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PRELIMINARY SECOND QUARTER 1979 GNP AND ANNUAL REVISION OF NATIONAL ACCOUNTS

Gross national product -- the market value of the Nation's output of goods and services -- increased $35.1 billion or 6.3 percent at a seasonally adjusted annual rate in the second quarter of 1979 to $2,327.2 billion, according to preliminary figures released by the Bureau of Economic Analysis, U.S. Department of Commerce. In the first quarter, GNP increased $56.9 billion (revised), or 10.6 percent.

Real output (GNP adjusted for price changes) decreased 3.3 percent at an annual rate in the second quarter, compared with an increase of 1.1 percent in the first. The negative rate of growth was attributable to final sales, which decreased 4.5 percent, compared with a 1.1 percent increase in the first quarter. The decrease in final sales was partially offset by an increase in inventory accumulation. A sharp drop in consumer expenditures for goods, mainly in motor vehicles, accounted for most of the decrease in final sales. Nonresidential producers' durable equipment purchases, residential investment outlays, net exports, and Federal Government purchases also decreased. Only nonresidential construction outlays, consumer expenditures for services, and State and local government purchases increased in the second quarter.

Prices, as measured by the GNP fixed-weighted price index, rose 9.8 percent in the second quarter, compared with 9.9 percent in the first.

The figures released today reflect the revisions in the national income and product accounts that are made each July to incorporate new source data.

The Bureau emphasized that the second-quarter estimates are based on preliminary and incomplete source data. Information on the assumptions used for missing source data is available on request from the Bureau of Economic Analysis. Revised estimates based on more comprehensive data will be issued next month.

Final sales and inventory investment (current dollars)

Final sales increased $22.9 billion in the second quarter, compared with $58.4 billion in the first.

Inventory investment was $31.4 billion in the second quarter, up $12.3 billion from $19.1 billion in the first. In the fourth quarter, inventory investment was $20.6 billion.

Personal consumption expenditures

Personal consumption expenditures increased $20.0 billion in the second quarter, compared with $38.8 billion in the first. Purchases of durable goods decreased $6.5 billion, compared with an increase of $1.7 billion. Purchases of nondurable goods increased $7.6 billion, compared with $13.0 billion. Expenditures on services increased $18.9 billion, compared with $24.2 billion.

Disposable (after-tax) personal income increased $29.5 billion in the second quarter while personal outlays increased $21.5 billion. As a result, personal saving increased $8.0 billion and the saving rate (saving as a percentage of disposable income) increased from 5.2 percent in the first quarter to 5.6 percent in the second.

Fixed investment

Business fixed investment increased $3.7 billion in the second quarter, compared with $7.3 billion in the first. Nonresidential construction outlays, increased $5.3 billion, compared with $0.5 billion. Nonresidential producers' durable equipment purchases decreased $1.6 billion, compared with an increase of $6.7 billion. Residential investment outlays increased $1.7 billion, compared with a decrease of $2.5 billion.

Net exports

Net exports of goods and services decreased $11.0 billion in the second quarter, compared with an increase of $8.5 billion in the first. In the second quarter, exports increased by $4.0 billion and imports by $15.1 billion.

Government purchases

Federal Government purchases of goods and services decreased $0.7 billion in the second quarter, compared with an increase of $4.6 billion in the first. Defense spending increased $2.6 billion, compared with $2.2 billion. Nondefense spending decreased $3.3 billion, compared with an increase of $2.4 billion. The decrease in nondefense spending was mainly due to increased loan redemptions by farmers from the Commodity Credit Corporation. State and local government purchases increased $9.3 billion, compared with $1.7 billion. The acceleration in State and local purchases was mainly due to construction expenditures, which increased in the second quarter following a decrease in the first.

Implicit price deflator

The GNP implicit price deflator increased 9.9 percent in the second quarter, compared with 9.3 percent in the first. Changes in the implicit price deflator reflect both changes in prices and the changes in the composition of output. Changes in the fixed-weighted price index reflect only changes in prices.

July revision of national income and product accounts

The national income and product account (NIPA) estimates are revised each July to incorporate source data that became available mainly in the spring. Revised estimates of GNP, GNP prices, national income, and personal income for the first quarter of 1976 through the first quarter of 1979 and for the years 1976 through 1978 and preliminary estimates for the second quarter of 1979 are shown in Tables 1 through 4.

