

*86th Congress, 2d Session*

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# Economic Indicators

**JULY 1960**

*Prepared for the Joint Economic Committee by the  
Council of Economic Advisers*

UNITED STATES  
GOVERNMENT PRINTING OFFICE  
WASHINGTON : 1960

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[PUBLIC LAW 120—81ST CONGRESS; CHAPTER 237—1ST SESSION]

### JOINT RESOLUTION [S.J. Res. 55]

To print the monthly publication entitled "Economic Indicators"

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

Approved June 23, 1949.

*Charts drawn by Graphics Unit, Office of the Secretary, Department of Commerce.*

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NOTE.—Detail in these tables will not necessarily add to totals because of rounding.

# TOTAL OUTPUT, INCOME, AND SPENDING

## THE NATION'S INCOME, EXPENDITURE, AND SAVING

Revised estimates indicate that total income and expenditures rose between the first and second quarters of 1960.

[Billions of dollars]

Economic group	1959						1960					
	Year			Second quarter			First quarter			Second quarter <sup>1</sup>		
	Re- ceipts	Ex- pend- itures	Excess of re- ceipts (+) or ex- pend- itures (-)	Re- ceipts	Ex- pend- itures	Excess of re- ceipts (+) or ex- pend- itures (-)	Re- ceipts	Ex- pend- itures	Excess of re- ceipts (+) or ex- pend- itures (-)	Re- ceipts	Ex- pend- itures	Excess of re- ceipts (+) or ex- pend- itures (-)
	Seasonally adjusted annual rates											
Consumers:												
Disposable personal income.....	337.3			338.3			347.0			354.3		
Personal consumption ex- penditures.....		313.8			313.6			323.3			328.5	
Personal net saving (+).....			23.4			24.8			23.7			25.8
Business:												
Gross retained earnings.....	50.5			51.8			52.5			( <sup>2</sup> )		
Gross private domestic in- vestment.....		72.0			78.9			79.3			75.5	
Excess of investment (-).....			-21.6			-27.1			-26.8			( <sup>2</sup> )
International:												
Foreign net transfers by government.....	1.5			1.4			1.6			1.7		
Net exports of goods and services.....		-1.0			-2.2			1.2			2.5	
Excess of transfers (+) or of net exports (-).....			2.5			3.6			.4			- .8
Government (Federal, State, and local):												
Tax and nontax receipts or accruals.....	129.1			131.3			137.3			( <sup>2</sup> )		
Less: Transfers, interest, and subsidies (net).....		34.5			34.0			36.0			36.8	
Net receipts.....		94.6			97.3			101.3			( <sup>2</sup> )	
Total government expendi- tures.....		131.6			131.7			133.5			135.3	
Less: Transfers, interest, and subsidies (net).....		34.5			34.0			36.0			36.8	
Purchases of goods and services.....		97.1			97.7			97.5			98.5	
Surplus (+) or deficit (-) on income and product account.....			-2.5			- .4			3.8			( <sup>2</sup> )
Statistical discrepancy.....	-1.8		-1.8	-1.0		-1.0	-1.1		-1.1	( <sup>2</sup> )		( <sup>2</sup> )
GROSS NATIONAL PRODUCT.....	482.1	482.1		487.9	487.9		501.3	501.3		505.0	505.0	

<sup>1</sup> Preliminary estimates by Council of Economic Advisers.

<sup>2</sup> Not available.

