government fixed capital <sup>2</sup> .....	51	98.7	104.7	101.0	103.5	106.0	108.4	111.0
Intermediate goods and services purchased <sup>3</sup> .....	52	494.3	529.9	512.6	524.1	533.5	549.2	560.9
Durable goods.....	53	22.5	23.3	22.9	23.2	23.4	23.7	24.0
Nondurable goods.....	54	155.3	172.9	164.3	169.9	173.8	183.7	188.4
Services.....	55	316.5	333.6	325.3	330.9	336.2	341.9	348.5
Less: Own-account investment <sup>4</sup> .....	56	18.0	18.9	18.3	19.1	18.9	19.3	19.5
Sales to other sectors.....	57	294.7	323.8	313.3	320.5	326.9	334.7	341.9
Tuition and related educational charges.....	58	63.8	72.5	69.2	71.4	73.6	75.9	77.9
Health and hospital charges.....	59	147.2	161.3	156.6	159.6	162.7	166.1	169.3
Other sales.....	60	83.8	90.1	87.4	89.5	90.7	92.6	94.7

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software in table 3.9.5.



**Table 3.10.6. Real Government Consumption Expenditures and General Government Gross Output, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Government consumption expenditures<sup>1</sup></b> .....	1	<b>1,563.7</b>	<b>1,590.9</b>	<b>1,582.4</b>	<b>1,586.2</b>	<b>1,597.7</b>	<b>1,597.4</b>	<b>1,605.0</b>
Gross output of general government .....	2	1,851.3	1,891.0	1,876.4	1,884.3	1,900.6	1,902.8	1,915.8
Value added.....	3	1,120.1	1,129.6	1,125.7	1,126.1	1,130.9	1,135.8	1,137.0
Compensation of general government employees .....	4	940.9	946.4	944.0	943.4	947.1	951.1	951.4
Consumption of general government fixed capital <sup>2</sup> .....	5	179.4	183.8	182.2	183.3	184.4	185.4	186.4
Intermediate goods and services purchased <sup>3</sup> .....	6	733.4	764.4	753.4	761.2	772.9	770.1	782.0
Durable goods.....	7	49.7	53.7	51.4	53.5	54.4	55.5	54.1
Nondurable goods.....	8	172.2	175.9	175.4	175.6	175.2	177.3	182.5
Services.....	9	510.9	534.3	525.9	531.6	542.8	536.8	544.5
Less: Own-account investment <sup>4</sup> .....	10	20.6	21.1	20.7	21.4	21.2	21.3	21.3
Sales to other sectors.....	11	266.9	278.7	273.2	276.5	281.3	283.7	289.0
<b>Federal consumption expenditures<sup>1</sup></b> .....	12	<b>594.5</b>	<b>616.8</b>	<b>610.6</b>	<b>614.3</b>	<b>622.7</b>	<b>619.6</b>	<b>625.8</b>
Gross output of general government .....	13	602.6	625.2	617.8	622.0	632.4	628.4	636.8
Value added.....	14	331.7	334.3	333.8	333.3	334.3	335.7	335.2
Compensation of general government employees .....	15	247.7	249.5	249.3	248.6	249.5	250.7	250.0
Consumption of general government fixed capital <sup>2</sup> .....	16	83.7	84.6	84.3	84.5	84.7	84.8	85.0
Intermediate goods and services purchased <sup>3</sup> .....	17	272.2	293.0	285.8	290.8	300.5	294.9	304.2
Durable goods.....	18	27.7	31.1	29.1	31.0	31.8	32.8	31.3
Nondurable goods.....	19	24.9	25.2	26.2	25.3	24.0	25.5	30.4
Services.....	20	219.3	236.2	230.2	234.1	244.1	236.3	242.1
Less: Own-account investment <sup>4</sup> .....	21	3.9	4.2	4.1	4.2	4.3	4.2	4.2
Sales to other sectors.....	22	4.1	4.1	3.1	3.4	5.4	4.6	6.8
<b>Defense consumption expenditures<sup>1</sup></b> .....	23	<b>390.3</b>	<b>415.0</b>	<b>408.5</b>	<b>412.5</b>	<b>422.1</b>	<b>417.0</b>	<b>422.2</b>
Gross output of general government .....	24	393.5	418.2	411.3	415.6	426.1	419.7	425.9
Value added.....	25	209.6	212.8	212.3	211.7	213.2	214.2	213.7
Compensation of general government employees.....	26	148.8	151.5	151.1	150.5	151.8	152.6	152.1
Consumption of general government fixed capital <sup>2</sup> .....	27	60.5	61.0	60.8	61.0	61.1	61.2	61.3
Intermediate goods and services purchased <sup>3</sup> .....	28	185.3	207.6	200.9	206.1	215.6	207.7	214.9
Durable goods.....	29	25.3	28.5	26.6	28.5	29.1	29.9	28.5
Nondurable goods.....	30	14.1	14.8	15.6	14.5	14.7	14.4	17.0
Services.....	31	145.4	163.8	158.4	162.6	171.2	163.0	168.9
Less: Own-account investment <sup>4</sup> .....	32	1.9	2.0	2.0	2.0	2.0	2.0	2.0
Sales to other sectors.....	33	1.3	1.2	0.9	1.1	2.0	0.7	1.7
<b>Nondefense consumption expenditures<sup>1</sup></b> .....	34	<b>204.0</b>	<b>201.4</b>	<b>201.8</b>	<b>201.5</b>	<b>200.2</b>	<b>202.3</b>	<b>203.2</b>
Gross output of general government .....	35	208.9	206.6	206.3	206.1	205.8	208.4	210.6
Value added.....	36	122.1	121.4	121.5	121.5	121.1	121.4	121.4
Compensation of general government employees.....	37	98.8	97.9	98.0	98.0	97.5	97.8	97.8
Consumption of general government fixed capital <sup>2</sup> .....	38	23.3	23.6	23.5	23.5	23.6	23.7	23.7
Intermediate goods and services purchased <sup>3</sup> .....	39	86.9	85.4	84.9	84.7	84.9	87.2	89.3
Durable goods.....	40	2.3	2.6	2.5	2.5	2.7	2.8	2.9
Nondurable goods.....	41	10.7	10.6	10.7	10.8	9.5	11.3	14.4
Commodity Credit Corporation inventory change.....	42	-0.2	-0.8	-1.0	-0.6	-1.6	-0.1	2.2
Other nondurable goods.....	43	10.9	11.4	11.4	11.4	11.1	11.4	12.2
Services.....	44	73.7	72.1	71.5	71.2	72.6	73.1	72.9
Less: Own-account investment <sup>4</sup> .....	45	2.1	2.2	2.2	2.2	2.3	2.2	2.2
Sales to other sectors.....	46	2.8	3.0	2.3	2.3	3.4	4.0	5.2
<b>State and local consumption expenditures<sup>1</sup></b> .....	47	<b>969.0</b>	<b>973.7</b>	<b>971.5</b>	<b>971.5</b>	<b>974.6</b>	<b>977.3</b>	<b>978.7</b>
Gross output of general government .....	48	1,248.6	1,265.6	1,258.4	1,262.1	1,267.9	1,274.1	1,278.8
Value added.....	49	788.3	795.2	791.8	792.7	796.5	800.0	801.8
Compensation of general government employees.....	50	692.9	696.6	694.4	694.5	697.4	700.2	701.2
Consumption of general government fixed capital <sup>2</sup> .....	51	95.6	99.2	97.9	98.7	99.6	100.5	101.3
Intermediate goods and services purchased <sup>3</sup> .....	52	461.1	471.4	467.6	470.4	472.5	475.1	478.0
Durable goods.....	53	22.1	22.6	22.4	22.6	22.6	22.7	22.8
Nondurable goods.....	54	147.3	150.6	149.4	150.3	151.0	151.8	152.6
Services.....	55	291.7	298.2	295.8	297.6	298.8	300.6	302.5
Less: Own-account investment <sup>4</sup> .....	56	16.6	16.9	16.6	17.2	16.9	17.0	17.1
Sales to other sectors.....	57	262.8	274.5	270.0	273.0	276.0	279.1	282.3
Tuition and related educational charges.....	58	52.4	54.4	53.5	54.1	54.7	55.3	55.9
Health and hospital charges.....	59	131.1	137.8	135.6	137.1	138.6	140.1	141.7
Other sales.....	60	79.2	82.2	80.8	81.7	82.6	83.6	84.6
Residual.....	61	-1.4	-3.0	-2.4	-2.9	-3.0	-3.3	-4.5

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software in table 3.9.5.

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

**Table 3.11.1. Percent Change From Preceding Period in Real National Defense Consumption Expenditures and Gross Investment by Type**  
[Percent]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>National defense consumption expenditures and gross investment</b> .....	1	<b>9.0</b>	<b>7.3</b>	<b>10.6</b>	<b>1.9</b>	<b>10.1</b>	<b>-0.6</b>	<b>0.3</b>
<b>Consumption expenditures</b> <sup>1</sup> .....	2	<b>9.0</b>	<b>6.3</b>	<b>7.2</b>	<b>4.1</b>	<b>9.6</b>	<b>-4.8</b>	<b>5.1</b>
Gross output of general government.....	3	8.7	6.3	7.4	4.3	10.5	-5.9	6.1
Value added .....	4	2.8	1.6	3.7	-1.1	2.8	1.9	-1.0
Compensation of general government employees.....	5	3.6	1.8	4.6	-1.8	3.5	2.4	-1.5
Military .....	6	5.4	1.1	6.8	-3.8	-0.3	3.8	-1.8
Civilian .....	7	-0.2	3.2	0.0	2.9	12.3	-0.7	-0.7
Consumption of general government fixed capital <sup>2</sup> .....	8	0.7	0.9	0.8	1.0	0.6	0.6	0.6
Intermediate goods and services purchased <sup>3</sup> .....	9	16.9	12.1	11.9	10.8	19.7	-13.9	14.5
Durable goods .....	10	8.2	12.7	5.1	31.4	9.4	11.7	-18.3
Aircraft .....	11	5.2	6.6	-25.5	33.3	33.2	1.8	-24.1
Missiles .....	12	5.0	12.5	-37.8	144.4	-37.7	-24.9	58.9
Ships .....	13	-1.9	7.0	-10.7	112.0	35.2	-54.7	-2.2
Vehicles .....	14	7.8	-3.2	-16.1	-23.0	3.9	102.0	-35.7
Electronics .....	15	19.7	25.1	71.1	19.0	37.7	29.2	7.1
Other durable goods .....	16	10.8	19.1	78.9	3.0	-13.2	50.9	-41.6
Nondurable goods .....	17	8.0	4.6	101.4	-24.8	4.7	-8.0	97.6
Petroleum products .....	18	-4.4	-16.8	609.8	-76.5	-9.9	-33.5	515.1
Ammunition .....	19	2.0	29.6	72.1	12.3	21.0	2.7	-16.9
Other nondurable goods .....	20	25.2	12.3	4.4	22.2	5.6	6.4	35.1
Services .....	21	19.2	12.7	8.3	11.1	22.6	-17.8	15.4
Research and development .....	22	19.4	16.2	7.4	13.2	7.9	-14.6	4.8
Installation support .....	23	10.2	5.5	-0.6	2.6	23.4	-14.5	1.2
Weapons support .....	24	17.3	26.8	30.9	22.7	72.1	-31.7	19.1
Personnel support .....	25	19.6	14.8	9.5	11.9	30.1	-17.6	8.7
Transportation of material .....	26	72.7	-7.8	3.9	2.6	-5.7	-19.5	101.8
Travel of persons .....	27	17.6	6.5	4.3	16.4	5.3	-9.8	198.9
Less: Own-account investment <sup>4</sup> .....	28	-2.5	4.0	8.4	3.1	2.4	2.4	-1.5
Sales to other sectors .....	29	-27.2	-9.0	88.2	171.7	965.4	-98.7	3,875.2
<b>Gross investment</b> <sup>5</sup> .....	30	<b>8.9</b>	<b>14.6</b>	<b>37.2</b>	<b>-12.0</b>	<b>13.1</b>	<b>32.0</b>	<b>-26.9</b>
Structures .....	31	15.8	-2.3	14.2	-58.1	55.2	-19.3	-0.1
Equipment and software .....	32	8.3	16.2	39.7	-6.2	10.2	37.4	-28.7
Aircraft .....	33	-0.5	33.9	130.4	-10.3	-29.5	130.0	-25.9
Missiles .....	34	3.9	14.5	-47.1	-28.2	124.7	-28.5	-49.2
Ships .....	35	8.4	-3.5	12.9	-41.9	137.9	-55.5	6.2
Vehicles .....	36	20.8	-10.4	32.8	72.2	-58.1	24.4	4.3
Electronics and software .....	37	8.7	27.2	38.1	-2.5	47.6	49.4	14.8
Other equipment .....	38	11.8	16.4	43.9	11.4	-17.2	86.3	-55.6

1. National defense consumption expenditures are defense services produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software.

5. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

**Table 3.11.3. Real National Defense Consumption Expenditures and Gross Investment by Type, Quantity Indexes**  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>National defense consumption expenditures and gross investment</b>	1	122.014	130.951	128.984	129.582	132.723	132.516	132.608
<b>Consumption expenditures<sup>1</sup></b>	2	121.413	129.094	127.048	128.318	131.300	129.710	131.318
Gross output of general government	3	121.241	128.835	126.708	128.048	131.290	129.295	131.211
Value added	4	105.213	106.865	106.591	106.301	107.029	107.540	107.273
Compensation of general government employees	5	107.114	109.036	108.771	108.288	109.222	109.862	109.448
Military	6	111.549	112.831	113.440	112.340	112.242	113.300	112.775
Civilian	7	98.811	102.022	100.040	100.766	103.731	103.553	103.360
Consumption of general government fixed capital <sup>2</sup>	8	100.394	101.306	100.999	101.250	101.409	101.567	101.707
Intermediate goods and services purchased <sup>3</sup>	9	147.732	165.537	160.198	164.371	171.937	165.640	171.326
Durable goods	10	113.683	128.098	119.400	127.831	130.746	134.415	127.803
Aircraft	11	104.592	111.532	101.661	109.231	117.354	117.882	110.030
Missiles	12	107.630	121.094	110.217	137.806	122.412	113.941	127.929
Ships	13	95.963	102.713	89.795	108.355	116.836	95.867	95.330
Vehicles	14	111.719	108.185	107.907	101.092	102.063	121.679	108.947
Electronics	15	135.274	169.275	154.512	161.392	174.815	186.382	189.625
Other durable goods	16	127.652	152.027	149.875	150.994	145.725	161.514	141.181
Nondurable goods	17	135.682	141.888	149.517	139.245	140.845	137.946	163.546
Petroleum products	18	150.793	125.449	167.973	116.957	113.947	102.917	162.080
Ammunition	19	143.752	186.366	177.661	182.885	191.826	193.090	184.330
Other nondurable goods	20	118.810	133.374	127.036	133.556	135.392	137.513	148.262
Services	21	156.815	176.656	170.845	175.414	184.596	175.769	182.165
Research and development	22	171.371	199.112	194.564	200.693	204.555	196.636	198.953
Installation support	23	128.167	135.242	132.357	133.215	140.399	134.999	135.390
Weapons support	24	164.753	208.913	191.934	202.007	231.356	210.356	219.739
Personnel support	25	167.716	192.462	184.456	189.727	202.619	193.047	197.112
Transportation of material	26	199.089	183.647	186.555	187.749	185.017	175.265	208.893
Travel of persons	27	117.803	125.415	121.877	126.593	128.229	124.960	164.311
Less: Own-account investment <sup>4</sup>	28	167.268	173.951	172.179	173.507	174.533	175.584	174.902
Sales to other sectors	29	66.691	60.716	45.129	57.942	104.683	35.108	88.155
<b>Gross investment<sup>5</sup></b>	30	126.207	144.618	143.249	138.750	143.091	153.381	141.839
Structures	31	97.119	94.866	106.774	85.912	95.893	90.886	90.868
Equipment and software	32	129.629	150.683	147.586	145.229	148.806	161.110	148.053
Aircraft	33	132.780	177.795	179.462	174.633	160.026	197.061	182.844
Missiles	34	126.818	145.205	142.215	130.917	160.281	147.407	124.464
Ships	35	142.087	137.136	142.752	124.614	154.764	126.415	128.333
Vehicles	36	166.266	148.938	147.426	168.890	135.912	143.523	145.036
Electronics and software	37	111.127	141.318	131.451	130.637	143.988	159.196	164.799
Other equipment	38	130.311	151.627	146.064	150.068	143.147	167.229	136.506

1. National defense consumption expenditures are defense services produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).  
 2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.  
 3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.  
 4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software.  
 5. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

**Table 3.11.4. Price Indexes for National Defense Consumption Expenditures and Gross Investment by Type**  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>National defense consumption expenditures and gross investment</b>	1	109.875	112.980	111.825	112.790	113.317	113.986	116.303
<b>Consumption expenditures<sup>1</sup></b>	2	111.711	115.036	113.879	114.805	115.393	116.067	118.726
Gross output of general government	3	111.718	115.049	113.892	114.816	115.407	116.082	118.739
Value added	4	115.800	119.493	118.994	119.390	119.564	120.022	123.936
Compensation of general government employees	5	121.750	125.837	125.775	125.783	125.818	125.973	131.063
Military	6	125.391	129.382	129.299	129.354	129.379	129.498	135.575
Civilian	7	114.687	118.950	118.932	118.845	118.898	119.125	122.271
Consumption of general government fixed capital <sup>2</sup>	8	101.656	104.390	102.808	104.167	104.684	105.901	106.911
Intermediate goods and services purchased <sup>3</sup>	9	106.317	109.208	107.385	108.850	109.856	110.741	112.094
Durable goods	10	100.997	102.203	101.463	102.108	102.374	102.867	103.157
Aircraft	11	102.498	103.949	103.364	103.842	104.113	104.476	104.975
Missiles	12	102.721	104.210	103.552	104.118	104.424	104.747	105.529
Ships	13	101.044	104.180	102.404	103.908	104.677	105.731	106.326
Vehicles	14	107.874	114.028	111.923	113.341	113.780	117.070	117.486
Electronics	15	94.449	93.677	93.482	93.823	93.746	93.657	93.428
Other durable goods	16	100.427	101.373	100.376	101.230	101.578	102.307	102.397
Nondurable goods	17	92.286	93.878	83.809	93.055	97.920	100.730	100.851
Petroleum products	18	80.162	84.069	56.668	80.237	95.522	103.850	101.882
Ammunition	19	100.644	107.703	105.265	107.690	108.426	109.432	111.997
Other nondurable goods	20	102.121	103.352	103.126	103.283	103.308	103.692	104.165
Services	21	108.911	112.282	111.033	111.901	112.701	113.492	115.156
Research and development	22	105.616	108.339	107.110	107.945	108.744	109.560	111.469
Installation support	23	109.028	113.788	112.196	113.184	114.243	115.530	117.568
Weapons support	24	107.093	109.707	108.774	109.449	110.060	110.545	111.127
Personnel support	25	110.995	114.576	113.528	114.161	114.995	115.621	117.598
Transportation of material	26	117.812	119.922	117.581	119.417	120.727	121.963	122.152
Travel of persons	27	113.280	116.388	115.906	117.383	116.417	115.845	116.759
Less: Own-account investment <sup>4</sup>	28	111.450	115.821	114.511	115.261	116.402	117.112	118.980
Sales to other sectors	29	112.690	116.548	115.501	116.169	117.033	117.489	121.283
<b>Gross investment<sup>5</sup></b>	30	98.039	99.771	98.642	99.832	99.988	100.621	100.923
Structures	31	109.206	115.152	111.347	113.915	116.589	118.758	120.998
Equipment and software	32	96.995	98.401	97.466	98.551	98.530	99.058	99.228
Aircraft	33	90.459	90.314	90.440	90.846	89.736	90.233	89.753
Missiles	34	98.230	99.440	98.209	99.861	99.588	100.104	100.970
Ships	35	101.715	111.002	106.021	110.921	112.435	114.628	116.892
Vehicles	36	97.973	99.214	99.387	98.910	97.686	100.873	100.423
Electronics and software	37	92.043	89.734	90.355	90.161	89.682	88.740	87.809
Other equipment	38	101.242	102.533	101.510	102.368	102.846	103.410	103.988

1. National defense consumption expenditures are defense services produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).  
 2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.  
 3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.  
 4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software.  
 5. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

**Table 3.11.5. National Defense Consumption Expenditures and Gross Investment by Type**  
[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>National defense consumption expenditures and gross investment</b>	<b>1</b>	<b>496.4</b>	<b>547.9</b>	<b>534.1</b>	<b>541.2</b>	<b>557.0</b>	<b>558.4</b>	<b>571.1</b>
<b>Consumption expenditures<sup>1</sup></b>	<b>2</b>	<b>436.1</b>	<b>477.5</b>	<b>465.2</b>	<b>473.6</b>	<b>487.1</b>	<b>484.0</b>	<b>501.3</b>
Gross output of general government	3	439.6	481.2	468.4	477.2	491.8	487.2	505.7
Value added	4	242.7	254.3	252.6	252.8	254.9	257.1	264.8
Compensation of general government employees	5	181.2	190.6	190.1	189.3	190.9	192.3	199.3
Military	6	125.1	130.5	131.2	129.9	129.9	131.2	136.7
Civilian	7	56.1	60.1	58.9	59.3	61.1	61.1	62.6
Consumption of general government fixed capital <sup>2</sup>	8	61.5	63.7	62.5	63.5	63.9	64.8	65.5
Intermediate goods and services purchased <sup>3</sup>	9	197.0	226.8	215.8	224.4	236.9	230.1	240.9
Durable goods	10	25.6	29.2	27.0	29.1	29.8	30.8	29.4
Aircraft	11	10.5	11.4	10.3	11.1	12.0	12.1	11.3
Missiles	12	2.7	3.1	2.8	3.5	3.1	2.9	3.3
Ships	13	1.3	1.4	1.2	1.5	1.6	1.3	1.3
Vehicles	14	0.9	1.0	0.9	0.9	0.9	1.1	1.0
Electronics	15	3.7	4.6	4.2	4.4	4.8	5.1	5.2
Other durable goods	16	6.4	7.7	7.5	7.6	7.4	8.2	7.2
Nondurable goods	17	13.1	13.8	13.0	13.5	14.4	14.5	17.2
Petroleum products	18	4.9	3.9	3.7	3.6	4.2	4.1	6.4
Ammunition	19	2.6	3.6	3.4	3.6	3.8	3.8	3.7
Other nondurable goods	20	5.5	6.3	6.0	6.3	6.4	6.5	7.0
Services	21	158.4	183.8	175.8	181.9	192.8	184.9	194.4
Research and development	22	47.6	56.7	54.7	56.9	58.4	56.6	58.2
Installation support	23	34.8	38.3	37.0	37.6	40.0	38.9	39.7
Weapons support	24	16.9	22.0	20.0	21.2	24.4	22.3	23.4
Personnel support	25	42.7	50.6	48.0	49.7	53.4	51.2	53.2
Transportation of material	26	10.1	9.4	9.4	9.6	9.6	9.2	10.9
Travel of persons	27	6.3	6.8	6.6	7.0	7.0	6.8	9.0
Less: Own-account investment <sup>4</sup>	28	2.1	2.3	2.2	2.3	2.3	2.3	2.4
Sales to other sectors	29	1.5	1.4	1.0	1.3	2.4	0.8	2.1
<b>Gross investment<sup>5</sup></b>	<b>30</b>	<b>60.4</b>	<b>70.4</b>	<b>69.0</b>	<b>67.6</b>	<b>69.8</b>	<b>75.3</b>	<b>69.9</b>
Structures	31	5.3	5.4	5.9	4.9	5.6	5.4	5.5
Equipment and software	32	55.1	65.0	63.1	62.8	64.3	70.0	64.4
Aircraft	33	9.3	12.5	12.6	12.3	11.1	13.8	12.7
Missiles	34	3.4	3.9	3.8	3.5	4.3	4.0	3.4
Ships	35	9.5	10.0	10.0	9.1	11.5	9.5	9.9
Vehicles	36	3.0	2.7	2.7	3.1	2.4	2.7	2.7
Electronics and software	37	10.3	12.8	12.0	11.9	13.1	14.3	14.6
Other equipment	38	19.6	23.1	22.1	22.8	21.9	25.7	21.1

1. National defense consumption expenditures are defense services produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software.

5. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

**Table 3.11.6. Real National Defense Consumption Expenditures and Gross Investment by Type, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>National defense consumption expenditures and gross investment</b>	<b>1</b>	<b>451.8</b>	<b>484.9</b>	<b>477.6</b>	<b>479.9</b>	<b>491.5</b>	<b>490.7</b>	<b>491.1</b>
<b>Consumption expenditures<sup>1</sup></b>	<b>2</b>	<b>390.3</b>	<b>415.0</b>	<b>408.5</b>	<b>412.5</b>	<b>422.1</b>	<b>417.0</b>	<b>422.2</b>
Gross output of general government	3	393.5	418.2	411.3	415.6	426.1	419.7	425.9
Value added	4	209.6	212.8	212.3	211.7	213.2	214.2	213.7
Compensation of general government employees	5	148.8	151.5	151.1	150.5	151.8	152.6	152.1
Military	6	99.8	100.9	101.4	100.5	100.4	101.3	100.8
Civilian	7	48.9	50.5	49.5	49.9	51.4	51.3	51.2
Consumption of general government fixed capital <sup>2</sup>	8	60.5	61.0	60.8	61.0	61.1	61.2	61.3
Intermediate goods and services purchased <sup>3</sup>	9	185.3	207.6	200.9	206.1	215.6	207.7	214.9
Durable goods	10	25.3	28.5	26.6	28.5	29.1	29.9	28.5
Aircraft	11	10.3	11.0	10.0	10.7	11.5	11.6	10.8
Missiles	12	2.6	3.0	2.7	3.4	3.0	2.8	3.1
Ships	13	1.3	1.4	1.2	1.4	1.5	1.3	1.3
Vehicles	14	0.9	0.8	0.8	0.8	0.8	0.9	0.8
Electronics	15	4.0	4.9	4.5	4.7	5.1	5.4	5.5
Other durable goods	16	6.3	7.6	7.5	7.5	7.2	8.0	7.0
Nondurable goods	17	14.1	14.8	15.6	14.5	14.7	14.4	17.0
Petroleum products	18	6.1	5.1	6.8	4.7	4.6	4.2	6.6
Ammunition	19	2.6	3.4	3.2	3.3	3.5	3.5	3.3
Other nondurable goods	20	5.4	6.1	5.8	6.1	6.2	6.3	6.8
Services	21	145.4	163.8	158.4	162.6	171.2	163.0	168.9
Research and development	22	45.0	52.3	51.1	52.7	53.7	51.7	52.3
Installation support	23	31.9	33.7	33.0	33.2	35.0	33.6	33.7
Weapons support	24	15.8	20.0	18.4	19.4	22.2	20.2	21.1
Personnel support	25	38.5	44.2	42.3	43.5	46.5	44.3	45.2
Transportation of material	26	8.6	7.9	8.0	8.1	8.0	7.5	9.0
Travel of persons	27	5.5	5.9	5.7	5.9	6.0	5.9	7.7
Less: Own-account investment <sup>4</sup>	28	1.9	2.0	2.0	2.0	2.0	2.0	2.0
Sales to other sectors	29	1.3	1.2	0.9	1.1	2.0	0.7	1.7
<b>Gross investment<sup>5</sup></b>	<b>30</b>	<b>61.6</b>	<b>70.6</b>	<b>69.9</b>	<b>67.7</b>	<b>69.8</b>	<b>74.9</b>	<b>69.2</b>
Structures	31	4.8	4.7	5.3	4.3	4.8	4.5	4.5
Equipment and software	32	56.8	66.1	64.7	63.7	65.2	70.6	64.9
Aircraft	33	10.3	13.8	13.9	13.5	12.4	15.3	14.2
Missiles	34	3.4	3.9	3.8	3.5	4.3	4.0	3.3
Ships	35	9.4	9.0	9.4	8.2	10.2	8.3	8.4
Vehicles	36	3.0	2.7	2.7	3.1	2.5	2.6	2.7
Electronics and software	37	11.2	14.3	13.3	13.2	14.6	16.1	16.7
Other equipment	38	19.4	22.6	21.7	22.3	21.3	24.9	20.3
Residual	39	-0.5	-2.6	-2.3	-1.9	-2.3	-3.3	-2.8

1. National defense consumption expenditures are defense services produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software.

5. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

Note. Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

## 4. Foreign Transactions

Table 4.1. Foreign Transactions in the National Income and Product Accounts

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Current receipts from the rest of the world</b> .....	1	<b>1,375.2</b>	<b>1,581.3</b>	<b>1,508.2</b>	<b>1,555.6</b>	<b>1,596.3</b>	<b>1,665.1</b>	<b>1,702.2</b>
<b>Exports of goods and services</b> .....	2	<b>1,046.2</b>	<b>1,175.5</b>	<b>1,134.3</b>	<b>1,167.6</b>	<b>1,189.5</b>	<b>1,210.4</b>	<b>1,244.5</b>
Goods <sup>1</sup> .....	3	726.4	820.3	790.3	812.2	833.4	845.5	872.5
Durable.....	4	497.1	562.0	541.7	556.2	573.3	576.7	595.4
Nondurable.....	5	229.3	258.4	248.6	256.0	260.1	268.8	277.1
Services <sup>1</sup> .....	6	319.8	355.1	344.1	355.4	356.1	365.0	372.0
<b>Income receipts</b> .....	7	<b>329.0</b>	<b>405.8</b>	<b>373.8</b>	<b>388.0</b>	<b>406.8</b>	<b>454.7</b>	<b>457.7</b>
Wage and salary receipts.....	8	3.0	3.1	3.0	3.0	3.1	3.3	3.3
Income receipts on assets.....	9	326.0	402.7	370.8	385.1	403.6	451.4	454.4
Interest.....	10	75.3	87.3	71.8	79.5	90.5	107.5	122.8
Dividends.....	11	82.1	101.0	101.0	106.0	99.5	97.6	117.4
Reinvested earnings on U.S. direct investment abroad.....	12	168.6	214.4	198.0	199.6	213.7	246.3	214.1
<b>Current payments to the rest of the world</b> .....	13	<b>1,886.1</b>	<b>2,217.3</b>	<b>2,065.2</b>	<b>2,185.7</b>	<b>2,230.0</b>	<b>2,388.5</b>	<b>2,460.3</b>
<b>Imports of goods and services</b> .....	14	<b>1,544.3</b>	<b>1,781.6</b>	<b>1,681.2</b>	<b>1,758.9</b>	<b>1,801.2</b>	<b>1,885.2</b>	<b>1,938.1</b>
Goods <sup>1</sup> .....	15	1,282.0	1,490.8	1,399.2	1,470.1	1,506.9	1,587.2	1,632.9
Durable.....	16	800.2	927.1	870.3	924.8	942.7	970.5	1,000.4
Nondurable.....	17	481.8	563.7	528.9	545.3	564.2	616.6	632.6
Services <sup>1</sup> .....	18	262.3	290.8	282.0	288.8	294.4	298.1	305.2
<b>Income payments</b> .....	19	<b>273.9</b>	<b>361.9</b>	<b>300.3</b>	<b>351.9</b>	<b>368.6</b>	<b>426.7</b>	<b>424.4</b>
Wage and salary payments.....	20	8.5	8.9	8.6	9.1	8.8	8.9	9.0
Income payments on assets.....	21	265.4	353.0	291.6	342.8	359.8	417.9	415.4
Interest.....	22	191.5	229.6	198.0	222.6	235.4	262.6	293.6
Dividends.....	23	61.6	60.9	65.0	53.3	53.8	71.5	77.9
Reinvested earnings on foreign direct investment in the United States.....	24	12.2	62.5	28.6	67.0	70.6	83.7	43.8
<b>Current taxes and transfer payments to the rest of the world (net)</b> .....	25	<b>67.9</b>	<b>73.8</b>	<b>83.8</b>	<b>74.9</b>	<b>60.1</b>	<b>76.5</b>	<b>97.8</b>
From persons (net).....	26	38.2	42.5	41.7	42.1	43.2	43.0	48.8
From government (net).....	27	18.4	20.3	28.0	17.6	17.1	18.3	32.8
From business (net).....	28	11.3	11.1	14.1	15.2	-0.2	15.2	16.2
<b>Balance on current account, NIPAs</b> .....	29	<b>-510.9</b>	<b>-636.1</b>	<b>-557.0</b>	<b>-630.1</b>	<b>-633.7</b>	<b>-723.4</b>	<b>-758.1</b>
<b>Addenda:</b>								
Net lending or net borrowing (-), NIPAs.....	30	-514.0	-637.3	-558.4	-631.2	-635.0	-724.7	.....
Balance on current account, NIPAs.....	31	-510.9	-636.1	-557.0	-630.1	-633.7	-723.4	-758.1
Less: Capital account transactions (net) <sup>2</sup> .....	32	3.1	1.3	1.4	1.1	1.3	1.3	.....

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services. Beginning with 1986, repairs and alterations of equipment are reclassified from goods to services.

2. Consists of capital transfers and the acquisition and disposal of nonproduced nonfinancial assets.

**Table 4.2.1. Percent Change From Preceding Period in Real Exports and in Real Imports of Goods and Services by Type of Product**

[Percent]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Exports of goods and services</b> .....	1	1.9	8.6	7.3	7.3	6.0	3.2	7.2
<b>Exports of goods<sup>1</sup></b> .....	2	2.2	8.8	9.1	6.0	9.5	1.9	8.7
Foods, feeds, and beverages.....	3	1.7	-8.7	-30.0	-24.3	28.6	37.2	-5.0
Industrial supplies and materials.....	4	2.6	6.1	14.4	6.9	-0.1	1.9	1.9
Durable goods.....	5	2.6	4.2	14.0	3.6	-5.5	7.6	7.2
Nondurable goods.....	6	2.5	7.0	14.7	8.7	2.8	-0.9	-0.8
Capital goods, except automotive.....	7	2.2	12.8	13.1	6.2	6.2	0.3	8.2
Civilian aircraft, engines, and parts.....	8	-10.8	3.6	-14.0	-17.5	30.8	-4.9	10.8
Computers, peripherals, and parts.....	9	6.1	8.3	-8.3	-1.8	22.4	14.0	14.4
Other.....	10	4.9	15.8	25.2	13.5	-0.9	-0.9	6.5
Automotive vehicles, engines, and parts.....	11	1.5	8.7	5.1	8.2	34.8	-2.7	10.6
Consumer goods, except automotive.....	12	6.0	13.1	18.6	18.2	-0.7	21.9	16.4
Durable goods.....	13	4.4	15.9	6.8	27.7	10.1	18.3	20.8
Nondurable goods.....	14	7.7	10.1	32.7	8.8	-11.4	26.1	11.6
Other.....	15	-5.8	9.0	11.4	16.1	39.9	-42.1	49.2
<b>Exports of services<sup>1</sup></b> .....	16	1.4	8.0	3.4	10.2	-1.8	6.2	3.6
Transfers under U.S. military agency sales contracts.....	17	4.9	10.1	-6.3	61.4	-32.2	-3.3	21.5
Travel.....	18	-5.2	14.8	-4.1	17.3	2.9	17.7	5.2
Passenger fares.....	19	-17.7	6.0	-5.0	21.0	-12.2	-0.8	7.3
Other transportation.....	20	3.1	14.9	19.0	12.9	-2.2	5.4	2.3
Royalties and license fees.....	21	7.0	5.4	4.4	-2.3	9.4	9.0	3.7
Other private services.....	22	6.1	5.0	5.1	6.3	-2.6	2.1	1.3
Other.....	23	-8.9	-1.1	6.3	1.6	-6.5	-2.1	1.1
<b>Imports of goods and services</b> .....	24	4.4	9.9	10.6	12.6	4.6	11.4	9.1
<b>Imports of goods<sup>1</sup></b> .....	25	4.7	10.8	12.7	13.0	5.0	14.9	9.8
Foods, feeds, and beverages.....	26	7.7	5.8	2.3	7.4	-10.1	17.1	2.0
Industrial supplies and materials, except petroleum and products.....	27	1.6	15.6	16.9	38.2	23.6	0.7	6.9
Durable goods.....	28	1.1	20.9	21.4	47.2	23.8	10.9	3.0
Nondurable goods.....	29	2.1	10.3	12.4	29.0	23.3	-9.9	11.6
Petroleum and products.....	30	6.4	6.9	39.1	-33.1	2.0	56.1	4.3
Capital goods, except automotive.....	31	6.0	17.1	13.4	30.6	14.0	9.3	0.9
Civilian aircraft, engines, and parts.....	32	-5.9	-1.8	-55.7	59.0	-8.8	70.8	-35.0
Computers, peripherals, and parts.....	33	9.0	23.3	12.8	38.6	29.9	10.1	1.9
Other.....	34	6.4	17.1	26.4	25.1	11.0	3.8	5.6
Automotive vehicles, engines, and parts.....	35	2.6	6.7	6.0	10.1	3.2	-4.3	5.8
Consumer goods, except automotive.....	36	8.7	10.5	9.6	20.5	-9.8	27.8	16.8
Durable goods.....	37	7.3	15.1	11.6	25.0	-11.5	37.2	25.9
Nondurable goods.....	38	10.1	5.8	7.5	15.8	-7.8	17.8	7.1
Other.....	39	-7.0	-0.9	-2.2	-10.7	16.5	1.0	66.4
<b>Imports of services<sup>1</sup></b> .....	40	3.1	5.8	1.2	10.6	2.8	-5.2	5.3
Direct defense expenditures.....	41	12.1	-2.3	-20.2	11.9	-9.4	-30.3	-11.1
Travel.....	42	-9.1	3.6	-12.6	29.7	-0.8	-20.8	-2.6
Passenger fares.....	43	2.8	8.8	-11.9	18.7	10.8	-6.3	1.8
Other transportation.....	44	3.2	8.0	38.4	-7.6	2.3	32.1	26.0
Royalties and license fees.....	45	2.2	10.6	-3.5	18.2	52.8	-35.6	4.8
Other private services.....	46	11.1	7.3	6.6	6.4	-1.8	7.4	5.6
Other.....	47	-2.1	-1.9	-5.6	6.3	-3.2	-9.7	1.6
<b>Addenda:</b>								
Exports of durable goods.....	48	2.0	11.3	11.3	8.4	10.3	0.1	11.0
Exports of nondurable goods.....	49	2.5	3.7	4.6	0.9	7.8	6.1	4.0
Exports of agricultural goods <sup>2</sup> .....	50	1.3	-7.3	-23.2	-19.1	24.6	27.2	-4.5
Exports of nonagricultural goods.....	51	2.2	10.5	12.7	8.5	8.4	0.2	9.8
Imports of durable goods.....	52	4.1	13.5	11.1	23.6	6.8	10.9	9.8
Imports of nondurable goods.....	53	5.7	6.3	15.3	-2.8	2.0	21.7	9.8
Imports of nonpetroleum goods.....	54	4.5	11.3	9.8	20.9	5.4	9.8	10.7

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services. Beginning with 1986, repairs and alterations of equipment are reclassified from goods to services.

2. Includes parts of foods, feeds, and beverages, of nondurable industrial supplies and materials, and of nondurable nonautomotive consumer goods.

