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James E. Rankin: (202) 606-5301 (Personal Income) BEA 00-10
Greg Key: 606-5302 (Personal Outlays)
Recorded message: 606-5303

PERSONAL INCOME AND OUTLAYS: MARCH 2000

Personal income increased \$56.6 billion, or 0.7 percent, and disposable personal income (DPI) increased \$49.1 billion, or 0.7 percent, in March, according to the Commerce Department's Bureau of Economic Analysis. Personal consumption expenditures (PCE) increased \$34.5 billion, or 0.5 percent. In February, personal income increased \$33.4 billion, or 0.4 percent, DPI increased \$22.8 billion, or 0.3 percent, and PCE increased \$93.5 billion, or 1.4 percent, based on revised estimates.

	1999		2000		
	<u>Nov.</u>	<u>Dec.</u>	<u>Jan.</u>	<u>Feb.</u>	<u>Mar.</u>
	(Percent change from preceding month)				
Personal income, current dollars	0.4	0.3	0.7	0.4	0.7
Disposable personal income:					
Current dollars	.4	.2	.9	.3	.7
Chained (1996) dollars	.3	.0	.7	-.1	.3
Personal consumption expenditures:					
Current dollars	.8	1.1	.7	1.4	.5
Chained (1996) dollars	.7	.9	.5	1.0	.1

NOTE.--Monthly estimates are expressed at seasonally adjusted annual rates, unless otherwise specified. Month-to-month dollar changes are differences between these published estimates. Month-to-month percent changes are calculated from unrounded data and are not annualized. "Real" estimates are in chained (1996) dollars.

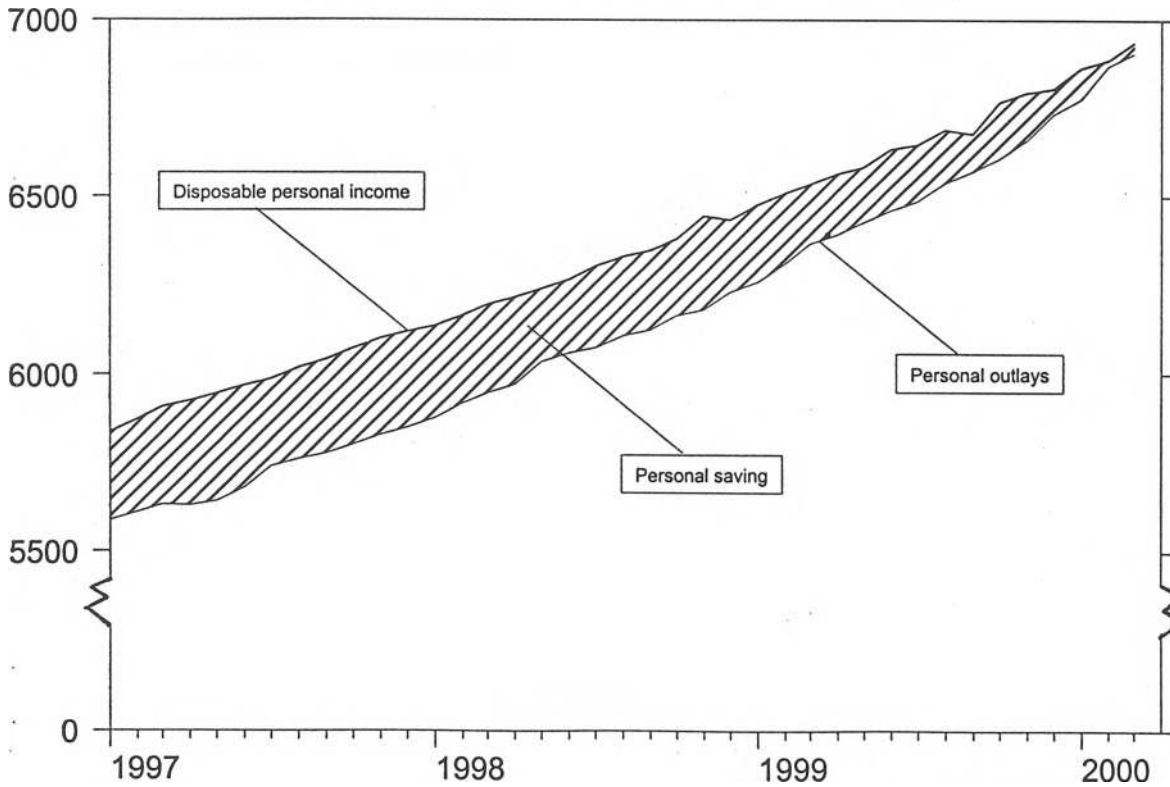
Wages and salaries

Private wage and salary disbursements increased \$26.4 billion in March, compared with an increase of \$12.8 billion in February. Goods-producing industries' payrolls increased \$7.3 billion, compared with an increase of \$4.6 billion; manufacturing payrolls increased \$1.3 billion, compared with an increase of \$3.6 billion. Distributive industries' payrolls increased \$5.7 billion, in contrast to a decrease of \$2.3 billion. Service industries' payrolls increased \$13.4 billion, compared with an increase of \$10.5 billion.