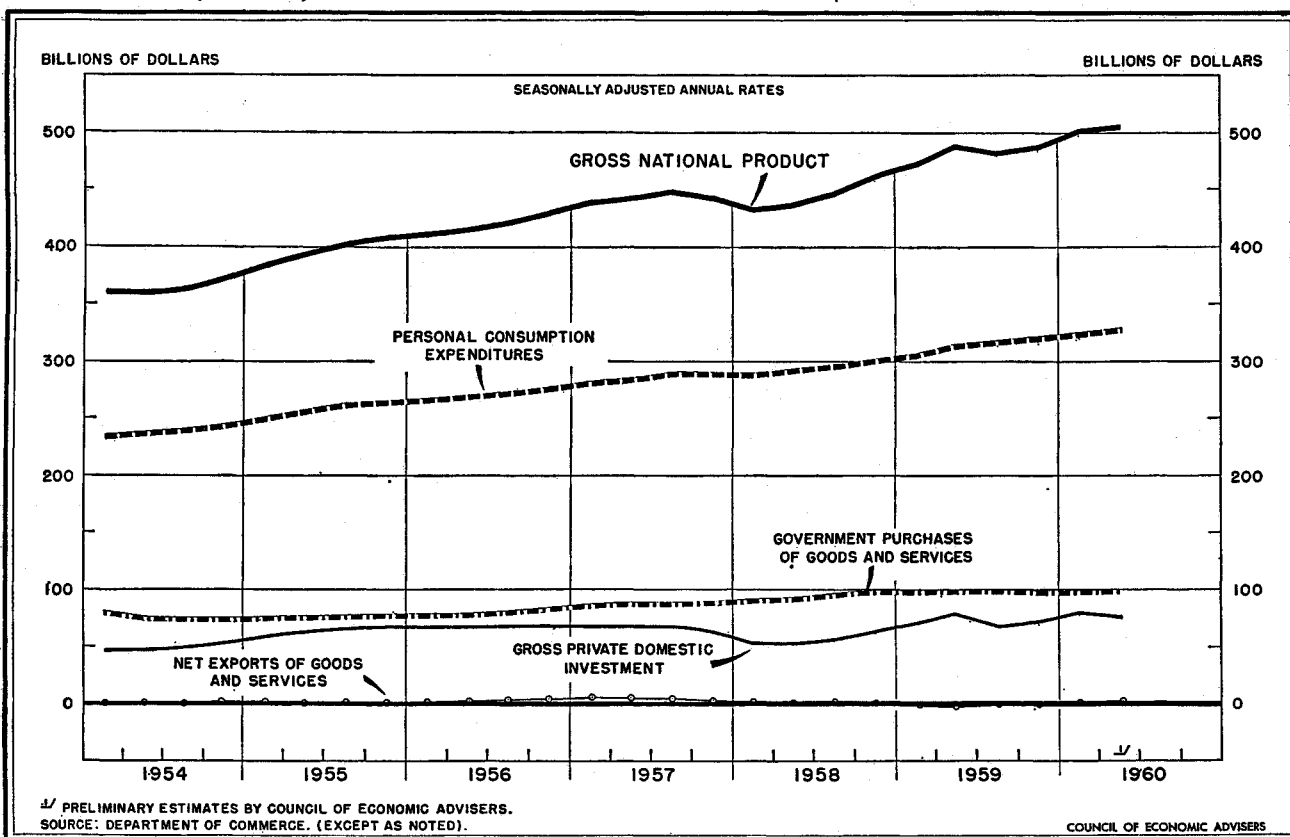
Source: Department of Commerce (except as noted).

NOTE.—Series revised beginning 1957. For details, see *Survey of Current Business*, July 1960.

For explanation and use of this arrangement, see Senate Report No. 1295, Joint Economic Report, pp. 92-33, 99-105, and *Economic Report of the President*, January 1953, Appendix A.

## GROSS NATIONAL PRODUCT OR EXPENDITURE

Gross national product rose in the second quarter to an annual rate of \$505 billion (seasonally adjusted), according to revised estimates. Increases in personal consumption expenditures, net exports, and State and local purchases were partly offset by decreases in domestic investment and Federal purchases.



[Billions of dollars]