**Table 4.2.2. Contributions to Percent Change in Real Exports and in Real Imports of Goods and Services by Type of Product**

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Percent change at annual rate:</b>								
<b>Exports of goods and services</b> .....	1	1.9	8.6	7.3	7.3	6.0	3.2	7.2
<b>Percentage points at annual rates:</b>								
<b>Exports of goods<sup>1</sup></b> .....	2	1.50	6.14	6.30	4.19	6.52	1.36	6.06
Foods, feeds, and beverages.....	3	0.09	-0.51	-1.83	-1.35	1.21	1.48	-0.23
Industrial supplies and materials.....	4	0.40	1.00	2.23	1.14	-0.02	0.33	0.33
Durable goods.....	5	0.14	0.24	0.74	0.21	-0.33	0.43	0.42
Nondurable goods.....	6	0.26	0.76	1.49	0.93	0.31	-0.10	-0.09
Capital goods, except automotive.....	7	0.63	3.54	3.61	1.75	1.73	0.08	2.24
Civilian aircraft, engines, and parts.....	8	-0.55	0.16	-0.68	-0.82	1.16	-0.22	0.46
Computers, peripherals, and parts.....	9	0.23	0.31	-0.33	-0.06	0.75	0.48	0.50
Other.....	10	0.96	3.07	4.62	2.63	-0.18	-0.18	1.28
Automotive vehicles, engines, and parts.....	11	0.12	0.66	0.38	0.60	2.31	-0.21	0.80
Consumer goods, except automotive.....	12	0.50	1.11	1.50	1.49	-0.06	1.75	1.41
Durable goods.....	13	0.19	0.69	0.30	1.12	0.44	0.79	0.93
Nondurable goods.....	14	0.31	0.42	1.20	0.37	-0.50	0.96	0.48
Other.....	15	-0.23	0.34	0.41	0.57	1.35	-2.07	1.52
<b>Exports of services<sup>1</sup></b> .....	16	0.42	2.45	1.04	3.06	-0.54	1.83	1.09
Transfers under U.S. military agency sales contracts.....	17	0.05	0.11	-0.07	0.58	-0.46	-0.04	0.22
Travel.....	18	-0.34	0.91	-0.27	1.06	0.19	1.08	0.35
Passenger fares.....	19	-0.31	0.09	-0.08	0.31	-0.20	-0.01	0.12
Other transportation.....	20	0.09	0.45	0.56	0.40	-0.07	0.18	0.08
Royalties and license fees.....	21	0.31	0.25	0.20	-0.10	0.40	0.39	0.17
Other private services.....	22	0.75	0.64	0.63	0.79	-0.32	0.26	0.15
Other.....	23	-0.13	-0.01	0.08	0.02	-0.08	-0.02	0.01
<b>Percent change at annual rate:</b>								
<b>Imports of goods and services</b> .....	24	4.4	9.9	10.6	12.6	4.6	11.4	9.1
<b>Percentage points at annual rates:</b>								
<b>Imports of goods<sup>1</sup></b> .....	25	3.90	8.94	10.41	10.82	4.15	12.22	8.24
Foods, feeds, and beverages.....	26	0.27	0.21	0.08	0.27	-0.37	0.56	0.07
Industrial supplies and materials, except petroleum and products.....	27	0.18	1.83	1.87	3.97	2.76	0.14	0.91
Durable goods.....	28	0.06	1.23	1.17	2.48	1.49	0.76	0.21
Nondurable goods.....	29	0.12	0.60	0.69	1.49	1.27	-0.63	0.69
Petroleum and products.....	30	0.50	0.61	3.13	-3.88	0.19	4.97	0.50
Capital goods, except automotive.....	31	1.15	3.19	2.55	5.43	2.59	1.80	0.18
Civilian aircraft, engines, and parts.....	32	-0.10	-0.03	-1.17	0.65	-0.13	0.79	-0.60
Computers, peripherals, and parts.....	33	0.45	1.09	0.62	1.71	1.33	0.50	0.09
Other.....	34	0.81	2.13	3.10	3.06	1.38	0.50	0.70
Automotive vehicles, engines, and parts.....	35	0.37	0.90	0.82	1.33	0.42	-0.54	0.71
Consumer goods, except automotive.....	36	1.84	2.24	2.08	4.21	-2.13	5.25	3.39
Durable goods.....	37	0.81	1.64	1.30	2.64	-1.34	3.60	2.70
Nondurable goods.....	38	1.03	0.60	0.78	1.56	-0.80	1.65	0.68
Other.....	39	-0.40	-0.05	-0.11	-0.51	0.70	0.04	2.47
<b>Imports of services<sup>1</sup></b> .....	40	0.53	0.98	0.21	1.78	0.47	-0.84	0.85
Direct defense expenditures.....	41	0.17	-0.04	-0.38	0.19	-0.15	-0.54	-0.17
Travel.....	42	-0.38	0.13	-0.50	0.99	-0.03	-0.82	-0.09
Passenger fares.....	43	0.04	0.12	-0.17	0.23	0.13	-0.08	0.02
Other transportation.....	44	0.09	0.24	0.98	-0.23	0.07	0.84	0.73
Royalties and license fees.....	45	0.03	0.14	-0.05	0.22	0.57	-0.57	0.06
Other private services.....	46	0.59	0.41	0.36	0.35	-0.10	0.37	0.28
Other.....	47	-0.01	-0.01	-0.03	0.03	-0.02	-0.05	0.01

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services. Beginning with 1986, repairs and alterations of equipment are reclassified from goods to services.

**Table 4.2.3. Real Exports and Imports of Goods and Services by Type of Product, Quantity Indexes**  
(Index numbers, 2000=100)

Line	2003	2004	Seasonally adjusted					
			2004				2005	
			I	II	III	IV	I	
<b>Exports of goods and services</b>	<b>1</b>	<b>94.116</b>	<b>102.195</b>	<b>99.924</b>	<b>101.690</b>	<b>103.176</b>	<b>103.991</b>	<b>105.802</b>
<b>Exports of goods<sup>1</sup></b>	<b>2</b>	<b>92.018</b>	<b>100.148</b>	<b>97.810</b>	<b>99.242</b>	<b>101.526</b>	<b>102.015</b>	<b>104.170</b>
Foods, feeds, and beverages...	3	102.509	93.553	93.521	87.242	92.900	100.551	99.272
Industrial supplies and materials...	4	98.856	104.855	103.437	105.185	105.150	105.646	106.135
Durable goods	5	87.637	91.354	90.972	91.786	90.487	92.169	93.795
Nondurable goods	6	105.953	113.403	111.322	113.665	114.442	114.183	113.954
Capital goods, except automotive	7	84.189	94.952	93.162	94.573	96.000	96.071	97.973
Civilian aircraft, engines, and parts	8	86.257	89.377	89.857	85.636	91.576	90.440	92.793
Computers, peripherals, and parts	9	81.186	87.926	85.262	84.885	89.292	92.267	95.417
Other	10	84.666	98.045	95.900	98.976	98.760	98.544	100.107
Automotive vehicles, engines, and parts	11	98.862	107.450	102.073	104.114	112.191	111.421	114.274
Consumer goods, except automotive	12	100.902	114.104	109.267	113.923	113.724	119.502	124.126
Durable goods	13	98.368	114.055	106.391	113.106	115.870	120.853	126.695
Nondurable goods	14	103.711	114.184	112.437	114.837	111.407	118.054	121.347
Other	15	88.135	96.092	92.583	96.095	104.514	91.176	100.772
<b>Exports of services<sup>1</sup></b>	<b>16</b>	<b>99.330</b>	<b>107.277</b>	<b>105.173</b>	<b>107.765</b>	<b>107.275</b>	<b>108.896</b>	<b>109.856</b>
Transfers under U.S. military agency sales contracts	17	94.991	104.556	100.440	113.207	102.718	101.858	106.933
Travel	18	77.128	88.534	84.704	88.158	88.792	92.482	93.654
Passenger fares	19	65.481	69.427	68.111	71.436	69.145	69.014	70.233
Other transportation	20	102.011	117.217	114.506	118.040	117.378	118.945	119.628
Royalties and license fees	21	105.788	111.516	110.144	109.511	111.986	114.422	115.456
Other private services	22	121.009	127.042	125.831	127.782	126.945	127.612	128.010
Other	23	91.111	90.154	90.769	91.128	89.600	89.120	89.361
<b>Imports of goods and services</b>	<b>24</b>	<b>105.048</b>	<b>115.468</b>	<b>111.504</b>	<b>114.862</b>	<b>116.167</b>	<b>119.340</b>	<b>121.963</b>
<b>Imports of goods<sup>1</sup></b>	<b>25</b>	<b>105.131</b>	<b>116.462</b>	<b>112.116</b>	<b>115.593</b>	<b>117.005</b>	<b>121.133</b>	<b>124.001</b>
Foods, feeds, and beverages...	26	118.666	125.524	124.264	126.516	123.184	128.132	128.759
Industrial supplies and materials, except petroleum and products	27	100.739	116.458	106.538	115.505	121.783	122.005	124.048
Durable goods	28	99.819	120.667	108.328	119.317	125.866	129.158	130.103
Nondurable goods	29	101.657	112.100	104.706	111.580	117.575	114.537	117.736
Petroleum and products	30	107.572	114.964	120.103	108.606	109.142	122.003	123.305
Capital goods, except automotive	31	92.361	108.168	100.546	107.481	111.072	113.575	113.841
Civilian aircraft, engines, and parts	32	86.412	84.865	75.857	85.182	83.250	95.170	85.448
Computers, peripherals, and parts	33	109.730	135.306	122.170	132.566	141.518	144.970	145.649
Other	34	87.240	102.184	96.429	101.972	104.676	105.660	107.105
Automotive vehicles, engines, and parts	35	106.478	113.576	111.395	114.112	115.025	113.772	115.379
Consumer goods, except automotive	36	120.896	133.621	128.645	134.796	131.371	139.672	145.215
Durable goods	37	118.602	136.461	130.189	137.646	133.511	144.500	153.054
Nondurable goods	38	123.461	130.609	127.027	131.774	129.112	134.523	136.841
Other	39	98.316	97.460	97.601	94.676	98.563	98.799	112.217
<b>Imports of services<sup>1</sup></b>	<b>40</b>	<b>104.753</b>	<b>110.782</b>	<b>108.675</b>	<b>111.458</b>	<b>112.241</b>	<b>110.752</b>	<b>112.187</b>
Direct defense expenditures	41	151.794	148.341	150.249	154.544	150.797	137.771	133.776
Travel	42	81.066	83.992	81.215	86.670	86.488	81.593	81.056
Passenger fares	43	73.884	80.375	77.125	80.510	82.595	81.268	81.635
Other transportation	44	100.325	108.355	107.729	105.614	106.212	113.863	120.638
Royalties and license fees	45	115.483	127.776	120.530	125.674	139.719	125.182	126.646
Other private services	46	131.485	141.115	139.189	141.354	140.698	143.221	145.181
Other	47	101.550	99.602	99.510	101.030	100.199	97.667	98.065
<b>Addenda:</b>								
Exports of durable goods	48	87.974	97.872	95.198	97.144	99.561	99.586	102.219
Exports of nondurable goods	49	102.844	106.669	105.103	105.332	107.325	108.915	109.985
Exports of agricultural goods <sup>2</sup>	50	101.977	94.535	94.183	89.335	94.385	100.234	99.080
Exports of nonagricultural goods	51	91.295	100.846	98.303	100.321	102.358	102.401	104.830
Imports of durable goods	52	101.657	115.408	109.226	115.179	117.085	120.143	122.993
Imports of nondurable goods	53	111.931	118.987	117.836	117.012	117.592	123.508	126.423
Imports of nonpetroleum goods	54	104.839	116.696	111.179	116.579	118.114	120.912	124.021

**Table 4.2.4. Price Indexes for Exports and Imports of Goods and Services by Type of Product**  
(Index numbers, 2000=100)

Line	2003	2004	Seasonally adjusted					
			2004				2005	
			I	II	III	IV	I	
<b>Exports of goods and services</b>	<b>1</b>	<b>101.395</b>	<b>104.919</b>	<b>103.565</b>	<b>104.746</b>	<b>105.175</b>	<b>106.189</b>	<b>107.309</b>
<b>Exports of goods<sup>1</sup></b>	<b>2</b>	<b>100.640</b>	<b>104.430</b>	<b>103.023</b>	<b>104.356</b>	<b>104.665</b>	<b>105.679</b>	<b>106.805</b>
Foods, feeds, and beverages...	3	112.133	124.997	126.145	133.508	121.842	118.492	119.961
Industrial supplies and materials...	4	102.151	113.719	108.493	111.629	115.172	119.583	123.240
Durable goods	5	102.787	116.018	110.503	114.143	118.379	121.048	124.746
Nondurable goods	6	101.663	112.363	107.293	110.170	113.364	118.626	122.256
Capital goods, except automotive	7	97.693	97.461	97.201	97.395	97.484	97.763	97.851
Civilian aircraft, engines, and parts	8	112.636	117.158	115.443	115.862	117.918	119.411	121.078
Computers, peripherals, and parts	9	88.541	87.333	88.659	88.691	86.990	84.991	83.157
Other	10	96.483	95.560	95.240	95.426	95.525	96.049	96.259
Automotive vehicles, engines, and parts	11	101.566	102.350	101.883	102.226	102.460	102.833	103.173
Consumer goods, except automotive	12	99.695	100.653	100.258	100.380	100.944	101.029	101.696
Durable goods	13	100.234	100.594	100.330	100.410	100.624	101.011	101.473
Nondurable goods	14	99.101	100.699	100.162	100.329	101.280	101.024	101.923
Other	15	102.245	106.828	105.178	106.644	107.104	108.386	109.845
<b>Exports of services<sup>1</sup></b>	<b>16</b>	<b>103.219</b>	<b>106.129</b>	<b>104.897</b>	<b>105.726</b>	<b>106.440</b>	<b>107.564</b>	<b>108.560</b>
Transfers under U.S. military agency sales contracts	17	98.034	99.506	98.405	99.421	99.681	100.515	101.270
Travel	18	101.504	104.796	103.261	105.019	105.100	105.803	106.387
Passenger fares	19	115.849	127.814	126.073	124.621	127.907	132.658	138.757
Other transportation	20	104.706	108.682	106.226	106.617	109.054	112.831	113.206
Royalties and license fees	21	105.450	108.002	106.885	107.806	108.291	109.026	109.837
Other private services	22	101.274	103.095	102.162	102.904	103.494	103.819	104.988
Other	23	109.564	111.396	112.014	111.775	111.042	110.751	112.186
<b>Imports of goods and services</b>	<b>24</b>	<b>99.615</b>	<b>104.508</b>	<b>102.163</b>	<b>103.760</b>	<b>105.066</b>	<b>107.042</b>	<b>107.678</b>
<b>Imports of goods<sup>1</sup></b>	<b>25</b>	<b>98.068</b>	<b>102.886</b>	<b>100.355</b>	<b>102.267</b>	<b>103.560</b>	<b>105.362</b>	<b>105.893</b>
Foods, feeds, and beverages...	26	102.328	107.586	105.282	107.410	107.440	110.213	112.178
Industrial supplies and materials, except petroleum and products	27	100.105	111.452	106.217	110.836	112.887	115.868	118.689
Durable goods	28	94.838	111.546	103.903	111.983	114.536	115.760	118.998
Nondurable goods	29	105.572	111.254	108.659	109.462	110.949	115.948	118.277
Petroleum and products	30	102.940	130.913	112.501	125.787	136.856	148.509	145.022
Capital goods, except automotive	31	92.300	91.302	91.990	91.331	91.035	90.851	91.224
Civilian aircraft, engines, and parts	32	105.680	109.551	107.960	108.677	110.247	111.321	112.507
Computers, peripherals, and parts	33	77.680	72.740	75.292	73.631	71.769	70.267	68.997
Other	34	96.928	97.426	97.361	97.085	97.430	97.827	98.986
Automotive vehicles, engines, and parts	35	100.771	102.489	101.795	102.199	102.659	103.300	103.405
Consumer goods, except automotive	36	97.967	98.640	98.725	98.581	98.480	98.775	99.593
Durable goods	37	96.439	96.405	96.456	96.387	96.227	96.549	96.900
Nondurable goods	38	99.642	101.123	101.246	101.016	100.984	101.245	102.639
Other	39	100.731	104.046	102.773	103.741	104.347	105.324	106.607
<b>Imports of services<sup>1</sup></b>	<b>40</b>	<b>107.784</b>	<b>113.028</b>	<b>111.718</b>	<b>111.566</b>	<b>112.937</b>	<b>115.892</b>	<b>117.138</b>
Direct defense expenditures	41	122.818	137.522	134.661	132.960	136.998	145.469	151.344
Travel	42	97.929	116.475	115.897	113.324	115.228	121.450	122.798
Passenger fares	43	116.853	114.899	113.952	114.008	113.645	117.993	120.160
Other transportation	44	107.717	117.109	114.250	115.749	117.848	120.589	120.476
Royalties and license fees	45	105.423	107.965					

Table 4.2.5. Exports and Imports of Goods and Services by

## Type of Product

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Exports of goods and services</b>	1	1,046.2	1,175.5	1,134.3	1,167.6	1,189.5	1,210.4	1,244.5
<b>Exports of goods<sup>1</sup></b>	2	726.4	820.3	790.3	812.2	833.4	845.5	872.5
Foods, feeds, and beverages	3	55.0	55.9	56.5	55.8	54.2	57.0	57.0
Industrial supplies and materials	4	168.3	198.7	187.0	195.6	201.8	210.5	217.9
Durable goods	5	57.3	67.4	64.0	66.6	68.1	71.0	74.4
Nondurable goods	6	111.0	131.3	123.0	129.0	133.6	139.5	143.5
Capital goods, except automotive	7	293.6	330.4	323.3	328.9	334.2	335.4	342.3
Civilian aircraft, engines, and parts	8	46.7	50.3	49.9	47.7	51.9	51.9	54.0
Computers, peripherals, and parts	9	39.9	42.6	42.0	41.8	43.1	43.6	44.1
Other	10	207.0	237.5	231.5	239.4	239.1	239.9	244.2
Automotive vehicles, engines, and parts	11	80.7	88.4	83.6	85.5	92.4	92.1	94.7
Consumer goods, except automotive	12	89.9	102.7	97.9	102.2	102.6	107.9	112.8
Durable goods	13	46.1	53.6	49.8	53.0	54.4	57.0	60.0
Nondurable goods	14	43.9	49.1	48.1	49.2	48.1	50.9	52.8
Other	15	38.9	44.3	42.0	44.2	48.3	42.6	47.7
<b>Exports of services<sup>1</sup></b>	16	319.8	355.1	344.1	355.4	356.1	365.0	372.0
Transfers under U.S. military agency sales contracts	17	11.9	13.3	12.7	14.4	13.1	13.1	13.9
Travel	18	64.5	76.5	72.1	76.3	76.9	80.6	82.1
Passenger fares	19	15.7	18.4	17.8	18.4	18.3	18.9	20.2
Other transportation	20	31.8	38.0	36.3	37.5	38.2	40.0	40.4
Royalties and license fees	21	48.2	52.1	50.9	51.0	52.4	53.9	54.8
Other private services	22	134.0	143.2	140.5	143.7	143.6	144.8	146.9
Other	23	13.6	13.7	13.9	13.9	13.6	13.5	13.7
<b>Imports of goods and services</b>	24	1,544.3	1,781.6	1,681.2	1,758.9	1,801.2	1,885.2	1,938.1
<b>Imports of goods<sup>1</sup></b>	25	1,282.0	1,490.8	1,399.2	1,470.1	1,506.9	1,587.2	1,632.9
Foods, feeds, and beverages	26	55.8	62.1	60.2	62.5	60.9	64.9	66.4
Industrial supplies and materials, except petroleum and products	27	174.3	224.7	195.6	221.2	237.6	244.3	254.4
Durable goods	28	83.7	119.3	99.5	118.1	127.4	132.2	136.9
Nondurable goods	29	90.5	105.4	96.0	103.1	110.1	112.1	117.6
Petroleum and products	30	133.1	181.0	162.4	164.2	179.5	217.8	214.9
Capital goods, except automotive	31	295.8	342.7	321.0	340.7	350.9	358.1	360.4
Civilian aircraft, engines, and parts	32	24.1	24.5	21.6	24.4	24.2	27.9	25.3
Computers, peripherals, and parts	33	76.5	88.3	82.7	87.7	91.3	91.5	90.3
Other	34	195.2	229.8	216.7	228.6	235.5	238.6	244.8
Automotive vehicles, engines, and parts	35	210.2	228.0	222.1	228.4	231.3	230.2	233.7
Consumer goods, except automotive	36	334.0	371.7	358.2	374.7	364.8	389.1	407.8
Durable goods	37	171.0	196.7	187.8	198.4	192.1	208.6	221.8
Nondurable goods	38	163.0	175.0	170.4	176.3	172.7	180.4	186.1
Other	39	78.8	80.7	79.8	78.4	81.9	82.8	95.2
<b>Imports of services<sup>1</sup></b>	40	262.3	290.8	282.0	288.8	294.4	298.1	305.2
Direct defense expenditures	41	25.1	27.4	27.2	27.7	27.8	27.0	27.3
Travel	42	56.6	63.3	60.9	63.6	64.5	64.1	64.4
Passenger fares	43	21.0	22.4	21.3	22.3	22.8	23.3	23.8
Other transportation	44	44.8	52.7	51.1	50.7	51.9	57.0	60.3
Royalties and license fees	45	20.0	22.7	21.2	22.3	24.9	22.5	22.9
Other private services	46	86.3	93.5	91.5	93.5	93.7	95.5	97.6
Other	47	8.5	8.8	8.7	8.8	8.8	8.8	8.9
<b>Addenda:</b>								
Exports of durable goods	48	497.1	562.0	541.7	556.2	573.3	576.7	595.4
Exports of nondurable goods	49	229.3	258.4	248.6	256.0	260.1	268.8	277.1
Exports of agricultural goods <sup>2</sup>	50	60.9	62.3	63.6	62.8	60.5	62.2	62.3
Exports of nonagricultural goods	51	665.5	758.1	726.6	749.4	772.8	783.3	810.3
Imports of durable goods	52	800.2	927.1	870.3	924.8	942.7	970.5	1,000.4
Imports of nondurable goods	53	481.8	563.7	528.9	545.3	564.2	616.6	632.6
Imports of nonpetroleum goods	54	1,148.9	1,309.9	1,236.8	1,305.9	1,327.3	1,369.4	1,418.0

Table 4.2.6. Real Exports and Imports of Goods and Services by

## Type of Product, Chained Dollars

[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Exports of goods and services</b>	1	1,031.8	1,120.3	1,095.4	1,114.8	1,131.1	1,140.0	1,159.9
<b>Exports of goods<sup>1</sup></b>	2	721.7	785.5	767.2	778.4	796.3	800.1	817.0
Foods, feeds, and beverages	3	49.1	44.8	44.8	41.8	44.5	48.1	47.5
Industrial supplies and materials	4	164.7	174.7	172.3	175.3	175.2	176.0	176.8
Durable goods	5	55.8	58.1	57.9	58.4	57.6	58.6	59.7
Nondurable goods	6	109.1	116.8	114.7	117.1	117.9	117.6	117.4
Capital goods, except automotive	7	300.6	339.0	332.6	337.6	342.7	343.0	349.8
Civilian aircraft, engines, and parts	8	41.5	43.0	43.2	41.2	44.0	43.5	44.6
Computers, peripherals, and parts	9							
Other	10	214.5	248.4	243.0	250.8	250.2	249.7	253.6
Automotive vehicles, engines, and parts	11	79.4	86.3	82.0	83.7	90.2	89.5	91.8
Consumer goods, except automotive	12	90.2	102.0	97.7	101.8	101.6	106.8	110.9
Durable goods	13	45.9	53.3	49.7	52.8	54.1	56.4	59.2
Nondurable goods	14	44.3	48.7	48.0	49.0	47.5	50.4	51.8
Other	15	38.0	41.4	39.9	41.4	45.1	39.3	43.4
<b>Exports of services<sup>1</sup></b>	16	309.9	334.6	328.1	336.2	334.6	339.7	342.7
Transfers under U.S. military agency sales contracts	17	12.2	13.4	12.9	14.5	13.2	13.1	13.7
Travel	18	63.6	73.0	69.8	72.6	73.2	76.2	77.2
Passenger fares	19	13.5	14.4	14.1	14.8	14.3	14.3	14.5
Other transportation	20	30.4	34.9	34.1	35.2	35.0	35.4	35.7
Royalties and license fees	21	45.7	48.2	47.6	47.3	48.4	49.5	49.9
Other private services	22	132.3	138.9	137.6	139.7	138.8	139.5	139.9
Other	23	12.5	12.3	12.4	12.5	12.3	12.2	12.2
Residual	24	-1.1	-4.4	-3.7	-5.1	-4.8	-4.5	-5.2
<b>Imports of goods and services</b>	25	1,550.3	1,704.0	1,645.5	1,695.1	1,714.3	1,761.2	1,799.9
<b>Imports of goods<sup>1</sup></b>	26	1,307.3	1,448.2	1,394.1	1,437.4	1,454.9	1,506.3	1,541.9
Foods, feeds, and beverages	27	54.6	57.7	57.1	58.2	56.6	58.9	59.2
Industrial supplies and materials, except petroleum and products	28	174.1	201.2	184.1	199.6	210.4	210.8	214.4
Durable goods	29	88.3	106.7	95.8	105.5	111.3	114.2	115.1
Nondurable goods	30	85.8	94.6	88.3	94.1	99.2	96.6	99.3
Petroleum and products	31	129.3	138.2	144.3	130.5	131.2	146.6	148.2
Capital goods, except automotive	32	320.5	375.4	348.9	373.0	385.4	394.1	395.1
Civilian aircraft, engines, and parts	33	22.8	22.4	20.0	22.5	22.0	25.1	22.5
Computers, peripherals, and parts	34							
Other	35	201.4	235.9	222.6	235.4	241.7	244.0	247.3
Automotive vehicles, engines, and parts	36	208.6	222.5	218.2	223.5	225.3	222.9	226.0
Consumer goods, except automotive	37	340.9	376.8	362.8	380.1	370.5	393.9	409.5
Durable goods	38	177.4	204.1	194.7	205.8	199.7	216.1	228.9
Nondurable goods	39	163.5	173.0	168.3	174.6	171.0	178.2	181.3
Other	40	78.3	77.6	77.7	75.5	78.5	78.6	89.3
<b>Imports of services<sup>1</sup></b>	41	243.3	257.3	252.4	258.9	260.7	257.3	260.6
Direct defense expenditures	42	20.5	20.0	20.2	20.8	20.3	18.6	18.0
Travel	43	52.5	54.3	52.6	56.1	56.0	52.8	52.4
Passenger fares	44	17.9	19.5	18.7	19.5	20.0	19.7	19.8
Other transportation	45	41.6	44.9	44.6	43.8	44.0	47.2	50.0
Royalties and license fees	46	19.0	21.0	19.8	20.7	23.0	20.6	20.9
Other private services	47	84.2	90.3	89.1	90.5	90.1	91.7	92.9
Other	48	8.0	7.9	7.9	8.0	7.9	7.7	7.8
Residual	49	-1.9	-8.1	-4.1	-8.9	-10.5	-8.4	-9.7
<b>Addenda:</b>								
Exports of durable goods	50	500.8	557.1	541.9	553.0	566.7	566.9	581.9
Exports of nondurable goods	51	221.2	229.5	226.1	226.6	230.9	234.3	236.6
Exports of agricultural goods <sup>2</sup>	52	53.8	49.9	49.7	47.2	49.8	52.9	52.3
Exports of nonagricultural goods	53	667.9	737.7	719.1	733.9	748.8	749.1	766.9
Imports of durable goods	54	834.3	947.1	896.4	945.3	960.9	986.0	1,009.4
Imports of nondurable goods	55	473.2	503.1	498.2	494.7	497.2	522.2	534.5
Imports of nonpetroleum goods	56	1,177.6	1,310.8	1,248.9	1,309.5	1,326.8	1,358.2	1,393.1

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services. Beginning with 1986, repairs and alterations of equipment are reclassified from goods to services.

2. Includes parts of foods, feeds, and beverages, of nondurable industrial supplies and materials, and of nondurable nonautomotive consumer goods.

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services. Beginning with 1986, repairs and alterations of equipment are reclassified from goods to services.

2. The quantity index for computers can be used to accurately measure the real growth of this component. However, because computers exhibit rapid changes in prices relative to other prices in the economy, the chained-dollar estimates should not be used to measure the component's relative importance or its contribution to the growth rate of more aggregate series; accurate estimates of these contributions are shown in table 4.2.2, and real growth rates are shown in table 4.2.1.

3. Includes parts of foods, feeds, and beverages, of nondurable industrial supplies and materials, and of nondurable nonautomotive consumer goods.

Note. Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. For exports and for imports, the residual line is the difference between the aggregate line and the sum of the most detailed lines.



## 5. Saving and Investment

Table 5.1. Saving and Investment

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Gross saving</b> .....	1	1,487.7	1,639.0	1,568.3	1,616.3	1,631.5	1,740.0	1,781.8
<b>Net saving</b> .....	2	133.8	231.7	213.3	241.2	133.6	338.7	373.7
Net private saving.....	3	501.5	583.6	592.4	602.9	504.1	634.8	620.3
Personal saving.....	4	110.6	115.0	86.8	113.4	63.4	196.5	80.1
Undistributed corporate profits with inventory valuation and capital consumption adjustments.....	5	390.9	468.5	505.7	489.5	440.7	438.3	540.2
Undistributed profits.....	6	244.2	272.3	302.5	303.9	255.5	227.4	521.8
Inventory valuation adjustment.....	7	-14.1	-42.9	-37.0	-47.8	-37.8	-49.1	-40.8
Capital consumption adjustment.....	8	160.8	239.1	240.2	233.3	223.0	260.0	59.2
Wage accruals less disbursements.....	9	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net government saving.....	10	-367.8	-351.9	-379.2	-361.7	-370.5	-296.1	-246.6
Federal.....	11	-364.5	-369.4	-391.0	-380.0	-375.0	-331.7	-278.6
State and local.....	12	-3.2	17.6	11.8	18.3	4.5	35.6	32.0
<b>Consumption of fixed capital</b> .....	13	1,353.9	1,407.3	1,355.0	1,375.2	1,497.9	1,401.2	1,408.1
Private.....	14	1,135.9	1,178.3	1,132.4	1,148.1	1,266.8	1,165.7	1,167.9
Domestic business.....	15	942.6	967.3	936.4	948.8	1,021.8	962.3	963.6
Households and institutions.....	16	193.3	211.0	196.0	199.4	245.1	203.5	204.3
Government.....	17	218.1	229.0	222.6	227.0	231.1	235.5	240.2
Federal.....	18	90.2	93.0	91.6	92.8	93.4	94.5	95.5
State and local.....	19	127.9	136.0	131.0	134.3	137.7	141.0	144.7
<b>Gross domestic investment, capital account transactions, and net lending, NIPAs...</b>	20	1,513.3	1,671.0	1,631.3	1,672.8	1,691.9	1,687.9	1,711.7
Gross domestic investment.....	21	2,024.2	2,307.0	2,188.3	2,302.9	2,325.6	2,411.2	2,469.8
Gross private domestic investment.....	22	1,665.8	1,927.3	1,819.7	1,920.7	1,947.0	2,021.9	2,084.6
Gross government investment.....	23	358.5	379.7	368.6	382.2	378.7	389.3	385.2
Capital account transactions (net) <sup>1</sup> .....	24	3.1	1.3	1.4	1.1	1.3	1.3	.....
Net lending or net borrowing (-), NIPAs.....	25	-514.0	-637.3	-558.4	-631.2	-635.0	-724.7	.....
<b>Statistical discrepancy</b> .....	26	25.6	31.9	63.0	56.4	60.4	-52.1	-70.1
<b>Addenda:</b>								
Gross private saving.....	27	1,637.4	1,761.9	1,724.9	1,751.1	1,770.9	1,800.6	1,788.2
Gross government saving.....	28	-149.7	-122.8	-156.6	-134.7	-139.4	-60.6	-6.4
Federal.....	29	-274.3	-276.4	-299.5	-287.2	-281.6	-237.2	-183.1
State and local.....	30	124.7	153.6	142.9	152.5	142.2	176.6	176.7
Net domestic investment.....	31	670.3	899.7	833.3	927.7	827.7	1,010.0	1,061.7
<b>Gross saving as a percentage of gross national income</b> .....	32	13.5	14.0	13.7	13.9	13.8	14.4	14.5
<b>Net saving as a percentage of gross national income</b> .....	33	1.2	2.0	1.9	2.1	1.1	2.8	3.0

1. Consists of capital transfers and the acquisition and disposal of nonproduced nonfinancial assets.

Table 5.3.1. Percent Change From Preceding Period in Real Private Fixed Investment by Type

[Percent]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Private fixed investment</b> .....	1	5.1	10.3	4.5	13.9	8.8	10.5	5.3
<b>Nonresidential</b> .....	2	3.3	10.6	4.2	12.5	13.0	14.5	3.5
<b>Structures</b> .....	3	-5.6	1.4	-7.6	6.9	-1.1	2.1	-3.3
Commercial and health care.....	4	-7.0	-0.5	-9.1	21.3	-1.8	-9.6	-5.6
Manufacturing.....	5	-14.7	-1.2	-16.8	-14.2	25.4	70.9	19.5
Power and communication.....	6	-19.9	-8.0	-13.4	-37.0	-20.9	15.0	19.8
Mining exploration, shafts, and wells.....	7	23.1	18.8	6.7	20.0	9.5	23.7	-6.4
Other structures <sup>1</sup> .....	8	-2.7	1.7	-7.0	16.8	1.6	-8.6	-14.6
<b>Equipment and software</b> .....	9	6.4	13.6	8.0	14.2	17.5	18.4	5.6
Information processing equipment and software.....	10	12.0	16.2	16.4	14.1	7.5	17.7	21.1
Computers and peripheral equipment.....	11	33.0	26.6	6.5	26.5	20.7	52.6	50.1
Software <sup>2</sup> .....	12	4.7	12.4	16.8	8.7	6.8	20.5	13.0
Other <sup>3</sup> .....	13	9.2	14.1	22.1	12.7	1.1	-1.7	13.2
Industrial equipment.....	14	0.1	5.1	6.6	2.1	27.7	7.6	4.1
Transportation equipment.....	15	-3.1	12.5	-15.0	26.1	38.1	40.6	-16.9
Other equipment <sup>4</sup> .....	16	5.4	15.2	8.3	16.1	22.6	12.1	-10.7
<b>Residential</b> .....	17	8.8	9.7	5.0	16.5	1.6	3.4	8.8
<b>Structures</b> .....	18	8.8	9.7	4.9	16.7	1.5	3.3	8.9
Permanent site.....	19	10.5	10.5	6.7	9.0	2.7	0.5	13.4
Single family.....	20	11.3	11.3	7.1	8.9	3.0	0.0	12.7
Multifamily.....	21	3.5	3.1	2.8	9.8	0.2	4.5	19.9
Other structures <sup>5</sup> .....	22	6.2	8.4	2.1	30.5	-0.4	8.1	1.9
<b>Equipment</b> .....	23	9.2	11.1	11.9	3.7	9.1	8.3	-1.1
<b>Addenda:</b>								
Private fixed investment in structures.....	24	3.7	7.0	0.9	13.7	0.7	2.9	5.1
Private fixed investment in equipment and software.....	25	6.4	13.6	8.1	14.1	17.4	18.3	5.6
Private fixed investment in new structures <sup>6</sup> .....	26	2.9	5.9	0.9	6.7	1.7	2.3	6.6
Nonresidential structures.....	27	-5.6	1.3	-7.6	6.8	-1.2	2.0	-3.3
Residential structures.....	28	8.1	8.3	5.5	6.7	3.1	2.4	11.9

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.

2. Excludes software "embedded" or bundled, in computers and other equipment.

3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.

4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.

5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.

6. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

Table 5.3.2. Contributions to Percent Change in Real Private Fixed Investment by Type

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Percent change at annual rate:</b>								
Private fixed investment ....	1	5.1	10.3	4.5	13.9	8.8	10.5	5.3
<b>Percentage points at annual rates:</b>								
<b>Nonresidential</b> .....	2	2.21	6.91	2.73	8.11	8.21	9.25	2.32
Structures .....	3	-0.98	0.22	-1.19	1.07	-0.16	0.32	-0.49
Commercial and health care .....	4	-0.52	-0.04	-0.60	1.24	-0.11	-0.62	-0.35
Manufacturing .....	5	-0.15	-0.01	-0.15	-0.12	0.17	0.44	0.16
Power and communication .....	6	-0.63	-0.20	-0.35	-1.03	-0.48	0.28	0.38
Mining exploration, shafts, and wells .....	7	0.43	0.40	0.14	0.42	0.21	0.52	-0.17
Other structures <sup>1</sup> .....	8	-0.10	0.06	-0.25	0.55	0.05	-0.30	-0.51
<b>Equipment and software</b> .....	9	3.19	6.69	3.92	7.05	8.37	8.93	2.80
Information processing equipment and software .....	10	3.00	4.08	4.01	3.67	1.92	4.34	4.96
Computers and peripheral equipment .....	11	1.61	1.45	0.37	1.47	1.14	2.63	2.54
Software <sup>2</sup> .....	12	0.47	1.20	1.54	0.87	0.66	1.87	1.19
Other <sup>3</sup> .....	13	0.91	1.43	2.10	1.33	0.11	-0.16	1.22
Industrial equipment .....	14	0.01	0.43	0.52	0.17	2.03	0.62	0.33
Transportation equipment .....	15	-0.25	0.96	-1.26	1.88	2.64	2.95	-1.53
Other equipment <sup>4</sup> .....	16	0.43	1.23	0.66	1.32	1.78	1.02	-0.95
<b>Residential</b> .....	17	2.86	3.36	1.75	5.76	0.59	1.22	3.02
Structures .....	18	2.82	3.31	1.70	5.74	0.55	1.18	3.03
Permanent site .....	19	2.03	2.19	1.43	1.99	0.60	0.10	2.78
Single family .....	20	1.95	2.13	1.37	1.78	0.60	0.01	2.39
Multifamily .....	21	0.07	0.07	0.06	0.21	0.00	0.10	0.39
Other structures <sup>5</sup> .....	22	0.79	1.11	0.27	3.75	-0.05	1.08	0.25
<b>Equipment</b> .....	23	0.04	0.05	0.05	0.02	0.04	0.04	0.00
<b>Addenda:</b>								
Private fixed investment in structures .....	24	1.83	3.52	0.50	6.81	0.39	1.50	2.54
Private fixed investment in equipment and software .....	25	3.23	6.75	3.97	7.06	8.41	8.97	2.80
Private fixed investment in new structures <sup>6</sup> .....	26	1.29	2.66	0.45	3.13	0.77	1.04	2.92
Nonresidential structures .....	27	-0.98	0.21	-1.19	1.05	-0.17	0.31	-0.49
Residential structures .....	28	2.27	2.45	1.64	2.09	0.94	0.74	3.41

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.

2. Excludes software "embedded," or bundled, in computers and other equipment.

3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.

4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.

5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.

6. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

Table 5.3.3. Real Private Fixed Investment by Type, Quantity Indexes  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Private fixed investment</b> .....	1	96.924	106.877	102.529	105.913	108.170	110.897	112.349
<b>Nonresidential</b> .....	2	90.157	99.720	95.204	98.041	101.075	104.560	105.472
<b>Structures</b> .....	3	75.810	76.844	75.886	77.171	76.958	77.359	76.714
Commercial and health care .....	4	74.227	73.824	71.796	75.348	75.006	73.145	72.092
Manufacturing .....	5	41.256	40.743	39.318	37.839	40.038	45.776	47.859
Power and communication .....	6	79.852	73.466	81.600	72.699	68.565	71.000	74.277
Mining exploration, shafts, and wells .....	7	106.863	126.993	119.605	125.188	128.066	135.073	132.852
Other structures <sup>1</sup> .....	8	78.553	79.893	77.869	80.959	81.272	79.472	76.407
<b>Equipment and software</b> .....	9	95.679	108.670	102.699	106.157	110.524	115.299	116.883
Information processing equipment and software .....	10	105.291	122.299	116.982	120.907	123.101	128.208	134.492
Computers and peripheral equipment .....	11	151.298	191.516	173.806	184.318	193.210	214.730	237.689
Software <sup>2</sup> .....	12	97.197	109.225	105.355	107.579	109.374	114.590	118.138
Other <sup>3</sup> .....	13	94.409	107.766	105.333	108.535	108.828	108.366	111.781
Industrial equipment .....	14	86.411	90.840	87.305	87.752	93.289	95.014	95.970
Transportation equipment .....	15	75.618	85.057	76.298	80.847	87.643	95.440	91.112
Other equipment <sup>4</sup> .....	16	99.963	115.162	108.274	112.402	118.280	121.693	118.287
<b>Residential</b> .....	17	114.392	125.457	121.400	126.122	126.628	127.680	130.392
<b>Structures</b> .....	18	114.426	125.472	121.396	126.168	126.645	127.677	130.429
Permanent site .....	19	115.579	127.682	125.180	127.898	128.752	128.899	133.014
Single family .....	20	115.795	128.897	126.382	129.101	130.047	130.059	134.011
Multifamily .....	21	113.665	117.137	114.747	117.456	117.517	118.828	124.352
Other structures <sup>5</sup> .....	22	112.649	122.096	115.571	123.534	123.421	125.858	126.448
<b>Equipment</b> .....	23	112.240	124.716	121.900	123.005	125.711	128.248	127.889
<b>Addenda:</b>								
Private fixed investment in structures .....	24	98.345	105.273	102.480	105.817	106.012	106.783	108.125
Private fixed investment in equipment and software .....	25	95.814	108.801	102.855	106.294	110.649	115.406	116.975
Private fixed investment in new structures <sup>6</sup> .....	26	96.308	101.964	100.373	102.019	102.445	103.020	104.681
Nonresidential structures .....	27	75.950	76.944	76.014	77.276	77.051	77.435	76.779
Residential structures .....	28	112.870	122.235	120.115	122.073	123.013	123.740	127.262

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.

2. Excludes software "embedded," or bundled, in computers and other equipment.

3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.

4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.

5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.

6. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

**Table 5.3.4. Price Indexes for Private Fixed Investment by Type**  
[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Private fixed investment</b> .....	1	<b>102.435</b>	<b>104.978</b>	<b>103.618</b>	<b>104.709</b>	<b>105.482</b>	<b>106.101</b>	<b>106.848</b>
<b>Nonresidential</b> .....	2	<b>98.546</b>	<b>99.328</b>	<b>98.793</b>	<b>99.220</b>	<b>99.449</b>	<b>99.850</b>	<b>100.494</b>
<b>Structures</b> .....	3	<b>110.176</b>	<b>115.578</b>	<b>111.926</b>	<b>113.984</b>	<b>116.677</b>	<b>119.726</b>	<b>122.740</b>
Commercial and health care .....	4	109.279	114.781	111.436	113.585	115.927	118.175	119.806
Manufacturing .....	5	108.466	113.680	110.371	112.497	114.814	117.039	118.652
Power and communication .....	6	107.935	115.704	110.582	114.409	117.479	120.348	122.057
Mining exploration, shafts, and wells .....	7	122.504	125.546	121.300	121.461	125.956	133.465	144.368
Other structures <sup>1</sup> .....	8	109.106	114.111	111.088	112.995	115.160	117.200	118.755
<b>Equipment and software</b> .....	9	<b>94.754</b>	<b>94.382</b>	<b>94.611</b>	<b>94.626</b>	<b>94.256</b>	<b>94.034</b>	<b>94.135</b>
Information processing equipment and software .....	10	87.570	84.638	85.604	85.016	84.434	83.498	82.742
Computers and peripheral equipment .....	11	62.100	57.113	59.030	58.015	56.548	54.857	52.295
Software <sup>2</sup> .....	12	96.862	94.789	95.229	94.929	94.921	94.076	94.401
Other <sup>3</sup> .....	13	94.763	93.137	93.613	93.189	92.952	92.793	93.071
Industrial equipment .....	14	101.641	104.192	102.970	103.750	104.515	105.533	106.863
Transportation equipment .....	15	104.064	109.482	109.754	110.286	108.675	109.214	109.535
Other equipment <sup>4</sup> .....	16	103.305	104.460	103.221	104.371	104.840	105.406	107.453
<b>Residential</b> .....	17	<b>111.951</b>	<b>118.338</b>	<b>115.179</b>	<b>117.710</b>	<b>119.674</b>	<b>120.787</b>	<b>121.767</b>
<b>Structures</b> .....	18	<b>112.202</b>	<b>118.737</b>	<b>115.511</b>	<b>118.093</b>	<b>120.104</b>	<b>121.239</b>	<b>122.197</b>
Permanent site .....	19	112.911	120.234	116.381	119.304	121.768	123.484	124.142
Single family .....	20	113.270	120.590	116.725	119.657	122.128	123.850	124.509
Multifamily .....	21	109.951	116.787	113.044	115.883	118.276	119.944	120.582
Other structures <sup>5</sup> .....	22	111.123	116.390	114.160	116.194	117.493	117.714	119.146
<b>Equipment</b> .....	23	<b>96.804</b>	<b>94.224</b>	<b>95.148</b>	<b>94.629</b>	<b>93.658</b>	<b>93.459</b>	<b>95.817</b>
<b>Addenda:</b>								
Private fixed investment in structures .....	24	111.569	117.734	114.382	116.803	119.020	120.732	122.303
Private fixed investment in equipment and software .....	25	94.770	94.377	94.612	94.623	94.247	94.026	94.146
Private fixed investment in new structures <sup>6</sup> .....	26	111.407	117.998	114.275	116.881	119.357	121.479	123.020
Nonresidential structures .....	27	110.212	115.656	111.979	114.055	116.761	119.829	122.860
Residential structures .....	28	112.003	119.213	115.463	118.343	120.702	122.343	123.143

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.  
2. Excludes software "embedded" or bundled, in computers and other equipment.  
3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.  
4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.  
5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.  
6. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

**Table 5.3.5. Private Fixed Investment by Type**  
[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Private fixed investment</b> .....	1	<b>1,667.0</b>	<b>1,884.0</b>	<b>1,783.5</b>	<b>1,861.7</b>	<b>1,915.4</b>	<b>1,975.3</b>	<b>2,015.2</b>
<b>Nonresidential</b> .....	2	<b>1,094.7</b>	<b>1,220.5</b>	<b>1,158.8</b>	<b>1,198.5</b>	<b>1,238.5</b>	<b>1,286.3</b>	<b>1,305.9</b>
<b>Structures</b> .....	3	<b>261.6</b>	<b>278.2</b>	<b>266.0</b>	<b>275.5</b>	<b>281.2</b>	<b>290.0</b>	<b>294.9</b>
Commercial and health care .....	4	111.6	116.6	110.0	117.7	119.6	118.9	118.8
Manufacturing .....	5	14.2	14.7	13.8	13.5	14.6	17.0	18.1
Power and communication .....	6	40.3	39.7	42.2	38.9	37.7	40.0	42.4
Mining exploration, shafts, and wells .....	7	35.6	43.5	39.5	41.4	43.9	49.1	52.2
Other structures <sup>1</sup> .....	8	59.9	63.7	60.4	63.9	65.4	65.1	63.4
<b>Equipment and software</b> .....	9	<b>833.1</b>	<b>942.4</b>	<b>892.8</b>	<b>923.1</b>	<b>957.3</b>	<b>996.3</b>	<b>1,011.0</b>
Information processing equipment and software .....	10	431.2	484.2	468.5	480.9	486.3	500.9	520.7
Computers and peripheral equipment .....	11	95.3	111.0	104.4	108.8	111.1	119.8	126.4
Software <sup>2</sup> .....	12	165.8	182.4	176.8	180.0	182.9	190.0	196.5
Other <sup>3</sup> .....	13	170.0	190.7	187.4	192.2	192.2	191.1	197.7
Industrial equipment .....	14	139.8	150.7	143.1	145.0	155.2	159.6	163.3
Transportation equipment .....	15	126.6	149.6	134.5	143.2	153.0	167.5	160.3
Other equipment <sup>4</sup> .....	16	135.5	157.9	146.6	153.9	162.7	168.3	166.8
<b>Residential</b> .....	17	<b>572.3</b>	<b>663.4</b>	<b>624.6</b>	<b>663.2</b>	<b>677.0</b>	<b>688.9</b>	<b>709.3</b>
<b>Structures</b> .....	18	<b>564.3</b>	<b>654.8</b>	<b>616.1</b>	<b>654.6</b>	<b>668.3</b>	<b>680.1</b>	<b>700.3</b>
Permanent site .....	19	345.9	406.8	386.0	404.3	415.4	421.7	437.5
Single family .....	20	310.6	368.1	349.3	365.8	376.1	381.4	395.1
Multifamily .....	21	35.3	38.7	36.7	38.5	39.3	40.3	42.4
Other structures <sup>5</sup> .....	22	218.4	248.0	230.1	250.4	252.9	258.4	262.8
<b>Equipment</b> .....	23	<b>8.0</b>	<b>8.7</b>	<b>8.5</b>	<b>8.6</b>	<b>8.7</b>	<b>8.8</b>	<b>9.0</b>
<b>Addenda:</b>								
Private fixed investment in structures .....	24	825.9	933.0	882.1	930.1	949.5	970.2	995.1
Private fixed investment in equipment and software .....	25	841.1	951.0	901.4	931.6	965.9	1,005.1	1,020.1
Private fixed investment in new structures <sup>6</sup> .....	26	748.0	838.7	799.4	831.1	852.2	872.2	897.5
Nonresidential structures .....	27	261.3	277.8	265.7	275.1	280.8	289.6	294.4
Residential structures .....	28	486.7	561.0	533.8	556.0	571.4	582.6	603.1

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.  
2. Excludes software "embedded" or bundled, in computers and other equipment.  
3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.  
4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.  
5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.  
6. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

**Table 5.3.6. Real Private Fixed Investment by Type, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Private fixed investment</b> .....	1	1,627.3	1,794.4	1,721.4	1,778.3	1,816.1	1,861.9	1,886.3
<b>Nonresidential</b> .....	2	1,110.8	1,228.6	1,173.0	1,207.9	1,245.3	1,288.3	1,299.5
<b>Structures</b> .....	3	237.4	240.7	237.7	241.7	241.0	242.3	240.3
Commercial and health care .....	4	102.1	101.5	98.8	103.6	103.2	100.6	99.2
Manufacturing .....	5	13.1	13.0	12.5	12.0	12.7	14.6	15.2
Power and communication .....	6	37.4	34.4	38.2	34.0	32.1	33.2	34.8
Mining exploration, shafts, and wells .....	7	29.0	34.5	32.5	34.0	34.8	36.7	36.1
Other structures <sup>1</sup> .....	8	54.9	55.8	54.4	56.6	56.8	55.5	53.4
<b>Equipment and software</b> .....	9	879.2	998.6	943.7	975.5	1,015.6	1,059.5	1,074.0
Information processing equipment and software .....	10	492.4	571.9	547.0	565.4	575.6	599.5	628.9
Computers and peripheral equipment <sup>2</sup> .....	11							
Software <sup>3</sup> .....	12	171.2	192.4	185.6	189.5	192.7	201.9	208.1
Other <sup>4</sup> .....	13	179.4	204.8	200.2	206.2	206.8	205.9	212.4
Industrial equipment .....	14	137.6	144.6	139.0	139.7	148.5	151.3	152.8
Transportation equipment .....	15	121.6	136.8	122.7	130.0	141.0	153.5	146.5
Other equipment <sup>5</sup> .....	16	131.2	151.1	142.1	147.5	155.2	159.7	155.2
<b>Residential</b> .....	17	511.2	560.7	542.5	563.6	565.9	570.6	582.7
<b>Structures</b> .....	18	503.0	551.5	533.6	554.6	556.7	561.2	573.3
Permanent site .....	19	306.3	338.4	331.8	339.0	341.3	341.6	352.6
Single family .....	20	274.2	305.2	299.3	305.7	307.9	308.0	317.3
Multifamily .....	21	32.1	33.1	32.4	33.2	33.2	33.6	35.1
Other structures <sup>6</sup> .....	22	196.6	213.1	201.7	215.6	215.4	219.6	220.6
<b>Equipment</b> .....	23	8.3	9.2	9.0	9.1	9.3	9.4	9.4
Residual .....	24	-14.9	-29.4	-23.3	-25.4	-29.5	-39.4	-50.9
<b>Addenda:</b>								
Private fixed investment in structures .....	25	740.3	792.4	771.4	796.5	798.0	803.8	813.9
Private fixed investment in equipment and software .....	26	887.5	1,007.8	952.7	984.5	1,024.9	1,068.9	1,083.5
Private fixed investment in new structures <sup>7</sup> .....	27	671.4	710.8	699.7	711.2	714.2	718.2	729.8
Nonresidential structures .....	28	237.1	240.2	237.3	241.2	240.5	241.7	239.7
Residential structures .....	29	434.6	470.6	462.4	470.0	473.6	476.4	490.0

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.  
 2. The quantity index for computers can be used to accurately measure the real growth rate of this component. However, because computers exhibit rapid changes in prices relative to other prices in the economy, the chained-dollar estimates should not be used to measure the component's relative importance or its contribution to the growth rate of more aggregate series; accurate estimates of these contributions are shown in table 5.3.2 and real growth rates are shown in table 5.3.1.  
 3. Excludes software "embedded," or bundled, in computers and other equipment.  
 4. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.  
 5. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.  
 6. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.  
 7. Excludes net purchases of used structures and brokers' commissions on the sale of structures.  
 Note: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

**Table 5.6.5B. Change in Private Inventories by Industry**  
[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Change in private inventories</b> .....	1	-1.2	43.4	36.2	59.0	31.6	46.7	69.4
Farm .....	2	0.3	-1.1	1.0	-2.4	-0.2	-2.6	-6.0
Mining, utilities, and construction ..	3	0.2	-0.2	-5.2	-2.0	5.5	0.9	3.2
Manufacturing .....	4	-15.4	6.3	3.2	9.6	7.2	5.2	29.0
Durable goods industries .....	5	-11.3	4.0	-2.2	6.0	8.2	4.0	20.3
Nondurable goods industries .....	6	-4.1	2.3	5.4	3.6	-1.0	1.2	8.7
Wholesale trade .....	7	-0.3	22.3	8.8	21.2	35.3	24.2	24.4
Durable goods industries .....	8	-0.3	17.8	11.1	16.7	28.1	15.5	16.5
Nondurable goods industries .....	9	0.0	4.5	-2.3	4.5	7.2	8.6	7.9
Retail trade .....	10	13.0	12.8	25.6	30.2	-20.4	15.7	14.4
Motor vehicle and parts dealers ..	11	6.1	1.2	17.9	16.4	-22.2	-7.1	3.3
Food and beverage stores .....	12	-0.5	0.7	0.3	1.8	-0.1	0.8	-0.2
General merchandise stores .....	13	0.7	3.4	3.0	2.8	0.3	7.4	4.6
Other retail stores .....	14	6.7	7.4	4.4	9.2	1.6	16.6	6.7
Other industries .....	15	1.0	3.2	2.8	2.3	4.2	3.4	4.3
<b>Addenda:</b>								
Change in private inventories ...	16	-1.2	43.4	36.2	59.0	31.6	46.7	69.4
Durable goods industries .....	17	0.6	29.8	31.2	47.4	16.1	24.4	43.6
Nondurable goods industries .....	18	-1.8	13.6	5.0	11.6	15.5	22.3	25.8
Nonfarm industries .....	19	-1.5	44.4	35.2	61.4	31.8	49.3	75.4
Nonfarm change in book value <sup>1</sup> .....	20	16.9	97.4	82.0	119.2	73.8	114.5	119.6
Nonfarm inventory valuation adjustment <sup>2</sup> .....	21	-18.3	-53.0	-46.8	-57.8	-42.0	-65.2	-44.2
Wholesale trade .....	22	-0.3	22.3	8.8	21.2	35.3	24.2	24.4
Merchant wholesale trade .....	23	1.5	19.9	7.6	16.5	31.5	23.8	17.7
Durable goods industries ..	24	1.1	16.5	10.4	15.3	24.6	15.8	12.2
Nondurable goods industries .....	25	0.4	3.3	-2.8	1.3	6.9	7.9	5.5
Nonmerchant wholesale trade .....	26	-1.8	2.5	1.2	4.6	3.8	0.4	6.7

1. This series is derived from the Census Bureau series "current cost inventories."  
 2. The inventory valuation adjustment (IVA) shown in this table differs from the IVA that adjusts business incomes. The IVA in this table reflects the mix of methods (such as first-in, first-out and last-in, first-out) underlying inventories derived primarily from Census Bureau statistics (see footnote 1). This mix differs from that underlying business income derived primarily from Internal Revenue Service statistics.  
 Note: Estimates in this table are based on the North American Industry Classification System (NAICS).

**Table 5.6.6B. Real Change in Private Inventories by Industry, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Change in private inventories</b> .....	1	-0.8	45.7	40.0	61.1	34.5	47.2	68.4
Farm .....	2	0.3	3.4	5.1	3.0	3.8	1.7	-0.2
Mining, utilities, and construction ..	3	0.3	-0.2	-4.5	-1.7	4.5	0.7	2.5
Manufacturing .....	4	-15.2	5.9	3.0	9.1	7.0	4.6	25.9
Durable goods industries .....	5	-11.4	3.8	-2.2	5.9	7.8	3.7	18.7
Nondurable goods industries .....	6	-3.9	2.1	5.0	3.3	-0.6	0.9	7.5
Wholesale trade .....	7	0.0	21.0	8.5	20.0	33.2	22.3	22.6
Durable goods industries .....	8	-0.3	17.4	11.1	16.4	27.2	14.9	15.7
Nondurable goods industries .....	9	0.3	4.0	-2.0	4.0	6.6	7.6	7.0
Retail trade .....	10	13.1	12.7	25.6	29.9	-20.1	15.3	13.9
Motor vehicle and parts dealers ..	11	6.2	1.4	18.7	17.1	-23.1	-7.2	3.3
Food and beverage stores .....	12	-0.4	0.6	0.3	1.6	-0.1	0.7	-0.2
General merchandise stores .....	13	0.7	3.3	3.0	2.7	0.3	7.2	4.4
Other retail stores .....	14	6.7	7.2	4.3	8.9	1.6	14.0	6.4
Other industries .....	15	1.0	3.1	2.8	2.3	4.1	3.4	4.2
Residual .....	16	-0.3	-0.4	-1.6	-2.4	2.4	-0.4	-0.9
<b>Addenda:</b>								
Change in private inventories ...	17	-0.8	45.7	40.0	61.1	34.5	47.2	68.4
Durable goods industries .....	18	0.4	29.3	31.3	46.8	15.6	23.5	41.6
Nondurable goods industries .....	19	-1.1	17.1	9.8	16.1	18.9	23.8	27.7
Nonfarm industries .....	20	-1.1	42.4	34.5	58.8	30.4	45.9	69.9
Wholesale trade .....	21	0.0	21.0	8.5	20.0	33.2	22.3	22.6
Merchant wholesale trade .....	22	1.8	18.7	7.4	15.7	29.7	22.1	16.4
Durable goods industries ..	23	1.1	16.0	10.3	15.0	23.7	15.1	11.6
Nondurable goods industries .....	24	0.7	3.0	-2.5	1.2	6.4	7.1	4.9
Nonmerchant wholesale trade .....	25	-1.8	2.3	1.2	4.4	3.5	0.3	6.0

Note: Estimates in this table are based on the North American Industry Classification System (NAICS).  
 Chained (2000) dollar series for real change in private inventories are calculated as the period-to-period change in chained-dollar end-of-period inventories. Quarterly changes in end-of-period inventories are stated at annual rates. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

**Table 5.7.5B. Private Inventories and Domestic Final Sales by Industry**  
[Billions of dollars]

	Line	Seasonally adjusted quarterly totals				
		2004				2005
		I	II	III	IV	I
<b>Private inventories</b> <sup>1</sup>	1	1,606.0	1,645.8	1,660.1	1,693.7	1,735.6
Farm	2	175.4	178.6	163.4	164.5	169.7
Mining, utilities, and construction	3	53.9	55.4	57.9	60.9	62.1
Manufacturing	4	452.1	463.7	478.6	488.6	504.3
Durable goods industries	5	263.5	268.6	277.0	282.0	289.4
Nondurable goods industries	6	188.6	195.0	201.6	206.6	214.9
Wholesale trade	7	366.6	376.4	389.0	399.3	409.9
Durable goods industries	8	209.5	216.4	227.3	233.4	237.6
Nondurable goods industries	9	157.1	160.0	161.7	165.9	172.3
Retail trade	10	443.8	456.3	453.9	461.0	467.9
Motor vehicle and parts dealers	11	148.3	153.8	149.2	148.5	149.1
Food and beverage stores	12	35.8	37.0	36.8	37.3	37.7
General merchandise stores	13	68.1	69.3	69.4	71.6	73.3
Other retail stores	14	191.6	196.3	198.5	203.7	207.7
Other industries	15	114.3	115.4	117.2	119.4	121.7
<b>Addenda:</b>						
Private inventories	16	1,606.0	1,645.8	1,660.1	1,693.7	1,735.6
Durable goods industries	17	711.8	733.7	750.0	764.0	778.4
Nondurable goods industries	18	894.2	912.0	910.1	929.7	957.2
Nonfarm industries	19	1,430.6	1,467.2	1,496.7	1,529.2	1,565.9
Wholesale trade	20	366.6	376.4	389.0	399.3	409.9
Merchant wholesale trade	21	316.2	323.9	334.0	343.1	350.7
Durable goods industries	22	182.6	188.9	198.5	204.5	207.5
Nondurable goods industries	23	133.6	135.0	135.4	138.6	143.1
Nonmerchant wholesale trade	24	50.4	52.5	55.1	56.2	59.2
<b>Final sales of domestic business</b> <sup>2</sup>	25	733.9	745.1	757.8	769.1	780.0
<b>Final sales of goods and structures of domestic business</b> <sup>2</sup>	26	403.0	409.7	417.9	424.1	429.5
<b>Ratios of private inventories to final sales of domestic business:</b>						
Private inventories to final sales	27	2.19	2.21	2.19	2.20	2.23
Nonfarm inventories to final sales	28	1.95	1.97	1.97	1.99	2.01
Nonfarm inventories to final sales of goods and structures	29	3.55	3.58	3.58	3.61	3.65

1. Inventories are as of the end of the quarter. The quarter-to-quarter change in inventories calculated from current-dollar inventories in this table is not the current-dollar change in private inventories component of GDP. The former is the difference between two inventory stocks, each valued at its respective end-of-quarter prices. The latter is the change in the physical volume of inventories valued at average prices of the quarter. In addition, changes calculated from this table are at quarterly rates, whereas, the change in private inventories is stated at annual rates.

2. Quarterly totals at monthly rates. Final sales of domestic business equals final sales of domestic product less gross value added of households and institutions and of general government, and it includes a small amount of final sales by farm and by government enterprises.

Note: Estimates in this table are based on the North American Industry Classification System (NAICS).

**Table 5.7.6B. Real Private Inventories and Real Domestic Final Sales by Industry, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	Seasonally adjusted quarterly totals				
		2004				2005
		I	II	III	IV	I
<b>Private inventories</b> <sup>1</sup>	1	1,509.9	1,525.2	1,533.8	1,545.6	1,562.7
Farm	2	126.4	127.2	128.1	128.5	128.5
Mining, utilities, and construction	3	46.6	46.2	47.3	47.5	48.1
Manufacturing	4	430.9	433.2	435.0	436.1	442.6
Durable goods industries	5	256.1	257.5	259.5	260.4	265.1
Nondurable goods industries	6	174.7	175.5	175.4	175.6	177.5
Wholesale trade	7	349.7	354.7	363.0	368.6	374.2
Durable goods industries	8	207.7	211.8	218.6	222.4	226.3
Nondurable goods industries	9	141.8	142.8	144.5	146.4	148.1
Retail trade	10	442.0	449.5	444.5	448.3	451.8
Motor vehicle and parts dealers	11	155.2	159.5	153.7	151.9	152.8
Food and beverage stores	12	32.8	33.2	33.2	33.4	33.3
General merchandise stores	13	66.5	67.2	67.3	69.1	70.2
Other retail stores	14	187.9	190.2	190.6	194.1	195.7
Other industries	15	114.0	114.6	115.6	116.5	117.5
Residual	16	0.2	-0.5	0.0	-0.2	-0.4
<b>Addenda:</b>						
Private inventories	17	1,509.9	1,525.2	1,533.8	1,545.6	1,562.7
Durable goods industries	18	708.5	720.2	724.1	730.0	740.4
Nondurable goods industries	19	801.5	805.6	810.3	816.2	823.2
Nonfarm industries	20	1,383.5	1,398.2	1,405.8	1,417.2	1,434.7
Wholesale trade	21	349.7	354.7	363.0	368.6	374.2
Merchant wholesale trade	22	301.5	305.5	312.9	318.4	322.5
Durable goods industries	23	180.7	184.4	190.3	194.1	197.0
Nondurable goods industries	24	120.8	121.0	122.6	124.4	125.6
Nonmerchant wholesale trade	25	48.1	49.2	50.1	50.2	51.7
<b>Final sales of domestic business</b> <sup>2</sup>	26	624.5	628.7	637.8	644.7	648.9
<b>Final sales of goods and structures of domestic business</b> <sup>2</sup>	27	390.8	393.5	401.4	405.3	407.9
<b>Ratios of private inventories to final sales of domestic business:</b>						
Private inventories to final sales	28	2.42	2.43	2.40	2.40	2.41
Nonfarm inventories to final sales	29	2.22	2.22	2.20	2.20	2.21
Nonfarm inventories to final sales of goods and structures	30	3.54	3.55	3.50	3.50	3.52

1. Inventories are as of the end of the quarter. The quarter-to-quarter changes calculated from this table are at quarterly rates, whereas the change in private inventories component of GDP is stated at annual rates.

2. Quarterly totals at monthly rates. Final sales of domestic business equals final sales of domestic product less gross value added of households and institutions and of general government, and it includes a small amount of final sales by farm and by government enterprises.

Note: Estimates in this table are based on the North American Industry Classification System (NAICS).

Chained (2000) dollar inventory series are calculated to ensure that the chained (2000) dollar change in inventories for 2000 equals the current-dollar change in inventories for 2000 and that the average of the 1999 and 2000 end-of-year chain-weighted and fixed-weighted inventories are equal.

**Table 5.7.9B. Implicit Price Deflators for Private Inventories by Industry**  
[Index numbers, 2000=100]

	Line	Seasonally adjusted				
		2004				2005
		I	II	III	IV	I
<b>Private inventories</b> <sup>1</sup>	1	106.362	107.905	108.231	109.579	111.065
Farm	2	138.741	140.419	127.550	127.938	132.085
Mining, utilities, and construction	3	115.478	119.907	122.395	128.164	129.065
Manufacturing	4	104.904	107.030	110.031	112.034	113.954
Durable goods industries	5	102.914	104.314	106.756	108.279	109.189
Nondurable goods industries	6	107.928	111.119	114.946	117.664	121.087
Wholesale trade	7	104.828	106.120	107.173	108.330	109.529
Durable goods industries	8	100.851	102.176	103.967	104.969	104.987
Nondurable goods industries	9	110.741	111.984	111.932	113.321	116.318
Retail trade	10	100.400	101.517	102.123	102.837	103.568
Motor vehicle and parts dealers	11	95.515	96.427	97.020	97.723	97.630
Food and beverage stores	12	108.989	111.247	110.947	111.662	113.241
General merchandise stores	13	102.371	103.034	103.139	103.593	104.421
Other retail stores	14	101.965	103.208	104.159	104.972	106.169
Other industries	15	100.275	100.736	101.367	102.554	103.548
<b>Addenda:</b>						
Private inventories	16	106.362	107.905	108.231	109.579	111.065
Durable goods industries	17	100.468	101.878	103.570	104.656	105.138
Nondurable goods industries	18	111.554	113.215	112.319	113.900	116.286
Nonfarm industries	19	103.407	104.938	106.465	107.900	109.146
Wholesale trade	20	104.828	106.120	107.173	108.330	109.529
Merchant wholesale trade	21	104.861	106.035	106.732	107.751	108.720
Durable goods industries	22	101.084	102.433	104.304	105.343	105.330
Nondurable goods industries	23	110.636	111.545	110.437	111.423	113.929
Nonmerchant wholesale trade	24	104.631	106.662	109.930	111.953	114.598

1. Implicit price deflators are as of the end of the quarter and are consistent with inventory stocks.

Note: Estimates in this table are based on the North American Industry Classification System (NAICS).

## 6. Income and Employment by Industry

Table 6.1D. National Income Without Capital Consumption Adjustment by Industry

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>National income without capital consumption adjustment</b> .....	1	9,396.6	9,955.2	9,744.7	9,883.2	9,938.5	10,254.5	10,692.0
<b>Domestic industries</b> .....	2	9,341.5	9,911.3	9,671.2	9,847.0	9,900.4	10,226.6	10,658.7
<b>Private industries</b> .....	3	8,158.7	8,685.9	8,455.9	8,626.4	8,670.8	8,990.3	9,406.8
Agriculture, forestry, fishing, and hunting .....	4	75.8	77.9	76.5	79.4	74.1	81.4	.....
Mining .....	5	94.9	108.8	100.3	105.6	108.1	121.0	.....
Utilities .....	6	156.0	166.9	164.4	165.1	164.8	173.5	.....
Construction .....	7	476.5	511.3	492.0	504.5	518.7	529.9	.....
Manufacturing .....	8	1,113.1	1,197.9	1,145.9	1,177.3	1,202.9	1,265.5	.....
Durable goods .....	9	639.2	696.8	656.8	679.5	710.4	740.6	.....
Nondurable goods .....	10	473.9	501.1	489.2	497.7	492.4	524.9	.....
Wholesale trade .....	11	569.6	605.3	583.0	597.4	614.5	626.5	.....
Retail trade .....	12	725.8	744.6	740.2	743.4	731.5	763.3	.....
Transportation and warehousing .....	13	259.9	274.7	269.2	277.4	273.9	278.2	.....
Information .....	14	310.7	335.1	311.9	340.1	346.4	342.0	.....
Finance, insurance, real estate, rental, and leasing .....	15	1,740.8	1,870.3	1,846.8	1,874.2	1,837.1	1,923.2	.....
Professional and business services <sup>1</sup> .....	16	1,226.4	1,305.4	1,271.2	1,281.7	1,311.6	1,356.9	.....
Educational services, health care, and social assistance .....	17	824.8	874.9	853.2	869.2	873.1	903.9	.....
Arts, entertainment, recreation, accommodation, and food services .....	18	339.5	356.3	350.3	356.2	356.4	362.4	.....
Other services, except government .....	19	244.9	256.5	251.0	254.7	257.6	262.6	.....
<b>Government</b> .....	20	1,182.8	1,225.4	1,215.2	1,220.6	1,229.6	1,236.2	1,251.9
<b>Rest of the world</b> .....	21	55.1	43.9	73.5	36.1	38.2	27.9	33.3

1. Consists of professional, scientific, and technical services; management of companies and enterprises; and administrative and waste management services.  
NOTE: Estimates in this table are based on the 1997 North American Industry Classification System (NAICS).

Table 6.16D. Corporate Profits by Industry

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Corporate profits with inventory valuation and capital consumption adjustments</b> .....	1	1,021.1	1,181.6	1,165.6	1,173.9	1,118.0	1,268.8	1,326.3
<b>Domestic industries</b> .....	2	844.2	989.6	960.3	988.6	929.3	1,080.1	1,116.5
Financial <sup>1</sup> .....	3	327.8	336.4	355.7	347.8	279.1	363.2	405.2
Nonfinancial .....	4	516.4	653.1	604.6	640.8	650.2	716.9	711.3
<b>Rest of the world</b> .....	5	176.9	192.0	205.3	185.3	188.7	188.7	209.8
Receipts from the rest of the world .....	6	250.7	315.4	299.0	305.6	313.1	343.9	331.5
Less: Payments to the rest of the world .....	7	73.8	123.4	93.7	120.3	124.5	155.3	121.8
<b>Corporate profits with inventory valuation adjustment</b> .....	8	860.4	942.4	925.4	940.6	895.0	1,008.8	1,267.0
<b>Domestic industries</b> .....	9	683.4	750.4	720.0	755.2	706.3	820.1	1,057.3
Financial .....	10	299.8	294.0	313.7	306.4	237.6	318.2	384.3
Federal Reserve banks .....	11	19.2	19.1	18.2	18.1	19.0	21.1	21.9
Other financial <sup>2</sup> .....	12	280.6	274.9	295.5	288.3	218.6	297.1	362.4
Nonfinancial .....	13	383.6	456.4	406.4	448.8	468.7	501.9	672.9
Utilities .....	14	18.8	23.3	23.2	21.5	21.1	27.5	.....
Manufacturing .....	15	67.3	105.9	81.5	94.8	105.0	142.4	.....
Durable goods .....	16	-3.5	23.9	2.8	14.9	29.8	48.1	.....
Fabricated metal products .....	17	10.1	13.6	11.8	12.1	13.1	17.2	.....
Machinery .....	18	-0.5	3.4	2.2	3.6	6.7	1.1	.....
Computer and electronic products .....	19	-15.4	-13.8	-17.2	-15.9	-10.5	-11.5	.....
Electrical equipment, appliances, and components .....	20	-3.2	-2.7	-8.1	-1.6	-5.5	4.4	.....
Motor vehicles, bodies and trailers, and parts .....	21	-6.2	2.7	-0.5	-1.2	5.0	7.4	.....
Other durable goods <sup>3</sup> .....	22	11.8	20.8	14.6	18.0	21.2	29.6	.....
Nondurable goods .....	23	70.7	82.0	78.6	79.9	75.2	94.4	.....
Food and beverage and tobacco products .....	24	27.7	26.9	31.1	27.9	26.4	22.4	.....
Petroleum and coal products .....	25	14.8	28.6	24.5	27.3	20.0	42.5	.....
Chemical products .....	26	21.2	12.7	14.1	13.7	14.8	8.4	.....
Other nondurable goods <sup>4</sup> .....	27	7.1	13.8	8.9	11.0	14.0	21.1	.....
Wholesale trade .....	28	47.9	54.6	46.0	52.2	61.1	59.0	.....
Retail trade .....	29	77.7	72.2	80.0	73.1	64.7	70.8	.....
Transportation and warehousing .....	30	10.5	9.7	11.7	15.5	7.3	4.5	.....
Information .....	31	-0.7	9.5	-6.6	16.5	21.6	6.6	.....
Other nonfinancial <sup>5</sup> .....	32	162.1	181.2	170.7	175.1	187.9	191.2	.....
<b>Rest of the world</b> .....	33	176.9	192.0	205.3	185.3	188.7	188.7	209.8

1. Consists of finance and insurance and bank and other holding companies.  
2. Consists of credit intermediation and related activities; securities, commodity contracts, and other financial investments and related activities; insurance carriers and related activities; funds, trusts, and other financial vehicles; and bank and other holding companies.  
3. Consists of wood products; nonmetallic mineral products; primary metals; other transportation equipment; furniture and related products; and miscellaneous manufacturing.  
4. Consists of textile mills and textile product mills; apparel; leather and allied products; paper products; printing and related support activities; and plastics and rubber products.  
5. Consists of agriculture, forestry, fishing, and hunting; mining; construction; real estate and rental and leasing; professional, scientific, and technical services; administrative and waste management services; educational services; health care and social assistance; arts, entertainment, and recreation; accommodation and food services; and other services, except government.  
NOTE: Estimates in this table are based on the 1997 North American Industry Classification System (NAICS).

## 7. Supplemental Tables

Table 7.1. Selected Per Capita Product and Income Series in Current and Chained Dollars

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Current dollars:</b>								
Gross domestic product .....	1	37,805	39,921	39,173	39,713	40,144	40,650	41,227
Gross national product .....	2	37,995	40,071	39,424	39,837	40,273	40,745	41,340
Personal income .....	3	31,476	32,963	32,250	32,679	32,959	33,958	34,155
Disposable personal income ....	4	28,034	29,416	28,813	29,168	29,395	30,283	30,280
Personal consumption expenditures .....	5	26,663	27,998	27,521	27,778	28,142	28,546	28,888
Durable goods .....	6	3,266	3,381	3,334	3,323	3,421	3,446	3,461
Nondurable goods .....	7	7,559	8,086	7,910	8,021	8,111	8,302	8,420
Services .....	8	15,838	16,530	16,278	16,433	16,609	16,798	17,007
<b>Chained (2000) dollars:</b>								
Gross domestic product .....	9	35,666	36,883	36,526	36,740	37,005	37,259	37,497
Gross national product .....	10	35,846	37,023	36,762	36,856	37,125	37,346	37,601
Disposable personal income ....	11	26,570	27,281	26,964	27,088	27,214	27,851	27,706
Personal consumption expenditures .....	12	25,270	25,965	25,755	25,797	26,053	26,254	26,432
Durable goods .....	13	3,541	3,740	3,672	3,661	3,800	3,826	3,834
Nondurable goods .....	14	7,257	7,513	7,469	7,454	7,520	7,609	7,694
Services .....	15	14,499	14,759	14,654	14,717	14,788	14,875	14,958
Population (midperiod, thousands)	16	291,073	293,951	292,872	293,540	294,315	295,077	295,720

Table 7.2.1B. Percent Change from Preceding Period in Real Motor Vehicle Output

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	
<b>Motor vehicle output</b> .....								
Auto output .....	1	4.2	5.6	8.8	-15.2	10.4	27.6	6.4
Truck output .....	2	-7.7	0.7	8.0	-9.0	16.3	6.1	40.6
<b>Final sales of domestic product.</b>	3	11.6	8.0	9.2	-17.9	7.7	39.1	-6.7
<b>Personal consumption expenditures</b> .....	4	7.1	6.7	-11.2	-6.7	64.5	10.4	-5.4
<b>Personal consumption expenditures</b> .....	5	5.4	2.5	-8.4	-6.5	33.6	-3.7	-10.8
New motor vehicles .....	6	8.2	1.1	-2.3	3.3	14.0	-15.1	-13.7
Autos .....	7	-2.2	0.2	9.9	1.5	-19.3	27.0	-1.4
Light trucks (including utility vehicles) .....	8	15.4	1.6	-8.8	4.4	37.8	-32.2	-20.5
Net purchases of used autos and used light trucks .....	9	-0.9	5.9	-21.8	-28.3	101.1	27.9	-4.4
Used autos .....	10	-1.1	1.5	-27.0	-26.3	106.4	14.2	-1.0
Used light trucks (including utility vehicles) .....	11	-0.6	10.3	-16.6	-30.1	96.2	42.3	-7.5
<b>Private fixed investment</b> .....	12	2.9	16.8	-3.2	5.0	72.0	35.5	-2.4
New motor vehicles .....	13	-0.5	13.4	-8.2	-1.6	55.0	33.6	-20.0
Autos .....	14	-6.1	5.0	-13.4	-10.6	31.1	32.8	-29.3
Trucks .....	15	3.3	18.6	-5.1	3.9	69.6	33.9	-14.8
Light trucks (including utility vehicles) .....	16	3.0	13.7	-15.2	8.8	68.3	24.7	-28.1
Other .....	17	4.1	34.2	30.9	-8.4	73.3	61.8	27.3
Net purchases of used autos and used light trucks .....	18	-5.2	7.5	-16.5	-12.8	26.9	30.0	-47.0
Used autos .....	19	-3.1	3.9	-20.7	-5.8	17.7	27.0	-36.8
Used light trucks (including utility vehicles) .....	20	-7.2	11.1	-12.5	-19.0	36.3	32.8	-55.3
<b>Gross government investment</b> .....	21	1.9	16.2	9.8	35.6	-4.7	56.7	49.9
Autos .....	22	-4.6	-9.9	-10.2	30.5	-37.2	39.7	33.1
Trucks .....	23	4.4	25.3	16.2	37.0	5.6	60.7	53.8
<b>Net exports</b> .....	24	10.0	11.0	-22.6	25.4	113.3	-25.3	50.8
Autos .....	25	4.6	3.0	-28.2	24.2	46.5	-2.2	73.2
Trucks .....	26	15.8	18.6	-17.3	26.4	188.1	-39.3	34.1
Imports .....	27	-0.2	5.0	2.3	14.3	1.3	-14.2	0.5
Autos .....	28	-3.5	0.2	-17.5	-6.0	36.6	-26.2	-10.1
Trucks .....	29	3.7	10.2	29.1	38.3	-24.7	0.2	11.9
<b>Change in private inventories</b> .....	30							
Autos .....	31							
New .....	32							
Domestic .....	33							
Foreign .....	34							
Used .....	35							
Trucks .....	36							
New .....	37							
Domestic .....	38							
Foreign .....	39							
Used <sup>1</sup> .....	40							
<b>Addenda:</b>								
Final sales of motor vehicles to domestic purchasers .....	41							
Private fixed investment in new autos and new light trucks .....	42	4.8	5.9	-6.8	-3.0	40.5	6.2	-7.3
Domestic output of new autos <sup>2</sup> ..	43	-1.3	9.8	-14.4	-0.2	51.4	28.0	-28.6
Sales of imported new autos <sup>3</sup> ..	44	-7.6	-2.1	-3.3	-18.8	24.3	0.5	28.3
	45	-3.8	3.5	4.0	10.4	-5.4	33.7	-36.2

1. Consists of used light trucks only.

2. Consists of final sales and change in private inventories of new autos assembled in the United States.

3. Consists of personal consumption expenditures, private fixed investment, and gross government investment.

Table 7.2.3B. Real Motor Vehicle Output, Quantity Indexes

[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Motor vehicle output</b> .....	1	110.849	117.029	117.344	112.620	115.444	122.707	124.631
Auto output .....	2	96.589	91.179	90.723	88.609	92.012	93.374	101.673
Truck output .....	3	125.264	135.310	136.160	129.616	132.049	143.413	140.936
<b>Final sales of domestic product</b> .....	4	112.554	120.046	113.326	111.392	126.161	129.306	127.520
<b>Personal consumption expenditures</b> .....	5	119.262	122.204	119.571	117.586	126.426	125.234	121.708
New motor vehicles .....	6	128.769	130.205	128.602	129.653	133.973	128.591	123.943
Autos .....	7	97.523	97.759	98.610	98.984	93.831	99.610	99.256
Light trucks (including utility vehicles) .....	8	158.129	160.706	156.795	158.481	171.716	155.831	147.158
Net purchases of used autos and used light trucks .....	9	101.191	107.183	102.525	94.351	112.360	119.495	118.162
Used autos .....	10	93.876	95.320	91.094	84.411	101.175	104.599	104.348
Used light trucks (including utility vehicles) .....	11	110.008	121.370	116.185	106.236	125.734	137.326	134.691
<b>Private fixed investment</b> .....	12	82.945	96.874	87.619	88.702	101.584	109.593	108.929
New motor vehicles .....	13	87.570	99.322	92.356	91.979	102.625	110.326	104.340
Autos .....	14	85.332	89.610	86.801	84.395	90.500	96.943	88.903
Trucks .....	15	89.047	105.600	95.969	96.892	110.979	118.961	114.284
Light trucks (including utility vehicles) .....	16	93.868	106.769	96.758	98.819	112.558	118.939	109.530
Other .....	17	75.681	101.579	93.037	91.029	104.447	117.803	125.122
Net purchases of used autos and used light trucks .....	18	94.332	101.400	99.248	95.899	101.782	108.673	92.706
Used autos .....	19	86.558	91.982	89.731	88.397	92.069	97.730	87.125
Used light trucks (including utility vehicles) .....	20	100.858	112.092	110.059	104.405	112.807	121.096	99.031
<b>Gross government investment</b> .....	21	97.081	112.803	104.007	112.237	110.898	124.070	137.287
Autos .....	22	92.466	83.346	82.226	87.880	78.228	85.048	91.345
Trucks .....	23	98.842	123.839	112.234	121.428	123.095	138.601	154.356
<b>Net exports</b> .....	24							
Exports .....	25	119.396	132.484	117.092	123.902	149.733	139.210	154.264
Autos .....	26	125.759	129.473	118.448	125.049	137.582	136.811	156.951
Trucks .....	27	113.713	134.828	115.711	122.888	159.844	141.068	151.814
Imports .....	28	102.801	107.894	106.040	109.646	110.012	105.878	105.999
Autos .....	29	100.009	100.200	99.320	97.786	105.710	97.984	95.405
Trucks .....	30	106.091	116.937	113.936	123.559	115.093	115.160	118.436
<b>Change in private inventories</b> .....	31							
Autos .....	32							
New .....	33							
Domestic .....	34							
Foreign .....	35							
Used .....	36							
Trucks .....	37							
New .....	38							
Domestic .....	39							
Foreign .....	40							
Used <sup>1</sup> .....	41							
<b>Addenda:</b>								
Final sales of motor vehicles to domestic purchasers .....	42	109.332	115.754	111.035	110.205	119.982	121.795	119.524
Private fixed investment in new autos and new light trucks .....	43	89.811	98.652	92.032	91.994	102.040	108.541	99.780
Domestic output of new autos <sup>2</sup> .....	44	91.620	89.662	90.668	86.076	90.894	91.012	96.869
Sales of imported new autos <sup>3</sup> .....	45	97.326	100.769	97.757	100.210	98.835	106.273	94.985

1. Consists of used light trucks only.
2. Consists of final sales and change in private inventories of new autos assembled in the United States.
3. Consists of personal consumption expenditures, private fixed investment, and gross government investment.