Government wage and salary disbursements increased \$4.2 billion in March, compared with an increase of \$1.8 billion in February. The March hiring of temporary workers for Census 2000 added \$1.3 billion at an annual rate to federal civilian payrolls in March.

**Disposable Personal Income and Personal Outlays
January 1997 through March 2000**

(Billions of dollars; seasonally adjusted annual rates)



Other personal income

Proprietors' income increased \$14.1 billion in March, compared with an increase of \$5.1 billion in February. Farm proprietors' income increased \$4.2 billion, compared with an increase of \$0.6 billion. The changes in farm proprietors' income reflected the pattern of specially authorized federal farm subsidy payments, which were \$7.2 billion at an annual rate in March and \$2.6 billion at an annual rate in February. Nonfarm proprietors' income increased \$9.8 billion in March, compared with an increase of \$4.6 billion in February.

Transfer payments increased \$2.6 billion in March, compared with an increase of \$5.6 billion in February. Personal interest income increased \$4.3 billion, compared with an increase of \$3.3 billion. Personal dividend income increased \$1.9 billion, compared with an increase of \$2.2 billion. Rental income of persons increased \$2.3 billion, compared with an increase of \$1.6 billion.

Personal contributions for social insurance -- a subtraction in calculating personal income -- increased \$1.6 billion in March, compared with an increase of \$0.9 billion in February.

Personal taxes and disposable personal income

Personal tax and nontax payments increased \$7.5 billion in March, compared with an increase of \$10.7 billion in February. Disposable personal income (DPI) -- personal income less personal tax and nontax payments -- increased \$49.1 billion, or 0.7 percent, in March, compared with an increase of \$22.8 billion, or 0.3 percent, in February.

Personal outlays and personal saving

Personal outlays -- PCE, interest paid by persons, and personal transfer payments to the rest of the world (net) -- increased \$35.2 billion in March, compared with an increase of \$94.6 billion in February. PCE increased \$34.5 billion, compared with an increase of \$93.5 billion.

Personal saving -- DPI less personal outlays -- was \$30.3 billion in March, compared with \$16.4 billion in February. Personal saving as a percentage of disposable personal income was 0.4 percent in March, compared with 0.2 percent in February.

Real DPI and real PCE

Real DPI -- DPI adjusted to remove price changes -- increased 0.3 percent in March, in contrast to a decrease of 0.1 percent in February.

Real PCE -- PCE adjusted to remove price changes -- increased 0.1 percent in March, compared with an increase of 1.0 percent in February. Purchases of durable goods decreased 2.4 percent, in contrast to an increase of 3.5 percent. Purchases of motor vehicles and parts more than accounted for the March decrease and accounted for about two-thirds of the February increase. Purchases of nondurable goods increased 0.4 percent in March, compared with an increase of 1.2 percent in February. Purchases of services increased 0.5 percent, compared with an increase of 0.4 percent.

Revisions

Estimates have been revised for January and February. Changes in personal income, current-dollar and chained (1996) dollar DPI, and current-dollar and chained (1996) dollar PCE for January and February -- revised and as published in last month's release -- are shown below.

	<u>Change from preceding month</u>							
	January				February			
	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>
	(Dollars)		(Percent)	(Dollars)		(Percent)		
Personal Income:								
Current dollars.....	58.7	56.2	0.7	0.7	32.6	33.4	0.4	0.4
Disposable personal income:								
Current dollars.....	61.4	59.6	.9	.9	22.1	22.8	.3	.3
Chained (1996) dollars.....	41.6	42.8	.6	.7	-6.8	-4.7	-.1	-.1
Personal consumption expenditures:								
Current dollars.....	35.9	43.1	.6	.7	62.4	93.5	1.0	1.4
Chained (1996) dollars.....	18.3	27.8	.3	.5	32.4	63.1	.5	1.0

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Summary BEA estimates are available on recorded messages at the time of public release at the following telephone numbers:

(202) 606-5306 Gross domestic product
606-5303 Personal income and outlays
606-5362 U.S. international transactions

Most of BEA's estimates and analyses appear in the Survey of Current Business, BEA's monthly journal. The printed Survey of Current Business is available from the Superintendent of Documents, U.S. Government Printing Office, Washington, DC 20402. First class mail: Annual subscription \$120.00 domestic. Second class mail: Annual subscription \$48.00 domestic, \$60.00 foreign; single issue \$17.25 domestic, \$21.56 foreign.