Based on new source data, GNP was revised up $2.0 billion in 1976, $12.3 billion in 1977, and $19.9 billion in 1978. There were significant upward revisions in personal consumption expenditures for goods (1976-78), State and local government purchases (1977-78), change in business inventories (1977-78), and personal consumption expenditures for services (1978). There were downward revisions in personal consumption expenditures for services (1976), nonresidential fixed investment (1977-78), and Federal Government purchases (1977-78). Annual and quarterly changes in the revised and previously published GNP and GNP price measures are shown in Table 5.

The most important new source data introduced into the revised estimates and the NIPA components into which they have been incorporated are listed below: Preliminary 1977 Internal Revenue Service business tax return tabulations (corporate profits, nonfarm proprietors' income, interest, inventories other than manufacturing and trade, employer contributions to the private pension plan components of "other labor income," and capital consumption allowances); final 1977 and preliminary 1978 Bureau of Labor Statistics tabulations of wages and salaries of employees covered by State unemployment insurance (private wages and salaries); final 1977 and preliminary 1978 State and local government payroll data from the Census Bureau Public Employment Survey (State and local government wages and salaries and expenditures); final 1976 and preliminary 1977 data from the Department of Health, Education and Welfare (employer contributions to the health insurance components of personal consumption expenditures and "other labor income"); final 1977 and preliminary 1978 Department of Agriculture Survey of Farm Production Expenditures (farm proprietors' income) and final 1976 and preliminary 1977 and 1978 Department of Agriculture annual surveys of field crop production and of meat animal sales and inventories (change in business inventories and farm proprietors' income); final 1976 and preliminary 1977 Census Bureau Annual Housing Survey (personal consumption expenditures and rental income of persons); final 1976 and preliminary 1977 Census Bureau tabulations from the Annual Survey of Manufactures of product shipments (producers' durable equipment) and of the book value of inventories and the methods of determining inventory cost (change in business inventories); final 1977 Census Bureau tabulations of retail trade inventories from the Annual Retail Trade Survey (change in business inventories); revised 1977 and 1978 Census Bureau data on private construction expenditures and construction price and cost indexes (nonresidential and residential structures); the Federal budget for fiscal year 1980 and other Government financial reports (Federal Government receipts and expenditures); and final data for fiscal year 1977 and preliminary data for fiscal year 1978 from the Census Bureau Governmental Finances Survey and preliminary data from the 1977 Census of Government (State and local government receipts and expenditures).

Seasonal adjustment factors have been updated for the monthly and quarterly series.

In addition to these standard sources of new data, the revised estimates also incorporate nonroutine revisions to some of the monthly series used to prepare the NIPA estimates. For 1976-78, retail trade sales (personal consumption expenditures) and inventories (change in business inventories) were revised to incorporate new annual benchmarks, new samples, and new classifications. For 1978, the unit-value indexes for merchandise trade (exports and imports) were revised as a result of changes in commodity classifications and sampling.

Another source of revision is the introduction of a new treatment of gold in the NIPA's;an explanation of this change will appear in the July issue of the Survey of Current Business.

Detailed national income and product tables will appear in the July issue of the Survey of Current Business. The Survey is available from the Superintendent of Documents, U.S. Government Printing Office, Washington, D.C. 20402. First class mail: annual subscription $35.00 domestic. Second class mail: annual subscription $22.00 domestic, $27.50 foreign; single issue $1.90 domestic, $2.40 foreign.

Definitions

Measures of price change

The fixed-weighted price index uses as weights the composition of output in 1972. Accordingly, comparisons over any time span reflect only changes in prices.

The implicit price deflator is a weighted averages of the detailed price indexes used in the deflation of GNP. In each period, it uses as weights the composition of constant-dollar output in that period. Changes in the implicit price deflator reflect both changes in prices and changes in the composition of output.

The chain price index uses as weights the composition of output in the prior period, and therefore, reflects only changes in prices between the two periods. However, comparisons of the percent changes in the chain index reflect changes in composition of output.

Profits

Before-tax book profits (or "profits before tax" in the accompanying tables) are profits before deduction of Federal and State and local profits tax liability. They are measured after deduction of tax-return based capital consumption allowances and include inventory profits.