Table 7.2.4B. Price Indexes for Motor Vehicle Output

[Index numbers, 2000=100]

	Line	2003	2004	Seasonally adjusted				
				2004				2005
				I	II	III	IV	
<b>Motor vehicle output</b> .....	1	96.462	95.914	96.266	96.347	95.086	95.959	97.172
Auto output .....	2	95.464	94.428	94.500	95.149	93.815	94.249	96.077
Truck output .....	3	96.892	96.610	97.095	96.905	95.680	96.760	97.677
<b>Final sales of domestic product</b> .....	4	96.100	95.579	95.914	96.094	94.724	95.586	96.818
<b>Personal consumption expenditures</b> .....	5	96.200	94.660	94.578	94.760	94.201	95.103	96.437
New motor vehicles .....	6	96.429	95.754	96.061	96.027	95.149	95.779	97.024
Autos .....	7	96.527	95.934	96.003	96.191	95.597	95.944	96.861
Light trucks (including utility vehicles) .....	8	96.303	95.601	96.044	95.880	94.847	95.633	97.079
Net purchases of used autos and used light trucks .....	9	95.415	91.663	90.634	91.362	91.585	93.071	94.580
Used autos .....	10	94.743	91.530	89.825	91.174	91.706	93.414	94.938
Used light trucks (including utility vehicles) .....	11	96.061	91.829	91.439	91.581	91.508	92.787	94.283
<b>Private fixed investment</b> .....	12	101.697	107.003	107.908	108.319	105.751	106.033	105.998
New motor vehicles .....	13	96.806	97.286	97.165	97.477	96.800	97.702	97.753
Autos .....	14	96.511	95.924	95.988	96.188	95.593	95.927	96.856
Trucks .....	15	96.975	98.105	97.882	98.258	97.536	98.742	98.335
Light trucks (including utility vehicles) .....	16	95.503	96.031	96.003	96.363	95.093	96.665	95.757
Other .....	17	101.987	104.882	104.061	104.488	105.410	105.568	106.462
Net purchases of used autos and used light trucks .....	18	90.570	84.437	82.755	82.928	85.083	86.983	87.177
Used autos .....	19	91.133	84.915	83.423	83.541	85.426	87.270	87.616
Used light trucks (including utility vehicles) .....	20	90.016	83.953	82.092	82.317	84.725	86.676	86.724
<b>Gross government investment</b> .....	21	100.398	102.854	102.693	102.739	102.600	103.383	103.330
Autos .....	22	99.649	98.913	100.347	98.962	98.461	97.883	99.216
Trucks .....	23	100.655	103.939	103.353	103.796	103.750	104.858	104.488
<b>Net exports</b> .....	24							
Exports .....	25	103.701	105.679	104.745	105.318	105.903	106.750	107.055
Autos .....	26	102.543	103.966	103.335	104.063	104.028	104.436	104.598
Trucks .....	27	104.901	107.355	106.179	106.613	107.711	108.915	109.347
Imports .....	28	102.154	103.825	103.095	103.530	104.130	104.546	104.414
Autos .....	29	101.661	103.076	102.477	102.674	103.344	103.808	103.508
Trucks .....	30	102.733	104.658	103.799	104.469	104.998	105.364	105.397
<b>Change in private inventories</b> .....	31							
Autos .....	32							
New .....	33							
Domestic .....	34							
Foreign .....	35							
Used .....	36							
Trucks .....	37							
New .....	38							
Domestic .....	39							
Foreign .....	40							
Used <sup>1</sup> .....	41							
<b>Addenda:</b>								
Final sales of motor vehicles to domestic purchasers .....	42	97.305	97.206	97.337	97.562	96.587	97.340	98.305
Private fixed investment in new autos and new light trucks .....	43	95.999	96.030	96.041	96.331	95.346	96.401	96.264
Domestic output of new autos <sup>2</sup> .....	44	97.366	97.275	97.287	97.554	96.951	97.308	98.122
Sales of imported new autos <sup>3</sup> .....	45	96.581	95.960	96.031	96.222	95.626	95.961	96.893

1. Consists of used light trucks only.
2. Consists of final sales and change in private inventories of new autos assembled in the United States.
3. Consists of personal consumption expenditures, private fixed investment, and gross government investment.



**Table 7.2.5B. Motor Vehicle Output**  
[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Motor vehicle output</b> .....	1	390.2	409.7	412.3	396.1	400.7	429.8	442.1
Auto output .....	2	130.6	130.1	129.5	127.4	130.4	132.9	147.6
Truck output .....	3	259.6	279.7	282.8	268.7	270.3	296.9	294.5
<b>Final sales of domestic product</b> .....	4	383.4	406.7	385.3	379.5	423.6	438.2	437.7
<b>Personal consumption expenditures</b> .....	5	373.4	376.6	368.2	362.8	387.8	387.8	382.2
New motor vehicles .....	6	266.0	267.1	264.7	265.8	273.1	263.9	257.7
Autos .....	7	97.5	97.1	98.1	98.6	92.9	99.0	99.6
Light trucks (including utility vehicles) .....	8	168.5	170.0	166.7	168.2	180.2	164.9	158.1
Net purchases of used autos and used light trucks .....	9	107.4	109.5	103.5	96.0	114.6	123.9	124.5
Used autos .....	10	53.9	53.0	49.7	46.7	56.3	59.3	60.1
Used light trucks (including utility vehicles) .....	11	53.5	56.5	53.9	49.3	58.3	64.6	64.4
Private fixed investment .....	12	99.8	122.3	111.6	113.4	126.8	137.2	136.3
New motor vehicles .....	13	163.9	186.8	173.5	173.3	192.1	208.4	197.2
Autos .....	14	62.9	65.7	63.7	62.0	65.9	71.0	65.8
Trucks .....	15	101.0	121.2	109.8	111.3	126.1	137.4	131.4
Light trucks (including utility vehicles) .....	16	77.2	88.2	79.9	81.9	92.1	98.9	90.2
Other .....	17	23.9	33.0	29.9	29.4	34.0	38.4	41.2
Net purchases of used autos and used light trucks .....	18	-64.2	-64.6	-61.9	-59.9	-65.3	-71.2	-60.9
Used autos .....	19	-32.2	-31.2	-29.9	-29.5	-31.4	-34.1	-30.5
Used light trucks (including utility vehicles) .....	20	-32.0	-33.3	-32.0	-30.4	-33.8	-37.2	-30.4
Gross government investment .....	21	12.1	14.4	13.2	14.3	14.1	15.9	17.6
Autos .....	22	3.1	2.8	2.8	3.0	2.6	2.8	3.1
Trucks .....	23	8.9	11.6	10.4	11.3	11.5	13.0	14.5
Net exports .....	24	-101.9	-106.6	-107.7	-111.0	-105.0	-102.7	-98.3
Exports .....	25	32.3	36.6	32.0	34.1	41.4	38.8	43.1
Autos .....	26	15.8	16.5	15.0	15.9	17.5	17.5	20.1
Trucks .....	27	16.6	20.1	17.1	18.2	23.9	21.3	23.1
Imports .....	28	134.3	143.2	139.7	145.1	146.4	141.5	141.5
Autos .....	29	70.6	71.7	70.6	69.7	75.8	70.6	68.5
Trucks .....	30	63.7	71.5	69.1	75.4	70.6	70.9	72.9
Change in private inventories .....	31	6.9	3.1	27.0	16.6	-23.0	-8.4	4.4
Autos .....	32	0.1	-2.1	0.9	0.3	2.4	-12.0	-2.1
New .....	33	0.1	-2.9	0.4	-6.3	3.6	-9.3	1.8
Domestic .....	34	0.2	-1.9	-1.0	-4.0	1.3	-4.0	-2.9
Foreign .....	35	-0.1	-1.0	1.5	-2.4	2.3	-5.3	4.7
Used .....	36	0.0	0.8	0.5	6.7	-1.3	-2.7	-3.9
Trucks .....	37	6.8	5.2	26.1	16.3	-25.3	3.7	6.4
New .....	38	6.7	4.1	25.6	10.1	-25.7	6.2	11.0
Domestic .....	39	6.7	4.2	24.1	7.8	-21.1	6.1	11.1
Foreign .....	40	0.0	-0.1	1.6	2.3	-4.5	0.2	-0.1
Used <sup>1</sup> .....	41	0.0	1.1	0.5	6.2	0.3	-2.6	-4.6
Addenda:								
Final sales of motor vehicles to domestic purchasers .....	42	485.3	513.3	493.0	490.5	528.7	540.8	536.0
Private fixed investment in new autos and new light trucks .....	43	140.1	153.9	143.6	143.9	158.0	170.0	156.0
Domestic output of new autos <sup>2</sup> .....	44	98.6	96.4	97.5	92.8	97.4	97.9	105.0
Sales of imported new autos <sup>3</sup> .....	45	78.8	81.1	78.7	80.9	79.3	85.5	77.2

1. Consists of used light trucks only.  
2. Consists of final sales and change in private inventories of new autos assembled in the United States.  
3. Consists of personal consumption expenditures, private fixed investment, and gross government investment.

**Table 7.2.6B. Real Motor Vehicle Output, Chained Dollars**  
[Billions of chained (2000) dollars]

	Line	2003	2004	Seasonally adjusted at annual rates				
				2004				2005
				I	II	III	IV	I
<b>Motor vehicle output</b> .....	1	404.6	427.1	428.3	411.0	421.3	447.8	454.9
Auto output .....	2	136.9	137.8	137.1	133.9	139.0	141.1	153.6
Truck output .....	3	267.9	289.4	291.2	277.2	282.4	306.7	301.4
<b>Final sales of domestic product</b> .....	4	398.9	425.5	401.7	394.8	447.2	458.3	452.0
<b>Personal consumption expenditures</b> .....	5	388.2	397.8	389.2	382.7	411.5	407.6	396.2
New motor vehicles .....	6	275.9	279.0	275.5	277.8	287.0	275.5	265.5
Autos .....	7	101.0	101.3	102.1	102.5	97.2	103.2	102.8
Light trucks (including utility vehicles) .....	8	175.0	177.8	173.5	175.4	190.0	172.4	162.9
Net purchases of used autos and used light trucks .....	9	112.6	119.2	114.1	105.0	125.0	132.9	131.5
Used autos .....	10	56.9	57.8	55.2	51.2	61.4	63.4	63.3
Used light trucks (including utility vehicles) .....	11	55.7	61.4	58.8	53.8	63.6	69.5	68.2
Private fixed investment .....	12	98.1	114.6	103.6	104.9	120.1	129.6	128.8
New motor vehicles .....	13	169.3	192.1	178.6	177.9	198.5	213.3	201.8
Autos .....	14	65.2	68.5	66.3	64.5	69.0	74.1	67.9
Trucks .....	15	104.2	123.5	112.3	113.3	129.4	139.2	133.7
Light trucks (including utility vehicles) .....	16	80.8	91.9	83.3	85.1	96.9	102.4	94.3
Other .....	17	23.4	31.4	28.8	28.1	32.3	36.4	38.7
Net purchases of used autos and used light trucks .....	18	-70.9	-76.2	-74.5	-72.0	-76.4	-81.6	-69.6
Used autos .....	19	-35.3	-36.7	-35.8	-35.2	-36.7	-39.0	-34.7
Used light trucks (including utility vehicles) .....	20	-35.5	-39.5	-38.8	-36.8	-39.8	-42.7	-34.9
Gross government investment .....	21	12.0	14.0	12.9	13.9	13.7	15.4	17.0
Autos .....	22	3.2	2.8	2.8	3.0	2.7	2.9	3.1
Trucks .....	23	8.9	11.1	10.1	10.9	11.0	12.4	13.9
Net exports .....	24	-100.2	-103.3	-105.0	-107.8	-101.5	-99.0	-95.2
Exports .....	25	31.2	34.6	30.6	32.4	39.1	36.4	40.3
Autos .....	26	15.4	15.8	14.5	15.3	16.8	16.7	19.2
Trucks .....	27	15.8	18.7	16.1	17.0	22.2	19.6	21.1
Imports .....	28	131.4	137.9	135.6	140.2	140.6	135.4	135.5
Autos .....	29	69.4	69.6	68.9	67.9	73.4	68.0	66.2
Trucks .....	30	62.0	68.3	66.6	72.2	67.2	67.3	69.2
Change in private inventories .....	31	10.3	3.2	27.6	17.2	-23.7	-8.4	4.4
Autos .....	32	3.5	-2.4	1.1	0.4	2.7	-13.7	-2.4
New .....	33	0.1	-2.9	0.4	-6.3	3.6	-9.1	1.7
Domestic .....	34	0.2	-1.9	-1.1	-4.0	1.3	-4.0	-2.9
Foreign .....	35	-0.1	-0.9	1.4	-2.3	2.2	-5.1	4.6
Used .....	36	3.6	1.0	0.6	7.9	-1.5	-3.1	-4.4
Trucks .....	37	6.5	4.7	23.6	15.0	-23.3	3.4	5.9
New .....	38	6.0	3.3	21.2	8.5	-21.6	5.2	9.2
Domestic .....	39	6.0	3.4	19.9	6.6	-17.8	5.0	9.3
Foreign .....	40	0.0	-0.1	1.3	1.9	-3.8	0.1	-0.1
Used <sup>1</sup> .....	41	0.1	1.3	0.5	7.3	0.3	-2.9	-5.2
Residual .....	42	-4.3	-0.1	4.3	-1.1	-5.4	1.8	3.2
Addenda:								
Final sales of motor vehicles to domestic purchasers .....	43	498.7	528.0	506.5	502.7	547.3	555.6	545.2
Private fixed investment in new autos and new light trucks .....	44	145.9	160.3	149.5	149.5	165.8	176.3	162.1
Domestic output of new autos <sup>2</sup> .....	45	101.2	99.1	100.2	95.1	100.4	100.6	107.0
Sales of imported new autos <sup>3</sup> .....	46	81.6	84.5	82.0	84.0	82.9	89.1	79.7

1. Consists of used light trucks only.  
2. Consists of final sales and change in private inventories of new autos assembled in the United States.  
3. Consists of personal consumption expenditures, private fixed investment, and gross government investment.  
NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines, excluding the lines in the addenda.

## B. Other NIPA and NIPA-Related Tables

Table B.1 presents the most recent estimates of personal income and its components and the disposition of personal income. These estimates were released on May 27, 2005.

**Table B.1. Personal Income and Its Disposition**  
(Billions of dollars; monthly estimates seasonally adjusted at annual rates)

	2003	2004 <sup>r</sup>	2004										2005			
			March	April	May	June	July	Aug.	Sept.	Oct. <sup>1</sup>	Nov. <sup>1</sup>	Dec. <sup>1</sup>	Jan. <sup>1</sup>	Feb. <sup>1</sup>	March <sup>1</sup>	April <sup>1</sup>
<b>Personal Income</b> .....	<b>9,161.8</b>	<b>9,689.6</b>	<b>9,484.9</b>	<b>9,550.0</b>	<b>9,603.8</b>	<b>9,624.2</b>	<b>9,668.5</b>	<b>9,706.3</b>	<b>9,726.4</b>	<b>9,828.6</b>	<b>9,917.0</b>	<b>10,314.8</b>	<b>10,053.2</b>	<b>10,100.0</b>	<b>10,147.3</b>	<b>10,216.4</b>
Compensation of employees, received.....	6,289.0	6,651.0	6,512.4	6,553.0	6,593.0	6,594.1	6,660.2	6,688.1	6,713.8	6,780.9	6,849.2	6,915.6	6,940.3	6,968.9	6,991.9	7,039.7
Wage and salary disbursements.....	5,103.6	5,373.5	5,254.8	5,290.8	5,325.0	5,322.7	5,381.3	5,403.6	5,424.0	5,481.7	5,539.3	5,595.4	5,609.7	5,633.4	5,651.6	5,693.0
Private industries.....	4,205.6	4,447.9	4,334.8	4,365.6	4,403.0	4,399.5	4,455.5	4,474.9	4,493.8	4,550.1	4,605.8	4,660.7	4,666.5	4,686.7	4,703.2	4,742.5
Goods-producing industries.....	1,007.7	1,047.1	1,018.9	1,028.2	1,038.7	1,037.9	1,051.1	1,060.2	1,063.9	1,071.1	1,074.2	1,082.6	1,084.9	1,089.8	1,091.6	1,098.5
Manufacturing.....	668.8	688.6	668.0	675.3	683.5	682.6	691.6	698.5	700.9	704.4	705.8	711.4	713.7	716.1	715.0	718.6
Services-producing industries.....	3,198.0	3,400.8	3,316.0	3,337.4	3,364.3	3,361.6	3,404.4	3,414.7	3,429.9	3,479.0	3,531.7	3,578.1	3,581.6	3,596.9	3,611.6	3,644.0
Trade, transportation, and utilities.....	858.6	895.4	873.4	883.1	888.3	887.1	897.3	898.3	903.3	915.3	923.3	931.6	939.1	941.6	944.0	950.9
Other services-producing industries.....	2,339.4	2,505.4	2,442.6	2,454.3	2,475.9	2,474.5	2,507.1	2,516.4	2,526.6	2,563.7	2,608.3	2,646.4	2,642.5	2,655.3	2,667.6	2,693.1
Government.....	897.9	925.6	920.0	925.2	922.0	923.2	925.8	928.7	930.2	931.6	933.5	934.7	943.2	946.7	948.4	950.6
Supplements to wages and salaries.....	1,185.5	1,277.5	1,257.6	1,262.2	1,266.0	1,271.4	1,278.9	1,284.5	1,289.8	1,299.3	1,309.9	1,320.2	1,330.6	1,335.5	1,340.3	1,346.7
Employer contributions for employee pension and insurance funds.....	808.9	876.6	864.4	867.0	870.2	873.9	877.5	881.6	885.7	891.3	897.9	904.5	909.3	912.7	916.4	920.0
Employer contributions for government social insurance.....	376.6	400.9	393.3	395.2	397.8	397.4	401.4	402.9	404.1	408.0	412.0	415.8	421.3	422.8	423.9	426.6
Proprietors' income with IVA and CCAAdj.....	834.1	902.8	883.5	893.5	901.2	909.4	905.6	904.9	898.1	921.2	933.8	949.8	952.4	960.3	973.3	981.9
Farm.....	21.8	18.2	17.5	18.3	19.0	19.5	15.0	13.6	12.3	18.6	22.8	25.7	25.8	25.3	26.5	27.3
Nonfarm.....	812.3	884.6	866.0	875.3	882.2	889.9	890.6	891.3	885.8	902.5	911.0	924.0	926.7	935.0	946.8	954.7
Rental income of persons with CCAAdj.....	153.8	165.1	171.8	172.0	172.8	172.9	170.5	156.8	134.2	163.2	160.8	159.9	156.3	153.8	151.1	147.7
Personal income receipts on assets.....	1,322.7	1,387.3	1,338.8	1,345.4	1,352.2	1,359.4	1,363.6	1,367.8	1,372.1	1,382.4	1,392.5	1,700.8	1,409.5	1,416.0	1,423.5	1,429.8
Personal interest income.....	929.9	946.2	934.8	938.2	941.7	945.1	945.8	946.5	947.2	953.9	960.5	967.2	971.7	976.2	980.7	983.2
Personal dividend income.....	392.8	441.1	404.0	407.1	410.6	414.3	417.8	421.3	424.9	428.5	431.9	733.6	437.8	439.8	442.8	446.6
Personal current transfer receipts.....	1,335.4	1,405.9	1,384.7	1,396.6	1,400.6	1,404.1	1,392.4	1,415.7	1,438.1	1,418.7	1,426.3	1,441.7	1,459.6	1,469.3	1,478.2	1,493.5
Government social benefits to persons.....	1,306.4	1,373.2	1,355.3	1,367.3	1,371.3	1,374.8	1,363.1	1,372.9	1,381.3	1,389.5	1,397.1	1,412.5	1,430.8	1,440.4	1,449.3	1,464.7
Old-age, survivors, disability, and health insurance benefits.....	733.8	779.2	767.3	772.7	774.7	774.6	778.0	782.3	786.9	791.2	795.6	807.5	813.6	821.3	828.8	834.5
Government unemployment insurance benefits.....	52.8	34.6	37.5	34.5	33.3	32.6	32.0	32.6	32.5	31.3	31.0	29.9	29.7	29.5	28.5	
Other.....	519.8	559.5	550.5	560.1	563.2	567.5	553.2	558.0	561.9	567.0	570.5	574.0	587.3	589.4	591.1	601.6
Other current transfer receipts, from business (net).....	28.9	32.7	29.4	29.3	29.3	29.3	29.2	28.8	29.2	29.2	29.2	28.9	28.9	28.9	28.9	
Less: Contributions for government social insurance.....	773.2	822.6	806.3	810.5	815.9	815.7	823.8	827.0	829.9	837.7	845.6	853.0	865.0	868.2	870.7	876.3
Less: Personal current taxes.....	1,001.9	1,042.6	1,009.6	1,024.5	1,032.6	1,034.6	1,044.4	1,049.0	1,053.3	1,070.4	1,084.3	1,098.4	1,137.3	1,146.4	1,154.0	1,177.5
<b>Equals: Disposable personal income</b> .....	<b>8,159.9</b>	<b>8,646.9</b>	<b>8,475.3</b>	<b>8,525.4</b>	<b>8,571.2</b>	<b>8,589.6</b>	<b>8,624.1</b>	<b>8,657.3</b>	<b>8,673.1</b>	<b>8,758.2</b>	<b>8,832.7</b>	<b>9,216.5</b>	<b>8,915.9</b>	<b>8,953.7</b>	<b>8,993.3</b>	<b>9,039.0</b>
<b>Less: Personal outlays</b> .....	<b>8,049.3</b>	<b>8,531.9</b>	<b>8,386.6</b>	<b>8,400.4</b>	<b>8,484.6</b>	<b>8,461.0</b>	<b>8,561.9</b>	<b>8,573.2</b>	<b>8,629.2</b>	<b>8,687.7</b>	<b>8,725.9</b>	<b>8,804.2</b>	<b>8,808.4</b>	<b>8,868.8</b>	<b>8,945.3</b>	<b>9,001.5</b>
Personal consumption expenditures.....	7,760.9	8,229.9	8,097.7	8,108.3	8,189.8	8,163.3	8,259.7	8,267.6	8,320.2	8,375.3	8,409.9	8,484.6	8,480.0	8,537.4	8,610.9	8,664.5
Durable goods.....	950.7	993.9	985.3	967.9	999.8	958.7	1,016.0	996.5	1,008.4	1,004.4	1,001.4	1,045.1	1,004.8	1,015.4	1,050.6	1,058.4
Nondurable goods.....	2,200.1	2,377.0	2,337.7	2,333.2	2,364.6	2,365.8	2,375.6	2,384.0	2,402.1	2,442.4	2,451.8	2,454.8	2,475.9	2,495.1	2,499.0	2,527.4
Services.....	4,610.1	4,859.0	4,774.7	4,807.2	4,825.4	4,838.8	4,868.1	4,887.0	4,909.7	4,928.5	4,956.6	4,984.7	4,999.3	5,028.9	5,061.4	5,078.7
Personal interest payments <sup>1</sup> .....	185.3	188.5	178.1	180.3	182.6	184.9	187.8	190.6	193.5	196.5	199.5	202.5	205.0	207.5	210.1	212.0
Personal current transfer payments.....	103.1	113.5	110.8	111.7	112.2	112.8	114.5	115.0	115.6	115.9	116.5	117.1	123.4	123.9	124.4	125.0
To government.....	64.9	71.0	69.1	69.6	70.2	70.7	71.2	71.8	72.4	72.9	73.5	74.1	74.6	75.0	75.5	76.1
To the rest of the world (net).....	38.2	42.5	41.7	42.1	42.1	42.1	43.2	43.2	43.2	43.0	43.0	43.0	48.8	48.8	48.8	
Equals: Personal saving.....	110.6	115.0	88.7	125.1	86.6	128.6	62.2	84.1	43.9	70.5	106.8	412.3	107.5	84.9	48.1	37.5
Personal saving as percentage of disposable personal income.....	1.4	1.3	1.0	1.5	1.0	1.5	0.7	1.0	0.5	0.8	1.2	4.5	1.2	0.9	0.5	0.4
<b>Addenda:</b>																
Disposable personal income:																
Billions of chained (2000) dollars <sup>2</sup> .....	7,733.8	8,019.3	7,908.4	7,943.8	7,956.4	7,954.5	7,989.8	8,016.1	8,022.4	8,065.3	8,116.6	8,473.1	8,185.3	8,197.9	8,196.2	8,203.2
Per capita:																
Current dollars.....	28,034	29,416	28,918	29,067	29,200	29,238	29,329	29,415	29,442	29,704	29,933	31,210	30,171	30,277	30,391	30,534
Chained (2000) dollars.....	26,570	27,281	26,984	27,084	27,105	27,076	27,172	27,236	27,233	27,354	27,506	28,693	27,698	27,722	27,697	27,711
Population (midperiod, thousands) <sup>3</sup> .....	291,073	293,951	293,078	293,299	293,537	293,783	294,042	294,315	294,587	294,846	295,083	295,303	295,517	295,720	295,924	296,029
Personal consumption expenditures:																
Billions of chained (2000) dollars.....	7,355.6	7,632.5	7,556.0	7,555.2	7,602.4	7,559.7	7,652.2	7,655.2	7,696.0	7,712.7	7,728.0	7,800.3	7,785.1	7,816.8	7,847.7	7,863.4
Durable goods.....	1,030.6	1,099.3	1,084.8	1,065.8	1,101.2	1,057.1	1,124.8	1,108.9	1,121.1	1,114.9	1,111.5	1,160.5	1,112.2	1,125.2	1,164.1	1,173.4
Nondurable goods.....	2,112.4	2,208.5	2,192.7	2,186.9	2,192.3	2,184.9	2,202.8	2,211.3	2,225.5	2,237.3	2,243.7	2,255.1	2,275.5	2,284.4	2,265.6	2,270.4
Services.....	4,220.3	4,338.3	4,291.4	4,311.7	4,323.3	4,324.9	4,342.2	4,349.7	4,365.5	4,375.1	4,386.4	4,406.0	4,410.0	4,421.6	4,438.6	4,441.7
Implicit price deflator, 2000=100.....	105.510	107.830	107.169	107.322	107.727	107.985	107.939	107.999	108.111	108.592	108.823	108.773	108.926	109.218	109.725	110.188
<b>Personal income, current dollars</b> .....	<b>3.2</b>	<b>5.8</b>	<b>0.4</b>	<b>0.7</b>	<b>0.6</b>	<b>0.2</b>	<b>0.5</b>	<b>0.4</b>	<b>0.2</b>	<b>1.1</b>	<b>0.9</b>	<b>4.0</b>	<b>-2.5</b>	<b>0.5</b>	<b>0.5</b>	<b>0.7</b>
Disposable personal income:																
Current dollars.....	4.2	6.0	0.4	0.6	0.5	0.2	0.4	0.4	0.2	1.0	0.8	4.3	-3.3	0.4	0.4	0.5
Chained (2000) dollars.....	2.3	3.7	0.1	0.4	0.2	0.0	0.4	0.3	0.1	0.5	0.6	4.4	-3.4	0.2	0.0	0.1
Personal consumption expenditures:																
Current dollars.....	5.2	6.0	0.4	0.1	1.0	-0.3	1.2	0.1	0.6	0.7	0.4	0.9	-0.1			

The estimates in this table were published in tables 1 and 4 in "Annual Industry Accounts: Advance Estimates for 2004" in the May 2005 SURVEY.

Table B.2. Current-Dollar and Real Value Added by Industry for 2002-2004

	Billions of dollars			Billions of chained (2000) dollars				Billions of dollars			Billions of chained (2000) dollars		
	2002	2003	2004	2002	2003	2004		2002	2003	2004	2002	2003	2004
<b>Gross domestic product</b> .....	<b>10,487.0</b>	<b>11,004.0</b>	<b>11,735.0</b>	<b>10,074.8</b>	<b>10,381.3</b>	<b>10,841.9</b>							
<b>Private industries</b> .....	<b>9,154.1</b>	<b>9,604.2</b>	<b>10,276.6</b>	<b>8,851.6</b>	<b>9,123.0</b>	<b>9,543.5</b>							
<b>Agriculture, forestry, fishing, and hunting</b> .....	<b>96.9</b>	<b>113.9</b>	<b>116.6</b>	<b>98.1</b>	<b>103.5</b>	<b>96.9</b>							
Farms.....	70.8	84.8	.....	69.9	72.7	.....							
Forestry, fishing, and related activities.....	26.1	29.1	.....	28.3	31.1	.....							
<b>Mining</b> .....	<b>104.9</b>	<b>130.3</b>	<b>147.5</b>	<b>112.4</b>	<b>104.6</b>	<b>106.9</b>							
Oil and gas extraction.....	60.4	83.2	.....	77.6	65.3	.....							
Mining, except oil and gas.....	27.4	27.7	.....	24.7	25.1	.....							
Support activities for mining.....	17.1	19.4	.....	10.9	12.7	.....							
<b>Utilities</b> .....	<b>210.7</b>	<b>222.2</b>	<b>241.2</b>	<b>190.7</b>	<b>202.0</b>	<b>213.0</b>							
<b>Construction</b> .....	<b>479.1</b>	<b>501.3</b>	<b>541.4</b>	<b>425.1</b>	<b>424.1</b>	<b>433.4</b>							
<b>Manufacturing</b> .....	<b>1,347.2</b>	<b>1,402.3</b>	<b>1,494.0</b>	<b>1,378.2</b>	<b>1,440.0</b>	<b>1,501.3</b>							
Durable goods.....	771.9	798.0	862.6	824.3	874.5	925.7							
Wood products.....	30.0	32.0	.....	29.9	29.9	.....							
Nonmetallic mineral products.....	43.3	43.3	.....	42.8	43.4	.....							
Primary metals.....	41.6	38.9	.....	43.6	41.9	.....							
Fabricated metal products.....	109.4	112.2	.....	106.3	109.9	.....							
Machinery.....	97.6	96.4	.....	94.5	93.7	.....							
Computer and electronic products.....	130.5	147.6	.....	195.3	250.9	.....							
Electrical equipment, appliances, and components.....	46.1	47.3	.....	46.4	48.9	.....							
Motor vehicles, bodies and trailers, and parts.....	114.1	121.9	.....	120.3	131.0	.....							
Other transportation equipment.....	70.0	67.6	.....	64.5	60.1	.....							
Furniture and related products.....	30.0	28.9	.....	28.2	27.2	.....							
Miscellaneous manufacturing.....	59.4	62.0	.....	55.9	57.8	.....							
Nondurable goods.....	575.3	604.4	631.4	553.0	566.2	578.4							
Food and beverage and tobacco products.....	172.5	173.3	.....	153.0	154.6	.....							
Textile mills and textile product mills.....	22.3	21.7	.....	21.7	21.9	.....							
Apparel and leather and allied products.....	24.7	25.0	.....	25.0	25.5	.....							
Paper products.....	50.8	51.5	.....	51.3	53.6	.....							
Printing and related support activities.....	46.0	45.2	.....	44.2	43.2	.....							
Petroleum and coal products.....	25.7	38.2	.....	31.5	28.1	.....							
Chemical products.....	167.0	181.5	.....	163.3	174.0	.....							
Plastics and rubber products.....	66.2	68.0	.....	63.6	66.1	.....							
<b>Wholesale trade</b> .....	<b>624.9</b>	<b>645.4</b>	<b>688.1</b>	<b>643.0</b>	<b>631.0</b>	<b>651.6</b>							
<b>Retail trade</b> .....	<b>744.3</b>	<b>770.5</b>	<b>797.6</b>	<b>746.4</b>	<b>788.4</b>	<b>829.7</b>							
<b>Transportation and warehousing</b> .....	<b>304.4</b>	<b>319.3</b>	<b>338.6</b>	<b>299.1</b>	<b>314.2</b>	<b>324.7</b>							
Air transportation.....	50.0	56.5	.....	61.1	73.8	.....							
Rail transportation.....	25.8	26.6	.....	24.2	24.3	.....							
Water transportation.....	7.0	7.7	.....	6.3	6.4	.....							
Truck transportation.....	95.4	97.2	.....	87.9	88.0	.....							
Transit and ground passenger transportation.....	15.8	16.3	.....	14.7	14.5	.....							
Pipeline transportation.....	9.7	7.6	.....	8.0	7.7	.....							
Other transportation and support activities.....	72.5	75.5	.....	69.6	71.2	.....							
Warehousing and storage.....	28.3	31.9	.....	27.1	30.3	.....							
<b>Information</b> .....	<b>470.0</b>	<b>493.8</b>	<b>547.2</b>	<b>475.5</b>	<b>502.4</b>	<b>551.7</b>							
Publishing industries (includes software).....	116.1	120.9	.....	113.6	121.3	.....							
Motion picture and sound recording industries.....	36.4	41.2	.....	33.5	35.5	.....							
Broadcasting and telecommunications.....	272.8	283.0	.....	285.7	299.2	.....							
Information and data processing services.....	44.7	48.6	.....	42.5	46.1	.....							
<b>Finance, insurance, real estate, rental, and leasing</b> .....	<b>2,148.2</b>	<b>2,250.3</b>	<b>2,423.7</b>	<b>2,033.3</b>	<b>2,098.6</b>	<b>2,215.8</b>							
<b>Finance and insurance</b> .....	<b>818.2</b>	<b>882.9</b>	<b>972.4</b>	<b>793.8</b>	<b>856.3</b>	<b>923.1</b>							
							Federal Reserve banks, credit intermediation, and related activities.....	413.9	440.4	.....	376.2	398.7	.....
							Securities, commodity contracts, and investments.....	151.2	168.1	.....	183.8	218.1	.....
							Insurance carriers and related activities.....	234.8	256.0	.....	221.8	229.4	.....
							Funds, trusts, and other financial vehicles.....	18.2	18.4	.....	11.6	14.1	.....
							<b>Real estate and rental and leasing</b> .....	<b>1,330.0</b>	<b>1,367.4</b>	<b>1,451.3</b>	<b>1,239.7</b>	<b>1,244.1</b>	<b>1,295.7</b>
							Real estate.....	1,227.5	1,260.7	.....	1,135.9	1,140.7	.....
							Rental and leasing services and lessors of intangible assets.....	102.5	106.7	.....	103.5	103.0	.....
							<b>Professional and business services</b> .....	<b>1,190.0</b>	<b>1,244.3</b>	<b>1,341.4</b>	<b>1,147.9</b>	<b>1,188.0</b>	<b>1,245.4</b>
							<b>Professional, scientific, and technical services</b> .....	<b>712.9</b>	<b>743.3</b>	<b>792.1</b>	<b>681.2</b>	<b>701.8</b>	<b>730.5</b>
							Legal services.....	149.2	160.6	.....	135.8	140.8	.....
							Computer systems design and related services.....	123.1	126.6	.....	123.5	129.8	.....
							Miscellaneous professional, scientific, and technical services.....	440.6	456.1	.....	421.9	431.2	.....
							<b>Management of companies and enterprises</b> .....	<b>178.0</b>	<b>191.3</b>	<b>213.6</b>	<b>179.8</b>	<b>186.5</b>	<b>197.2</b>
							<b>Administrative and waste management services</b> .....	<b>299.1</b>	<b>309.7</b>	<b>335.6</b>	<b>286.7</b>	<b>299.6</b>	<b>317.7</b>
							Administrative and support services.....	272.9	282.4	.....	261.4	272.6	.....
							Waste management and remediation services.....	26.1	27.2	.....	25.3	27.0	.....
							<b>Educational services, health care, and social assistance</b> .....	<b>799.0</b>	<b>851.2</b>	<b>903.9</b>	<b>726.6</b>	<b>746.8</b>	<b>766.7</b>
							<b>Educational services</b> .....	<b>91.5</b>	<b>94.5</b>	<b>99.5</b>	<b>79.2</b>	<b>77.8</b>	<b>77.3</b>
							<b>Health care and social assistance</b> .....	<b>707.6</b>	<b>756.7</b>	<b>804.4</b>	<b>647.6</b>	<b>669.3</b>	<b>690.0</b>
							Ambulatory health care services.....	367.8	391.1	.....	348.7	363.6	.....
							Hospitals and nursing and residential care facilities.....	276.8	298.2	.....	241.7	246.8	.....
							Social assistance.....	63.0	67.3	.....	57.9	59.9	.....
							<b>Arts, entertainment, recreation, accommodation, and food services</b> .....	<b>382.3</b>	<b>396.4</b>	<b>419.8</b>	<b>354.1</b>	<b>360.9</b>	<b>377.2</b>
							<b>Arts, entertainment, and recreation</b> .....	<b>102.5</b>	<b>106.6</b>	<b>111.8</b>	<b>94.7</b>	<b>95.6</b>	<b>97.5</b>
							Performing arts, spectator sports, museums, and related activities.....	46.8	49.0	.....	43.0	43.3	.....
							Amusements, gambling, and recreation industries.....	55.7	57.6	.....	51.6	52.3	.....
							<b>Accommodation and food services</b> .....	<b>279.8</b>	<b>289.8</b>	<b>308.1</b>	<b>259.4</b>	<b>265.2</b>	<b>279.8</b>
							Accommodation.....	90.4	93.2	.....	87.9	89.2	.....
							Food services and drinking places.....	189.4	196.6	.....	171.5	176.0	.....
							<b>Other services, except government</b> .....	<b>252.1</b>	<b>263.0</b>	<b>275.5</b>	<b>223.4</b>	<b>224.5</b>	<b>240.4</b>
							<b>Government</b> .....	<b>1,332.9</b>	<b>1,399.9</b>	<b>1,458.4</b>	<b>1,230.4</b>	<b>1,247.3</b>	<b>1,262.4</b>
							<b>Federal</b> .....	<b>415.8</b>	<b>447.1</b>	<b>465.4</b>	<b>380.6</b>	<b>390.3</b>	<b>395.6</b>
							General government.....	350.4	378.4	.....	323.2	331.7	.....
							Government enterprises.....	65.4	68.7	.....	57.4	58.6	.....
							<b>State and local</b> .....	<b>917.1</b>	<b>952.8</b>	<b>993.0</b>	<b>849.7</b>	<b>856.9</b>	<b>866.6</b>
							General government.....	844.3	876.9	.....	784.3	788.3	.....
							Government enterprises.....	72.8	75.9	.....	65.4	68.7	.....
							<b>Not allocated by industry</b> <sup>1</sup> .....				-13.6	-23.7	.....
							<b>Addenda:</b>						
							Private goods-producing industries <sup>2</sup> .....	2,028.1	2,147.8	2,299.5	2,013.3	2,069.0	2,132.5
							Private services-producing industries <sup>3</sup> .....	7,126.0	7,456.3	7,977.0	6,837.9	7,053.7	7,410.5
							Information-communications-technology-producing industries <sup>4</sup> .....	414.4	443.8	490.4	473.4	535.8	614.9

1. Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The value of not allocated by industry reflects the difference between the first line and the sum of the most detailed lines, as well as the differences in source data used to estimate GDP by industry and the expenditures measure of real GDP.

2. Consists of agriculture, forestry, fishing, and hunting; mining; construction; and manufacturing.

3. Consists of utilities; wholesale trade; retail trade; transportation and warehousing; information; finance, insurance, real estate, rental, and leasing; professional and business services; educational services, health care, and social assistance; arts, entertainment, recreation, accommodation, and food services; and other services, except government.

## C. Historical Measures

This table is derived from the "Selected NIPA Tables" that are published in this issue and from the "GDP and Other Major NIPA Series" that was published in the August 2004 issue. (The changes in prices are calculated from indexes expressed to three decimal places.)