Period	Total gross national product in 1959 prices	Total gross national product	Personal consumption expenditures	Gross private domestic investment	Net exports of goods and services	Government purchases of goods and services				
						Total	Total <sup>1</sup>	National defense <sup>2</sup>	Other	State and local
1949.....	328.4	258.1	181.2	33.0	3.8	40.2	22.2	13.6	8.9	17.9
1950.....	356.4	284.6	195.0	50.0	.6	39.0	19.3	14.3	5.2	19.7
1951.....	385.3	329.0	209.8	56.3	2.4	60.5	38.8	33.9	5.2	21.7
1952.....	399.4	347.0	219.8	49.9	1.3	76.0	52.9	46.4	6.7	23.2
1953.....	417.6	365.4	232.6	50.3	-.4	82.8	58.0	49.3	9.0	24.9
1954.....	408.8	363.1	238.0	48.9	1.0	75.3	47.5	41.2	6.7	27.7
1955.....	441.9	397.5	256.9	63.8	1.1	75.6	45.3	39.1	6.6	30.3
1956.....	451.2	419.2	269.9	67.4	2.9	79.0	45.7	40.4	5.7	33.2
1957.....	459.5	442.8	285.2	66.1	4.9	86.5	49.7	44.4	5.7	36.8
1958.....	451.3	444.2	293.5	56.0	1.2	93.5	52.6	44.8	8.3	40.8
1959.....	482.1	482.1	313.8	72.0	-1.0	97.1	53.3	46.0	7.8	43.9
Seasonally adjusted annual rates										
1958: Third quarter.....	453.6	447.0	294.8	55.8	1.6	94.8	53.7	44.9	9.1	41.2
Fourth quarter.....	466.5	461.0	300.2	63.2	.4	97.1	54.3	45.5	9.4	42.8
1959: First quarter.....	476.3	473.1	306.1	70.9	-1.0	97.1	53.3	45.9	7.9	43.8
Second quarter.....	489.3	487.9	313.6	78.9	-2.2	97.7	53.7	46.4	7.8	44.0
Third quarter.....	480.0	481.4	316.0	67.5	-.2	98.1	53.6	46.1	8.0	44.5
Fourth quarter.....	483.3	486.4	319.6	70.8	-.4	96.4	52.5	45.5	7.5	43.9
1960: First quarter.....	495.9	501.3	323.3	79.3	1.2	97.5	51.8	44.9	7.5	45.7
Second quarter <sup>3</sup> .....	496.1	505.0	328.5	75.5	2.5	98.5	51.6	44.6	7.5	46.8

<sup>1</sup> Less Government sales.

<sup>2</sup> These expenditures correspond closely with the "major national security" category in *The Budget of the United States Government for the Fiscal Year Ending June 30, 1961*, shown on p. 31 of *Economic Indicators*.

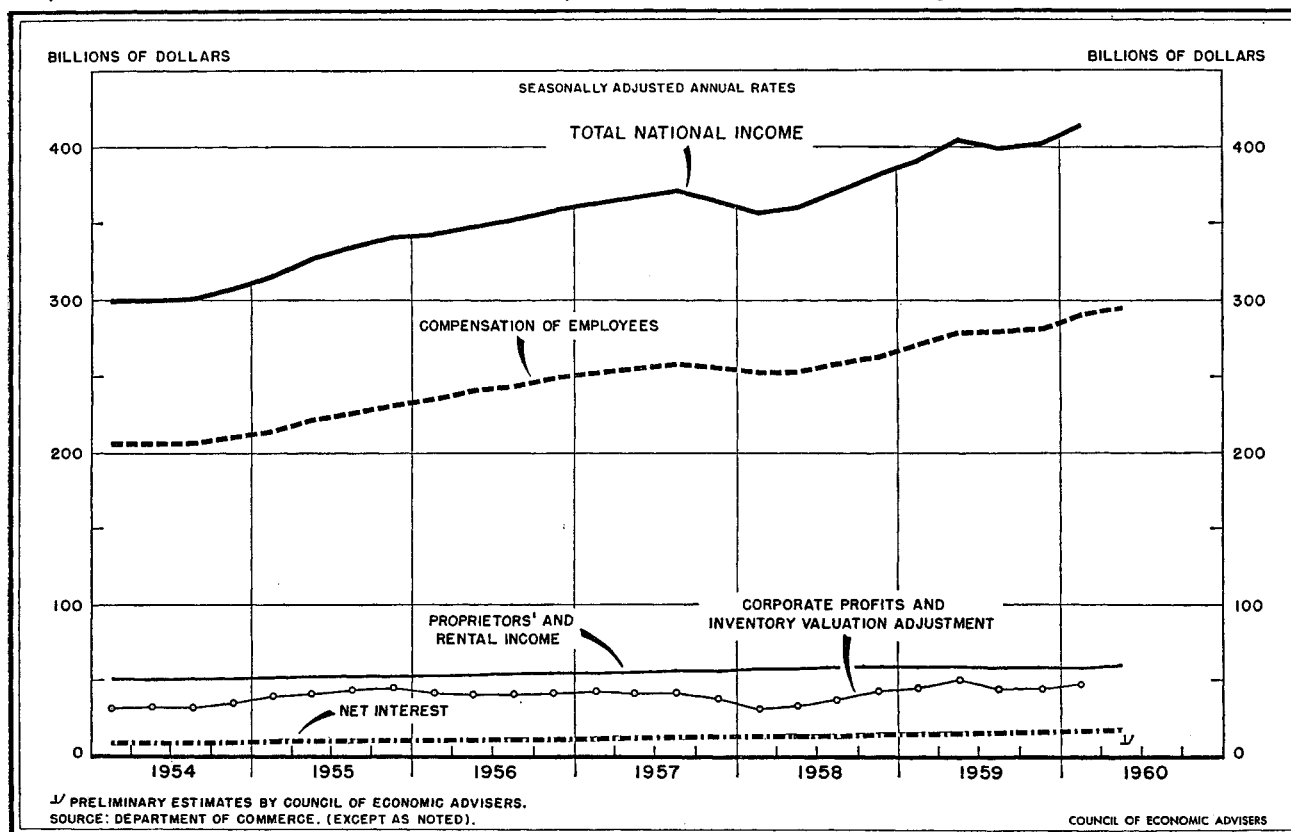
<sup>3</sup> Preliminary estimates by Council of Economic Advisers.