Profits from current production (or "corporate profits with inventory valuation and capital consumption adjustments" in the accompanying tables) differ from before-tax book profits by the amount of two adjustments:

(1) the capital consumption adjustment, which converts tax-return based capital consumption allowances to a replacement cost valuation and to uniform service lives and depreciation formulas, and

(2) the inventory valuation adjustment, which converts inventory costs as reported by business to a replacement cost valuation.

These definitions are amplified in Part I of the January 1976 issue of the Survey of Current Business.

Reliability of the Estimates

The GNP figures issued in the month after the end of the quarter are based on preliminary and incomplete source data. They are revised as more comprehensive and final data become available. The first revision is made one month after the preliminary figures are issued, and a second revision is made one month later. The figures also are subject to further revisions in the following three years, usually in the month of July. The table below provides summary measures of the amount of revision in past years in quarterly percent changes in GNP, real GNP, and the GNP implicit price deflator. These measures provide some guidelines in assessing the likely size of the revisions in the estimates for the current quarter. For example, nine of 10 times the revision between the estimate of the quarterly change in the preliminary estimate of real GNP and that in the following July has been within a range of -1.8 to +2.0 percentage points as shown by the range from the 5th to 95th percentile. Thus, based on past experience, it is likely that the second quarter change in real GNP now estimated at -3.3 percent at an annual rate will not be revised above -1.3 or below -5.1 in the first July revision.

The second revision of GNP was introduced in December 1977. There are not yet enough observations to compute the likely size of revisions between the first and second revised estimates and between the second revised and July estimates. It is expected, however, that these revisions will be smaller than those between the preliminary and first revised estimates and between the first revised and July estimates.

The summary measures for the GNP implicit price deflator also indicate the likely revisions in the two other GNP price indexes.

Revision in Quarter-to Quarter Percent Changes at Annual Rate

	Average, without regard to sign	Range of revision between specified percentiles	
		25 to 75	5 to 95
		Current-dollar GNP	
Preliminary/ 1st revision	.5	-.1 to + .6	-.4 to + 1.3
Preliminary/ 1st July	1.0	-.3 to +1.3	-1.4 to + 2.2
Preliminary/ 3rd July	1.4	-.2 to +1.8	-1.3 to + 3.0
First revision/ 1st July	.8	-.2 to + .6	-1.4 to + 1.5
First revision/3rd July	1.1	-.3 to +1.4	-1.4 to + 2.3
		Real (constant-dollar) GNP	
Preliminary/ 1st revision	.5	-.3 to + .4	-.8 to + 1.1
Preliminary/ 1st July	1.0	-.5 to +1.1	-1.8 to + 2.0
Preliminary/ 3rd July	1.4	-.7 to +1.5	-2.1 to + 3.4
First revision/ 1st July	.9	-.6 to + .9	-1.5 to + 1.9
First revision/ 3rd July	1.4	-1.0 to +1.7	-2.0 to + 2.9
		GNP implicit price deflator	
Preliminary/ 1st revision	.3	-.1 to + .3	-.3 to + .7
Preliminary/ 1st July	.5	-.2 to + .6	-.7 to + 1.5
Preliminary/ 3rd July	.7	-.2 to + .7	-.7 to + 1.9
First revision/ 1st July	.5	-.2 to + .4	-1.1 to + .9
First revision/3rd July	.7	-.3 to + .6	-1.3 to + 1.8

NOTE: Measures are based on the period from 1964 to 1978. For additional measures. see Reliability of the Quarterly National Income and Product Accounts of the United States, 1947-1971, Bureau of Economic Analysis Staff Paper No. 23, July 1974. It is sold by the National Technical Information Service, U.S. Department of Commerce, Springfield, Virginia 22161: price $6.00 please mention accession number COM 74-11538/AS.

Table 1. --Selected National Income and Product Account Estimates
Percent Change from Preceding Period