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Next release -- Personal Income and Outlays for April will be released on
May 26, at 8:30 A.M. EDT.

Table 1. – Personal Income

[Billions of dollars]

	1998	1999	Seasonally adjusted at annual rates					
			1999			2000		
			Oct.	Nov.	Dec.	Jan. /r/	Feb. /r/	Mar. /p/
Personal income.....	7,358.9	7,791.8	7,943.4	7,976.8	7,998.6	8,054.8	8,088.2	8,144.8
Wage and salary disbursements.....	4,186.0	4,472.3	4,556.7	4,569.5	4,600.5	4,641.0	4,655.7	4,686.2
Private industries.....	3,493.2	3,745.8	3,821.0	3,831.3	3,859.0	3,889.2	3,902.0	3,928.4
Goods-producing industries.....	1,038.7	1,082.4	1,101.4	1,100.3	1,102.5	1,115.3	1,119.9	1,127.2
Manufacturing.....	757.5	779.7	793.7	789.3	789.0	796.2	799.8	801.1
Distributive industries.....	944.6	1,005.8	1,018.8	1,021.1	1,037.4	1,042.7	1,040.4	1,046.1
Service industries.....	1,509.9	1,657.6	1,700.8	1,709.9	1,719.1	1,731.2	1,741.7	1,755.1
Government.....	692.8	726.5	735.7	738.3	741.5	751.8	753.6	757.8
Other labor income.....	515.7	535.8	541.9	543.7	545.4	548.3	550.3	552.8
Proprietors' income with IVA and CCAAdj.....	606.1	658.5	684.2	694.8	675.9	677.5	682.6	696.7
Farm.....	25.1	31.3	44.9	46.1	21.8	22.0	22.6	26.8
Nonfarm.....	581.0	627.3	639.3	648.7	654.1	655.5	660.1	669.9
Rental income of persons with CCAAdj.....	137.4	145.9	148.2	149.2	144.4	145.7	147.3	149.6
Personal dividend income.....	348.3	364.3	371.1	373.1	375.2	377.5	379.7	381.6
Personal interest income.....	897.8	931.3	952.2	958.6	964.6	968.9	972.2	976.5
Transfer payments to persons.....	983.6	1,018.2	1,028.3	1,027.8	1,034.4	1,042.3	1,047.9	1,050.5
Old-age, survivors, disability, and health insurance benefits.....	578.1	596.4	604.2	602.4	607.4	615.1	618.5	620.3
Government unemployment insurance benefits.....	19.8	20.3	19.8	20.3	20.4	20.1	20.5	20.2
Other.....	385.7	401.5	404.2	405.1	406.6	407.2	408.9	410.1
Less: Personal contributions for social insurance.....	315.9	334.6	339.3	339.9	341.8	346.5	347.4	349.0

p Preliminary.

r Revised.

IVA Inventory valuation adjustment.

CCAAdj Capital consumption adjustment.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Table 2. -- The Disposition of Personal Income
[Billions of dollars]