**Table C.1. GDP and Other Major NIPA Aggregates—Continues**

(Quarterly estimates are seasonally adjusted at annual rates)

Year and quarter	Billions of chained (2000) dollars			Percent change from preceding period		Chain-type price indexes [2000=100]		Implicit price deflators [2000=100]		Percent change from preceding period			
	Gross domestic product	Final sales of domestic product	Gross national product	Gross domestic product	Final sales of domestic product	Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product	Chain-type price indexes		Implicit price deflators	
										Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product
1959	2,441.3	2,442.7	2,457.4	7.1	6.2	20.754	20.365	20.751	20.727	1.2	1.2	1.2	1.2
1960	2,501.8	2,506.8	2,519.4	2.5	2.6	21.044	20.646	21.041	21.018	1.4	1.4	1.4	1.4
1961	2,560.0	2,566.8	2,579.3	2.3	2.4	21.281	20.865	21.278	21.255	1.1	1.1	1.1	1.1
1962	2,715.2	2,708.5	2,736.9	6.1	5.5	21.572	21.139	21.569	21.547	1.4	1.3	1.4	1.4
1963	2,834.0	2,830.3	2,857.2	4.4	4.5	21.801	21.385	21.798	21.777	1.1	1.2	1.1	1.1
1964	2,998.6	2,999.9	3,023.6	5.8	6.0	22.134	21.725	22.131	22.111	1.5	1.6	1.5	1.5
1965	3,191.1	3,173.8	3,217.3	6.4	5.8	22.538	22.102	22.535	22.516	1.8	1.7	1.8	1.8
1966	3,399.1	3,364.8	3,423.7	6.5	6.0	23.180	22.724	23.176	23.158	2.8	2.8	2.8	2.9
1967	3,484.6	3,467.6	3,510.1	2.5	3.1	23.897	23.389	23.893	23.874	3.1	2.9	3.1	3.1
1968	3,652.7	3,640.3	3,680.0	4.8	5.0	24.916	24.380	24.913	24.893	4.3	4.2	4.3	4.3
1969	3,765.4	3,753.7	3,792.0	3.1	3.1	26.153	25.580	26.149	26.127	5.0	4.9	5.0	5.0
1970	3,771.9	3,787.7	3,798.2	0.2	0.9	27.538	26.964	27.534	27.512	5.3	5.4	5.3	5.3
1971	3,898.6	3,893.4	3,927.8	3.4	2.8	28.916	28.351	28.911	28.889	5.0	5.1	5.0	5.0
1972	4,105.0	4,098.6	4,136.2	5.3	5.3	30.171	29.619	30.166	30.145	4.3	4.5	4.3	4.3
1973	4,341.5	4,315.9	4,383.6	5.8	5.3	31.854	31.343	31.849	31.830	5.6	5.8	5.6	5.6
1974	4,319.6	4,305.5	4,367.5	-0.5	-0.2	34.721	34.546	34.725	34.699	9.0	10.2	9.0	9.0
1975	4,311.2	4,352.5	4,348.4	-0.2	1.1	38.007	37.761	38.002	37.976	9.5	9.3	9.4	9.4
1976	4,540.9	4,522.3	4,585.3	5.3	3.9	40.202	39.938	40.196	40.175	5.8	5.8	5.8	5.8
1977	4,750.5	4,721.6	4,800.3	4.6	4.4	42.758	42.634	42.752	42.731	6.4	6.8	6.4	6.4
1978	5,015.0	4,981.6	5,064.4	5.6	5.5	45.762	45.663	45.757	45.737	7.0	7.1	7.0	7.0
1979	5,173.4	5,161.2	5,240.1	3.2	3.6	49.553	49.548	49.548	49.527	8.3	8.8	8.3	8.3
1980	5,161.7	5,196.7	5,227.6	-0.2	0.7	54.062	54.876	54.043	54.015	9.1	10.5	9.1	9.1
1981	5,291.7	5,265.1	5,349.7	2.5	1.3	59.128	59.896	59.119	59.095	9.4	9.1	9.4	9.4
1982	5,189.3	5,233.4	5,249.7	-1.9	-0.6	62.738	63.296	62.726	62.699	6.1	5.7	6.1	6.1
1983	5,423.8	5,454.0	5,482.5	4.5	4.2	65.214	65.515	65.207	65.184	3.9	3.5	4.0	4.0
1984	5,813.6	5,739.2	5,869.3	7.2	5.2	67.664	67.822	67.655	67.631	3.8	3.5	3.8	3.8
1985	6,053.7	6,042.1	6,093.4	4.1	5.3	69.724	69.760	69.713	69.695	3.0	2.9	3.0	3.1
1986	6,263.6	6,271.8	6,290.6	3.5	3.8	71.269	71.338	71.250	71.227	2.2	2.3	2.2	2.2
1987	6,475.1	6,457.2	6,500.9	3.4	3.0	73.204	73.527	73.196	73.181	2.7	3.1	2.7	2.7
1988	6,742.7	6,734.5	6,775.2	4.1	4.3	75.706	76.043	75.694	75.679	3.4	3.4	3.4	3.4
1989	6,981.4	6,962.2	7,015.4	3.5	3.4	78.569	78.934	78.556	78.549	3.8	3.8	3.8	3.8
1990	7,112.5	7,108.5	7,155.2	1.9	2.1	81.614	82.144	81.590	81.589	3.9	4.1	3.9	3.9
1991	7,100.5	7,115.0	7,136.8	-0.2	0.1	84.457	84.836	84.444	84.440	3.5	3.3	3.5	3.5
1992	7,336.6	7,331.1	7,371.8	3.3	3.0	86.402	86.828	86.385	86.375	2.3	2.3	2.3	2.3
1993	7,532.7	7,522.3	7,568.6	2.7	2.6	88.390	88.730	88.381	88.382	2.3	2.2	2.3	2.3
1994	7,835.5	7,777.8	7,864.2	4.0	3.4	90.265	90.583	90.259	90.262	2.1	2.1	2.1	2.1
1995	8,031.7	8,010.2	8,069.8	2.5	3.0	92.115	92.483	92.106	92.114	2.0	2.1	2.0	2.1
1996	8,328.9	8,306.5	8,365.3	3.7	3.7	93.859	94.145	93.852	93.863	1.9	1.8	1.9	1.9
1997	8,703.5	8,636.6	8,737.5	4.5	4.0	95.415	95.440	95.414	95.420	1.7	1.4	1.7	1.7
1998	9,066.9	8,997.6	9,088.7	4.2	4.2	96.475	96.060	96.472	96.475	1.1	0.6	1.1	1.1
1999	9,470.3	9,404.0	9,504.7	4.5	4.5	97.868	97.556	97.868	97.869	1.4	1.6	1.4	1.4
2000	9,817.0	9,760.5	9,855.9	3.7	3.8	100.000	100.000	100.000	100.000	2.2	2.5	2.2	2.2
2001	9,890.7	9,920.9	9,933.6	0.8	1.6	102.402	101.994	102.399	102.396	2.4	2.0	2.4	2.4
2002	10,074.8	10,063.2	10,101.7	1.9	1.4	104.097	103.489	104.092	104.082	1.7	1.5	1.7	1.6
2003	10,381.3	10,379.9	10,433.9	3.0	3.1	106.003	105.571	105.998	105.992	1.8	2.0	1.8	1.8
2004	10,841.9	10,794.6	10,883.0	4.4	4.0	108.298	108.131	108.237	108.232	2.2	2.4	2.1	2.1

**Table C.1. GDP and Other Major NIPA Aggregates—Continues**

[Quarterly estimates are seasonally adjusted at annual rates]

Year and quarter	Billions of chained (2000) dollars			Percent change from preceding period		Chain-type price indexes [2000=100]		Implicit price deflators [2000=100]		Percent change from preceding period			
	Gross domestic product	Final sales of domestic product	Gross national product	Gross domestic product	Final sales of domestic product	Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product	Chain-type price indexes		Implicit price deflators	
										Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product
1959: I.....	2,392.9	2,396.9	2,408.1	7.9	8.1	20,680	20,296	20,704	20,680	1.8	2.1	0.9	0.9
II.....	2,455.8	2,440.3	2,471.1	10.9	7.4	20,711	20,326	20,704	20,681	0.6	0.6	0.0	0.0
III.....	2,453.9	2,471.1	2,470.3	-0.3	5.1	20,770	20,379	20,753	20,730	1.1	1.0	1.0	1.0
IV.....	2,462.6	2,462.3	2,479.8	1.4	-1.4	20,853	20,460	20,840	20,817	1.6	1.6	1.7	1.7
1960: I.....	2,517.4	2,488.1	2,534.1	9.2	4.3	20,903	20,505	20,931	20,909	1.0	0.9	1.8	1.8
II.....	2,504.8	2,511.5	2,521.8	-2.0	3.8	20,995	20,598	21,004	20,982	1.8	1.8	1.4	1.4
III.....	2,508.7	2,507.9	2,526.5	0.6	-0.6	21,093	20,694	21,084	21,061	1.9	1.9	1.5	1.5
IV.....	2,476.2	2,519.8	2,494.9	-5.1	1.9	21,186	20,787	21,146	21,122	1.8	1.8	1.2	1.2
1961: I.....	2,491.2	2,522.0	2,510.8	2.4	0.4	21,210	20,807	21,192	21,169	0.5	0.4	0.9	0.9
II.....	2,538.0	2,549.1	2,556.7	7.7	4.4	21,249	20,831	21,237	21,214	0.7	0.5	0.9	0.9
III.....	2,579.1	2,568.9	2,598.3	6.6	3.1	21,305	20,887	21,303	21,280	1.1	1.1	1.2	1.3
IV.....	2,631.8	2,627.3	2,651.4	8.4	9.4	21,360	20,933	21,375	21,352	1.0	0.9	1.4	1.4
1962: I.....	2,679.1	2,659.5	2,698.6	7.4	5.0	21,482	21,041	21,501	21,479	2.3	2.1	2.4	2.4
II.....	2,708.4	2,704.5	2,729.7	4.4	6.9	21,538	21,109	21,533	21,511	1.0	1.3	0.6	0.6
III.....	2,733.3	2,725.6	2,754.8	3.7	3.2	21,596	21,163	21,585	21,564	1.1	1.0	1.0	1.0
IV.....	2,740.0	2,744.5	2,764.5	1.0	2.8	21,671	21,241	21,653	21,632	1.4	1.5	1.3	1.3
1963: I.....	2,775.9	2,762.8	2,799.4	5.3	2.7	21,732	21,308	21,702	21,681	1.1	1.3	0.9	0.9
II.....	2,810.6	2,809.7	2,833.3	5.1	7.0	21,754	21,335	21,745	21,724	0.4	0.5	0.8	0.8
III.....	2,863.5	2,859.4	2,886.6	7.7	7.3	21,794	21,382	21,788	21,768	0.7	0.9	0.8	0.8
IV.....	2,885.8	2,889.5	2,909.6	3.1	4.3	21,923	21,514	21,951	21,930	2.4	2.5	3.0	3.0
1964: I.....	2,950.5	2,952.7	2,976.3	9.3	9.0	22,001	21,596	22,016	21,995	1.4	1.5	1.2	1.2
II.....	2,984.8	2,988.1	3,009.6	4.7	4.9	22,073	21,674	22,073	22,053	1.3	1.5	1.0	1.1
III.....	3,025.5	3,025.4	3,051.1	5.6	5.1	22,180	21,769	22,160	22,140	2.0	1.8	1.6	1.6
IV.....	3,033.6	3,033.2	3,057.5	1.1	1.0	22,282	21,860	22,270	22,250	1.9	1.7	2.0	2.0
1965: I.....	3,108.2	3,081.0	3,135.2	10.2	6.5	22,380	21,940	22,383	22,363	1.8	1.5	2.0	2.0
II.....	3,150.2	3,136.6	3,178.0	5.5	7.4	22,479	22,037	22,480	22,460	1.8	1.8	1.7	1.7
III.....	3,214.1	3,195.5	3,240.0	8.4	7.7	22,578	22,140	22,573	22,544	1.8	1.9	1.5	1.5
IV.....	3,291.8	3,282.4	3,315.7	10.0	11.3	22,717	22,292	22,707	22,688	2.5	2.8	2.6	2.6
1966: I.....	3,372.3	3,337.0	3,396.9	10.1	6.8	22,857	22,416	22,855	22,837	2.5	2.2	2.6	2.7
II.....	3,384.0	3,352.4	3,408.7	1.4	1.9	23,071	22,629	23,048	23,029	3.8	3.9	3.4	3.4
III.....	3,406.3	3,380.2	3,430.4	2.7	3.4	23,293	22,831	23,291	23,272	3.9	3.6	4.3	4.3
IV.....	3,433.7	3,389.6	3,458.9	3.3	1.1	23,498	23,018	23,505	23,486	3.6	3.3	3.7	3.7
1967: I.....	3,464.1	3,424.2	3,489.0	3.6	4.1	23,611	23,109	23,612	23,593	1.9	1.6	1.8	1.8
II.....	3,464.3	3,460.2	3,488.5	0.0	4.3	23,759	23,254	23,741	23,722	2.5	2.5	2.2	2.2
III.....	3,491.8	3,477.8	3,518.5	3.2	2.0	23,977	23,469	23,975	23,955	3.7	3.7	4.0	4.0
IV.....	3,518.2	3,508.2	3,544.1	3.1	3.5	24,242	23,723	24,241	24,221	4.5	4.4	4.5	4.5
1968: I.....	3,590.7	3,581.7	3,617.2	8.5	8.6	24,503	23,979	24,506	24,487	4.4	4.4	4.4	4.5
II.....	3,651.6	3,617.7	3,678.7	7.0	4.1	24,777	24,230	24,763	24,743	4.5	4.3	4.3	4.2
III.....	3,676.5	3,669.4	3,704.4	2.7	5.8	25,017	24,483	25,008	24,988	3.9	4.2	4.0	4.0
IV.....	3,692.0	3,692.2	3,719.6	1.7	2.5	25,367	24,826	25,362	25,342	5.7	5.7	5.8	5.8
1969: I.....	3,750.2	3,730.5	3,778.0	6.5	4.2	25,622	25,062	25,626	25,605	4.1	3.9	4.2	4.2
II.....	3,760.9	3,748.6	3,787.7	1.1	2.0	25,966	25,402	25,958	25,937	5.5	5.5	5.3	5.3
III.....	3,784.2	3,767.6	3,810.0	2.5	2.0	26,345	25,764	26,332	26,310	6.0	5.8	5.9	5.9
IV.....	3,766.3	3,768.1	3,792.1	-1.9	0.1	26,678	26,093	26,675	26,652	5.2	5.2	5.3	5.3
1970: I.....	3,760.0	3,778.0	3,786.3	-0.7	1.1	27,051	26,474	27,056	27,034	5.7	6.0	5.8	5.9
II.....	3,767.1	3,771.0	3,794.3	0.8	-0.7	27,437	26,841	27,428	27,406	5.8	5.7	5.6	5.6
III.....	3,800.5	3,804.6	3,827.4	3.6	3.6	27,655	27,093	27,647	27,624	3.2	3.8	3.2	3.2
IV.....	3,759.8	3,797.2	3,784.5	-4.2	-0.8	28,009	27,449	28,004	27,982	5.2	5.4	5.3	5.3
1971: I.....	3,864.1	3,844.7	3,893.1	11.6	5.1	28,429	27,854	28,425	28,403	6.1	6.0	6.2	6.2
II.....	3,885.9	3,871.3	3,916.4	2.3	2.8	28,809	28,230	28,798	28,777	5.5	5.5	5.4	5.4
III.....	3,916.7	3,905.2	3,944.4	3.2	3.5	29,097	28,539	29,089	29,069	4.1	4.5	4.1	4.1
IV.....	3,927.9	3,952.5	3,957.1	1.1	4.9	29,329	28,779	29,322	29,300	3.2	3.4	3.2	3.2
1972: I.....	3,997.7	4,006.9	4,028.1	7.3	5.6	29,814	29,234	29,781	29,759	6.8	6.5	6.4	6.4
II.....	4,092.1	4,073.0	4,122.1	9.8	6.8	29,989	29,437	29,959	29,937	2.4	2.8	2.4	2.4
III.....	4,131.1	4,109.6	4,163.5	3.9	3.6	30,264	29,728	30,250	30,229	3.7	4.0	3.9	4.0
IV.....	4,198.7	4,204.8	4,231.0	6.7	9.6	30,620	30,078	30,652	30,631	4.8	4.8	5.4	5.4
1973: I.....	4,305.3	4,296.4	4,342.5	10.6	9.0	31,025	30,478	31,020	31,000	5.4	5.4	4.9	4.9
II.....	4,355.1	4,317.4	4,394.6	4.7	2.0	31,542	31,052	31,500	31,481	6.8	7.7	6.3	6.4
III.....	4,331.9	4,322.6	4,377.8	-2.1	0.5	32,147	31,625	32,114	32,095	7.9	7.6	8.0	8.0
IV.....	4,373.3	4,327.3	4,419.5	3.9	0.4	32,703	32,218	32,750	32,731	7.1	7.7	8.2	8.2
1974: I.....	4,335.4	4,322.7	4,389.4	-3.4	-0.4	33,371	33,068	33,376	33,354	8.4	11.0	7.9	7.8
II.....	4,347.9	4,328.7	4,399.1	1.2	0.6	34,110	34,007	34,162	34,137	9.2	11.9	9.8	9.7
III.....	4,305.8	4,316.3	4,352.4	-3.8	-1.1	35,164	35,045	35,166	35,141	12.9	12.8	12.3	12.3
IV.....	4,288.9	4,254.5	4,329.3	-1.6	-5.6	36,240	36,062	36,218	36,188	12.8	12.1	12.5	12.5

**Table C.1. GDP and Other Major NIPA Aggregates—Continues**  
 (Quarterly estimates are seasonally adjusted at annual rates)

Year and quarter	Billions of chained (2000) dollars			Percent change from preceding period		Chain-type price indexes (2000=100)		Implicit price deflators (2000=100)		Percent change from preceding period			
	Gross domestic product	Final sales of domestic product	Gross national product	Gross domestic product	Final sales of domestic product	Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product	Chain-type price indexes		Implicit price deflators	
										Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product
1975: I	4,237.6	4,287.8	4,271.5	-4.7	3.2	37.077	36.849	37.050	37.022	9.6	9.0	9.5	9.5
1975: II	4,268.6	4,331.0	4,302.8	3.0	4.1	37.622	37.412	37.614	37.586	6.0	6.3	6.2	6.2
1975: III	4,340.9	4,370.1	4,377.7	6.9	3.7	38.324	38.060	38.313	38.288	7.7	7.1	7.6	7.7
1975: IV	4,397.8	4,421.1	4,441.7	5.4	4.8	39.005	38.724	38.987	38.961	7.3	7.2	7.2	7.2
1976: I	4,496.8	4,482.1	4,539.3	9.3	5.6	39.443	39.163	39.418	39.396	4.6	4.6	4.5	4.5
1976: II	4,530.3	4,496.3	4,574.6	3.0	1.3	39.866	39.595	39.840	39.818	4.4	4.5	4.4	4.4
1976: III	4,552.0	4,523.7	4,596.7	1.9	2.5	40.405	40.168	40.385	40.365	5.5	5.9	5.6	5.6
1976: IV	4,584.6	4,587.1	4,630.4	2.9	5.7	41.096	40.828	41.122	41.101	7.0	6.7	7.5	7.5
1977: I	4,640.0	4,631.5	4,692.2	4.9	3.9	41.781	41.591	41.796	41.773	6.8	7.7	6.7	6.7
1977: II	4,731.1	4,705.5	4,782.3	8.1	6.5	42.452	42.306	42.401	42.381	6.6	7.1	5.9	6.0
1977: III	4,815.8	4,755.2	4,866.4	7.4	4.3	43.036	42.917	42.950	42.899	5.6	6.2	5.0	5.0
1977: IV	4,815.3	4,794.1	4,860.4	0.0	3.3	43.762	43.688	43.852	43.831	6.9	7.1	9.0	9.0
1978: I	4,830.8	4,799.5	4,882.9	1.3	0.5	44.493	44.410	44.505	44.483	6.9	6.8	6.1	6.1
1978: II	5,021.2	4,989.9	5,064.7	16.7	16.8	45.350	45.266	45.321	45.301	7.9	7.9	7.5	7.6
1978: III	5,070.7	5,036.0	5,118.2	4.0	3.7	46.133	46.048	46.072	46.052	7.1	7.1	6.8	6.8
1978: IV	5,137.4	5,100.6	5,191.9	5.4	5.2	47.074	46.928	47.047	47.027	8.4	7.9	8.7	8.7
1979: I	5,147.4	5,117.8	5,203.1	0.8	1.4	47.929	47.828	47.876	47.857	7.5	7.9	7.2	7.2
1979: II	5,152.3	5,117.9	5,214.9	0.4	0.0	49.092	49.044	49.058	49.034	10.1	10.6	10.2	10.2
1979: III	5,189.4	5,192.3	5,263.8	2.9	5.9	50.102	50.289	50.115	50.093	8.5	10.5	8.9	8.9
1979: IV	5,204.7	5,216.9	5,278.6	1.2	1.9	51.088	51.515	51.117	51.093	8.1	10.1	8.2	8.2
1980: I	5,221.3	5,227.3	5,296.5	1.3	0.8	52.209	52.930	52.195	52.172	9.1	11.4	8.7	8.7
1980: II	5,115.9	5,126.2	5,185.5	-7.8	-7.5	53.362	54.220	53.349	53.324	9.1	10.1	9.1	9.1
1980: III	5,107.4	5,193.5	5,173.0	-0.7	5.4	54.572	55.446	54.560	54.534	9.4	9.4	9.4	9.4
1980: IV	5,202.1	5,239.7	5,255.6	7.6	3.6	56.105	56.907	56.071	56.043	11.7	11.0	11.5	11.5
1981: I	5,307.5	5,261.7	5,364.5	8.4	1.7	57.566	58.397	57.517	57.492	10.8	10.9	10.7	10.8
1981: II	5,266.1	5,272.8	5,319.8	-3.1	0.8	58.582	59.434	58.598	58.571	7.2	7.3	7.7	7.7
1981: III	5,329.8	5,278.5	5,386.8	4.9	0.4	59.661	60.355	59.641	59.616	7.6	6.3	7.3	7.3
1981: IV	5,263.4	5,247.4	5,327.3	-4.9	-2.3	60.704	61.400	60.729	60.706	7.2	7.1	7.5	7.5
1982: I	5,177.1	5,232.9	5,237.7	-6.4	-1.1	61.563	62.213	61.555	61.530	5.8	5.4	5.6	5.5
1982: II	5,204.9	5,230.5	5,272.8	2.2	-0.2	62.330	62.883	62.302	62.276	5.1	4.4	4.9	4.9
1982: III	5,185.2	5,196.6	5,242.9	-1.5	-2.6	63.193	63.717	63.182	63.155	5.7	5.4	5.8	5.8
1982: IV	5,169.8	5,273.3	5,245.3	0.4	6.0	63.866	64.372	63.863	63.837	4.3	4.2	4.4	4.4
1983: I	5,253.8	5,329.2	5,308.8	5.0	4.3	64.413	64.768	64.388	64.363	3.5	2.5	3.3	3.3
1983: II	5,372.3	5,404.6	5,430.9	9.3	5.8	64.881	65.213	64.853	64.831	2.9	2.8	2.9	2.9
1983: III	5,478.4	5,505.1	5,538.0	8.1	7.7	65.542	65.849	65.517	65.495	4.1	4.0	4.2	4.2
1983: IV	5,590.5	5,577.0	5,652.4	8.4	5.3	66.020	66.231	66.012	66.012	2.9	2.3	3.1	3.1
1984: I	5,699.8	5,614.4	5,757.1	8.1	2.7	66.838	67.052	66.837	66.815	5.0	5.1	5.1	5.1
1984: II	5,797.9	5,717.5	5,855.5	7.1	7.5	67.439	67.647	67.414	67.392	3.6	3.6	3.5	3.5
1984: III	5,854.3	5,770.2	5,911.3	3.9	3.7	67.989	68.114	67.953	67.930	3.3	2.8	3.2	3.2
1984: IV	5,902.4	5,854.6	5,953.2	3.3	6.0	68.392	68.476	68.385	68.359	2.4	2.1	2.6	2.6
1985: I	5,956.9	5,953.0	5,997.4	3.8	6.9	69.180	69.137	69.155	69.127	4.7	3.9	4.6	4.6
1985: II	6,007.8	5,998.5	6,050.8	3.5	3.1	69.542	69.537	69.550	69.529	2.1	2.3	2.3	2.3
1985: III	6,101.7	6,095.8	6,137.4	6.4	6.6	69.876	69.907	69.838	69.827	1.9	2.1	1.7	1.7
1985: IV	6,148.6	6,121.2	6,188.2	3.1	1.7	70.299	70.459	70.289	70.276	2.4	3.2	2.6	2.6
1986: I	6,207.4	6,184.1	6,242.5	3.9	4.2	70.660	70.851	70.652	70.635	2.1	2.2	2.1	2.1
1986: II	6,232.0	6,230.5	6,257.3	1.6	3.0	71.001	70.985	71.015	70.993	1.9	0.8	2.1	2.0
1986: III	6,291.7	6,317.8	6,320.1	3.9	5.7	71.455	71.493	71.426	71.401	2.6	2.9	2.3	2.3
1986: IV	6,323.4	6,355.0	6,342.8	2.0	2.4	71.960	72.025	71.893	71.866	2.9	3.0	2.6	2.6
1987: I	6,365.0	6,344.4	6,386.8	2.7	-0.7	72.514	72.728	72.487	72.465	3.1	4.0	3.3	3.4
1987: II	6,435.0	6,431.4	6,461.8	4.5	5.6	72.904	73.229	72.882	72.870	2.2	2.8	2.2	2.3
1987: III	6,493.4	6,510.8	6,519.5	3.7	5.0	73.450	73.819	73.425	73.412	3.0	3.3	3.0	3.0
1987: IV	6,606.8	6,542.5	6,635.4	7.2	2.0	73.948	74.332	73.958	73.944	2.7	2.8	2.9	2.9
1988: I	6,639.1	6,637.2	6,675.0	2.0	5.9	74.564	74.975	74.587	74.571	3.4	3.5	3.4	3.4
1988: II	6,723.5	6,716.4	6,756.2	5.2	4.9	75.296	75.706	75.300	75.285	4.0	4.0	3.9	3.9
1988: III	6,759.4	6,749.5	6,788.9	2.1	2.0	76.178	76.406	76.141	76.124	4.8	3.8	4.5	4.5
1988: IV	6,848.6	6,835.1	6,880.9	5.4	5.2	76.786	77.086	76.712	76.700	3.2	3.6	3.0	3.1
1989: I	6,918.1	6,873.3	6,950.1	4.1	2.3	77.588	77.937	77.580	77.566	4.2	4.5	4.6	4.6
1989: II	6,963.5	6,933.6	6,993.9	2.6	3.6	78.342	78.764	78.324	78.316	3.9	4.3	3.9	3.9
1989: III	7,013.1	7,015.3	7,046.2	2.9	4.8	78.913	79.227	78.879	78.875	2.9	2.4	2.9	2.9
1989: IV	7,030.9	7,026.8	7,071.4	1.0	0.7	79.433	79.807	79.425	79.422	2.7	3.0	2.8	2.8
1990: I	7,112.1	7,110.6	7,150.0	4.7	4.9	80.389	80.878	80.375	80.376	4.9	5.5	4.9	4.9
1990: II	7,130.3	7,103.8	7,169.9	1.0	-0.4	81.326	81.629	81.311	81.301	4.7	3.8	4.7	4.7
1990: III	7,130.8	7,118.3	7,163.9	0.0	0.8	82.053	82.531	82.031	82.028	3.6	4.5	3.6	3.6
1990: IV	7,076.9	7,101.3	7,137.1	-3.0	-1.0	82.689	83.536	82.646	82.652	3.1	5.0	3.0	3.1

Table C.1. GDP and Other Major NIPA Aggregates

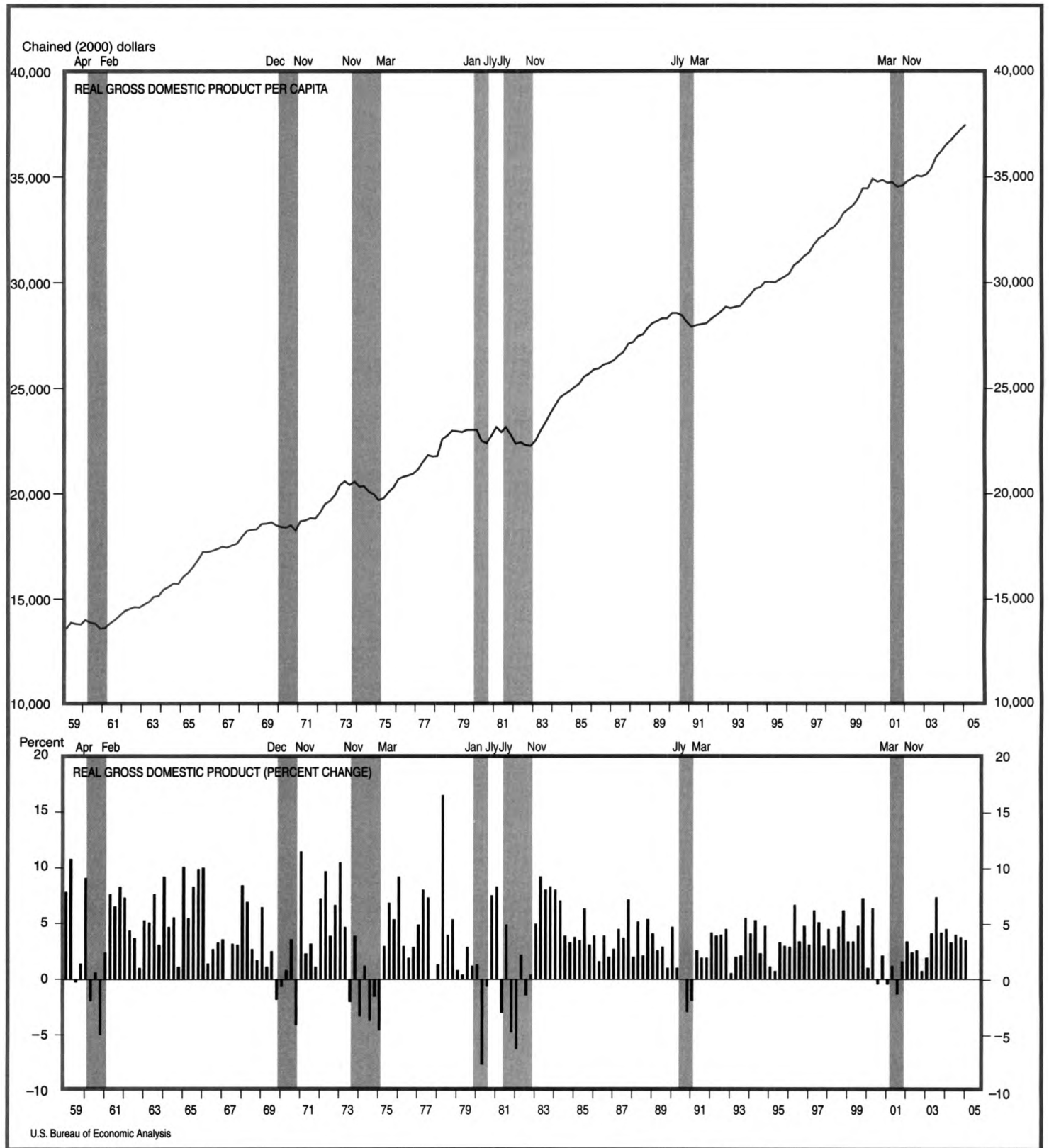
[Quarterly estimates are seasonally adjusted at annual rates]

Year and quarter	Billions of chained (2000) dollars			Percent change from preceding period		Chain-type price indexes [2000=100]		Implicit price deflators [2000=100]		Percent change from preceding period			
	Gross domestic product	Final sales of domestic product	Gross national product	Gross domestic product	Final sales of domestic product	Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product	Chain-type price indexes		Implicit price deflators	
										Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product
1991: I.....	7,040.8	7,071.5	7,087.0	-2.0	-1.7	83.662	84.197	83.626	83.623	4.8	3.2	4.8	4.8
1991: II.....	7,086.5	7,120.2	7,119.1	2.6	2.8	84.194	84.533	84.165	84.164	2.6	1.6	2.6	2.6
1991: III.....	7,120.7	7,134.6	7,149.3	1.9	0.8	84.772	85.058	84.762	84.758	2.8	2.5	2.9	2.9
1991: IV.....	7,154.1	7,133.8	7,191.8	1.9	0.0	85.200	85.556	85.206	85.202	2.0	2.4	2.1	2.1
1992: I.....	7,228.2	7,239.3	7,265.5	4.2	6.0	85.766	86.093	85.721	85.710	2.7	2.5	2.4	2.4
1992: II.....	7,297.9	7,284.3	7,334.5	3.9	2.5	86.212	86.588	86.190	86.181	2.1	2.3	2.2	2.2
1992: III.....	7,369.5	7,360.5	7,402.6	4.0	4.2	86.587	87.098	86.580	86.567	1.8	2.4	1.8	1.8
1992: IV.....	7,450.7	7,440.3	7,485.0	4.5	4.4	87.042	87.531	87.029	87.019	2.1	2.0	2.1	2.1
1993: I.....	7,459.7	7,431.2	7,502.4	0.5	-0.5	87.729	88.076	87.707	87.705	3.2	2.5	3.2	3.2
1993: II.....	7,497.5	7,483.7	7,532.8	2.0	2.9	88.204	88.595	88.190	88.189	2.2	2.4	2.2	2.2
1993: III.....	7,536.0	7,540.6	7,577.7	2.1	3.1	88.599	88.916	88.570	88.574	1.8	1.5	1.7	1.8
1993: IV.....	7,637.4	7,633.7	7,661.5	5.5	5.0	89.030	89.331	89.038	89.048	2.0	1.9	2.1	2.2
1994: I.....	7,715.1	7,677.5	7,747.2	4.1	2.3	89.598	89.800	89.578	89.583	2.6	2.1	2.4	2.4
1994: II.....	7,815.7	7,737.2	7,843.7	5.3	3.1	89.980	90.271	89.954	89.963	1.7	2.1	1.7	1.7
1994: III.....	7,859.5	7,814.3	7,886.8	2.3	4.0	90.525	90.921	90.530	90.527	2.4	2.9	2.6	2.5
1994: IV.....	7,951.6	7,882.3	7,979.2	4.8	3.5	90.958	91.340	90.952	90.953	1.9	1.9	1.9	1.9
1995: I.....	7,973.7	7,918.7	8,014.3	1.1	1.9	91.554	91.877	91.530	91.534	2.6	2.4	2.6	2.6
1995: II.....	7,988.0	7,962.3	8,032.0	0.7	2.2	91.891	92.329	91.859	91.868	1.5	2.0	1.4	1.5
1995: III.....	8,053.1	8,055.0	8,081.0	3.3	4.7	92.281	92.662	92.289	92.299	1.7	1.5	1.9	1.9
1995: IV.....	8,112.0	8,104.8	8,152.0	3.0	2.5	92.734	93.065	92.733	92.743	2.0	1.8	1.9	1.9
1996: I.....	8,169.2	8,175.4	8,213.3	2.9	3.5	93.302	93.602	93.328	93.338	2.5	2.3	2.6	2.6
1996: II.....	8,303.1	8,285.8	8,337.6	6.7	5.5	93.615	93.897	93.659	93.671	1.3	1.3	1.4	1.4
1996: III.....	8,372.7	8,319.9	8,402.7	3.4	1.7	94.064	94.286	93.951	93.962	1.9	1.7	1.3	1.2
1996: IV.....	8,470.6	8,444.7	8,507.6	4.8	6.1	94.455	94.796	94.450	94.458	1.7	2.2	2.1	2.1
1997: I.....	8,536.1	8,507.3	8,566.0	3.1	3.0	94.963	95.189	95.054	95.058	2.2	1.7	2.6	2.6
1997: II.....	8,665.8	8,574.6	8,707.0	6.2	3.2	95.291	95.296	95.206	95.212	1.4	0.5	0.6	0.6
1997: III.....	8,773.7	8,705.7	8,806.7	5.1	6.3	95.541	95.494	95.534	95.542	1.1	0.8	1.4	1.4
1997: IV.....	8,838.4	8,758.6	8,868.1	3.0	2.5	95.864	95.781	95.846	95.851	1.4	1.2	1.3	1.3
1998: I.....	8,936.2	8,821.1	8,965.5	4.5	2.9	96.096	95.773	96.089	96.091	1.0	0.0	1.0	1.0
1998: II.....	8,995.3	8,948.7	9,022.2	2.7	5.9	96.284	95.881	96.249	96.254	0.8	0.5	0.7	0.7
1998: III.....	9,098.9	9,038.4	9,112.2	4.7	4.1	96.620	96.141	96.600	96.604	1.4	1.1	1.5	1.5
1998: IV.....	9,237.1	9,182.2	9,255.2	6.2	6.5	96.901	96.444	96.934	96.932	1.2	1.3	1.4	1.4
1999: I.....	9,315.5	9,239.7	9,346.7	3.4	2.5	97.274	96.761	97.328	97.330	1.5	1.3	1.6	1.7
1999: II.....	9,392.6	9,353.7	9,429.1	3.4	5.0	97.701	97.317	97.674	97.675	1.8	2.3	1.4	1.4
1999: III.....	9,502.2	9,453.5	9,532.7	4.8	4.3	98.022	97.790	98.013	98.014	1.3	2.0	1.4	1.4
1999: IV.....	9,671.1	9,569.3	9,710.4	7.3	5.0	98.475	98.356	98.432	98.433	1.9	2.3	1.7	1.7
2000: I.....	9,695.6	9,668.8	9,729.0	1.0	4.2	99.292	99.275	99.317	99.311	3.4	3.8	3.6	3.6
2000: II.....	9,847.9	9,748.4	9,885.3	6.4	3.3	99.780	99.714	99.745	99.741	2.0	1.8	1.7	1.7
2000: III.....	9,836.6	9,780.4	9,867.8	-0.5	1.3	100.241	100.283	100.259	100.262	1.9	2.3	2.1	2.1
2000: IV.....	9,887.7	9,844.3	9,941.6	2.1	2.6	100.687	100.727	100.666	100.672	1.8	1.8	1.6	1.6
2001: I.....	9,875.6	9,883.2	9,913.6	-0.5	1.6	101.507	101.403	101.478	101.480	3.3	2.7	3.3	3.2
2001: II.....	9,905.9	9,908.7	9,949.8	1.2	1.0	102.290	101.974	102.252	102.248	3.1	2.3	3.1	3.1
2001: III.....	9,871.1	9,899.9	9,887.7	-1.4	-0.4	102.690	102.223	102.675	102.671	1.6	1.0	1.7	1.7
2001: IV.....	9,910.0	9,992.3	9,983.1	1.6	3.8	103.122	102.378	103.191	103.183	1.7	0.6	2.0	2.0
2002: I.....	9,993.5	10,000.4	10,017.2	3.4	0.3	103.470	102.673	103.450	103.439	1.4	1.2	1.0	1.0
2002: II.....	10,052.6	10,044.9	10,069.9	2.4	1.8	103.853	103.298	103.911	103.901	1.5	2.5	1.8	1.8
2002: III.....	10,117.3	10,095.2	10,142.4	2.6	2.0	104.280	103.747	104.243	104.232	1.7	1.8	1.3	1.3
2002: IV.....	10,135.9	10,112.5	10,178.4	0.7	0.7	104.786	104.237	104.752	104.743	2.0	1.9	2.0	2.0
2003: I.....	10,184.4	10,173.3	10,220.3	1.9	2.4	105.490	105.190	105.500	105.490	2.7	3.7	2.9	2.9
2003: II.....	10,287.4	10,302.5	10,330.8	4.1	5.2	105.780	105.287	105.799	105.791	1.1	0.4	1.1	1.1
2003: III.....	10,472.8	10,473.9	10,521.7	7.4	6.8	106.158	105.721	106.148	106.146	1.4	1.7	1.3	1.3
2003: IV.....	10,580.7	10,569.6	10,663.3	4.2	3.7	106.586	106.086	106.523	106.516	1.6	1.4	1.4	1.4
2004: I.....	10,697.5	10,655.8	10,766.7	4.5	3.3	107.314	106.980	107.246	107.240	2.8	3.4	2.7	2.7
2004: II.....	10,784.7	10,722.3	10,818.7	3.3	2.5	108.169	107.913	108.093	108.087	3.2	3.5	3.2	3.2
2004: III.....	10,891.0	10,854.7	10,926.5	4.0	5.0	108.551	108.429	108.482	108.479	1.4	1.9	1.4	1.5
2004: IV.....	10,994.3	10,945.5	11,020.1	3.8	3.4	109.159	109.203	109.100	109.099	2.3	2.9	2.3	2.3
2005: I.....	11,088.8	11,018.8	11,119.3	3.5	2.7	110.012	109.998	109.946	109.944	3.2	2.9	3.1	3.1

### D. Charts

The percent changes shown are based on quarter-to-quarter changes and are expressed at seasonally adjusted annual rates. The levels of series are also expressed at seasonally adjusted annual rates as appropriate.