	(Percent)			(Seasonally adjusted at annual rates)													
	1976	1977	1978	1976				1977				1978				1979	
				I	II	III	IV	I	II	III	IV	I	II	III	IV	I	IIP
GNP:																	
Current dollars.....	11.3	11.6	12.0	14.7	7.3	8.0	9.8	15.4	12.8	12.1	8.7	8.4	19.8	10.9	14.8	10.6	6.3
1972 dollars.....	5.9	5.3	4.4	10.7	2.6	3.1	3.5	8.9	4.8	7.0	2.2	1.9	8.3	3.5	5.6	1.1	-3.3
Implicit price index.....	5.2	6.0	7.3	3.6	4.6	4.8	6.0	6.0	7.7	4.8	6.4	6.3	10.6	7.2	8.7	9.3	9.9
Chain price index.....	5.6	6.3	7.4	4.4	4.5	5.6	6.6	7.2	6.6	5.0	6.8	6.8	9.4	8.2	8.6	9.7	9.1
Fixed-weighted price index..	5.6	6.4	7.5	4.2	4.4	5.5	6.7	7.4	6.6	5.1	7.2	6.8	9.6	8.3	8.9	9.9	9.8
Final sales:																	
Current dollars.....	9.9	11.0	12.1	9.7	7.0	9.0	12.1	11.0	12.2	11.1	10.9	7.5	19.3	12.3	14.8	11.0	4.1
1972 dollars.....	4.5	4.8	4.4	5.8	2.3	4.1	5.3	5.5	4.2	6.0	3.9	.4	8.7	4.6	5.7	1.1	-4.5
Implicit price deflator.....	5.2	5.9	7.4	3.7	4.6	4.7	6.5	5.2	7.7	4.8	6.8	7.1	9.8	7.4	8.6	9.8	9.0
Chain price index.....	5.6	6.3	7.4	4.5	4.5	5.5	6.6	7.2	6.5	5.0	6.9	6.7	9.4	8.2	8.6	9.7	9.1
Fixed-weighted price index..	5.6	6.4	7.5	4.2	4.4	5.5	6.7	7.4	6.6	5.1	7.2	6.8	9.6	8.3	8.8	9.9	9.8
Disposable personal income:																	
Current dollars.....	9.0	10.2	11.7	9.7	6.4	8.1	10.2	9.3	12.0	12.1	12.0	10.3	12.7	11.4	13.8	13.0	7.7
1972 dollars.....	3.7	4.2	4.6	5.3	2.1	2.6	4.5	2.1	6.1	6.6	6.8	2.0	4.0	4.2	6.4	2.1	-1.6

P Preliminary

Table 2. --Gross National Product

(Billions of dollars, seasonally adjusted at annual rates)