NOTE.—Series revised beginning 1957. For details, see *Survey of Current Business*, July 1960.

Source: Department of Commerce (except as noted).

## NATIONAL INCOME

Compensation of employees advanced by \$4.8 billion (seasonally adjusted annual rate) in the second quarter. Proprietors' income and net interest also increased, while rental income was unchanged.



[Billions of dollars]

Period	Total national income	Compensation of employees <sup>1</sup>	Proprietors' income		Rental income of persons	Net interest	Corporate profits and inventory valuation adjustment		
			Farm	Business and professional			Total	Profits before taxes	Inventory valuation adjustment
1949.....	217.7	140.8	12.9	22.7	8.3	4.8	28.2	26.4	1.9
1950.....	241.9	154.2	14.0	23.5	9.0	5.5	35.7	40.6	-5.0
1951.....	279.3	180.3	16.3	26.0	9.4	6.3	41.0	42.2	-1.2
1952.....	292.2	195.0	15.3	26.9	10.2	7.1	37.7	36.7	1.0
1953.....	305.6	208.8	13.3	27.4	10.5	8.2	37.3	38.3	-1.0
1954.....	301.8	207.6	12.7	27.8	10.9	9.1	33.7	34.1	-.3
1955.....	330.2	223.9	11.8	30.4	10.7	10.4	43.1	44.9	-1.7
1956.....	350.8	242.5	11.6	32.1	10.9	11.7	42.0	44.7	-2.7
1957.....	366.9	255.5	11.8	32.7	11.9	13.4	41.7	43.2	-1.5
1958.....	367.7	257.0	14.0	32.3	12.2	14.7	37.4	37.7	-.2
1959.....	399.6	277.8	11.8	34.7	12.4	16.4	46.6	47.0	-.5
Seasonally adjusted annual rates									
1958: Third quarter.....	370.8	258.8	14.0	32.6	12.2	14.8	38.5	38.8	-0.2
Fourth quarter.....	381.9	263.4	13.5	33.3	12.2	15.4	44.0	44.9	-.9
1959: First quarter.....	390.9	270.4	13.0	33.8	12.3	15.9	45.5	46.4	-.9
Second quarter.....	405.4	279.7	12.0	34.8	12.4	16.2	50.4	51.7	-1.3
Third quarter.....	399.4	279.5	11.1	35.0	12.4	16.5	44.9	45.3	-.4
Fourth quarter.....	402.8	281.6	11.2	35.1	12.5	16.9	45.5	44.8	.7
1960: First quarter.....	414.4	290.2	10.6	35.4	12.5	17.8	48.0	48.8	-.8
Second quarter <sup>2</sup> .....	( <sup>3</sup> )	295.0	12.1	36.0	12.5	18.5	( <sup>3</sup> )	( <sup>3</sup> )	( <sup>3</sup> )

<sup>1</sup> Includes employer contributions for social insurance (See also p. 4.)

<sup>2</sup> Preliminary estimates by Council of Economic Advisers.