	1998	1999	Seasonally adjusted at annual rates					
			1999			2000		
			Oct.	Nov.	Dec.	Jan. /r/	Feb. /r/	Mar. /p/
Personal Income.....	7,358.9	7,791.8	7,943.4	7,976.8	7,998.6	8,054.8	8,088.2	8,144.8
Less: Personal tax and nontax payments.....	1,072.6	1,152.1	1,176.5	1,182.0	1,192.9	1,189.5	1,200.2	1,207.7
Equals: Disposable personal income.....	6,286.2	6,639.7	6,766.9	6,794.8	6,805.7	6,865.3	6,888.1	6,937.2
Less: Personal outlays.....	6,056.6	6,483.3	6,606.9	6,659.3	6,732.7	6,777.1	6,871.7	6,906.9
Personal consumption expenditures.....	5,848.6	6,257.3	6,376.8	6,427.3	6,498.3	6,541.4	6,634.9	6,669.4
Interest paid by persons.....	185.7	201.7	205.3	207.3	209.7	210.8	211.9	212.6
Personal transfer payments to the rest of the world (net).....	22.3	24.3	24.7	24.7	24.7	24.9	24.9	24.9
Equals: Personal saving.....	229.7	156.3	160.0	135.5	73.0	88.3	16.4	30.3
Addenda:								
Disposable personal income:								
Chained (1996) dollars /1/.....	6,107.1	6,349.4	6,427.0	6,447.2	6,444.8	6,487.6	6,482.9	6,500.4
Per capita:								
Current dollars.....	23,231	24,307	24,696	24,780	24,802	25,005	25,074	25,238
Chained (1996) dollars.....	22,569	23,244	23,456	23,512	23,487	23,629	23,599	23,648
Population (thousands).....	270,595	273,161	274,005	274,209	274,399	274,562	274,704	274,875
Personal saving as a percentage of disposable personal income.....	3.7	2.4	2.4	2.0	1.1	1.3	0.2	0.4

p Preliminary.

r Revised.

1. Disposable personal income in chained (1996) dollars equals the current-dollar figure divided by the implicit price deflator for personal consumption expenditures.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Table 3. -- Personal Income and Its Disposition, Change From Preceding Period
[Billions of dollars]

	1998	1999	Seasonally adjusted at annual rates					
			1999			2000		
			Oct.	Nov.	Dec.	Jan. /r/	Feb. /r/	Mar. /p/
Personal income.....	407.8	432.9	95.3	33.4	21.8	56.2	33.4	56.6
Wage and salary disbursements.....	297.1	286.3	28.2	12.8	31.0	40.5	14.7	30.5
Private industries.....	268.8	252.6	25.4	10.3	27.7	30.2	12.8	26.4
Goods-producing industries.....	63.2	43.7	7.8	-1.1	2.2	12.8	4.6	7.3
Manufacturing.....	38.7	22.2	5.7	-4.4	-0.3	7.2	3.6	1.3
Distributive industries.....	65.5	61.2	1.5	2.3	16.3	5.3	-2.3	5.7
Service industries.....	140.1	147.7	16.2	9.1	9.2	12.1	10.5	13.4
Government.....	28.4	33.7	2.8	2.6	3.2	10.3	1.8	4.2
Other labor income.....	14.8	20.1	1.6	1.8	1.7	2.9	2.0	2.5
Proprietors' income with IVA and CCAAdj.....	27.5	52.4	33.6	10.6	-18.9	1.6	5.1	14.1
Farm.....	-4.4	6.2	26.9	1.2	-24.3	0.2	0.6	4.2
Nonfarm.....	31.9	46.3	6.8	9.4	5.4	1.4	4.6	9.8
Rental income of persons with CCAAdj.....	7.2	8.5	19.7	1.0	-4.8	1.3	1.6	2.3
Personal dividend income.....	14.9	16.0	2.1	2.0	2.1	2.3	2.2	1.9
Personal interest income.....	42.9	33.5	6.9	6.4	6.0	4.3	3.3	4.3
Transfer payments to persons.....	21.2	34.6	4.7	-0.5	6.6	7.9	5.6	2.6
Old-age, survivors, disability, and health insurance benefits.....	12.3	18.3	3.4	-1.8	5.0	7.7	3.4	1.8
Government unemployment insurance benefits.....	-0.2	0.5	-0.3	0.5	0.1	-0.3	0.4	-0.3
Other.....	9.1	15.8	1.4	0.9	1.5	0.6	1.7	1.2
Less: Personal contributions for social insurance.....	17.8	18.7	1.5	0.6	1.9	4.7	0.9	1.6
Less: Personal tax and nontax payments.....	104.3	79.5	5.8	5.5	10.9	-3.4	10.7	7.5
Equals: Disposable personal income.....	303.4	353.5	89.5	27.9	10.9	59.6	22.8	49.1
Less: Personal outlays.....	344.9	426.7	35.9	52.4	73.4	44.4	94.6	35.2
Personal consumption expenditures.....	324.2	408.7	34.6	50.5	71.0	43.1	93.5	34.5
Interest paid by persons.....	19.0	16.0	0.9	2.0	2.4	1.1	1.1	0.7
Personal transfer payments to the rest of the world (net).....	1.7	2.0	0.2	0.0	0.0	0.2	0.0	0.0
Equals: Personal saving.....	-41.4	-73.4	53.6	-24.5	-62.5	15.3	-71.9	13.9
Addendum:								
Disposable personal income, chained (1996) dollars.....	240.4	242.3	72.3	20.2	-2.4	42.8	-4.7	17.5

p Preliminary.

r Revised.