	1976	1977	1978	1976				1977				1978				1979	
				I	II	III	IV	I	II	III	IV	I	II	III	IV	I	IIP
Gross National Product	1702.2	1899.5	2127.6	1653.7	1683.1	1715.8	1756.1	1820.2	1876.0	1930.5	1971.3	2011.3	2104.2	2159.6	2235.2	2292.1	2327.2
Personal consumption expenditures	1089.9	1210.0	1350.9	1053.8	1073.7	1100.5	1132.0	1169.1	1190.5	1220.6	1259.7	1287.2	1331.2	1369.3	1415.4	1454.2	1474.2
Durable goods	157.4	178.8	200.3	152.9	155.6	158.3	162.9	174.3	175.7	178.9	186.4	185.3	200.3	203.5	212.1	213.8	207.3
Nondurable goods	443.9	481.3	530.6	431.2	438.2	448.2	458.1	467.7	475.5	483.0	499.2	505.9	521.8	536.7	558.1	571.1	578.7
Services	488.5	549.8	619.8	469.2	479.9	494.0	511.0	527.1	539.3	558.7	574.1	596.0	609.1	629.1	645.1	669.3	688.2
Gross private domestic investment	243.0	303.3	351.5	233.5	241.9	246.0	250.7	280.4	300.0	315.7	316.9	327.0	352.3	356.2	370.5	373.8	391.3
Fixed investment	233.0	281.3	329.1	220.3	227.4	235.1	249.0	261.1	277.5	288.2	298.5	304.1	326.5	336.1	349.8	354.6	360.0
Nonresidential	164.9	189.4	221.1	157.5	161.8	168.0	172.2	179.8	186.1	193.2	198.6	203.7	218.8	225.9	236.1	243.4	247.1
Structures	57.3	62.6	76.5	56.1	57.0	57.9	58.3	58.1	62.1	64.2	66.2	66.9	75.2	79.7	84.4	84.9	90.2
Producers' durable equipment	107.6	126.8	144.6	101.4	104.8	110.1	114.0	121.7	124.1	129.0	132.4	136.8	143.6	146.3	151.8	158.5	156.9
Residential	68.1	91.9	108.0	62.8	65.6	67.1	76.8	81.3	91.4	95.0	99.9	100.5	107.7	110.2	113.7	111.2	112.9
Nonfarm structures	65.7	88.8	104.4	60.2	63.6	65.0	74.0	78.3	88.3	91.7	97.0	96.8	104.3	106.4	110.0	107.8	109.2
Farm structures	1.1	1.5	1.8	1.3	.8	.8	1.4	1.6	1.6	1.6	1.2	1.9	1.4	1.9	1.9	1.5	1.8
Producers' durable equipment	1.3	1.6	1.9	1.3	1.3	1.3	1.4	1.5	1.5	1.6	1.7	1.9	2.0	1.9	1.9	1.9	2.0
Change in business inventories	10.0	21.9	22.3	13.2	14.5	10.8	1.7	19.3	22.5	27.5	18.5	22.8	25.8	20.0	20.6	19.1	31.4
Nonfarm	12.1	20.7	21.3	14.5	17.9	12.3	3.6	20.1	21.5	25.6	15.7	22.0	25.3	18.5	19.3	18.8	31.5
Farm	-2.0	1.2	1.1	-1.3	-3.5	-1.5	-1.9	-.8	1.0	1.9	2.7	.8	.5	1.6	1.3	.3	-.2
Net exports of goods and services	8.0	-9.9	-10.3	11.8	10.0	7.0	3.2	-9.2	-6.0	-6.3	-18.1	-22.2	-7.6	-6.8	-4.5	4.0	-7.0
Exports	163.3	175.9	207.2	155.9	160.9	166.9	169.6	170.5	178.6	180.1	174.2	184.4	205.7	213.8	224.9	238.5	242.5
Imports	155.4	185.8	217.5	144.2	150.9	159.9	166.4	179.8	184.7	186.4	192.3	206.6	213.3	220.6	229.4	234.4	249.5
Government purchases of goods and services	361.3	396.2	435.6	355.1	357.5	362.4	370.3	380.0	391.6	400.5	412.8	419.4	428.3	440.9	453.8	460.1	468.7
Federal	129.7	144.4	152.6	126.9	127.5	129.8	134.6	138.2	142.6	145.6	151.2	150.9	148.2	152.3	159.0	163.6	162.9
National defense	86.4	93.7	99.0	85.7	85.3	86.2	88.6	91.6	93.1	93.9	96.4	97.6	98.2	99.0	101.2	103.4	106.0
Nondefense	43.3	50.6	53.6	41.3	42.2	43.6	46.0	46.6	49.5	51.7	54.8	53.3	50.0	53.3	57.8	60.2	56.9
State and local	231.6	251.8	283.0	228.2	230.0	232.6	235.7	241.8	249.0	254.9	261.6	268.5	280.1	288.6	294.8	296.5	305.8
Addendum:																	
Final sales (GNP less change in business inventories)	1692.1	1877.6	2105.2	1640.5	1668.6	1704.9	1754.5	1800.9	1853.6	1902.9	1952.9	1988.5	2078.4	2139.5	2214.5	2272.9	2295.8

P Preliminary

Table 3. -- Gross National Product in Constant Dollars
(Billions of 1972 dollars)