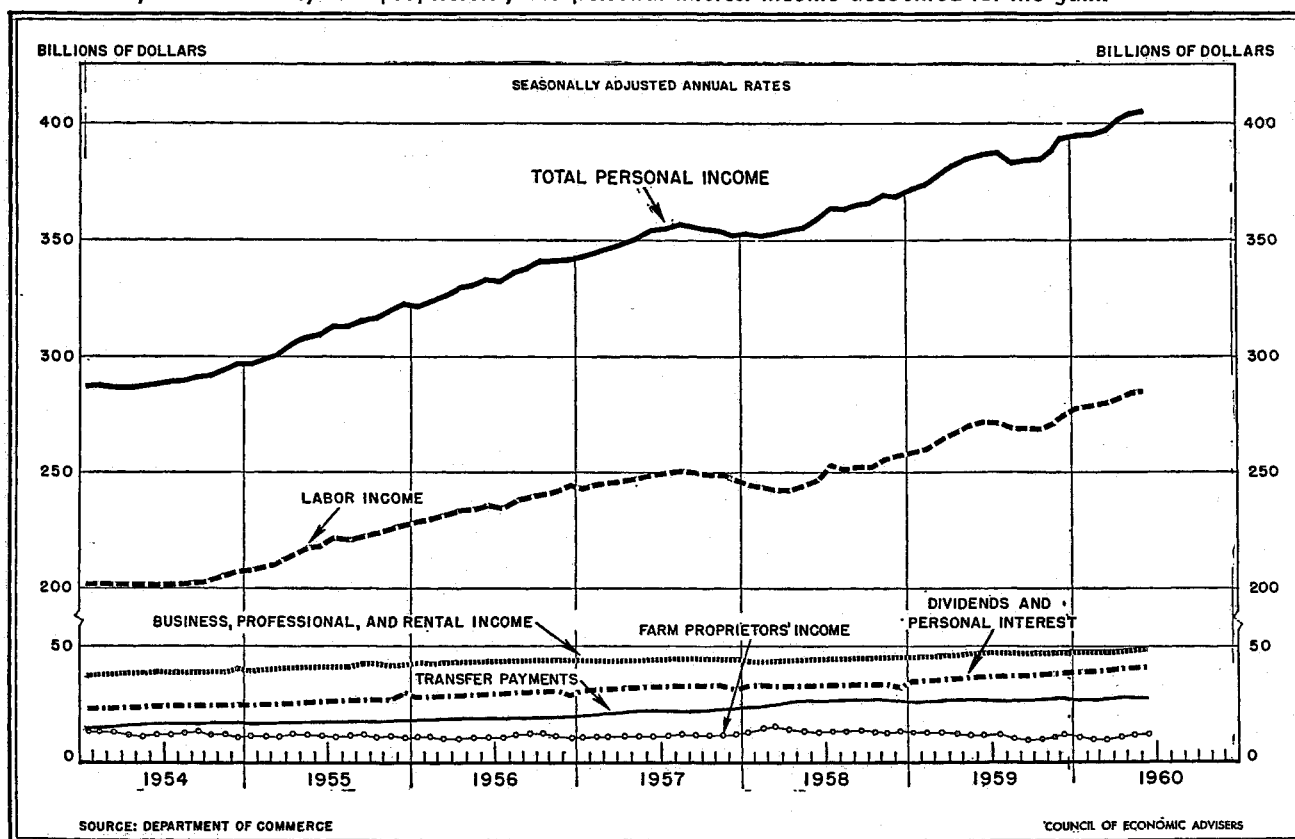
<sup>3</sup> Not available.

NOTE.—Series revised beginning 1957. For details, see *Survey of Current Business*, July 1960.

Source: Department of Commerce (except as noted).

## SOURCES OF PERSONAL INCOME

Personal income in June reached an annual rate of \$405.8 billion (seasonally adjusted), \$1.1 billion more than the revised May level. Labor, farm proprietors', and personal interest income accounted for the gain.



[Billions of dollars]