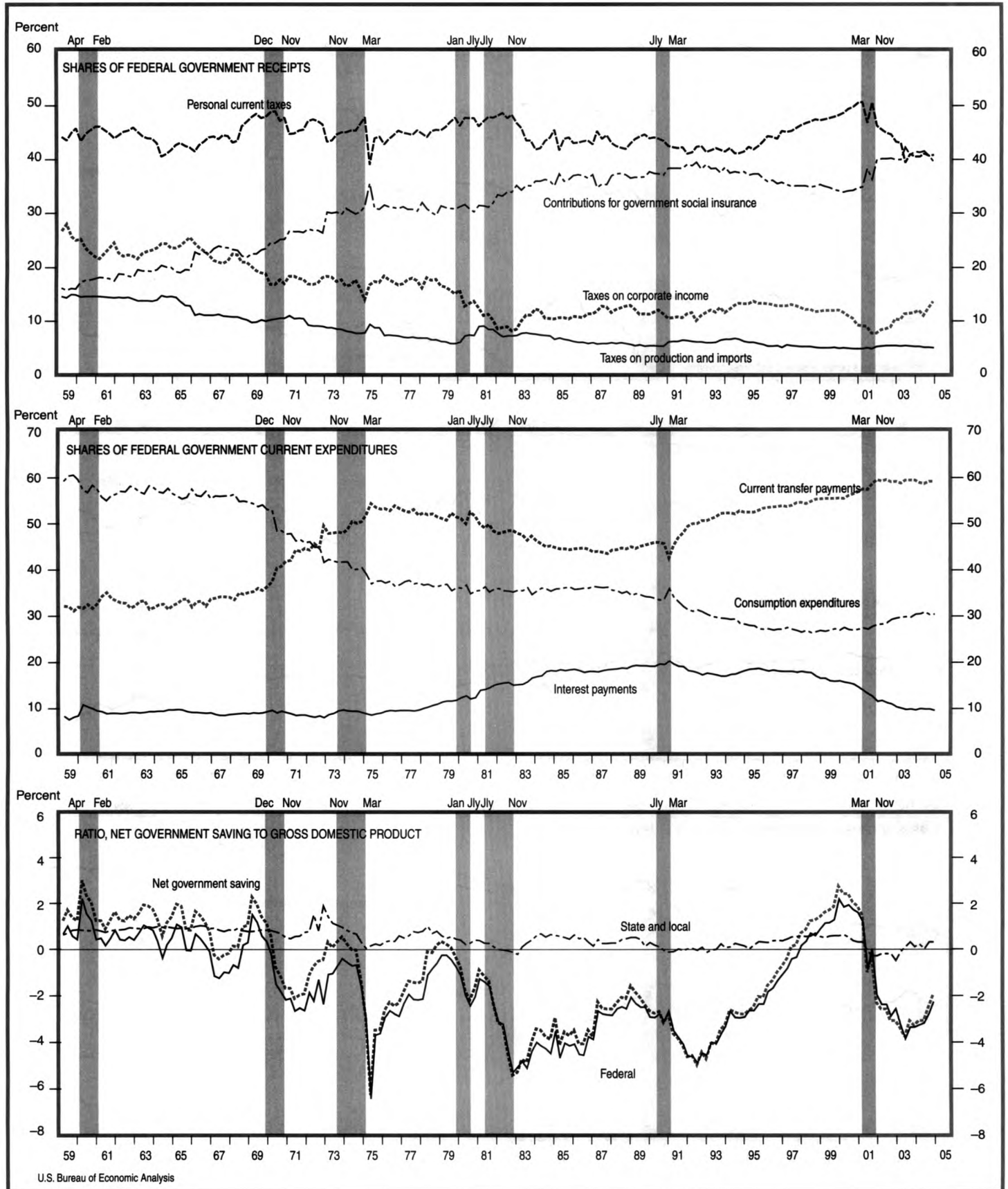
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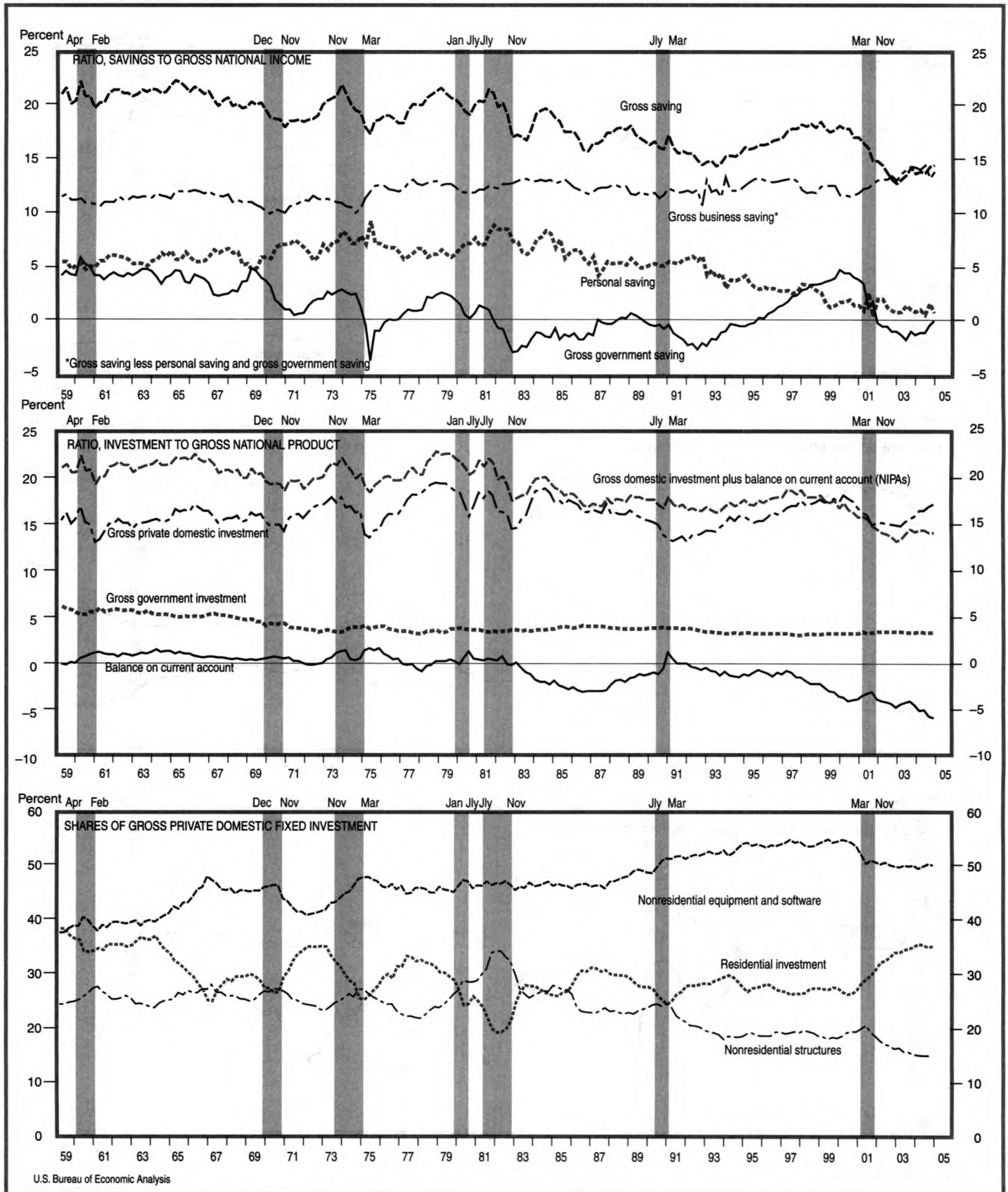
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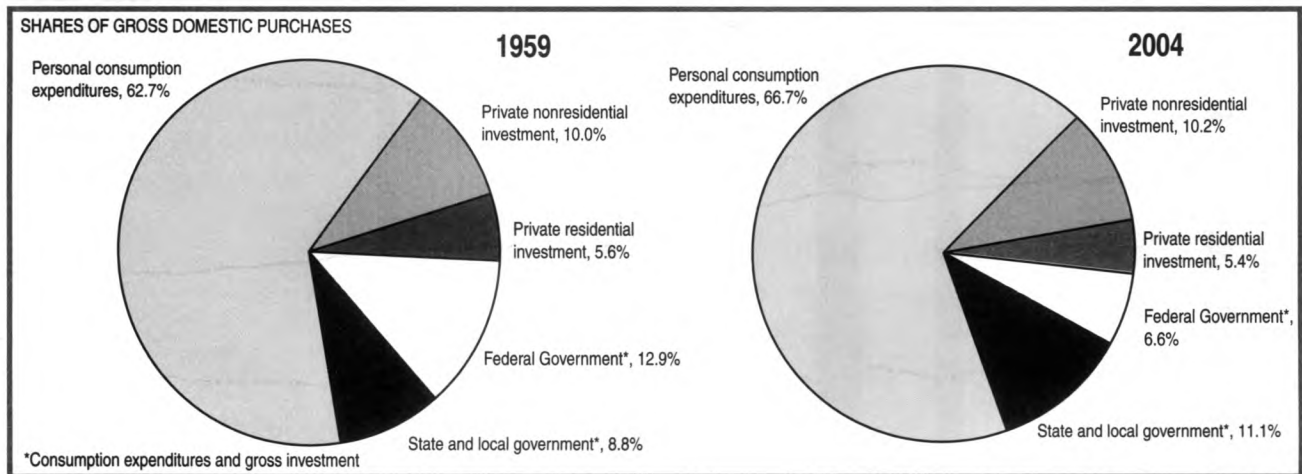
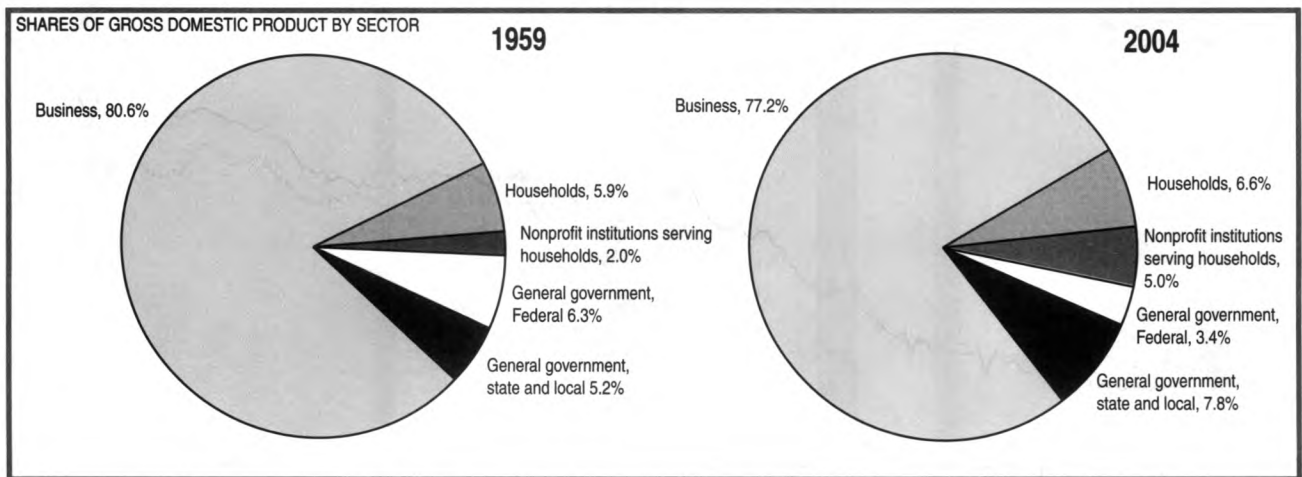
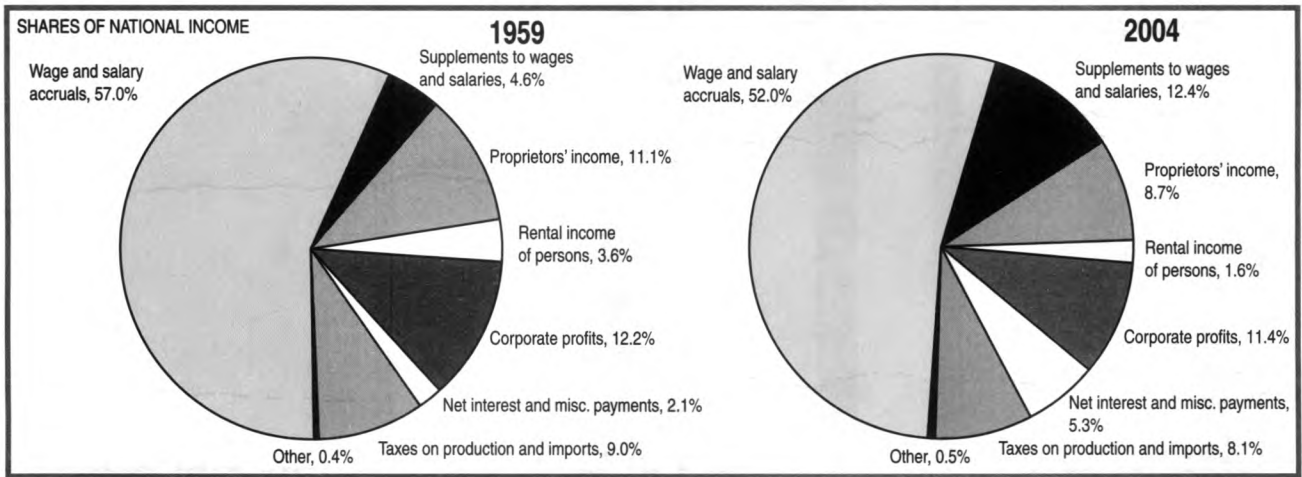
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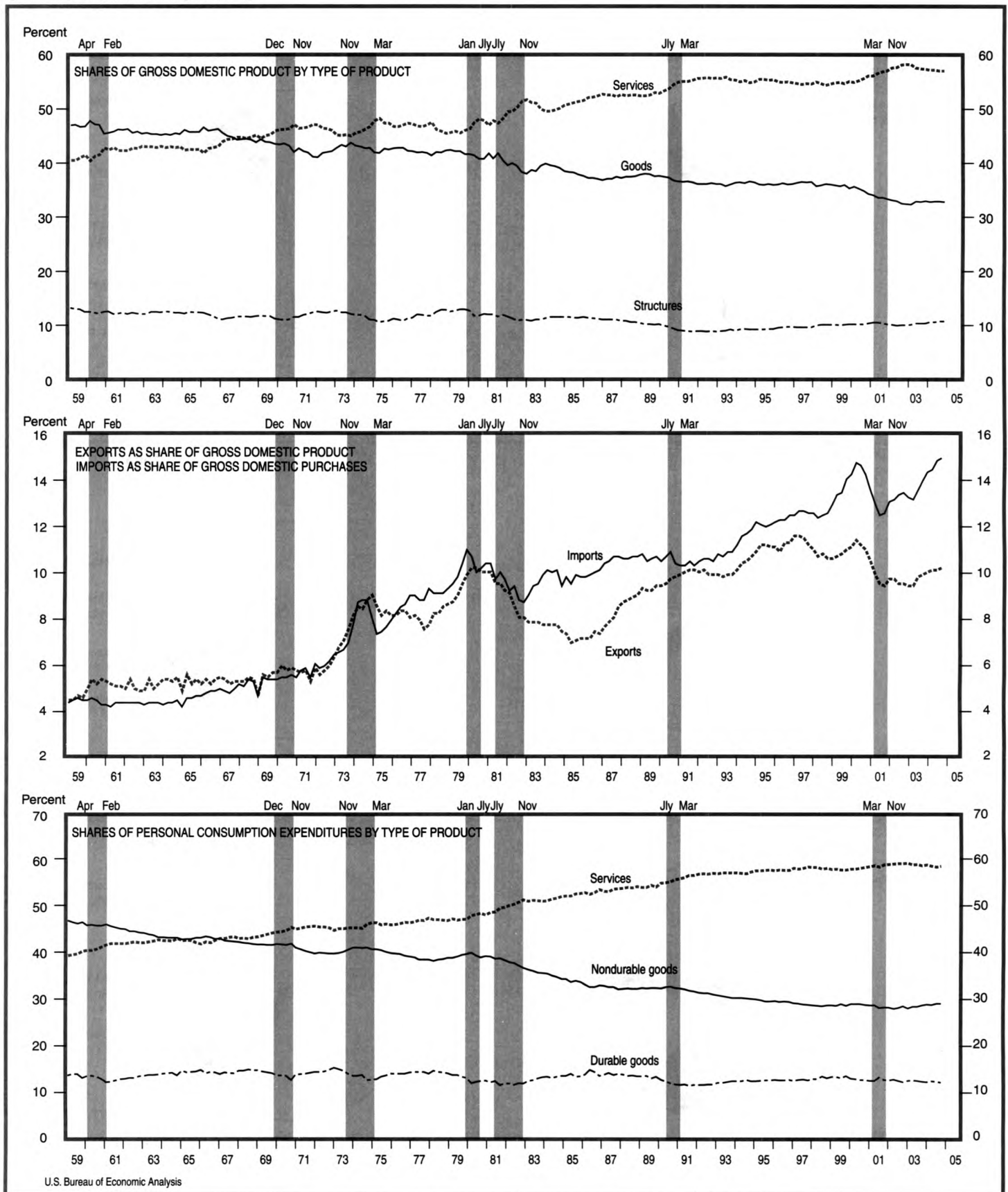


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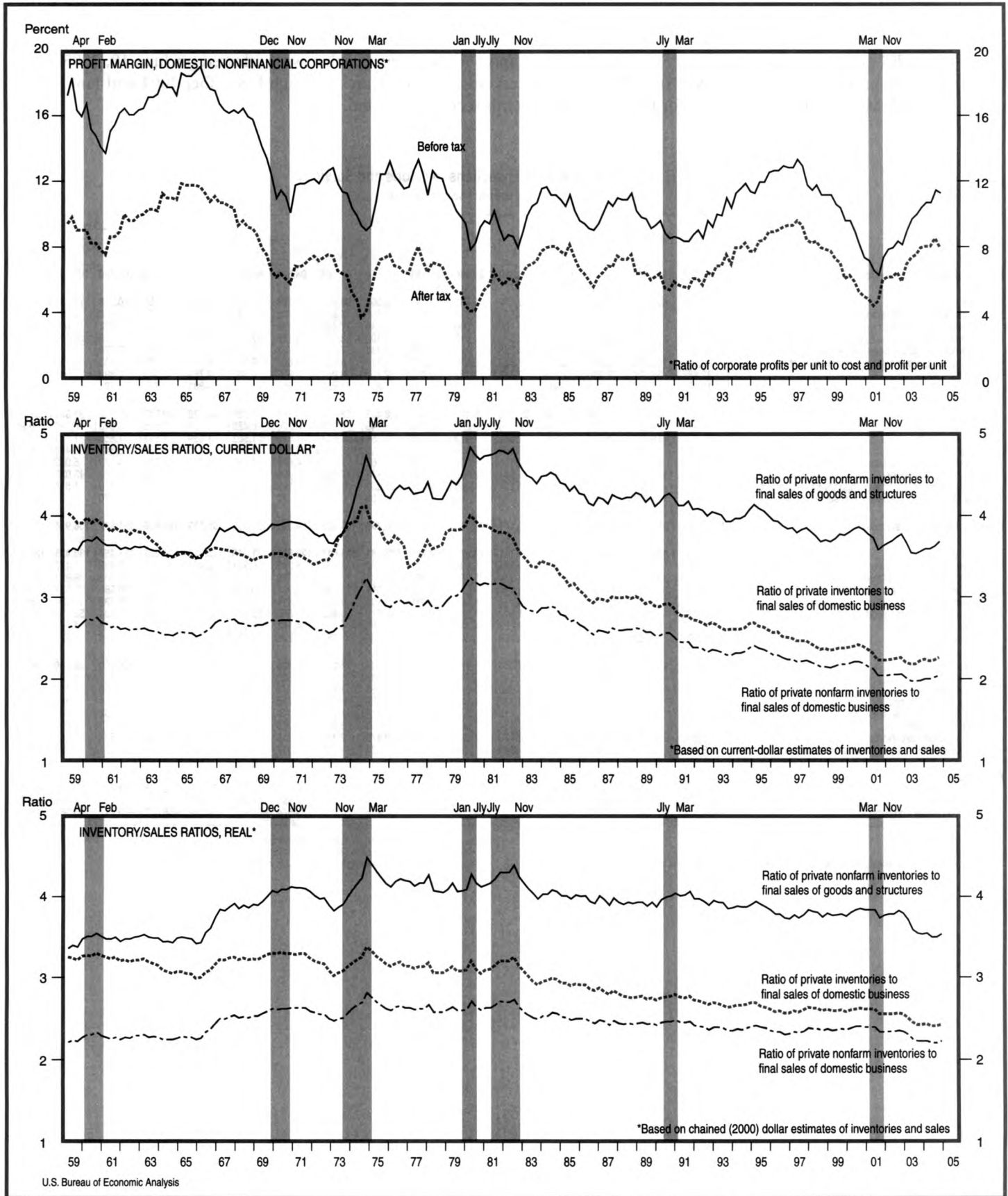


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## International Data

## E. Transactions Tables

Table E.1 presents estimates of U.S. international trade in goods and services that were released on June 10, 2005. It includes preliminary estimates for April 2005 and revised estimates for March through December 2004 and January through March 2005. The sources for the other tables in this section are noted.

Table E.1. U.S. International Transactions in Goods and Services

[Millions of dollars; monthly estimates seasonally adjusted]

	2003 <sup>r</sup>	2004 <sup>r</sup>	2004										2005			
			March <sup>r</sup>	April <sup>r</sup>	May <sup>r</sup>	June <sup>r</sup>	July <sup>r</sup>	Aug. <sup>r</sup>	Sept. <sup>r</sup>	Oct. <sup>r</sup>	Nov. <sup>r</sup>	Dec. <sup>r</sup>	Jan. <sup>r</sup>	Feb. <sup>r</sup>	March <sup>r</sup>	April <sup>p</sup>
<b>Exports of goods and services</b> .....	<b>1,022,567</b>	<b>1,151,448</b>	<b>95,173</b>	<b>94,451</b>	<b>96,399</b>	<b>94,250</b>	<b>96,191</b>	<b>96,510</b>	<b>97,668</b>	<b>98,524</b>	<b>98,640</b>	<b>101,721</b>	<b>102,578</b>	<b>101,760</b>	<b>103,352</b>	<b>106,420</b>
<b>Goods</b> .....	<b>713,421</b>	<b>807,536</b>	<b>66,807</b>	<b>66,115</b>	<b>68,177</b>	<b>65,781</b>	<b>67,752</b>	<b>68,058</b>	<b>68,990</b>	<b>69,260</b>	<b>68,611</b>	<b>71,001</b>	<b>71,591</b>	<b>70,718</b>	<b>71,531</b>	<b>74,531</b>
Foods, feeds, and beverages.....	55,026	56,570	4,797	4,741	4,831	4,619	4,564	4,490	4,843	4,755	4,782	4,818	4,741	4,638	4,825	4,992
Industrial supplies and materials.....	173,043	203,960	16,670	16,437	17,188	16,506	17,424	17,048	17,442	17,910	17,779	18,351	18,533	18,682	18,663	19,591
Capital goods, except automotive.....	293,621	331,475	27,593	27,161	28,328	26,812	27,994	28,103	28,076	28,138	27,584	28,599	28,541	28,022	28,867	30,454
Automotive vehicles, parts, and engines.....	80,686	89,292	7,239	7,260	7,325	7,221	7,529	7,784	7,758	7,753	7,647	8,021	8,196	7,775	7,721	7,893
Consumer goods (nonfood), except automotive.....	89,908	103,075	8,580	8,513	8,536	8,473	8,399	8,717	8,835	8,854	8,869	9,330	9,396	9,483	9,421	9,286
Other goods.....	32,487	34,404	2,954	2,944	2,893	3,191	2,614	2,755	3,087	2,802	2,865	2,763	2,945	2,898	2,961	3,265
Adjustments <sup>1</sup> .....	-11,350	-11,239	-1,025	-941	-925	-1,042	-771	-839	-1,050	-951	-915	-881	-760	-781	-926	-950
<b>Services</b> .....	<b>309,146</b>	<b>343,912</b>	<b>28,366</b>	<b>28,336</b>	<b>28,222</b>	<b>28,469</b>	<b>28,439</b>	<b>28,452</b>	<b>28,678</b>	<b>29,264</b>	<b>30,029</b>	<b>30,720</b>	<b>30,987</b>	<b>31,042</b>	<b>31,821</b>	<b>31,889</b>
Travel.....	64,348	74,481	6,066	6,246	6,156	6,273	6,343	6,143	6,200	6,276	6,420	6,524	6,535	6,640	6,889	6,960
Passenger fares.....	15,693	18,858	1,541	1,580	1,551	1,523	1,638	1,654	1,617	1,513	1,602	1,659	1,693	1,665	1,771	1,720
Other transportation.....	31,329	36,862	3,180	3,127	3,083	2,978	3,022	3,115	2,987	3,186	3,281	3,176	3,303	3,343	3,486	3,508
Royalties and license fees.....	48,137	52,643	4,223	4,179	4,185	4,209	4,218	4,302	4,427	4,678	4,822	4,946	4,902	4,979	5,032	5,063
Other private services.....	136,060	145,433	11,919	11,877	11,941	12,157	11,934	11,933	12,227	12,409	12,664	13,090	13,025	12,799	13,058	13,125
Transfers under U.S. military agency sales contracts <sup>2</sup> .....	12,769	14,814	1,371	1,259	1,237	1,260	1,216	1,237	1,151	1,132	1,169	1,254	1,459	1,546	1,515	1,443
U.S. Government miscellaneous services.....	810	821	66	68	69	68	68	68	69	70	71	71	70	70	70	70
<b>Imports of goods and services</b> .....	<b>1,517,381</b>	<b>1,769,031</b>	<b>142,139</b>	<b>142,857</b>	<b>145,141</b>	<b>149,143</b>	<b>147,523</b>	<b>150,705</b>	<b>149,607</b>	<b>154,098</b>	<b>157,618</b>	<b>156,393</b>	<b>160,656</b>	<b>161,877</b>	<b>156,914</b>	<b>163,382</b>
<b>Goods</b> .....	<b>1,260,717</b>	<b>1,472,926</b>	<b>118,463</b>	<b>118,932</b>	<b>120,757</b>	<b>124,370</b>	<b>122,798</b>	<b>125,161</b>	<b>124,617</b>	<b>128,692</b>	<b>131,843</b>	<b>130,515</b>	<b>134,288</b>	<b>135,457</b>	<b>130,425</b>	<b>136,748</b>
Foods, feeds, and beverages.....	55,831	62,143	5,086	5,069	5,281	5,234	5,211	5,187	5,074	5,243	5,387	5,449	5,609	5,492	5,470	5,520
Industrial supplies and materials.....	313,818	412,827	31,710	31,007	32,378	35,055	34,024	36,606	35,239	38,049	40,550	38,610	38,405	39,962	39,937	41,712
Capital goods, except automotive.....	295,833	343,451	27,406	27,988	28,176	29,317	29,108	29,017	29,645	29,897	29,700	29,833	31,120	29,986	29,637	31,895
Automotive vehicles, parts, and engines.....	210,173	228,235	18,811	18,961	19,238	18,967	19,019	19,100	19,395	19,514	19,187	19,426	19,933	19,795	18,450	18,668
Consumer goods (nonfood), except automotive.....	333,878	372,943	30,970	31,405	31,197	31,338	30,985	30,720	30,862	31,553	32,603	32,700	34,369	35,534	32,132	33,888
Other goods.....	47,587	50,106	4,183	4,246	4,223	4,194	4,140	4,265	4,149	4,161	4,118	4,235	4,555	4,392	4,476	4,756
Adjustments <sup>1</sup> .....	3,596	3,221	297	256	263	266	310	266	252	275	297	262	297	295	323	309
<b>Services</b> .....	<b>256,664</b>	<b>296,105</b>	<b>23,676</b>	<b>23,925</b>	<b>24,384</b>	<b>24,773</b>	<b>24,725</b>	<b>25,544</b>	<b>24,990</b>	<b>25,406</b>	<b>25,775</b>	<b>25,878</b>	<b>26,368</b>	<b>26,420</b>	<b>26,489</b>	<b>26,634</b>
Travel.....	57,444	65,635	5,177	5,332	5,568	5,591	5,601	5,463	5,539	5,528	5,503	5,624	5,666	5,622	5,701	5,771
Passenger fares.....	20,957	23,701	1,927	1,883	1,950	2,049	2,010	1,960	1,926	2,042	2,052	2,089	2,104	2,096	2,113	2,083
Other transportation.....	44,705	54,169	4,406	4,343	4,339	4,476	4,422	4,559	4,633	4,735	4,958	4,790	5,149	5,134	4,983	4,953
Royalties and license fees.....	19,390	23,901	1,825	1,881	1,913	1,937	1,929	2,718	1,944	2,040	2,063	2,069	2,102	2,132	2,166	2,192
Other private services.....	85,741	95,666	7,652	7,736	7,894	7,922	7,962	8,040	8,148	8,296	8,430	8,521	8,505	8,573	8,653	8,769
Direct defense expenditures <sup>2</sup> .....	25,296	29,299	2,388	2,446	2,470	2,483	2,479	2,479	2,475	2,448	2,452	2,468	2,523	2,542	2,551	2,543
U.S. Government miscellaneous services.....	3,131	3,734	301	304	310	315	322	325	325	317	317	317	319	321	322	323
<b>Memoranda:</b>																
Balance on goods.....	-547,296	-665,390	-51,656	-52,817	-52,580	-58,590	-55,045	-57,103	-55,627	-59,432	-63,231	-59,514	-62,696	-64,739	-58,894	-62,218
Balance on services.....	52,482	47,807	4,690	4,411	3,838	3,696	3,714	2,908	3,688	3,858	4,254	4,842	4,619	4,622	5,332	5,255
Balance on goods and services.....	-494,814	-617,583	-46,966	-48,406	-48,742	-54,894	-51,331	-54,195	-51,939	-55,574	-58,977	-54,672	-58,077	-60,117	-53,562	-56,963

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1. Reflects adjustments necessary to bring the Census Bureau's component data in line with the concepts and defini-

tions used to prepare BEA's international and national accounts.

2. Contains goods that cannot be separately identified.

Source: U.S. Bureau of Economic Analysis and U.S. Bureau of the Census.







**Table E.3. U.S. International Transactions, By Area—Continues**  
 (Millions of dollars)

Line	(Credits +, debits -) <sup>1</sup>	Latin America and Other Western Hemisphere			Mexico <sup>15</sup>			Japan		
		2004			2004			2004		
		II	III <sup>r</sup>	IV <sup>p</sup>	II	III <sup>r</sup>	IV <sup>p</sup>	II	III <sup>r</sup>	IV <sup>p</sup>
<b>Current account</b>										
<b>1 Exports of goods and services and income receipts</b>		<b>72,008</b>	<b>75,468</b>	<b>80,577</b>	<b>34,853</b>	<b>35,247</b>	<b>37,224</b>	<b>26,211</b>	<b>27,002</b>	<b>27,612</b>
2 Exports of goods and services		56,918	58,916	61,424	32,088	32,690	34,278	21,492	22,057	22,437
3 Goods, balance-of-payments basis <sup>2</sup>		42,606	42,915	45,709	27,539	27,907	29,291	13,329	12,799	13,491
4 Services <sup>3</sup>		14,312	16,001	15,715	4,549	4,783	4,987	8,163	9,258	8,946
5 Transfers under U.S. military agency sales contracts <sup>4</sup>		118	84	82	4	1	1	115	106	104
6 Travel		4,605	5,514	5,144	1,572	1,641	1,829	2,097	2,736	2,339
7 Passenger fares		1,215	1,338	1,373	348	356	395	672	887	802
8 Other transportation		1,071	1,159	1,115	265	294	266	941	917	945
9 Royalties and license fees <sup>5</sup>		941	982	1,059	313	325	354	1,740	1,750	1,870
10 Other private services <sup>5</sup>		6,319	6,879	6,900	2,042	2,161	2,138	2,582	2,846	2,870
11 U.S. Government miscellaneous services		43	45	42	5	5	4	16	16	16
12 Income receipts		15,090	16,552	19,153	2,765	2,557	2,946	4,719	4,945	5,175
13 Income receipts on U.S.-owned assets abroad		15,038	16,500	19,101	2,758	2,550	2,939	4,701	4,927	5,157
14 Direct investment receipts		8,508	8,596	9,276	2,237	2,006	2,324	2,853	2,939	2,966
15 Other private receipts		6,440	7,855	9,727	517	540	611	1,848	1,987	2,191
16 U.S. Government receipts		98	49	4	4	4	4	1	1	1
17 Compensation of employees		52	52	52	7	7	7	18	18	18
<b>18 Imports of goods and services and income payments</b>		<b>-89,493</b>	<b>-93,943</b>	<b>-99,606</b>	<b>-45,179</b>	<b>-45,072</b>	<b>-47,456</b>	<b>-48,889</b>	<b>-49,786</b>	<b>-53,041</b>
19 Imports of goods and services		-77,431	-79,821	-82,583	-42,913	-42,372	-44,680	-37,323	-37,656	-39,957
20 Goods, balance-of-payments basis <sup>2</sup>		-63,513	-65,353	-68,729	-39,742	-39,300	-41,335	-32,029	-32,301	-34,047
21 Services <sup>3</sup>		-13,918	-14,468	-13,854	-3,171	-3,072	-3,345	-5,294	-5,355	-5,910
22 Direct defense expenditures		-60	-121	-90	-3	-4	-4	-402	-414	-390
23 Travel		-4,987	-5,369	-4,936	-2,040	-1,911	-2,203	-708	-670	-644
24 Passenger fares		-1,025	-1,063	-752	-215	-234	-188	-172	-175	-290
25 Other transportation		-1,152	-1,158	-1,236	-255	-256	-270	-1,400	-1,547	-1,657
26 Royalties and license fees <sup>5</sup>		-367	-329	-345	-33	-36	-45	-1,465	-1,411	-1,666
27 Other private services <sup>5</sup>		-6,149	-6,263	-6,348	-570	-581	-587	-1,096	-1,088	-1,213
28 U.S. Government miscellaneous services		-178	-165	-147	-55	-50	-48	-50	-50	-50
29 Income payments		-12,062	-14,122	-17,023	-2,266	-2,700	-2,776	-11,566	-12,130	-13,084
30 Income payments on foreign-owned assets in the United States		-10,298	-12,255	-15,160	-538	-877	-975	-11,547	-12,113	-13,056
31 Direct investment payments		-1,082	-1,132	-1,430	26	-151	-105	-3,049	-3,259	-3,264
32 Other private payments		-7,097	-8,727	-11,177	-230	-323	-446	-1,870	-1,965	-2,499
33 U.S. Government payments		-2,119	-2,396	-2,553	-334	-403	-424	-6,628	-6,889	-7,293
34 Compensation of employees		-1,764	-1,867	-1,863	-1,728	-1,823	-1,801	-19	-17	-28
<b>35 Unilateral current transfers, net</b>		<b>-7,427</b>	<b>-5,885</b>	<b>-7,960</b>	<b>-1,912</b>	<b>-1,983</b>	<b>-2,019</b>	<b>12</b>	<b>2</b>	<b>157</b>
36 U.S. Government grants <sup>4</sup>		-466	-689	-363	-8	-8	-6			
37 U.S. Government pensions and other transfers		-202	-212	-290				-38	-38	-28
38 Private remittances and other transfers <sup>6</sup>		-6,759	-4,984	-7,307	-1,904	-1,975	-2,013	50	40	185
<b>Capital and financial account</b>										
<b>Capital account</b>										
<b>39 Capital account transactions, net</b>		<b>-12</b>	<b>-18</b>	<b>-64</b>	<b>-4</b>	<b>-5</b>	<b>-4</b>	<b>6</b>	<b>6</b>	<b>7</b>
<b>Financial account</b>										
<b>40 U.S.-owned assets abroad, net (increase/financial outflow (-))</b>		<b>-20,947</b>	<b>-43,424</b>	<b>-85,531</b>	<b>1,062</b>	<b>-2,760</b>	<b>-3,408</b>	<b>-14,795</b>	<b>-20,694</b>	<b>-20,882</b>
41 U.S. official reserve assets, net								-1	-1	
42 Gold <sup>7</sup>										
43 Special drawing rights										
44 Reserve position in the International Monetary Fund										
45 Foreign currencies								-1	-1	
46 U.S. Government assets, other than official reserve assets, net		95	201	75	8	12	8		-1	7
47 U.S. credits and other long-term assets		-128	-90	-100	-3	-1	-2			
48 Repayments on U.S. credits and other long-term assets <sup>8</sup>		122	307	162	11	13	10			
49 U.S. foreign currency holdings and U.S. short-term assets, net		101	-16	13					-1	7
50 U.S. private assets, net		-21,042	-43,625	-85,606	1,054	-2,772	-3,416	-14,794	-20,692	-20,889
51 Direct investment		-2,263	-8,445	-1,728	-2,204	-1,532	-2,010	-3,453	-3,867	-2,324
52 Foreign securities		6,420	7,498	495	1,894	1	-593	2,639	-6,095	-6,321
53 U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns		-9,284	-30,510	-43,266	-82	-359	-8	-821	-32	-492
54 U.S. claims reported by U.S. banks, not included elsewhere		-15,915	-12,168	-44,563	1,446	-882	-805	-13,159	-10,698	-11,752
<b>55 Foreign-owned assets in the United States, net (increase/financial inflow (+))</b>		<b>94,528</b>	<b>15,365</b>	<b>161,515</b>	<b>8,635</b>	<b>6,526</b>	<b>9,238</b>	<b>60,583</b>	<b>39,588</b>	<b>35,264</b>
56 Foreign official assets in the United States, net		7,786	3,841	4,261	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )
57 U.S. Government securities		( <sup>17</sup> )	( <sup>17</sup> )	( <sup>17</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )
58 U.S. Treasury securities <sup>9</sup>		( <sup>17</sup> )	( <sup>17</sup> )	( <sup>17</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )
59 Other <sup>10</sup>		( <sup>17</sup> )	( <sup>17</sup> )	( <sup>17</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )
60 Other U.S. Government liabilities <sup>11</sup>		60	51	95	-4	-1	-1	-83	423	-212
61 U.S. liabilities reported by U.S. banks, not included elsewhere		( <sup>17</sup> )	( <sup>17</sup> )	( <sup>17</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )
62 Other foreign official assets <sup>12</sup>		( <sup>17</sup> )	( <sup>17</sup> )	( <sup>17</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )
63 Other foreign assets in the United States, net		86,742	11,524	157,254	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )
64 Direct investment		1,736	-2,324	-55	-419	-243	590	3,936	3,421	4,383
65 U.S. Treasury securities		( <sup>17</sup> )	( <sup>17</sup> )	( <sup>17</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )	( <sup>18</sup> )
66 U.S. securities other than U.S. Treasury securities		13,472	19,995	33,768	618	7,703	5,825	21,243	3,170	29,878
67 U.S. currency										
68 U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns		( <sup>17</sup> )	( <sup>17</sup> )	( <sup>17</sup> )	409	180	-7	-792	758	773
69 U.S. liabilities reported by U.S. banks, not included elsewhere		36,159	-1,949	140,530	<sup>18</sup> 8,031	<sup>18</sup> -1,113	<sup>18</sup> 28,831	<sup>18</sup> 36,279	<sup>18</sup> 31,816	<sup>18</sup> 442
<b>70 Statistical discrepancy (sum of above items with sign reversed)</b>		<b>-48,657</b>	<b>52,437</b>	<b>-48,931</b>	<b>2,545</b>	<b>8,047</b>	<b>6,425</b>	<b>-23,128</b>	<b>3,882</b>	<b>10,883</b>
<b>Memoranda:</b>										
71 Balance on goods (lines 3 and 20)		-20,907	-22,438	-23,020	-12,203	-11,393	-12,044	-18,700	-19,502	-20,556
72 Balance on services (lines 4 and 21)		394	1,533	1,861	1,378	1,711	1,642	2,869	3,903	3,036
73 Balance on goods and services (lines 2 and 19)		-20,513	-20,905	-21,159	-10,825	-9,682	-10,402	-15,831	-15,599	-17,520
74 Balance on income (lines 12 and 29)		2,028	2,430	2,999	499	170	170	-6,847	-7,185	-7,909
75 Unilateral current transfers, net (line 35)		-7,427	-5,885	-7,960	-1,912	-1,983	-2,019	12	2	157
76 Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) <sup>13</sup>		-24,912	-24,360	-26,989	-12,238	-11,808	-12,251	-22,666	-22,782	-25,272

See footnotes on page D-63.