				(Quarterly totals, seasonally adjusted at annual rates)													
				1976				1977				1978				1979	
	1976	1977	1978	I	II	III	IV	I	II	III	IV	I	II	III	IV	I	II p
Gross national product.....	1273.0	1340.5	1399.2	1259.5	1267.4	1277.1	1288.1	1315.7	1331.2	1353.9	1361.3	1367.8	1395.2	1407.3	1426.6	1430.6	1418.8
Personal consumption expenditures..	820.6	861.7	900.8	807.3	814.5	824.0	836.4	849.2	853.1	863.7	880.9	882.7	894.8	905.3	920.3	921.8	913.5
Durable goods.....	126.6	138.2	146.7	125.5	126.0	126.5	128.5	135.8	136.6	138.2	142.4	139.3	147.8	147.5	152.1	150.2	143.8
Nondurable goods.....	321.5	332.7	343.3	315.6	319.4	323.3	327.6	328.9	329.6	332.1	340.0	337.3	339.4	344.7	351.9	348.1	342.7
Services.....	372.5	390.8	410.8	366.2	369.1	374.2	380.4	384.5	386.9	393.3	398.5	406.1	407.6	413.1	416.3	423.5	427.0
Gross private domestic investment..	173.4	200.1	214.3	169.9	173.8	174.2	175.7	191.0	199.6	206.7	203.0	209.0	216.8	214.0	217.4	217.2	219.1
Fixed investment.....	166.8	186.9	200.2	161.0	164.1	167.5	174.6	179.7	186.2	190.1	191.7	192.5	201.2	201.8	205.5	204.9	202.3
Nonresidential.....	119.0	129.3	140.1	115.3	117.6	120.7	122.5	126.3	128.3	130.8	131.7	133.1	140.3	141.6	145.5	147.2	145.4
Structures.....	38.3	39.1	43.9	38.1	38.3	38.6	38.4	37.5	39.0	39.9	40.1	40.2	43.9	45.1	46.5	45.8	47.7
Producers' durable equipment.	80.7	90.1	96.2	77.2	79.3	82.1	84.1	88.8	89.3	90.9	91.5	93.0	96.4	96.5	98.9	101.3	97.7
Residential.....	47.8	57.7	60.1	45.8	46.5	46.8	52.1	53.5	57.9	59.3	60.1	59.4	60.9	60.2	60.0	57.7	56.9
Nonfarm structures.....	46.0	55.5	57.7	43.7	45.0	45.1	50.0	51.2	55.7	57.0	58.0	56.8	58.6	57.7	57.6	55.6	54.6
Farm structures.....	.7	.9	1.0	1.0	.5	.6	.9	1.0	1.0	1.0	.7	1.1	.8	1.0	1.0	.8	.9
Producers' durable equipment.	1.1	1.3	1.4	1.1	1.0	1.1	1.2	1.2	1.2	1.3	1.4	1.4	1.5	1.4	1.4	1.4	1.4
Change in business inventories..	6.6	13.1	14.1	8.9	9.7	6.7	1.1	11.3	13.4	16.6	11.3	16.5	15.6	12.2	12.0	12.3	16.8
Nonfarm.....	8.5	13.3	13.7	10.1	12.7	8.1	3.0	12.8	13.7	16.2	10.4	16.3	15.5	11.6	11.5	12.1	16.9
Farm.....	-1.9	-.1	.3	-1.2	-3.0	-1.4	-1.9	-1.5	-.3	.4	.9	.2	.0	.6	.5	.2	-.1
Net exports of goods and services..	15.8	10.3	11.0	17.5	16.2	16.1	13.3	11.1	10.9	13.2	5.8	5.3	12.3	13.3	12.9	17.0	12.9
Exports.....	96.1	98.4	108.9	93.8	95.4	97.6	97.7	96.5	99.4	100.5	97.3	100.7	109.2	111.9	113.8	117.0	115.7
Imports.....	80.4	88.2	97.9	76.3	79.2	81.5	84.4	85.4	88.5	87.3	91.4	95.4	96.9	98.5	101.0	100.0	102.8
Government purchases of goods and services.....	263.3	268.5	273.2	264.7	262.9	262.7	262.6	264.5	267.6	270.3	271.5	270.7	271.3	274.7	276.0	274.7	273.4
Federal.....	96.4	100.6	98.6	96.1	95.9	96.4	97.1	98.4	100.3	101.8	101.8	99.9	96.6	98.5	99.3	101.1	98.5
State and local.....	166.9	167.9	174.6	168.7	167.1	166.3	165.5	166.0	167.3	168.5	169.8	170.9	174.7	176.2	176.6	173.6	174.9
Addenda:																	
Final sales (GNP less change in business inventories).....	1266.4	1327.4	1385.1	1250.6	1257.7	1270.3	1287.0	1304.4	1317.8	1337.3	1350.0	1351.3	1379.6	1395.1	1414.6	1418.4	1402.0
Implicit price deflator(index numbers, 1972=100)																	
Gross national product.....	133.71	141.70	152.05	131.30	132.79	134.35	136.34	138.34	140.93	142.59	144.82	147.05	150.82	153.45	156.68	160.22	164.03
Final sales.....	133.6	141.5	152.0	131.2	132.7	134.2	136.3	138.1	140.7	142.3	144.7	147.2	150.6	153.4	156.6	160.3	163.8
Personal consumption expenditures.	132.8	140.4	150.0	130.5	131.8	133.6	135.3	137.7	139.6	141.3	143.0	145.8	148.8	151.3	153.8	157.8	161.4