Period	Total personal income	Labor income (wage and salary disbursements and other labor income) <sup>1</sup>	Proprietors' income		Rental income of persons	Dividends	Personal interest income	Transfer payments	Less: Personal contributions for social insurance	Nonagricultural personal income <sup>2</sup>
			Farm	Business and professional						
1951	256.7	175.5	16.3	26.0	9.4	9.0	11.2	12.6	3.4	237.0
1952	273.1	190.2	15.3	26.9	10.2	9.0	12.1	13.2	3.8	254.3
1953	288.3	204.1	13.3	27.4	10.5	9.2	13.4	14.3	3.9	271.5
1954	289.8	202.5	12.7	27.8	10.9	9.8	14.6	16.2	4.6	273.8
1955	310.2	218.0	11.8	30.4	10.7	11.2	15.8	17.5	5.2	295.0
1956	332.9	235.7	11.6	32.1	10.9	12.1	17.5	18.8	5.8	317.9
1957	351.4	247.7	11.8	32.7	11.9	12.6	19.6	21.9	6.7	336.1
1958	360.3	249.1	14.0	32.3	12.2	12.4	20.8	26.4	6.8	342.6
1959	383.3	268.3	11.8	34.7	12.4	13.4	23.5	27.0	7.8	367.6
Seasonally adjusted annual rates										
1959: May	384.8	270.5	11.9	35.0	12.3	13.2	23.1	26.6	7.8	369.0
June	386.8	272.2	12.0	35.0	12.4	13.3	23.2	26.6	7.9	371.0
July	386.9	271.7	12.1	35.1	12.4	13.4	23.5	26.5	7.9	371.0
August	383.3	268.9	10.7	35.0	12.4	13.6	23.8	26.7	7.8	368.9
September	384.3	269.3	10.4	34.9	12.5	13.8	24.0	27.2	7.9	370.1
October	384.3	269.0	10.1	35.0	12.5	13.8	24.2	27.4	7.9	370.3
November	388.7	271.3	11.2	35.1	12.5	13.8	24.5	28.2	7.9	373.5
December	393.9	275.5	12.3	35.2	12.5	13.6	24.8	27.9	8.0	377.4
1960: January	395.7	278.8	11.3	35.5	12.5	13.9	25.2	27.7	9.2	380.2
February	395.7	279.3	10.4	35.5	12.5	13.9	25.5	27.7	9.1	381.2
March	397.0	280.1	10.1	35.4	12.5	13.9	25.9	28.3	9.2	382.7
April	401.9	282.5	11.7	35.7	12.5	13.9	26.2	28.6	9.2	385.9
May	404.7	284.5	12.1	36.0	12.5	13.9	26.5	28.4	9.3	388.3
June <sup>3</sup>	405.8	284.9	12.5	36.1	12.5	13.9	26.8	28.4	9.3	389.1

<sup>1</sup> Compensation of employees (see p. 3) excluding employer contributions for social insurance and the excess of wage accruals over disbursements.

<sup>2</sup> Personal income exclusive of net income of unincorporated farm enterprises, farm wages, agricultural net interest, and net dividends paid by agricultural corporations.

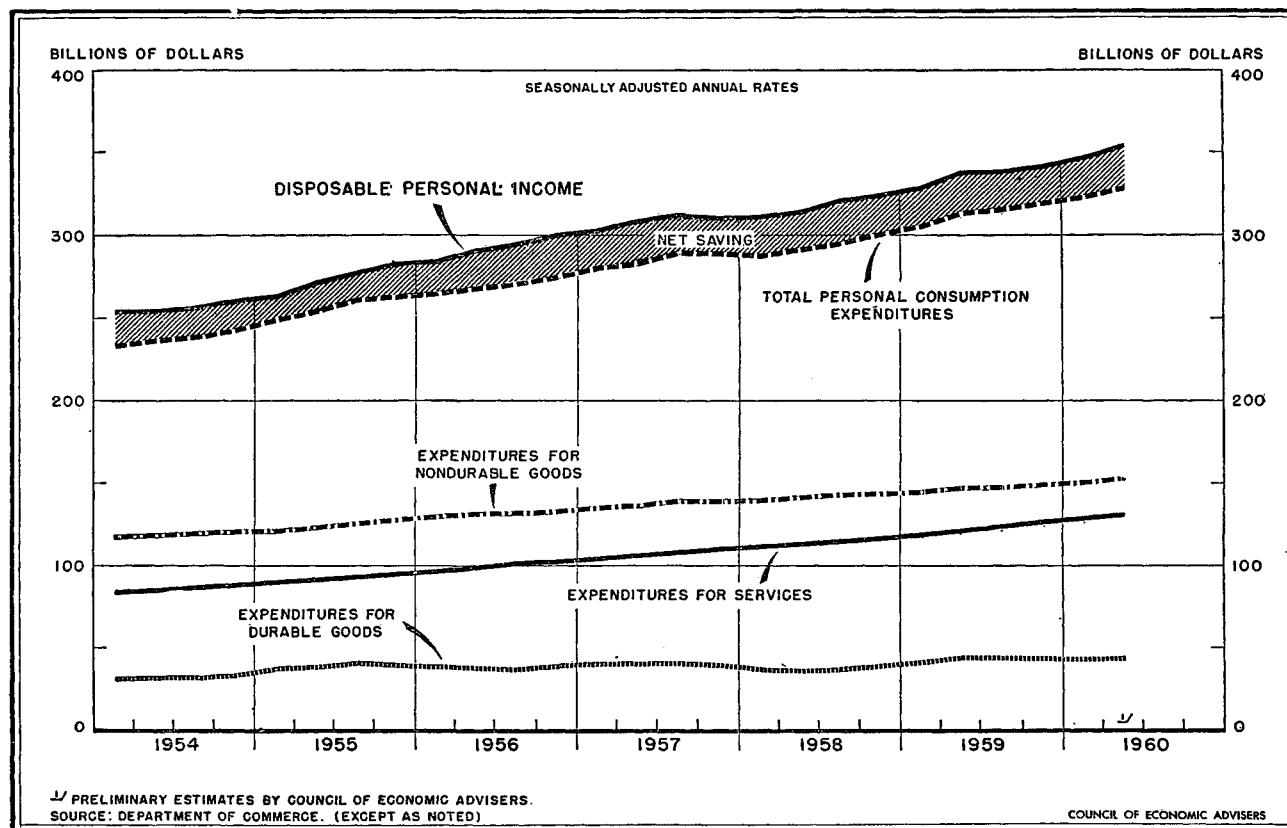
<sup>3</sup> Preliminary estimates.