Table E.3. U.S. International Transactions, By Area

[Millions of dollars]

Line	(Credits + debits -) <sup>1</sup>	Australia			Other countries in Asia and Africa			International organizations and unallocated <sup>16</sup>		
		2004			2004			2004		
		II	III <sup>r</sup>	IV <sup>p</sup>	II	III <sup>r</sup>	IV <sup>p</sup>	II	III <sup>r</sup>	IV <sup>p</sup>
<b>Current account</b>										
1	Exports of goods and services and income receipts	7,144	7,560	7,740	74,216	78,583	78,692	10,320	10,424	10,677
2	Exports of goods and services	5,087	5,452	5,371	63,488	66,052	66,096	1,615	1,655	1,755
3	Goods, balance-of-payments basis <sup>2</sup>	3,327	3,629	3,721	46,952	47,815	49,227			
4	Services <sup>3</sup>	1,760	1,823	1,650	16,536	18,237	16,869	1,615	1,655	1,755
5	Transfers under U.S. military agency sales contracts <sup>4</sup>	35	53	51	2,401	2,156	2,205			
6	Travel	548	615	421	2,969	3,417	2,313			
7	Passenger fares	134	128	102	281	301	291			
8	Other transportation	92	108	108	3,100	3,176	3,175	197	187	203
9	Royalties and license fees <sup>5</sup>	264	253	281	1,971	2,038	2,158	653	666	740
10	Other private services <sup>5</sup>	684	664	685	5,750	7,084	6,648	765	802	812
11	U.S. Government miscellaneous services	3	2	2	64	65	79			
12	Income receipts	2,057	2,108	2,369	10,728	12,531	12,596	8,705	8,769	8,922
13	Income receipts on U.S.-owned assets abroad	2,050	2,101	2,362	10,624	12,426	12,490	8,267	8,293	8,422
14	Direct investment receipts	1,526	1,563	1,789	9,021	10,550	10,520	5,701	5,705	5,684
15	Other private receipts	524	538	573	1,410	1,552	1,722	2,476	2,490	2,627
16	U.S. Government receipts				193	324	248	90	98	111
17	Compensation of employees	7	7	7	104	105	106	438	476	500
18	Imports of goods and services and income payments	-3,838	-4,557	-4,715	-143,558	-159,553	-164,748	-4,701	-5,554	-5,369
19	Imports of goods and services	-2,668	-2,994	-3,164	-134,892	-150,362	-153,969	-1,113	-1,900	-1,182
20	Goods, balance-of-payments basis <sup>2</sup>	-1,751	-1,972	-2,119	-119,832	-135,405	-138,701			
21	Services <sup>3</sup>	-917	-1,022	-1,045	-15,060	-14,957	-15,268	-1,113	-1,900	-1,182
22	Direct defense expenditures	-58	-67	-60	-3,677	-3,559	-3,562			
23	Travel	-294	-286	-273	-3,284	-2,816	-2,751			
24	Passenger fares	-142	-179	-184	-1,543	-1,604	-1,519			
25	Other transportation	-64	-75	-77	-3,869	-4,148	-4,476	-825	-810	-858
26	Royalties and license fees <sup>5</sup>	-20	-34	-41	-60	-65	-62	-258	-1,059	-293
27	Other private services <sup>5</sup>	-331	-366	-402	-2,418	-2,554	-2,674	-29	-30	-30
28	U.S. Government miscellaneous services	-8	-15	-8	-209	-211	-224	-1	-1	-1
29	Income payments	-1,170	-1,563	-1,551	-8,666	-9,191	-10,779	-3,588	-3,654	-4,187
30	Income payments on foreign-owned assets in the United States	-1,167	-1,560	-1,547	-8,505	-9,055	-10,539	-3,588	-3,654	-4,187
31	Direct investment payments	-732	-1,105	-957	-500	-372	-671	-2,642	-2,672	-2,701
32	Other private payments	-330	-358	-484	-2,032	-2,306	-3,071	-915	-949	-1,445
33	U.S. Government payments	-105	-97	-106	-5,973	-6,377	-6,797	-31	-33	-41
34	Compensation of employees	-3	-3	-4	-161	-136	-240			
35	Unilateral current transfers, net	-53	-58	-69	-7,620	-7,876	-8,034	-1,819	-1,993	-2,539
36	U.S. Government grants <sup>4</sup>				-3,795	-3,506	-4,583	-164	-188	-115
37	U.S. Government pensions and other transfers	-16	-16	-16	-143	-143	-149	-203	-361	-1,194
38	Private remittances and other transfers <sup>6</sup>	-37	-42	-53	-3,682	-4,227	-3,302	-1,452	-1,444	-1,230
<b>Capital and financial account</b>										
<b>Capital account</b>										
39	Capital account transactions, net	-7	-8	-7	-197	-231	-195			
<b>Financial account</b>										
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	2,011	2,316	-32,856	8,059	-3,082	-11,541	-1,680	-7,609	-7,264
41	U.S. official reserve assets, net							1,255	578	880
42	Gold <sup>7</sup>									
43	Special drawing rights							-90	-98	-110
44	Reserve position in the International Monetary Fund							1,345	676	990
45	Foreign currencies									
46	U.S. Government assets, other than official reserve assets, net				53	219	487	-245	-741	-244
47	U.S. credits and other long-term assets				-271	-376	-105	-245	-741	-244
48	Repayments on U.S. credits and other long-term assets <sup>8</sup>				338	610	592			
49	U.S. foreign currency holdings and U.S. short-term assets, net				-14	-15				
50	U.S. private assets, net	2,011	2,316	-32,856	8,006	-3,301	-12,028	-2,690	-7,446	-7,900
51	Direct investment	-1,394	1,316	( <sup>19</sup> )	-7,310	-9,758	( <sup>19</sup> )	-5,701	-5,705	-6,684
52	Foreign securities	-1,703	-1,237	25,008	7,208	2,825	-5,058	-111	15	-399
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	3,235	2,483	<sup>19</sup> -55,315	-1,932	785	<sup>19</sup> -9,200			
54	U.S. claims reported by U.S. banks, not included elsewhere	1,873	-246	-2,549	10,040	2,847	2,230	3,122	-1,756	-1,817
55	Foreign-owned assets in the United States, net (increase/financial inflow (+))	3,319	-4,899	26,567	21,986	45,262	67,025	10,195	3,093	7,558
56	Foreign official assets in the United States, net								101	8
57	U.S. Government securities									
58	U.S. Treasury securities <sup>9</sup>									
59	Other <sup>10</sup>									
60	Other U.S. Government liabilities <sup>11</sup>	43	8	34	145	6	-495		101	8
61	U.S. liabilities reported by U.S. banks, not included elsewhere									
62	Other foreign official assets <sup>12</sup>									
63	Other foreign assets in the United States, net							10,195	2,992	7,550
64	Direct investment	2,907	-3,124	2,655	-603	1,908	780	2,642	2,672	2,701
65	U.S. Treasury securities									
66	U.S. securities other than U.S. Treasury securities	591	152	10,952	19,890	9,100	11,480	540	496	-105
67	U.S. currency							8,754	2,560	5,313
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	-400	352	89	288	326	-29			
69	U.S. liabilities reported by U.S. banks, not included elsewhere	<sup>18</sup> 1,178	<sup>18</sup> -2,287	<sup>18</sup> 12,837	<sup>18</sup> 2,286	<sup>18</sup> 33,922	<sup>18</sup> 55,289	<sup>18</sup> -1,741	<sup>18</sup> -2,736	<sup>18</sup> -359
70	Statistical discrepancy (sum of above items with sign reversed)	-8,576	-354	3,340	47,114	46,897	38,801	-12,315	1,639	-3,063
<b>Memoranda:</b>										
71	Balance on goods (lines 3 and 20)	1,576	1,657	1,602	-72,880	-87,590	-89,474			
72	Balance on services (lines 4 and 21)	843	801	605	1,476	3,280	1,601	502	-245	573
73	Balance on goods and services (lines 2 and 19)	2,419	2,458	2,207	-71,404	-84,310	-87,873	502	-245	573
74	Balance on income (lines 12 and 29)	887	545	818	2,062	3,340	1,817	5,117	5,115	4,735
75	Unilateral current transfers, net (line 35)	-53	-58	-69	-7,620	-7,876	-8,034	-1,819	-1,993	-2,539
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) <sup>13</sup>	3,253	2,945	2,956	-76,962	-88,846	-94,090	3,800	2,877	2,769

See footnotes on page D-63.

Table E.4. Private Services Transactions

(Millions of dollars)

Line			Not seasonally adjusted								Seasonally adjusted							
	2003	2004 <sup>p</sup>	2003				2004				2003				2004			
			II	III	IV	I	II	III <sup>r</sup>	IV <sup>p</sup>	II	III	IV	I <sup>r</sup>	II <sup>r</sup>	III <sup>r</sup>	IV <sup>p</sup>		
1	<b>Exports of private services</b>	<b>294,080</b>	<b>325,245</b>	<b>68,503</b>	<b>77,553</b>	<b>78,313</b>	<b>77,432</b>	<b>78,552</b>	<b>85,292</b>	<b>83,969</b>	<b>70,704</b>	<b>73,977</b>	<b>77,887</b>	<b>78,824</b>	<b>81,015</b>	<b>81,586</b>	<b>83,820</b>	
2	Travel (table E.2, line 6)	64,509	74,768	14,518	19,220	17,169	16,103	18,879	21,515	18,271	14,360	16,216	18,071	18,001	18,740	18,547	19,480	
3	Passenger fares (table E.2, line 7)	15,693	18,939	3,440	4,561	4,238	4,183	4,535	5,316	4,905	3,522	4,036	4,310	4,534	4,724	4,760	4,921	
4	Other transportation (table E.2, line 8)	31,833	37,047	7,777	8,215	8,489	8,653	9,260	9,624	9,510	7,709	7,893	8,548	9,070	9,215	9,150	9,612	
5	Freight	14,099	15,730	3,611	3,454	3,773	3,940	3,996	3,724	4,070	3,587	3,465	3,723	4,011	3,969	3,735	4,015	
6	Port services	17,734	21,317	4,166	4,761	4,716	4,713	5,264	5,900	4,470	4,122	4,428	4,825	5,059	5,246	5,415	5,917	
7	Royalties and license fees (table E.2, line 9)	48,227	51,341	11,779	11,914	13,248	12,136	12,422	12,663	14,120	11,943	12,175	12,481	12,478	12,586	12,950	13,326	
8	Affiliated	35,924	38,572	8,721	8,813	10,112	8,979	9,243	9,457	10,893	8,885	9,074	9,345	9,321	9,407	9,744	10,099	
9	U.S. parents' receipts	32,500	35,699	8,007	7,923	9,030	8,378	8,558	8,792	9,971	8,041	8,167	8,516	8,636	8,600	9,070	9,392	
10	U.S. affiliates' receipts	3,424	2,873	714	890	1,082	601	685	665	922	844	907	856	685	807	674	707	
11	Unaffiliated	12,303	12,769	3,058	3,101	3,136	3,157	3,179	3,206	3,227	3,058	3,101	3,136	3,157	3,179	3,206	3,227	
12	Industrial processes <sup>1</sup>	4,775	5,011	1,179	1,251	1,251	1,255	1,254	1,248	1,179	1,225	1,251	1,255	1,255	1,254	1,248	1,248	
13	Other <sup>2</sup>	7,528	7,758	1,879	1,877	1,885	1,901	1,925	1,952	1,979	1,879	1,877	1,885	1,901	1,925	1,952	1,979	
14	Other private services (table E.2, line 10)	133,818	143,150	30,989	33,643	35,169	36,357	33,456	36,174	37,163	33,710	33,657	34,477	34,741	35,750	36,179	36,481	
15	Affiliated services	48,450	51,145	11,547	11,797	14,022	11,644	12,300	12,718	14,483	12,031	12,154	12,574	12,289	12,787	13,091	12,979	
16	U.S. parents' receipts	27,674	29,062	6,743	6,634	7,929	6,806	7,099	7,122	8,035	6,847	6,890	7,293	7,103	7,199	7,384	7,366	
17	U.S. affiliates' receipts	20,776	22,063	4,804	5,163	6,093	4,838	5,201	5,596	6,448	5,184	5,264	5,281	5,186	5,588	5,687	5,613	
18	Unaffiliated services	85,368	92,005	19,442	21,846	21,147	24,713	21,156	23,456	22,680	21,139	21,503	21,903	22,452	22,963	23,088	23,502	
19	Education	13,399	14,156	1,669	3,672	2,595	5,798	1,752	3,884	2,722	3,331	3,390	3,392	3,477	3,515	3,578	3,586	
20	Financial services	17,637	19,476	4,289	4,450	4,616	4,828	4,869	4,793	4,986	4,289	4,450	4,616	4,828	4,869	4,793	4,986	
21	Insurance, net	4,877	5,277	1,210	1,249	1,249	1,302	1,335	1,373	1,373	1,210	1,224	1,249	1,267	1,302	1,335	1,373	
22	Telecommunications	5,477	5,852	1,354	1,382	1,444	1,433	1,465	1,473	1,491	1,354	1,382	1,414	1,433	1,455	1,473	1,491	
23	Business, professional, and technical services	29,084	31,458	7,269	7,316	7,440	7,638	7,848	7,919	8,053	7,269	7,316	7,440	7,638	7,848	7,919	8,053	
24	Other unaffiliated services <sup>3</sup>	14,894	15,785	3,651	3,803	3,834	3,748	3,929	4,053	4,055	3,686	3,742	3,793	3,807	3,973	3,991	4,014	
25	<b>Imports of private services</b>	<b>228,216</b>	<b>259,677</b>	<b>56,498</b>	<b>61,355</b>	<b>58,609</b>	<b>58,238</b>	<b>66,348</b>	<b>69,555</b>	<b>65,356</b>	<b>54,789</b>	<b>57,995</b>	<b>59,927</b>	<b>62,475</b>	<b>64,363</b>	<b>65,852</b>	<b>66,998</b>	
26	Travel (table E.2, line 23)	56,613	64,590	14,286	16,868	13,230	13,206	18,118	19,041	14,225	12,790	14,409	15,102	15,574	16,351	16,378	16,287	
27	Passenger fares (table E.2, line 24)	20,957	23,310	5,347	6,163	4,949	5,033	6,236	6,612	5,429	4,875	5,512	5,563	5,808	5,779	5,900	6,023	
28	Other transportation (table E.2, line 25)	44,768	54,173	11,242	11,668	11,610	12,378	13,237	13,803	14,755	11,109	11,312	11,551	13,055	13,056	13,402	14,660	
29	Freight	31,775	39,399	8,112	8,384	8,307	8,925	9,625	10,085	10,764	8,023	8,155	8,228	9,438	9,498	9,829	10,634	
30	Port services	12,995	14,774	3,130	3,284	3,303	3,453	3,612	3,718	3,991	3,086	3,158	3,324	3,617	3,558	3,573	4,026	
31	Royalties and license fees (table E.2, line 26)	20,049	22,868	4,726	5,180	5,663	5,072	5,393	6,319	6,084	4,912	5,204	5,304	5,225	5,618	6,318	5,708	
32	Affiliated	16,407	18,234	3,825	4,263	4,727	4,126	4,437	4,561	5,110	4,011	4,287	4,368	4,279	4,662	4,560	4,734	
33	U.S. parents' payments	2,658	2,801	651	669	701	666	691	711	733	651	669	701	666	691	711	733	
34	U.S. affiliates' payments	13,749	15,433	3,174	3,594	4,026	3,460	3,746	3,850	4,377	3,360	3,618	3,667	3,613	3,971	3,849	4,001	
35	Unaffiliated	3,642	4,634	901	917	936	946	956	1,758	974	901	917	936	946	956	1,758	974	
36	Industrial processes <sup>1</sup>	2,188	2,342	543	551	560	570	580	591	601	543	551	560	570	580	591	601	
37	Other <sup>2</sup>	1,453	2,293	358	366	376	376	376	1,168	373	358	366	376	376	376	1,168	373	
38	Other private services (table E.2, line 27)	85,829	94,736	20,897	21,476	23,157	22,549	23,364	23,780	25,043	21,103	21,558	22,407	23,013	23,559	23,854	24,310	
39	Affiliated services	35,497	38,877	8,538	8,423	10,076	9,092	9,492	9,480	10,813	8,748	8,709	9,258	9,405	9,692	9,773	10,007	
40	U.S. parents' payments	18,606	21,575	4,517	4,649	5,354	4,897	5,250	5,249	6,179	4,615	4,674	4,878	5,270	5,326	5,248	5,731	
41	U.S. affiliates' payments	16,891	17,302	4,021	3,774	4,722	4,195	4,242	4,231	4,634	4,133	4,035	4,380	4,135	4,366	4,525	4,276	
42	Unaffiliated services	50,332	55,859	12,359	13,053	13,081	13,457	13,872	14,300	14,230	12,355	12,849	13,149	13,608	13,867	14,081	14,303	
43	Education	2,696	2,879	676	887	618	550	721	949	662	671	682	686	701	716	727	735	
44	Financial services	4,236	4,902	997	1,103	1,107	1,261	1,243	1,189	1,209	997	1,103	1,107	1,107	1,261	1,243	1,189	
45	Insurance, net	26,702	29,879	6,569	6,807	7,021	7,229	7,412	7,584	7,753	6,569	6,807	7,021	7,229	7,412	7,586	7,753	
46	Telecommunications	4,799	4,982	1,196	1,207	1,214	1,221	1,236	1,254	1,271	1,196	1,207	1,214	1,221	1,236	1,254	1,271	
47	Business, professional, and technical services	10,960	12,119	2,691	2,810	2,875	2,951	3,015	3,075	3,078	2,691	2,810	2,875	2,951	3,015	3,075	3,078	
48	Other unaffiliated services <sup>3</sup>	938	998	231	240	247	246	246	250	256	231	240	247	246	246	250	256	
<b>Supplemental data on insurance transactions:</b>																		
49	Premiums received <sup>4</sup>	13,139	14,550	3,259	3,286	3,347	3,447	3,568	3,700	3,835	3,259	3,286	3,347	3,447	3,568	3,700	3,835	
50	Actual losses paid <sup>4</sup>	8,548	8,975	2,120	2,157	2,188	2,213	2,235	2,254	2,273	2,120	2,157	2,188	2,213	2,235	2,254	2,273	
51	Premiums paid <sup>4</sup>	57,561	64,193	14,149	14,714	15,187	15,571	15,904	16,210	16,508	14,149	14,714	15,187	15,571	15,904	16,210	16,508	
52	Actual losses recovered	34,787	40,251	8,655	8,751	8,843	8,959	9,070	12,885	9,337	8,655	8,751	8,843	8,959	9,070	12,885	9,337	
<b>Memoranda:</b>																		
53	Balance on goods (table E.2, line 71)	-547,552	-665,477	-133,436	-146,514	-142,076	-138,816	-162,038	-179,339	-185,284	-135,533	-134,635	-139,441	-151,054	-163,866	-167,015	-183,542	
54	Balance on private services (line 1 minus line 25)	65,864	65,568	12,005	16,198	19,704	19,194	12,204	15,737	18,493	15,915	15,982	17,960	16,349	16,652	15,734	16,832	
55	Balance on goods and private services (lines 53 and 54)	-481,688	-599,909	-121,431	-130,316	-122,372	-119,622	-149,834	-163,602	-166,851	-119,618	-118,653	-121,481	-134,705	-147,214	-151,281	-166,710	

<sup>p</sup> Preliminary.  
<sup>r</sup> Revised.

1. Includes royalties, license fees, and other fees associated with the use of intangible assets, including patents, trade secrets, and other proprietary rights, that are used in connection with the production of goods.

2. Includes royalties, license fees, and other fees associated with the use of copyrights, trademarks, franchises, rights to broadcast live events, software licensing fees, and other intangible property rights.

3. Other unaffiliated services receipts (exports) include mainly expenditures of foreign governments and international organizations in the United States and film and television tape rentals. Payments (imports) include mainly expenditures of U.S. residents temporarily working abroad and film and television tape rentals.

## F. Investment Tables

Table F.1. International Investment Position of the United States at Yearend, 2002 and 2003

[Millions of dollars]

Line	Type of investment	Position, 2002 <sup>r</sup>	Changes in position in 2003				Total (a+b+c+d)	Position, 2003 <sup>p</sup>
			Attributable to					
			Financial flows	Valuation adjustments				
				Price changes	Exchange-rate changes <sup>1</sup>	Other changes <sup>2</sup>		
(a)	(b)	(c)	(d)					
<b>Net international investment position of the United States:</b>								
1	With direct investment positions at current cost (line 3 less line 24).....	-2,233,018	-545,759	37,112	255,457	55,526	-197,664	-2,430,682
2	With direct investment positions at market value (line 4 less line 25).....	-2,553,407	-545,759	-13,696	397,918	63,954	-97,583	-2,650,990
<b>U.S.-owned assets abroad:</b>								
3	With direct investment at current cost (lines 5+10+15).....	6,413,535	283,414	355,668	327,520	-177,445	789,157	7,202,692
4	With direct investment at market value (lines 5+10+16).....	6,613,320	283,414	676,650	468,722	-178,138	1,250,648	7,863,968
U.S. official reserve assets.....								
5	U.S. official reserve assets.....	158,602	-1,523	18,059	8,438		24,975	183,577
6	Gold.....	90,806		( <sup>3</sup> ) 18,059		( <sup>4</sup> ) 1	18,060	108,866
7	Special drawing rights.....	12,166	-601		1,073		472	12,638
8	Reserve position in the International Monetary Fund.....	21,979	-1,494		2,050		556	22,535
9	Foreign currencies.....	33,651	572		5,315		5,887	39,538
U.S. Government assets, other than official reserve assets.....								
10	U.S. Government assets, other than official reserve assets.....	85,309	-537				-537	84,772
11	U.S. credits and other long-term assets <sup>5</sup> .....	82,682	-702				-702	81,980
12	Repayable in dollars.....	82,406	-700				-700	81,706
13	Other <sup>6</sup> .....	276	-2				-2	274
14	U.S. foreign currency holdings and U.S. short-term assets.....	2,627	165				165	2,792
U.S. private assets:								
15	With direct investment at current cost (lines 17+19+22+23).....	6,169,624	285,474	337,609	319,082	-177,446	764,719	6,934,343
16	With direct investment at market value (lines 18+19+22+23).....	6,369,409	285,474	658,591	460,284	-178,139	1,226,210	7,595,619
Direct investment abroad:								
17	At current cost.....	1,839,995	173,799	9,472	58,756	-13,009	229,018	2,069,013
18	At market value.....	2,039,780	173,799	330,454	199,958	-13,702	690,509	2,730,289
19	Foreign securities.....	1,846,879	72,337	328,137	227,021		627,495	2,474,374
20	Bonds.....	501,762	-28,094	3,209	25,253		368	502,130
21	Corporate stocks.....	1,345,117	100,431	324,928	201,768		627,127	1,972,244
22	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns.....	908,024	28,932		18,093	-340,377	-293,352	614,672
23	U.S. claims reported by U.S. banks, not included elsewhere.....	1,574,726	10,406		15,212	175,940	201,558	1,776,284
<b>Foreign-owned assets in the United States:</b>								
24	With direct investment at current cost (lines 26+33).....	8,646,553	829,173	318,556	72,063	-232,971	986,821	9,633,374
25	With direct investment at market value (lines 26+34).....	9,166,727	829,173	690,346	70,804	-242,092	1,348,231	10,514,958
Foreign official assets in the United States.....								
26	U.S. Government securities.....	1,212,723	248,573	3,920		8,945	261,438	1,474,161
27	U.S. Treasury securities.....	954,896	194,568	-16,845		12,410	190,133	1,145,029
28	Other.....	796,449	169,685	-13,947		4,476	160,214	956,663
29	Other U.S. Government liabilities <sup>7</sup> .....	24,883	24,883	-2,898		7,934	29,919	188,366
30	U.S. liabilities reported by U.S. banks, not included elsewhere.....	17,144	-564				-564	16,580
31	Other foreign official assets.....	144,646	49,420			-3,465	45,955	190,601
32	Other foreign official assets.....	96,037	5,149	20,765			25,914	121,951
Other foreign assets:								
33	With direct investment at current cost (lines 35+37+38+41+42+43).....	7,433,830	580,600	314,636	72,063	-241,916	725,383	8,159,213
34	With direct investment at market value (lines 36+37+38+41+42+43).....	7,954,004	580,600	686,426	70,804	-251,037	1,086,793	9,040,797
Direct investment in the United States:								
35	At current cost.....	1,505,171	39,890	6,460	1,259	1,175	48,784	1,553,955
36	At market value.....	2,025,345	39,890	378,250		-7,946	410,194	2,435,539
37	U.S. Treasury securities.....	457,670	113,432	-11,612		-16,948	84,872	542,542
38	U.S. securities other than U.S. Treasury securities.....	2,786,647	250,981	319,788	48,437	-14,803	604,403	3,391,050
39	Corporate and other bonds.....	1,600,414	213,718	5,205	48,437	-14,803	252,557	1,852,971
40	Corporate stocks.....	1,186,233	37,263	314,583			351,846	1,538,079
41	U.S. currency.....	301,268	16,640				16,640	317,908
42	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns.....	864,632	84,014		11,269	-493,372	-398,089	466,543
43	U.S. liabilities reported by U.S. banks, not included elsewhere.....	1,518,442	75,643		11,098	282,032	368,773	1,887,215

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1. Represents gains or losses on foreign-currency-denominated assets due to their revaluation at current exchange rates.

2. Includes changes in coverage, capital gains and losses of direct investment affiliates, and other statistical adjustments to the value of assets.

3. Reflects changes in the value of the official gold stock due to fluctuations in the market price of gold.

4. Reflects changes in gold stock from U.S. Treasury sales of gold medallions and commemorative and bullion coins; also reflects replenishment through open market purchases. These demonetizations/monetizations are not included in international transactions financial flows.

5. Also includes paid-in capital subscriptions to international financial institutions and resources provided to foreigners under foreign assistance programs requiring repayment over several years. Excludes World War I debts that are not being serviced.

6. Includes indebtedness that the borrower may contractually, or at its option, repay with its currency, with a third country's currency, or by delivery of materials or transfer of services.

7. Primarily U.S. Government liabilities associated with military sales contracts and other transactions arranged with or through foreign official agencies.

Source: Table 1 in "The International Investment Position of the United States at Yearend 2003" in the July 2004 SURVEY OF CURRENT BUSINESS.

**Table F.2. U.S. Direct Investment Abroad: Selected Items by Country of Foreign Affiliate  
and by Industry of Foreign Affiliate, 2000-2003**

[Millions of dollars]

	Direct investment position on a historical-cost basis				Capital outflows (inflows (-))				Income			
	2000	2001	2002	2003	2000	2001	2002	2003	2000	2001	2002	2003
<b>All countries, all industries .....</b>	<b>1,316,247</b>	<b>1,460,352</b>	<b>1,601,414</b>	<b>1,788,911</b>	<b>142,627</b>	<b>124,873</b>	<b>115,340</b>	<b>151,884</b>	<b>133,692</b>	<b>110,029</b>	<b>126,694</b>	<b>164,712</b>
<b>By country of foreign affiliate</b>												
Canada .....	132,472	152,601	170,169	192,409	16,899	16,841	11,534	13,826	16,181	11,836	12,697	17,354
Europe .....	687,320	771,936	848,599	963,087	77,976	65,580	69,665	99,191	65,574	53,524	62,467	81,751
<i>Of which:</i>												
France .....	42,628	40,125	42,999	47,914	1,967	476	3,324	1,504	2,370	1,697	2,428	4,339
Germany .....	55,508	63,396	67,404	80,163	3,811	11,823	-216	8,676	4,736	3,407	2,519	4,062
Ireland .....	35,903	39,541	46,617	55,463	9,823	2,437	5,663	9,093	5,773	5,161	6,245	8,281
Netherlands .....	115,429	147,687	164,217	178,933	961	12,025	14,633	14,968	13,402	10,922	12,352	15,791
Switzerland .....	55,377	63,768	71,454	86,435	8,687	4,170	6,683	14,444	5,027	6,636	9,130	10,738
United Kingdom .....	230,762	228,230	239,219	272,640	28,317	7,890	16,852	30,455	19,099	9,612	10,570	13,756
Latin America and Other Western Hemisphere .....	266,576	279,611	284,561	304,023	23,212	25,691	6,428	13,171	19,796	18,006	17,146	24,552
<i>Of which:</i>												
Bermuda .....	60,114	84,989	80,048	84,609	9,363	7,007	-1,991	1,832	6,446	5,250	4,035	6,320
Brazil .....	36,717	32,027	27,615	29,915	3,350	113	339	-266	1,621	567	538	1,370
Mexico .....	39,352	52,544	55,724	61,526	4,203	14,226	5,171	5,667	4,431	4,034	4,349	5,750
United Kingdom Islands, Caribbean .....	33,451	36,443	49,806	54,507	989	-1,129	2,157	3,057	1,606	3,719	4,542	4,955
Africa .....	11,891	15,574	16,290	18,960	716	2,438	1,443	2,211	2,010	1,554	1,873	2,864
Middle East .....	10,863	13,212	14,671	16,942	1,375	1,397	1,703	2,093	2,272	1,545	1,876	2,645
Asia and Pacific .....	207,125	227,418	267,125	293,490	22,449	12,927	24,568	21,392	27,861	23,564	30,636	35,546
<i>Of which:</i>												
Australia .....	34,838	27,778	34,409	40,985	890	-751	5,139	3,881	3,415	1,503	2,207	3,707
Hong Kong .....	27,447	32,494	41,571	44,323	4,922	4,787	1,687	1,725	5,163	4,897	4,839	5,071
Japan .....	57,091	55,651	65,939	73,435	4,295	-4,731	7,877	5,800	5,988	4,892	6,342	9,167
Singapore .....	24,133	40,764	52,449	57,589	3,688	5,593	4,377	5,699	4,045	3,334	8,558	6,974
<b>By industry of foreign affiliate</b>												
Mining .....	72,111	79,392	86,564	98,669	2,174	15,590	7,949	9,816	13,164	9,262	9,503	12,786
Utilities .....	21,964	25,528	24,330	26,907	2,466	2,887	-835	-213	1,610	2,068	1,902	1,991
Manufacturing .....	343,899	328,030	339,391	378,033	43,002	25,871	28,002	28,370	42,230	27,603	26,733	36,531
<i>Of which:</i>												
Food .....	23,497	21,334	18,340	22,717	2,014	1,813	2,210	2,793	2,681	2,597	2,674	3,172
Chemicals .....	75,807	79,186	81,449	90,341	3,812	10,210	6,332	6,178	11,552	7,161	9,093	10,620
Primary and fabricated metals .....	21,644	21,814	21,926	22,970	1,233	311	1,244	-169	1,536	1,422	898	1,607
Machinery .....	22,229	17,655	18,612	21,380	2,659	-812	220	2,405	2,257	1,313	1,974	2,043
Computers and electronic products .....	59,909	58,651	53,601	57,596	17,303	4,107	1,179	3,061	8,860	4,335	2,504	5,394
Electrical equipment, appliances, and components .....	10,005	9,552	9,030	9,657	2,100	1,129	269	772	1,079	669	522	739
Transportation equipment .....	49,887	40,487	44,820	45,372	7,814	1,861	2,471	1,517	4,107	2,148	612	1,802
Wholesale trade .....	93,936	112,946	124,686	140,579	11,938	15,712	3,841	12,802	14,198	13,706	12,905	19,583
Information .....	52,345	42,996	39,812	47,525	16,531	-2,838	-1,886	5,578	-964	-3,084	535	5,474
Depository institutions (banking) .....	40,152	55,620	56,595	63,655	-1,274	10,326	-1,976	693	2,191	2,343	1,288	2,356
Finance (except depository institutions) and insurance .....	217,086	240,272	264,680	299,805	21,659	2,854	14,643	30,149	15,210	9,224	13,946	19,165
Professional, scientific, and technical services .....	32,868	34,306	34,907	40,599	5,441	3,739	1,167	4,497	3,548	1,741	2,481	4,623
Other industries .....	441,886	541,263	630,450	693,138	40,690	50,731	64,434	60,191	42,504	47,166	57,401	62,203

Note: In this table, unlike in the international transactions accounts, income and capital outflows are shown without a current-cost adjustment, and income is shown net of withholding taxes. In addition, unlike in the international investment position, the direct investment position is valued at historical cost.

The data in this table are from tables 16 and 17 in "U.S. Direct Investment Abroad: Detail for Historical-Cost Position and Related Capital and Income Flows, 2003" in the September 2004 SURVEY OF CURRENT BUSINESS.

Table F.3. Selected Financial and Operating Data of Nonbank Foreign Affiliates of U.S. Companies by Country and by Industry of Affiliate, 2002

	All nonbank foreign affiliates						Majority-owned nonbank foreign affiliates						
	Millions of dollars					Thousands of employees	Millions of dollars					Thousands of employees	
	Total assets	Sales	Net income	U.S. exports of goods shipped to affiliates	U.S. imports of goods shipped by affiliates		Total assets	Sales	Net income	Value added	U.S. exports of goods shipped to affiliates		U.S. imports of goods shipped by affiliates
<b>All countries, all industries</b> .....	<b>6,865,705</b>	<b>2,973,212</b>	<b>217,660</b>	<b>184,499</b>	<b>217,673</b>	<b>9,695.9</b>	<b>6,209,829</b>	<b>2,548,625</b>	<b>204,802</b>	<b>611,456</b>	<b>177,213</b>	<b>199,349</b>	<b>8,183.9</b>
<b>By country of foreign affiliate</b>													
Canada .....	514,250	359,620	13,624	58,373	80,860	1,124.1	484,796	336,830	14,430	71,139	56,528	74,646	1,062.4
Europe .....	4,103,349	1,479,547	124,084	43,491	41,796	4,118.4	3,838,231	1,322,029	119,306	342,291	42,326	41,047	3,685.7
<i>Of which:</i>													
France .....	212,778	139,456	3,166	4,131	3,296	583.2	187,698	125,929	3,467	35,864	3,585	3,201	543.6
Germany .....	351,566	242,206	6,206	7,207	4,983	653.0	311,825	205,713	3,913	60,738	7,111	4,979	615.6
Netherlands .....	534,795	141,606	19,994	7,771	(D)	230.6	507,950	113,151	18,884	21,406	7,477	2,166	179.9
United Kingdom .....	1,581,483	389,292	8,098	9,829	6,464	1,219.4	1,526,337	371,645	13,590	105,056	9,796	6,441	1,121.5
Latin America and Other Western Hemisphere .....	994,055	365,977	34,947	42,283	49,931	1,990.0	860,328	308,180	32,264	61,400	41,023	47,194	1,594.3
<i>Of which:</i>													
Brazil .....	101,114	68,155	-5,015	3,118	1,807	391.1	79,611	58,787	-3,531	10,865	2,991	1,673	336.7
Mexico .....	142,566	137,055	6,026	32,970	41,902	1,041.5	113,128	112,443	4,834	22,233	32,011	40,255	841.2
Africa .....	77,632	42,294	3,120	931	(D)	218.7	61,954	33,827	2,505	13,409	767	4,960	139.0
Middle East .....	59,623	32,763	4,139	663	(D)	87.9	28,915	15,399	1,889	6,577	603	633	59.5
Asia and Pacific .....	1,116,796	693,011	37,747	38,759	39,369	2,156.7	935,605	532,360	34,408	116,641	35,967	30,870	1,643.0
<i>Of which:</i>													
Australia .....	154,272	74,142	3,819	3,882	1,353	320.6	142,725	61,028	3,414	19,511	3,783	1,352	255.3
Japan .....	431,911	251,924	8,535	10,657	9,785	503.7	328,460	150,181	7,052	34,606	9,501	1,973	246.1
<b>By industry of foreign affiliate</b>													
Mining .....	298,637	104,463	17,166	1,124	12,516	167.5	275,111	94,171	14,193	58,175	1,050	11,622	149.2
Utilities .....	142,367	60,632	-301	8	3	101.4	100,498	40,570	-1,614	7,582	8	3	70.7
Manufacturing .....	1,343,683	1,415,463	61,180	127,658	186,483	5,062.8	1,143,805	1,208,610	54,798	316,621	122,573	169,379	4,317.8
<i>Of which:</i>													
Food .....	76,557	99,819	3,846	4,378	4,498	418.4	67,856	90,281	3,409	19,626	4,036	4,405	372.9
Chemicals .....	345,030	249,099	24,872	17,074	19,132	656.3	310,491	224,473	23,355	67,808	16,354	18,261	599.9
Primary and fabricated metals .....	64,165	45,828	1,309	2,962	4,048	255.9	58,040	40,063	996	10,991	2,909	3,936	240.7
Machinery .....	70,477	72,461	3,037	7,070	7,588	385.0	58,745	59,925	2,764	16,753	6,723	6,813	327.3
Computers and electronic products .....	177,022	210,937	7,514	24,602	37,118	713.1	170,922	206,909	7,989	37,534	24,385	36,894	681.3
Electrical equipment, appliances, and components .....	32,183	29,132	374	2,216	4,591	250.5	29,173	26,041	372	7,250	2,149	3,695	219.8
Transportation equipment .....	245,032	357,234	2,216	55,587	89,841	1,075.3	174,618	272,093	1,142	45,316	52,910	76,462	888.8
Wholesale trade .....	463,176	680,498	19,634	47,045	17,076	823.4	442,458	647,333	18,938	94,447	45,556	16,827	775.9
Information .....	280,209	166,416	-6,582	908	(D)	646.0	120,348	78,686	-2,759	23,102	797	96	345.2
Finance (except depository institutions) and insurance .....	2,438,387	212,260	20,105	10	(D)	332.5	2,353,513	198,704	18,706	23,875	10	(D)	310.7
Professional, scientific, and technical services .....	123,553	84,141	2,758	1,534	(D)	443.9	120,226	79,284	2,556	30,962	1,517	(D)	413.9
Other industries .....	1,775,694	249,340	103,700	6,212	(D)	2,118.3	1,653,870	201,267	99,985	56,693	5,703	901	1,800.6

D Suppressed to avoid disclosure of data of individual companies.

NOTE: The data in this table are from "U.S. Multinational Companies: Operations in 2002" in the July 2004 SURVEY OF CURRENT BUSINESS.

**Table F.4. Foreign Direct Investment in the United States: Selected Items by Country of Foreign Parent and by Industry of U.S. Affiliate, 2000-2003**

[Millions of dollars]

	Direct investment position on a historical-cost basis				Capital inflows (outflows (-))				Income			
	2000	2001	2002	2003	2000	2001	2002	2003	2000	2001	2002	2003
<b>All countries, all industries</b> .....	<b>1,256,867</b>	<b>1,343,987</b>	<b>1,340,011</b>	<b>1,378,001</b>	<b>314,007</b>	<b>159,461</b>	<b>62,870</b>	<b>29,772</b>	<b>47,921</b>	<b>3,919</b>	<b>35,984</b>	<b>56,727</b>
<b>By country of foreign parent</b>												
Canada .....	114,309	92,420	96,437	105,255	27,258	9,173	2,976	9,116	849	-5,223	-909	3,462
Europe .....	887,014	999,069	982,062	1,000,532	251,041	140,661	45,012	6,572	38,766	13,964	28,989	43,946
<i>Of which:</i>												
France .....	125,740	154,984	141,400	143,341	51,001	14,546	6,678	5,130	3,633	4,024	4,171	4,808
Germany .....	122,412	162,314	139,620	148,774	14,054	40,206	-842	407	2,140	-7,787	-3,508	1,726
Luxembourg .....	58,930	95,299	97,822	104,452	30,864	-21,498	1,288	8,823	4,711	2,414	840	6
Netherlands .....	138,894	145,554	153,679	146,117	33,517	24,036	5,650	-614	8,776	3,189	4,042	7,934
Switzerland .....	64,719	129,478	119,338	112,856	12,124	61,789	6,566	-6,993	2,782	1,299	5,867	4,723
United Kingdom .....	277,613	197,651	218,175	230,374	82,652	2,819	23,941	-1,661	13,347	9,046	11,492	17,604
Latin America and Other Western Hemisphere .....	53,691	64,842	68,366	69,557	12,741	8,232	1,577	3,525	2,382	-3,748	-592	1,253
<i>Of which:</i>												
Bermuda .....	18,336	7,316	8,088	5,914	2,965	-6,467	-177	-3,366	-204	-4,868	-2,362	-1,049
Mexico .....	7,462	6,645	7,483	6,680	5,062	-716	2,099	1,944	-142	-823	35	193
Panama .....	3,819	4,385	5,394	8,383	-1,087	297	1,572	2,592	647	499	642	1,014
United Kingdom Islands, Caribbean .....	15,191	25,620	28,260	28,949	3,800	12,961	230	1,841	1,627	1,166	701	175
Africa .....	2,700	2,346	2,298	2,187	666	-308	34	-50	31	-221	41	3
Middle East .....	6,506	6,082	7,456	7,931	2,389	-401	1,290	522	241	200	-214	163
Asia and Pacific .....	192,647	179,228	183,392	192,539	19,912	2,104	11,980	10,086	5,651	-1,053	8,670	7,901
<i>Of which:</i>												
Australia .....	18,775	19,465	23,136	24,652	4,935	6,490	6,081	4,382	356	-416	555	489
Japan .....	159,690	149,859	150,499	159,258	7,820	-3,132	6,061	6,495	5,182	-244	7,747	7,530
Singapore .....	5,087	1,221	650	-162	5,911	-1,451	-514	-809	-123	-164	-73	-28
<b>By industry of U.S. affiliate</b>												
Manufacturing .....	480,561	476,474	468,471	475,475	105,119	51,069	18,876	344	24,744	4,261	21,680	20,216
<i>Of which:</i>												
Food .....	18,073	18,577	19,785	19,074	2,281	312	1,300	-1,423	1,076	597	933	-370
Chemicals .....	120,413	128,630	121,641	123,242	25,466	16,823	-7,410	2,800	4,572	2,005	6,211	6,792
Primary and fabricated metals .....	24,184	19,998	19,245	19,434	8,199	-3,109	1,308	711	1,121	-265	147	465
Machinery .....	32,283	43,317	41,424	37,701	2,175	3,560	-1,426	-2,917	1,003	-982	225	-447
Computers and electronic products .....	92,782	54,729	43,111	45,854	33,073	-1,403	-6,682	-548	2,395	-5,609	-2,043	-527
Electrical equipment, appliances, and components .....	43,109	53,559	46,080	42,311	13,333	20,545	3,200	-6,550	2,033	2,413	4,781	2,292
Transportation equipment .....	55,750	62,349	62,607	63,653	1,653	9,694	6,449	1,637	4,284	1,891	4,238	4,777
Wholesale trade .....	173,991	184,743	195,876	182,176	52,501	5,998	10,332	-6,510	13,569	9,566	12,499	16,647
Retail trade .....	26,703	22,647	21,974	24,171	4,111	5,881	763	1,389	1,519	1,335	2,161	1,368
Information .....	146,856	146,913	117,646	120,122	25,207	51,472	6,235	-1,441	-3,996	-13,392	-4,232	2,084
Depository institutions (banking) .....	64,236	67,207	76,800	87,537	5,775	6,429	3,647	4,482	3,590	1,991	2,190	2,071
Finance (except depository institutions) and insurance .....	167,007	173,801	168,957	185,655	50,990	18,156	3,556	16,684	3,782	-1,443	-2,322	8,785
Real estate and rental and leasing .....	49,985	44,280	43,515	46,999	3,473	-2,178	1,367	-1,269	2,382	1,570	1,756	1,407
Professional, scientific, and technical services .....	30,492	31,477	27,619	28,358	34,136	9,309	1,668	860	-166	-239	239	-17
Other industries .....	117,037	196,446	219,154	227,509	32,695	13,326	16,426	15,233	2,496	270	2,012	4,168

NOTE: In this table, unlike in the international transactions accounts, income and capital inflows are shown without a current-cost adjustment, and income is shown net of withholding taxes. In addition, unlike in the international investment position, the direct investment position is valued at historical cost.