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Preliminary

Table 4. --National Income and Disposition of Personal Income
(Billions of dollars)

(Quarterly totals, seasonally adjusted at annual rates)

	1976	1977	1978	1976				1977				1978				1979	
				I	II	III	IV	I	II	III	IV	I	II	III	IV	I	IIp
National income	1359.8	1525.8	1724.3	1323.1	1344.9	1369.6	1401.6	1456.9	1505.3	1551.1	1589.8	1621.0	1703.9	1752.5	1820.0	1869.0	-----
Compensation of employees	1037.8	1156.9	1304.5	1001.4	1025.9	1048.0	1075.9	1110.1	1141.5	1170.7	1205.5	1244.0	1288.2	1321.1	1364.8	1411.2	1439.0
Wages and salaries	890.0	984.0	1103.5	860.7	880.5	898.0	920.7	945.8	971.8	995.0	1023.4	1052.0	1090.0	1117.4	1154.7	1189.4	1210.8
Government and government enterprises	188.0	201.3	218.0	183.9	186.4	188.6	193.2	195.7	198.5	202.2	208.8	212.3	215.3	219.2	225.1	228.1	231.3
Other	702.0	782.7	885.5	676.9	694.2	709.4	727.5	750.1	773.3	792.7	814.6	839.7	874.6	898.1	929.6	961.3	979.5
Supplements to wages and salaries	147.8	172.9	201.0	140.6	145.4	150.1	155.2	164.3	169.7	175.7	182.1	192.0	198.3	203.7	210.1	221.8	228.2
Employer contributions for social insurance	70.4	81.2	94.6	68.1	69.6	71.0	73.0	78.2	79.9	82.0	84.7	91.0	93.6	95.5	98.2	105.8	107.8
Other labor income	77.4	91.8	106.5	72.6	75.8	79.0	82.3	86.2	89.7	93.7	97.4	101.1	104.7	108.2	111.9	116.0	120.3
Proprietors' income with inventory valuation and capital consumption adjustments	89.3	100.2	116.8	89.0	89.8	87.6	91.1	96.9	97.6	98.6	107.6	109.1	115.0	117.4	125.7	129.0	129.2
Farm	18.3	19.6	27.7	20.9	19.6	16.5	16.3	19.2	17.9	16.8	24.7	25.7	27.7	26.1	31.3	34.2	33.7
Nonfarm	71.0	80.5	89.1	68.0	70.2	71.0	74.8	77.7	79.8	81.7	82.9	83.4	87.3	91.3	94.4	94.8	95.5
Rental income of persons with capital consumption adjustment	22.1	24.7	25.9	22.0	21.6	21.9	22.8	23.6	24.6	25.2	25.5	25.2	24.4	26.8	27.1	27.3	26.8
Corporate profits with inventory valuation and capital consumption adjustment	126.8	150.0	167.7	130.1	125.6	126.9	124.6	137.1	148.9	160.8	153.0	141.2	169.4	175.2	184.8	178.9	------
Corporate profits with inventory valuation adjustment and without capital consumption adjustment	141.3	162.0	180.8	145.6	141.0	141.3	137.5	149.7	160.3	172.0	166.0	153.6	182.0	189.0	198.6	193.3	------
Profits before tax	156.0	177.1	206.0	155.0	156.2	156.7	156.1	168.4	176.2	180.9	183.0	177.5	207.2	212.0	227.4	233.3	------
Profits tax liability	63.8	72.6	84.5	64.0	64.5	63.8	62.9	69.2	72.5	73.7	75.1	70.8	84.7	87.5	95.1	91.3	------
Profits after tax	92.2	104.5	121.5	91.0	91.6	92.9	93.2	99.2	103.7	107.2	107.9	106.7	122.4	124.6	132.3	142.0	------
Dividends	37.5	42.1	47.2	34.6	36.9	38.4	40.0	40.8	41.5	42.7	43.4	45.1	46.0	47.8	49.7	51.5	52.3
Undistributed profits	54.7	62.4	74.3	56.4	54.7	54.5	53.2	58.3	62.2	64.6	64.5	61.6	76.4	76.8	82.6	90.5	------
Inventory valuation adjustment	-14.6	-15.2	-25.2	-9.4	-15.2	-15.4	-18.6	-18.7	-15.9	-8.9	-17.0	-23.9	-25.1	-23.0	-28.8	-39.9	-36.4
Capital consumption adjustment	-14.5	-12.0	-13.1	-15.5	-15.4	-14.4	-12.8	-12.6	-11.4	-11.2	-13.0	-12.4	-12.6	-13.8	-13.8	-14.5	-14.7
Net interest	83.8	94.0	109.5	80.6	82.1	85.2	87.2	89.3	92.7	95.8	98.2	101.5	106.8	111.9	117.6	122.6	126.1
Disposition of Personal Income:																	
Personal income	1381.6	1531.6	1717.4	1336.9	1363.7	1393.9	1432.0	1472.5	1509.0	1548.5	1596.4	1634.8	1689.3	1742.5	1803.1	1852.6	1892.6
Less: Personal tax and nontax payments	197.1	226.4	259.0	184.8	193.5	200.8	209.4	222.4	223.0	225.3	235.2	239.8	252.1	266.0	278.2	280.4	290.9
Equals: Disposable personal income	1184.5	1305.1	1458.4	1152.2	1170.2	1193.1	1222.6	1250.1	1286.0	1323.2	1361.2	1395.0	1437.3	1476.5	1524.8	1572.2	1601.7
Less: Personal outlays	1115.9	1240.2	1386.4	1078.4	1099.3	1126.8	1159.2	1197.6	1220.2	1251.3	1291.7	1320.4	1366.1	1405.6	1453.4	1493.0	1514.5
Equals: Personal saving	68.6	65.0	72.0	73.8	70.9	66.3	63.4	52.5	65.9	71.9	69.5	74.6	71.2	70.9	71.5	79.2	87.2
Disposable personal income:																	
Total, billions of 1972 dollars	891.8	929.5	972.6	883.1	887.7	893.4	903.3	908.0	921.5	936.3	951.8	956.6	966.1	976.2	991.5	996.6	992.5
Per capita:																	
Current dollars	5,504	6,017	6,672	5,369	5,444	5,540	5,665	5,782	5,937	6,096	6,257	6,402	6,584	6,749	6,955	7,157	7,275
1972 dollars	4,144	4,285	4,449	4,115	4,130	4,148	4,185	4,200	4,255	4,313	4,375	4,390	4,426	4,462	4,522	4,536	4,508
Personal saving as percent of disposable personal income	5.8	5.0	4.9	6.4	6.1	5.6	5.2	4.2	5.1	5.4	5.1	5.3	5.0	4.8	4.7	5.0	5.4

