

BUSINESS NEWS REPORTS

PERSONAL INCOME -- September 1962

FOR RELEASE TUESDAY A.M., OCTOBER 16, 1962

OBE 62-92

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Personal income in September was at a seasonally adjusted annual rate of \$443 billion, unchanged from the record August figure, the Office of Business Economics, U. S. Department of Commerce announced today.

Wage and salary disbursements, which comprise about two-thirds of total personal income, were at an annual rate of \$297-1/2 billion in September, off \$1/2 billion from August. Dividends, interest and transfer payments in the aggregate were up and offset the payroll declines.

Manufacturing wages and salaries were down for the second consecutive month. Reductions occurred in nearly all major types of manufacturing, notably in the primary metals, machinery, petroleum, food, textiles, and paper industries. The fabricated metals and apparel industries advanced moderately, owing mainly to increases in hours worked.

Outside of manufacturing, changes in wages and salaries were small and generally offsetting. Government civilian payrolls, mainly State and local, rose; military pay was reduced -- the latter reflecting the continued demobilization of reserves called out last fall.

The increases in dividends and interest were in line with the long-run tendencies in these components, while the advance in transfer payments centered in larger unemployment insurance benefits.

Personal income in the first 9 months of 1962 was at a seasonally adjusted annual rate of \$438 billion. This is an increase of \$25 billion or 6 percent over the corresponding period of 1961. The income total of \$442-1/2 billion for the third quarter of this year represents an advance of \$3 billion over the second quarter rate.

Personal income includes wages and salaries, the net income of proprietorships -- farm and nonfarm -- dividends, interest, net rents, and other types of individual income. The annual rates, which are used to facilitate comparison with previous annual totals, represent the seasonally-adjusted dollar totals for each month multiplied by 12.

Details of personal income in September and other recent periods are shown in the following table.

(Over)

MONTHLY PERSONAL INCOME IN THE UNITED STATES

(Seasonally adjusted annual rates in billions of dollars)

	Sept. 1962	Aug. 1962	July 1962	Sept. 1961	Aug. 1961	July 1961	1st 9 months 1962	1st 9 months 1961	Full year 1961
TOTAL PERSONAL INCOME	443.0	443.0	441.9	419.7	418.3	420.1	438.1	412.7	416.4
Wage and salary disbursements, total..	297.5	298.1	297.8	281.4	280.7	280.9	294.6	276.4	278.8
Commodity-producing industries	117.5	118.1	118.4	111.4	111.6	112.1	117.1	109.6	110.8
Manufacturing only	93.6	94.1	94.5	87.8	88.1	88.5	93.5	86.4	87.5
Distributive industries	76.6	76.6	76.4	73.4	73.2	73.5	75.8	72.5	72.9
Service industries	47.0	47.0	46.7	43.8	43.9	43.6	46.0	43.1	43.4
Government	56.4	56.5	56.3	52.7	52.1	51.7	55.7	51.2	51.8
Other labor income	12.4	12.4	12.4	11.5	11.4	11.4	12.2	11.3	11.4
Proprietors' income:									
Business and professional	36.9	37.0	36.9	35.2	35.1	34.8	36.6	34.4	34.8
Farm	12.8	12.8	12.7	13.1	13.1	13.1	12.8	12.9	13.1
Rental income of persons	12.9	12.9	12.8	12.4	12.3	12.3	12.8	12.2	12.3
Dividends	15.9	15.7	15.7	15.0	14.9	14.8	15.8	14.8	15.0
Personal interest income	30.2	30.0	29.8	27.7	27.5	27.4	29.4	27.1	27.4
Transfer payments ^{1/}	34.7	34.5	34.2	33.1	33.0	35.0	34.2	33.2	33.4
Less: Personal contributions for social insurance	10.4	10.5	10.5	9.7	9.7	9.7	10.4	9.6	9.7
Total nonagricultural income ^{2/}	425.9	425.9	424.8	402.3	401.0	402.6	420.9	395.6	399.1
Total agricultural income	17.1	17.1	17.1	17.4	17.4	17.4	17.1	17.1	17.3

^{1/} Consist mainly of social insurance benefits and veterans' payments.

^{2/} Equals personal income exclusive of net income of unincorporated farm enterprises, farm wages, agricultural net interest, and net dividends paid by agricultural corporations.