IVA Inventory valuation adjustment.

CCAAdj Capital consumption adjustment.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Table 4. -- Personal Consumption Expenditures by Major Type of Product

	1998	1999	Seasonally adjusted at annual rates					
			1999			2000		
			Oct.	Nov.	Dec.	Jan. /r/	Feb. /r/	Mar. /p/
Billions of current dollars								
Personal consumption expenditures.....	5,848.6	6,257.3	6,376.8	6,427.3	6,498.3	6,541.4	6,634.9	6,669.4
Durable goods.....	698.2	758.6	767.0	784.9	794.4	814.4	841.4	820.7
Nondurable goods.....	1,708.9	1,843.1	1,883.5	1,895.9	1,938.0	1,927.0	1,967.4	1,995.3
Services.....	3,441.5	3,655.6	3,726.3	3,746.5	3,765.9	3,799.9	3,826.1	3,853.4
Billions of chained (1996) dollars								
Personal consumption expenditures.....	5,681.8	5,983.6	6,056.5	6,098.5	6,153.7	6,181.5	6,244.6	6,249.5
Durable goods.....	731.5	815.7	828.9	849.3	862.0	884.9	915.8	893.7
Nondurable goods.....	1,685.3	1,776.1	1,792.4	1,805.8	1,837.8	1,825.3	1,847.3	1,854.5
Services.....	3,268.0	3,400.1	3,443.8	3,454.3	3,466.0	3,485.9	3,499.7	3,516.0
Implicit price deflators (Index numbers, 1996 = 100)								
Personal consumption expenditures.....	102.93	104.58	105.29	105.39	105.60	105.82	106.25	106.72
Durable goods.....	95.45	93.00	92.54	92.42	92.15	92.04	91.87	91.83
Nondurable goods.....	101.40	103.77	105.08	104.99	105.45	105.57	106.50	107.60
Services.....	105.31	107.52	108.20	108.46	108.65	109.01	109.33	109.59
Change From Preceding Period								
Billions of current dollars								
Personal consumption expenditures.....	324.2	408.7	34.6	50.5	71.0	43.1	93.5	34.5
Durable goods.....	55.3	60.4	0.4	17.9	9.5	20.0	27.0	-20.7
Nondurable goods.....	67.2	134.3	13.1	12.4	42.1	-11.0	40.4	27.9
Services.....	201.7	214.1	21.2	20.2	19.4	34.0	26.2	27.3
Billions of chained (1996) dollars								
Personal consumption expenditures.....	264.6	301.8	20.8	42.0	55.2	27.8	63.1	4.9
Durable goods.....	74.1	84.2	2.0	20.4	12.7	22.9	30.9	-22.1
Nondurable goods.....	65.4	90.8	9.1	13.4	32.0	-12.5	22.0	7.2
Services.....	127.7	132.1	9.7	10.5	11.7	19.9	13.8	16.3

Table 5. -- Percent Change From Preceding Period in Selected Series

	Based on current dollars							
	1998	1999	1999 Oct.	1999 Nov.	1999 Dec.	2000 Jan. /r/	2000 Feb. /r/	2000 Mar. /p/
Personal income.....	5.9	5.9	1.2	0.4	0.3	0.7	0.4	0.7
Disposable personal income.....	5.1	5.6	1.3	0.4	0.2	0.9	0.3	0.7
Personal consumption expenditures.....	5.9	7.0	0.5	0.8	1.1	0.7	1.4	0.5
Durable goods.....	8.6	8.7	0.1	2.3	1.2	2.5	3.3	-2.5
Nondurable goods.....	4.1	7.9	0.7	0.7	2.2	-0.6	2.1	1.4
Services.....	6.2	6.2	0.6	0.5	0.5	0.9	0.7	0.7
Based on chained (1996) dollars								
Disposable personal income.....	4.1	4.0	1.1	0.3	0.0	0.7	-0.1	0.3
Personal consumption expenditures.....	4.9	5.3	0.3	0.7	0.9	0.5	1.0	0.1
Durable goods.....	11.3	11.5	0.2	2.5	1.5	2.6	3.5	-2.4
Nondurable goods.....	4.0	5.4	0.5	0.7	1.8	-0.7	1.2	0.4
Services.....	4.1	4.0	0.3	0.3	0.3	0.6	0.4	0.5

p Preliminary.

r Revised.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.