[p]Preliminary

Table 5. --Revised and Previously Published Estimates of GNP and GNP Price Measures: Percent Change from Preceding Period

	(Percent)			(Seasonally adjusted at annual rates)												
	1976	1977	1978	1976				1977				1978				1979
				I	II	III	IV	I	II	III	IV	I	II	III	IV	I
GNP in current dollars:																
Revised	11.3	11.6	12.0	14.7	7.3	8.0	9.8	15.4	12.8	12.1	8.7	8.4	19.8	10.9	14.8	10.6
Previously published	11.2	11.0	11.7	13.6	9.0	7.3	8.2	13.7	14.0	11.1	8.9	7.1	20.6	9.6	15.6	9.8
GNP in 1972 dollars:																
Revised	5.9	5.3	4.4	10.7	2.6	3.1	3.5	8.9	4.8	7.0	2.2	1.9	8.3	3.5	5.6	1.1
Previously published	5.7	4.9	4.0	9.3	4.0	2.7	2.3	7.3	5.9	5.7	3.2	-.1	8.7	2.6	6.9	.8
GNP implicit price deflator:																
Revised	5.2	6.0	7.3	3.6	4.6	4.8	6.0	6.0	7.7	4.8	6.4	6.3	10.6	7.2	8.7	9.3
Previously published	5.2	5.9	7.4	3.9	4.7	4.5	5.7	6.0	7.7	5.1	5.5	7.2	11.0	6.9	8.2	8.9
GNP fixed-weighted price index:																
Revised	5.6	6.4	7.5	4.2	4.4	5.6	6.7	7.4	6.6	5.1	7.2	6.8	9.6	8.3	8.9	9.9
Previously published	5.6	6.3	7.6	4.3	4.9	5.1	6.4	7.0	7.4	4.7	6.8	7.0	11.0	7.6	8.4	9.7