The data in this table are from tables 16 and 17 in "Foreign Direct Investment in the United States: Detail for Historical-Cost Position and Related Capital and Income Flows, 2003" in the September 2004 Survey of Current Business.

**Table F.5. Selected Financial and Operating Data of Nonbank U.S. Affiliates of Foreign Companies by Country of Ultimate Beneficial Owner and by Industry of Affiliate, 2002**

	All nonbank affiliates						Majority-owned nonbank affiliates						
	Millions of dollars			Thousands of employees	Millions of dollars		Millions of dollars				Thousands of employees	Millions of dollars	
	Total assets	Sales	Net income		U.S. exports of goods shipped by affiliates	U.S. imports of goods shipped to affiliates	Total assets	Sales	Net income	Value added		U.S. exports of goods shipped by affiliates	U.S. imports of goods shipped to affiliates
<b>All countries, all industries</b> .....	<b>5,213,336</b>	<b>2,225,352</b>	<b>-46,188</b>	<b>5,932.2</b>	<b>146,186</b>	<b>337,406</b>	<b>4,556,582</b>	<b>2,043,500</b>	<b>-51,250</b>	<b>453,637</b>	<b>5,420.3</b>	<b>137,037</b>	<b>324,578</b>
<b>By country</b>													
Canada .....	346,204	135,626	-4,425	500.4	6,018	16,750	325,469	128,411	-4,732	36,589	470.5	5,678	16,406
Europe .....	3,574,466	1,321,197	-32,476	4,017.2	79,224	137,288	3,418,922	1,246,557	-30,801	290,887	3,751.9	73,806	132,322
<i>Of which:</i>													
France .....	466,024	163,391	-6,317	514.8	13,901	(D)	447,432	150,885	-1,461	40,926	468.0	10,065	14,895
Germany .....	549,123	302,732	-24,776	711.2	28,726	54,720	534,078	290,353	-24,598	56,951	676.4	28,241	54,439
Netherlands .....	540,928	233,696	-1,036	556.5	5,648	14,405	529,883	226,982	-2,213	38,487	547.3	5,328	14,290
Sweden .....	58,427	43,426	-814	232.3	3,979	3,908	58,142	43,049	-830	11,891	225.7	3,976	3,904
Switzerland .....	898,393	119,340	-5,589	498.9	6,203	8,250	878,483	111,395	-4,439	27,596	429.9	6,105	8,111
United Kingdom .....	905,691	346,008	7,634	1,071.6	15,421	22,445	819,758	314,944	4,518	89,658	995.8	14,978	22,254
Latin America and Other Western Hemisphere .....	233,064	136,837	-11,808	417.7	9,515	18,270	222,161	122,170	-11,817	37,045	352.3	9,104	15,509
<i>Of which:</i>													
Bermuda .....	122,016	63,534	-10,540	224.8	(D)	2,846	121,159	62,552	-10,495	22,154	223.4	6,454	2,842
Mexico .....	23,872	23,602	-880	105.7	806	3,069	18,132	15,769	-828	3,496	47.1	(D)	2,571
Panama .....	1,896	1,369	-136	6.8	143	164	(D)	1,312	-134	513	6.5	142	161
United Kingdom Islands, Caribbean .....	56,176	9,957	-162	38.3	66	895	55,661	9,714	-174	2,147	36.5	66	895
Venezuela .....	12,027	25,184	251	7.5	(D)	7,966	(D)	(D)	(D)	(D)	H	466	(D)
Africa .....	7,606	(D)	(D)	10.7	(D)	(D)	6,073	5,387	-28	1,150	10.3	513	362
Middle East .....	25,010	31,772	-567	K	(D)	7,566	22,888	30,331	-617	7,275	40.7	748	7,510
Asia and Pacific .....	570,339	532,579	-1,502	848.2	45,488	153,384	540,946	492,116	-2,342	75,627	754.3	43,164	149,093
<i>Of which:</i>													
Australia .....	71,831	25,864	-5,587	66.4	344	399	67,658	22,642	-5,824	6,656	55.0	303	360
Japan .....	452,603	446,801	4,429	697.0	38,781	128,373	430,565	414,472	3,833	61,976	628.2	36,778	125,242
United States .....	456,647	(D)	(D)	L	(D)	(D)	20,122	18,529	-913	5,064	40.1	4,024	3,377
<b>By industry</b>													
Manufacturing .....	1,063,821	912,574	-12,011	2,374.0	93,106	143,080	1,009,551	855,354	-13,107	217,552	2,227.6	86,839	132,928
<i>Of which:</i>													
Food .....	47,049	47,558	54	130.0	3,554	1,962	45,779	44,815	-58	10,644	121.1	3,425	1,897
Chemicals .....	256,248	166,633	2,751	357.5	16,280	18,672	238,898	153,073	2,192	43,376	329.4	15,470	18,315
Primary and fabricated metals .....	49,268	50,764	446	149.8	4,388	7,969	42,704	43,703	168	12,003	137.9	3,383	7,216
Machinery .....	91,970	73,572	-285	286.5	8,894	8,073	91,345	72,660	-140	22,323	284.7	8,773	7,792
Computers and electronic products .....	104,159	99,200	-8,199	271.7	15,201	(D)	94,273	90,738	-8,399	22,105	246.2	12,265	24,426
Electrical equipment, appliances, and components .....	26,021	19,382	-756	80.4	3,036	1,791	25,967	19,310	-747	4,419	80.1	3,004	1,780
Transportation equipment .....	215,770	200,847	2,057	389.0	28,335	51,439	209,892	192,516	2,077	34,619	367.4	27,957	50,326
Wholesale trade .....	417,987	605,917	10,474	544.9	48,115	185,884	409,360	583,646	9,743	76,122	516.3	45,412	183,396
Retail trade .....	68,075	122,892	-1,055	672.0	728	4,202	60,095	111,580	-561	25,654	583.3	711	4,037
Information .....	(D)	98,953	-36,789	318.4	1,070	853	248,147	75,109	-38,095	24,689	245.8	1,046	853
<i>Of which:</i>													
Publishing industries .....	(D)	33,985	-1,973	140.2	(D)	163	88,925	31,672	-709	14,026	127.4	762	163
Telecommunications .....	(D)	(D)	(D)	M	656	163	72,877	15,116	-26,372	1,937	37.4	1	(D)
Finance (except depository institutions) and insurance .....	2,732,422	(D)	(D)	285.0	(*)	4	2,293,786	185,248	-10,118	19,487	233.3	(*)	4
Real estate and rental and leasing .....	102,749	20,525	599	35.8	215	467	88,670	17,709	414	9,072	33.8	215	467
Professional, scientific, and technical services .....	60,295	43,392	184	174.7	406	244	54,932	41,620	677	16,182	162.5	384	234
Other industries .....	(D)	(D)	(D)	1,527.3	2,546	2,672	392,039	173,234	-201	64,880	1,417.6	2,430	2,658

D Suppressed to avoid disclosure of data of individual companies.

\* Less than \$500,000.

Notes: The data in this table are from the 2002 benchmark survey of foreign direct investment in the United States; see "Operations of U.S. Affiliates of Foreign Companies: Preliminary Results From the 2002 Benchmark

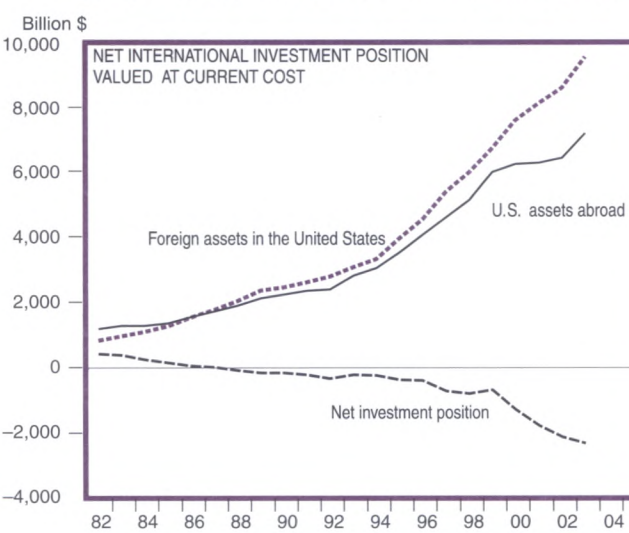
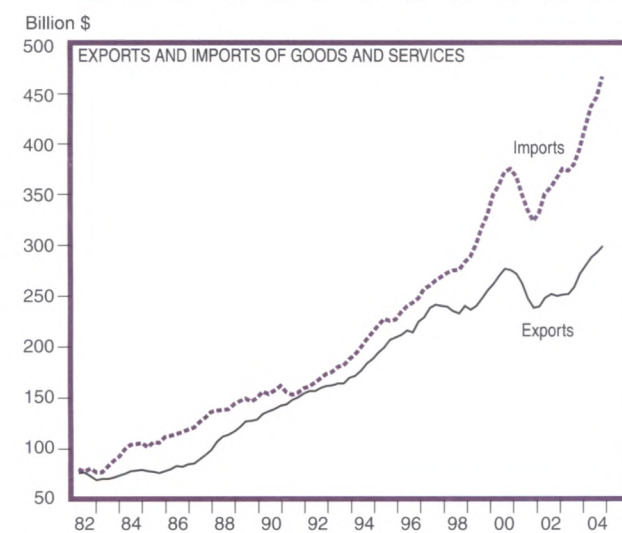
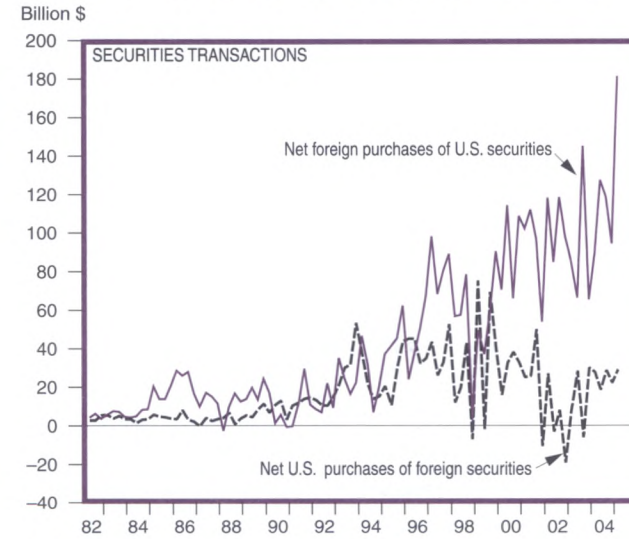
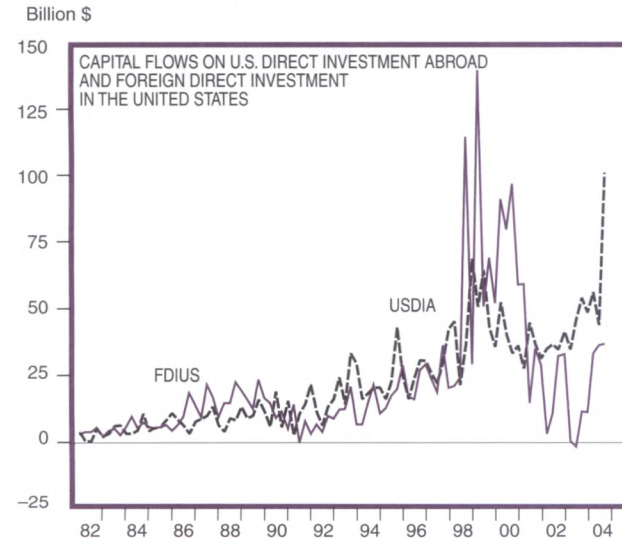
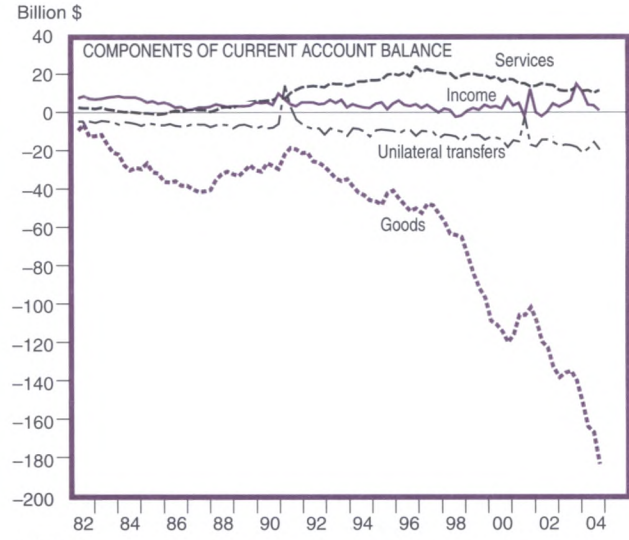
Survey" in the August 2004 SURVEY OF CURRENT BUSINESS.

The following ranges are given in employment cells that are suppressed: A—1 to 499; F—500 to 999; G—1,000 to 2,499; H—2,500 to 4,999; I—5,000 to 9,999; J—10,000 to 24,999; K—25,000 to 49,999; L—50,000 to 99,999; M—100,000 or more.



G. Charts

THE U.S. IN THE INTERNATIONAL ECONOMY



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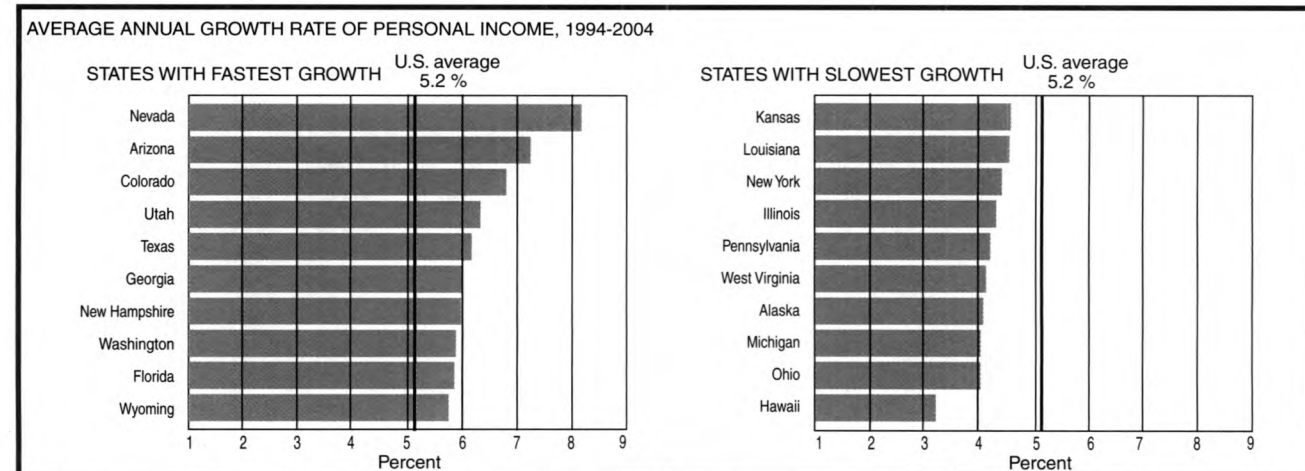
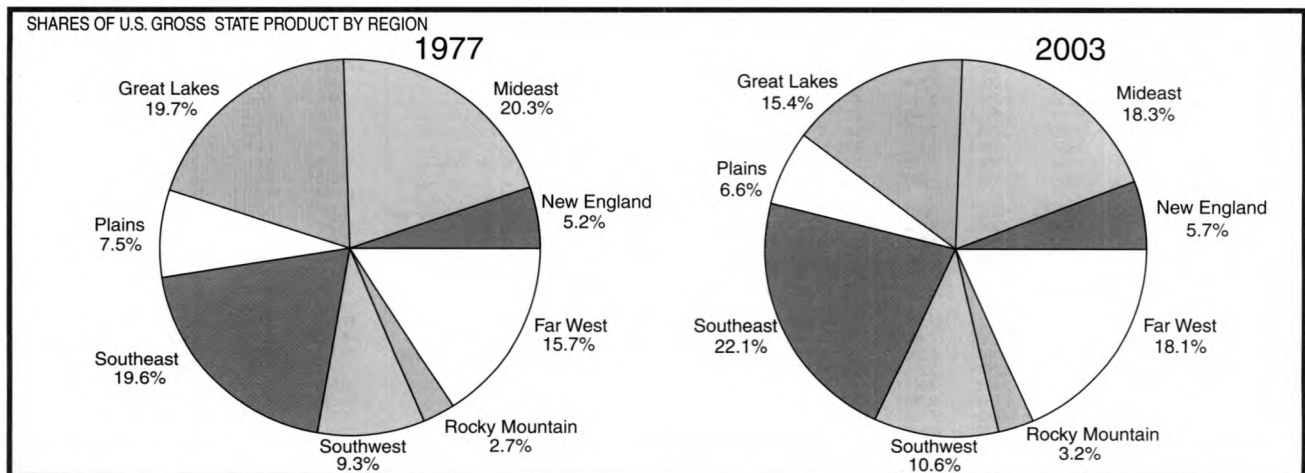
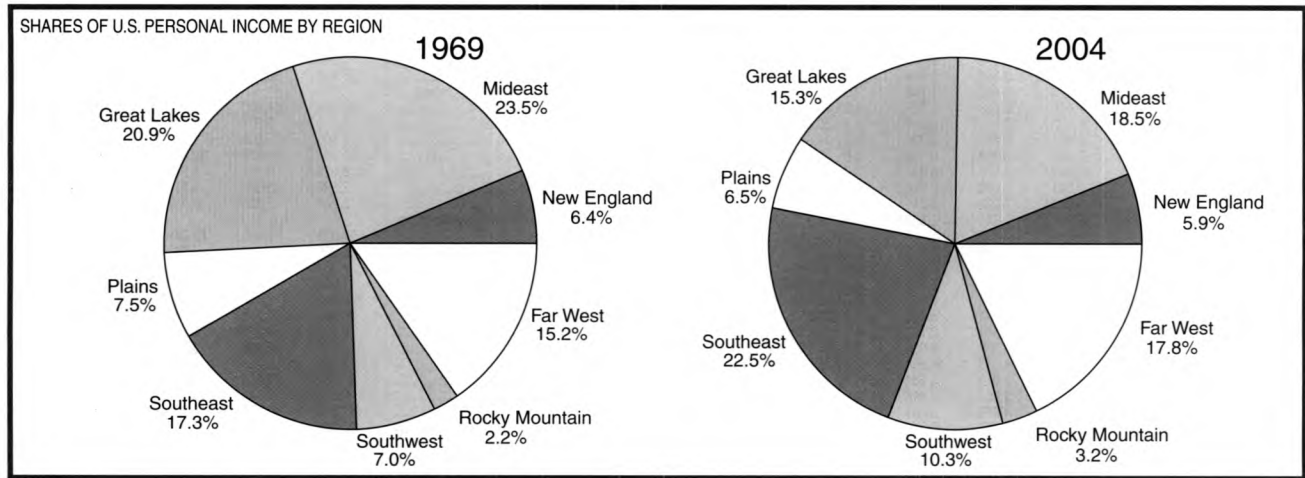






J. Charts

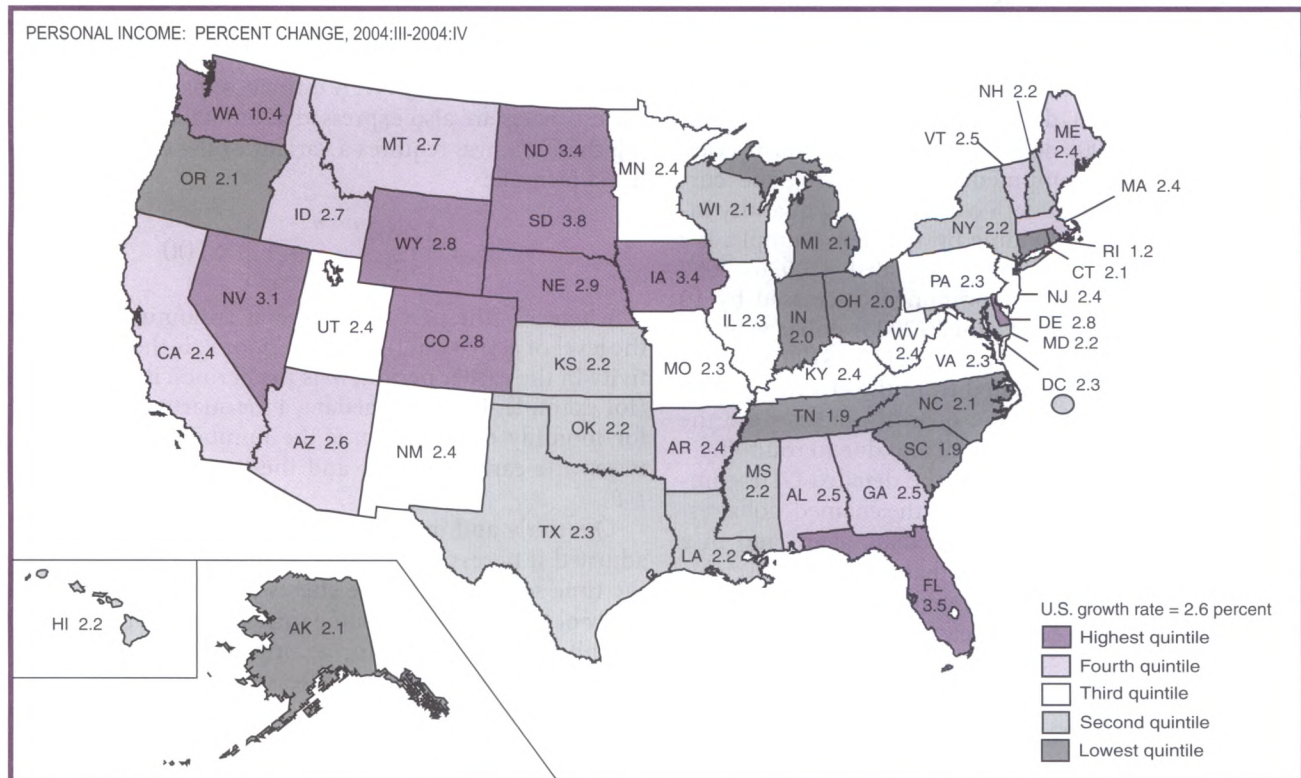
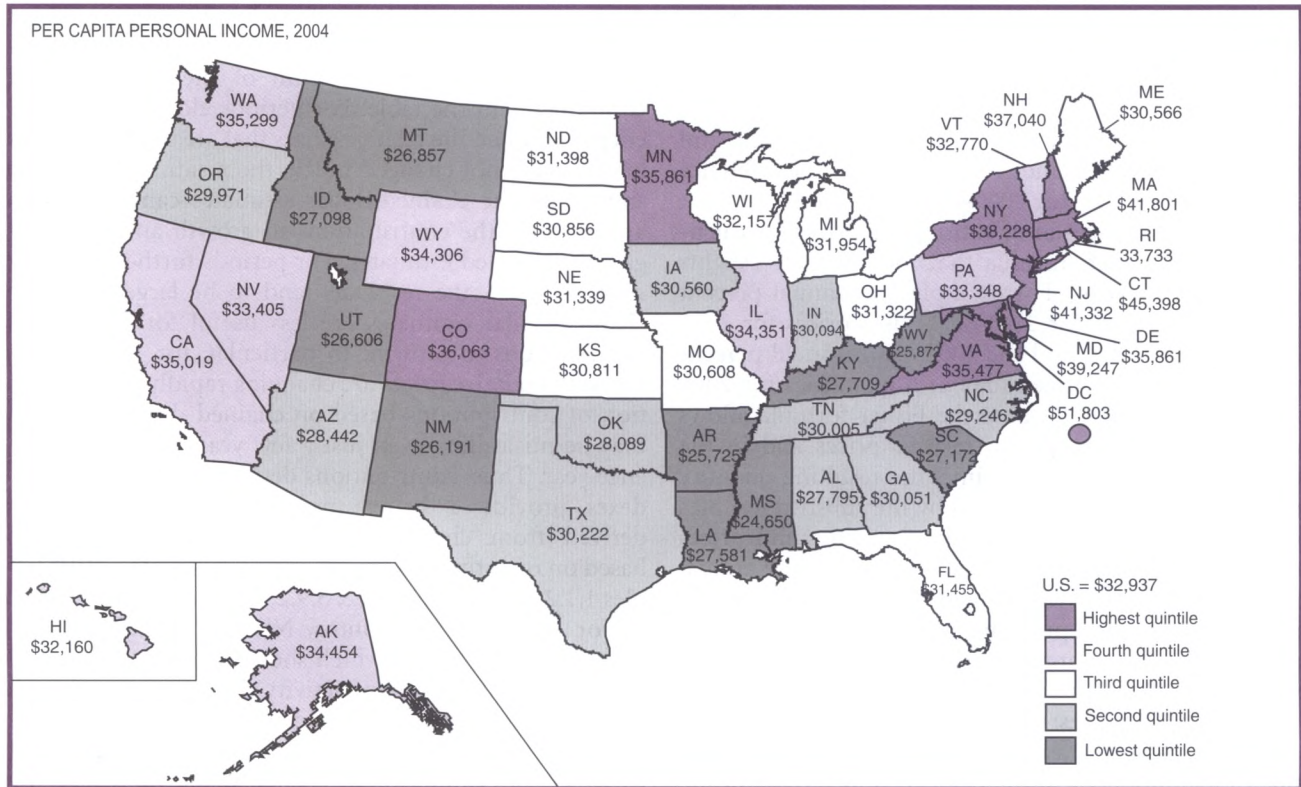
SELECTED REGIONAL ESTIMATES



U.S. Bureau of Economic Analysis



### SELECTED REGIONAL ESTIMATES



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## Appendix A

### Additional Information About the NIPA Estimates

#### Statistical Conventions

Current-dollar GDP is a measure of the market value of goods, services, and structures that are produced in the economy in a particular period. The changes in current-dollar GDP can be decomposed into quantity and price components. Quantities, or “real” measures, and prices are expressed as index numbers with the reference year—at present, the year 2000—equal to 100.<sup>1</sup>

The annual changes in quantities and prices are calculated using a Fisher formula that incorporates weights from 2 adjacent years. For example, the annual percent change in real GDP for 2001–2002 uses prices for 2001 and 2002 as weights, and the 2001–2002 annual percent change in the GDP price index uses quantities for 2001 and 2002 as weights. Because the Fisher formula allows for the effects of changes in relative prices and in the composition of output over time, the resulting quantity or price changes are not affected by the substitution bias that is associated with changes in quantities and prices calculated using a fixed-weighted formula. These annual changes are “chained” (multiplied) together to form time series of quantity and price indexes. The percent changes in the Fisher indexes are not affected by the choice of the reference year.

BEA also publishes implicit price deflators (IPDs), which are calculated as the ratio of the current-dollar value of a component to the chained-dollar value of the component, multiplied by 100. The values of an IPD are very close to the values of the corresponding “chain-type” price index.

The measures of real GDP and its major components are also presented in dollar-denominated form, designated “chained (2000) dollar estimates.” For most series, these estimates are computed by multiplying the current-dollar value in 2000 by a corresponding quantity index number and then dividing by 100. For example, if a current-dollar GDP component equaled \$100 in 2000 and if real output for this component increased by 10 percent in 2001, then the chained (2000) dollar value of this component in 2001 would be \$110 ( $\$100 \times 1.10$ ). The percent changes calculated from the chained (2000) dollar estimates and from the quantity indexes are the same; any differences will be small and due to rounding.

The chained-dollar values for the detailed GDP components will not necessarily sum to the chained-dollar estimate of GDP (or to any intermediate aggregate) in a table, because the relative prices that are used as weights for any period other than the reference year differ from those of the reference year. A measure of the effect of such

differences is provided by a “residual” line—the difference between the chained-dollar value of the main aggregate in the table and the sum of the most detailed components in the table. For periods close to the reference year, when the relative prices that are used as weights have usually not changed much, the residuals tend to be small, and the chained-dollar estimates can be used to approximate the contributions to growth and to aggregate the detailed estimates. For periods further from the reference year, the residuals tend to be larger, and the chained-dollar estimates are less useful for analyses of contributions to growth. In particular, for components for which relative prices are changing rapidly, the calculation of contributions based on chained-dollar estimates may be misleading even just a few years from the reference year. Thus, contributions derived from quantity indexes provide a better measure than contributions derived from chained-dollar estimates; contributions based on quantity indexes are shown in selected NIPA tables 1.1.2, 1.2.2, 1.5.2, 2.3.2, 3.9.2, 4.2.2, and 5.3.2.

For quarters and months, NIPA estimates are presented at annual rates, which show the value that would be registered if the rate of activity that is measured for a quarter or for a month were maintained for a full year. Annual rates are used so that periods of different lengths—for example, quarters and years—may be more easily compared. These annual rates are determined simply by multiplying the estimated rate of activity by 4 (for quarterly data) or by 12 (for monthly data).

For most quarterly NIPA estimates, *percent changes* in the estimates are also expressed at annual rates. Calculating these *changes* requires a variant of the compound interest formula:

$$r = \left[ \left( \frac{x_t}{x_0} \right)^{m/n} - 1 \right] \times 100$$

where  $r$  is the percent change at an annual rate;  $x_t$  is the level of activity in the later period;  $x_0$  is the level of activity in the earlier period;  $m$  is the periodicity of the data (for example, 1 for annual data, 4 for quarterly data, or 12 for monthly data); and  $n$  is the number of periods between the earlier periods and the later periods (that is,  $t-0$ ).

Quarterly and monthly NIPA estimates are seasonally adjusted if necessary. Seasonal adjustment removes from the time series the average effects of variations that normally occur at about the same time and in about the same magnitude each year—for example, weather, holidays, and tax payment dates. After seasonal adjustment, cyclical and other short-term changes in the economy stand out more clearly.

1. See J. Steven Landefeld, Brent R. Moulton, and Cindy M. Vojtech, “Chained-Dollar Indexes: Issues, Tips on Their Use, and Upcoming Changes,” *SURVEY OF CURRENT BUSINESS* (November 2003): 8–16.

## Reconciliation Tables

“Table 1. Reconciliation of Changes in BEA-Derived Compensation Per Hour With BLS Average Hourly Earnings” is being revised to reflect the results of the comprehensive revision of the national income and product accounts. It will be published in an upcoming issue of the SURVEY.

**Table 2. Relation of Net Exports of Goods and Services and Net Receipts of Income in the National Income and Product Accounts (NIPAs) to Balance on Goods and Services and Income in the International Transactions Accounts (ITAs)**

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates					
				2003		2004			
				III	IV	I	II	III	IV
<b>Exports of goods and services and income receipts, ITAs</b> .....	1	1,314.9	1,516.2	1,318.0	1,409.3	1,440.2	1,491.6	1,531.5	1,601.5
<i>Less:</i> Gold, ITAs.....	2	4.8	4.4	5.3	4.7	4.4	3.5	5.0	4.9
Statistical differences <sup>1</sup> .....	3	-0.6	-1.4	-0.4	0.0	-5.2	-0.1	-0.2	-0.2
Other items.....	4	0.5	0.7	0.6	0.6	0.6	0.7	0.7	0.7
<i>Plus:</i> Adjustment for grossing of parent/affiliate interest payments.....	5	4.8	5.2	4.8	5.5	4.7	4.8	5.4	5.9
Adjustment for U.S. territories and Puerto Rico.....	6	53.5	56.9	54.0	54.9	56.0	56.1	58.3	57.0
Services furnished without payment by financial intermediaries except life insurance carriers.....	7	6.7	6.8	6.1	6.5	7.1	7.0	6.6	6.4
<b>Equals: Exports of goods and services and income receipts, NIPAs</b> .....	8	1,375.2	1,581.3	1,377.5	1,471.0	1,508.2	1,555.6	1,596.3	1,665.1
<b>Imports of goods and services and income payments, ITAs</b> .....	9	1,778.1	2,109.2	1,778.0	1,846.7	1,947.2	2,077.1	2,135.3	2,277.1
<i>Less:</i> Gold, ITAs.....	10	3.6	4.1	4.1	3.8	4.1	3.3	4.0	4.8
Statistical differences <sup>1</sup> .....	11	-0.6	4.9	-0.4	0.0	4.8	3.5	5.8	5.8
Other items.....	12	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Plus:</i> Gold, NIPAs.....	13	-3.5	-2.8	-4.0	-3.1	-3.2	-2.8	-3.0	-2.1
Adjustment for grossing of parent/affiliate interest payments.....	14	4.8	5.2	4.8	5.5	4.7	4.8	5.4	5.9
Adjustment for U.S. territories and Puerto Rico.....	15	35.1	34.1	33.5	34.7	34.5	31.3	35.4	35.3
Imputed interest paid to rest of world.....	16	6.7	6.8	6.1	6.5	7.1	7.0	6.6	6.4
<b>Equals: Imports of goods and services and income payments, NIPAs</b> .....	17	1,818.2	2,143.5	1,814.7	1,886.6	1,981.4	2,110.8	2,169.9	2,312.0
<b>Balance on goods and services and income, ITAs (1-9)</b> .....	18	-463.2	-593.0	-460.0	-437.4	-507.0	-585.5	-603.8	-675.6
<i>Less:</i> Gold (2-10+13).....	19	-2.3	-2.5	-2.8	-2.2	-2.9	-2.6	-2.0	-2.0
Statistical differences (3-11) <sup>1</sup> .....	20	0.0	-6.3	0.0	0.0	-10.0	-3.6	-6.0	-6.0
Other items (4-12).....	21	0.5	0.7	0.6	0.6	0.6	0.7	0.7	0.7
<i>Plus:</i> Adjustment for U.S. territories and Puerto Rico (6-15).....	22	18.4	22.8	20.5	20.2	21.5	24.8	22.9	21.7
<b>Equals: Net exports of goods and services and net receipts of income, NIPAs (8-17)</b> .....	23	-443.0	-562.2	-437.2	-415.6	-473.2	-555.2	-573.6	-646.9

1. Consists of statistical revisions to the ITAs that have not yet been incorporated into the NIPAs.

## Appendix B

### Suggested Reading

The Bureau of Economic Analysis (BEA) has published a wealth of information about the methodologies that are used to prepare its national, industry, international, and regional accounts. In addition, most of this information is available on BEA's Web site at <www.bea.gov>. Look under "Methodologies"; for articles from the SURVEY OF CURRENT BUSINESS, look under "Publications."

#### National accounts

The national accounts encompass the detailed estimates in the national income and product accounts (including gross domestic product) and the estimates of wealth and related estimates.

#### National income and product accounts (NIPAs).

This series of papers documents the conceptual framework of the NIPAs and the methodologies that have been used to prepare the estimates.

*An Introduction to National Economic Accounting* (1985) [also in the March 1985 SURVEY]

*Corporate Profits: Profits Before Tax, Profits Tax Liability, and Dividends* (2002)

*Government Transactions* (1988)

*Personal Consumption Expenditures* (1990)

The methodologies described in these papers have been updated and improved, typically as part of the comprehensive and annual revisions of the NIPAs.

The following SURVEY articles describe the most recent comprehensive revision of the NIPAs.

"Improved Estimates of the National Income and Product Accounts for 1929–2002: Results of the Comprehensive Revision" (February 2004)

"Preview of the Revised NIPA Estimates for 1997 Effects of Incorporating the 1997 Benchmark I-O Accounts and Proposed Definitional and Statistical Changes" (January 2003)

"Preview of the 2003 Comprehensive Revision of the National Income and Product Accounts"

Changes in Definitions and Classifications (June 2003)

New and Redesigned Tables (August 2003)  
Statistical Changes (September 2003)

In addition, see the following articles.

"Updated Summary NIPA Methodologies" (November 2004) describes the source data and the methods that are used to prepare the current-dollar and real estimates of GDP.

"Annual Revision of the National Income and Product Accounts" (August 2004).

"Chained-Dollar Indexes: Issues, Tips on Their Use, and Upcoming Changes" (November 2003) discusses the advantages of using chain-weighted indexes and the challenges of using chained dollars.

"Measuring the Services of Commercial Banks in the NIPAs: Changes in Concepts and Methods" (September 2003)

"Measuring the Services of Property-Casualty Insurance in the NIPAs: Changes in Concepts and Methods" (October 2003)

"Reliability of the NIPA Estimates of U.S. Economic Activity" (February 2005) evaluates the principal NIPA estimates by examining the record of revisions to them.

**Fixed assets and consumer durable goods.** *Fixed Assets and Consumer Durable Goods in the United States, 1925–97* (2003) discusses the concepts and statistical considerations that underlie the estimates and their derivation.

"Fixed Assets and Consumer Durable Goods for 1925–2002" (May 2004) describes the improvements that were incorporated into these estimates as part of the comprehensive NIPA revision. "Fixed Assets and Consumer Durable Goods for 1993–2003" (September 2004) describes additional improvements that were incorporated into these estimates as part of the annual NIPA revision.

#### Mission Statement and Strategic Plan

The mission statement of the Bureau of Economic Analysis and the latest update to its strategic plan for improving the accuracy, reliability, and relevance of the national, industry, regional, and international accounts are available on BEA's Web site at <www.bea.gov> under "About BEA."

## Industry accounts

The industry accounts consist of the input-output accounts, the gross-domestic-product-by-industry accounts, and one satellite account.

“Improved Annual Industry Accounts for 1998–2003” (June 2004) describes the comprehensive revision of the annual input-output accounts and the GDP-by-industry accounts that features the integration of the two sets of accounts.

In addition, see the following articles.

“Preview of the Comprehensive Revision of the Annual Industry Accounts: Integrating the Annual Input-Output Accounts and the Gross-Domestic-Product-by-Industry Accounts” (March 2004) provides the details about the comprehensive revision.

“Annual Industry Accounts” (January 2005)

“Benchmark Input-Output Accounts for the U.S. Economy, 1997” (December 2002)

**Satellite accounts.** These accounts extend the analytical capacity of the input-output accounts by focusing on a particular aspect of economic activity.

“U.S. Travel and Tourism Satellite Accounts”

For 1996 and 1997 (July 2000)

For 1998–2003 (September 2004)

For 2001–2004 (June 2005)

## International accounts

The international accounts encompass the international transactions accounts, direct investment, and international transactions in services.

**International transactions accounts (ITAs).** *The Balance of Payments of the United States: Concepts, Data Sources, and Estimating Procedures* (1990) describes the methodologies used to prepare the estimates in the ITAs and the international investment position of the United States. These methodologies are usually updated and improved as part of the annual revisions of the ITAs.

The annual revisions of the ITAs are described in a series of articles, the latest of which was published in the July 2004 SURVEY.

**Direct investment.** *International Direct Investment: Studies by the Bureau of Economic Analysis* (1999) is a collection of previously published articles on U.S. direct investment abroad and foreign direct investment in the United States. It also includes the following information.

The “Methodology for U.S. Direct Investment Abroad,” which is also available in *U.S. Direct Investment Abroad: 1994 Benchmark Survey, Final Results* (1998)

“A Guide to BEA Statistics on U.S. Multinational Companies,” which is also available in the March 1995 SURVEY

“A Guide to BEA Statistics on Foreign Direct Investment in the United States,” which is also available in the February 1990 SURVEY

In addition, the updated methodology for foreign direct investment in the United States is available in *Foreign Direct Investment in the United States: Final Results From the 1997 Benchmark Survey* (2001).

**International services.** *U.S. International Transactions in Private Services: A Guide to the Surveys Conducted by the Bureau of Economic Analysis* (1998) describes 11 surveys. It includes classifications, definitions, release schedules, the methods used to prepare the estimates, and samples of the survey forms.

“Selected Issues in the Measurement of U.S. International Services” (June 2002) describes key issues in defining and measuring insurance, wholesale and retail trade, finance, construction, and utilities services and explores possible actions to address these issues.

## Regional accounts

The regional accounts include estimates of personal income and gross state product.

**Personal income.** Estimates of personal income are prepared for states and for local areas.

“Comprehensive Revision of State Personal Income for 1969–2003” (May 2004) describes the improvements in the methodology that are used to prepare the estimates and that are part of a comprehensive revision.

“The Reliability of the State Personal Income Estimates” (December 2003) evaluates the estimates of state personal income and of selected components by examining the revisions of these estimates.

“Comprehensive Revision of Local Area Personal Income for 1969–2002” (June 2004) summarizes the improvements in the methodology that is used to prepare the estimates for counties and metropolitan areas. The detailed methodology is available on the CD-DOM *Regional Economic Information System, 1969–2003*.

**Gross state product.** “Comprehensive Revision of Gross State Product” (January 2005) summarizes the sources and the methods that are used to prepare the estimates.

“Gross State Product by Industry, 1999–2001” (June 2003) presents the most recent annual revision of these estimates.

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