NOTE.—Series revised beginning 1957. For details, see *Survey of Current Business*, July 1960.

Source: Department of Commerce.

## DISPOSITION OF PERSONAL INCOME

Disposable personal income rose \$7.3 billion (seasonally adjusted annual rate) between the first and second quarters of 1960. Total consumption expenditures also rose, but by a smaller amount than income.



Period	Personal income	Less: Personal taxes <sup>1</sup>	Equals: Disposable personal income	Less: Personal consumption expenditures				Equals: Personal saving	Saving as percent of disposable income
				Total	Durable goods	Non-durable goods	Services		
	Billions of dollars								
1949.....	208.3	18.7	189.7	181.2	24.6	96.6	60.0	8.5	4.5
1950.....	228.5	20.8	207.7	195.0	30.4	99.8	64.9	12.6	6.1
1951.....	256.7	29.2	227.5	209.8	29.5	110.1	70.2	17.7	7.8
1952.....	273.1	34.4	238.7	219.8	29.1	115.1	75.6	18.9	7.9
1953.....	288.3	35.8	252.5	232.6	32.9	118.0	81.8	19.8	7.8
1954.....	289.8	32.9	256.9	238.0	32.4	119.3	86.3	18.9	7.4
1955.....	310.2	35.7	274.4	256.9	39.6	124.8	92.5	17.5	6.4
1956.....	332.9	40.0	292.9	269.9	38.5	131.4	100.0	23.0	7.9
1957.....	351.4	42.6	308.8	285.2	40.4	137.7	107.1	23.6	7.6
1958.....	360.3	42.4	317.9	293.5	37.3	142.0	114.2	24.4	7.7
1959.....	383.3	46.0	337.3	313.8	43.4	147.6	122.8	23.4	6.9
	Seasonally adjusted annual rates								
1958: Third quarter.....	364.7	42.8	321.9	294.8	36.7	143.0	115.1	27.1	8.4
Fourth quarter.....	368.1	43.2	324.9	300.2	39.6	143.8	116.9	24.7	7.6
1959: First quarter.....	374.7	45.1	329.6	306.1	41.6	145.3	119.2	23.6	7.2
Second quarter.....	384.5	46.2	338.3	313.6	44.4	147.7	121.4	24.8	7.3
Third quarter.....	384.8	46.3	338.5	316.0	44.0	148.0	124.1	22.5	6.6
Fourth quarter.....	389.0	46.5	342.4	319.6	43.5	149.6	126.6	22.8	6.7
1960: First quarter.....	396.2	49.2	347.0	323.3	44.2	150.5	128.6	23.7	6.8
Second quarter <sup>2</sup> .....	404.2	49.9	354.3	328.5	44.2	153.5	130.8	25.8	7.3

<sup>1</sup> Includes such items as fines, penalties, and donations.

<sup>2</sup> Preliminary estimates by Council of Economic Advisers.

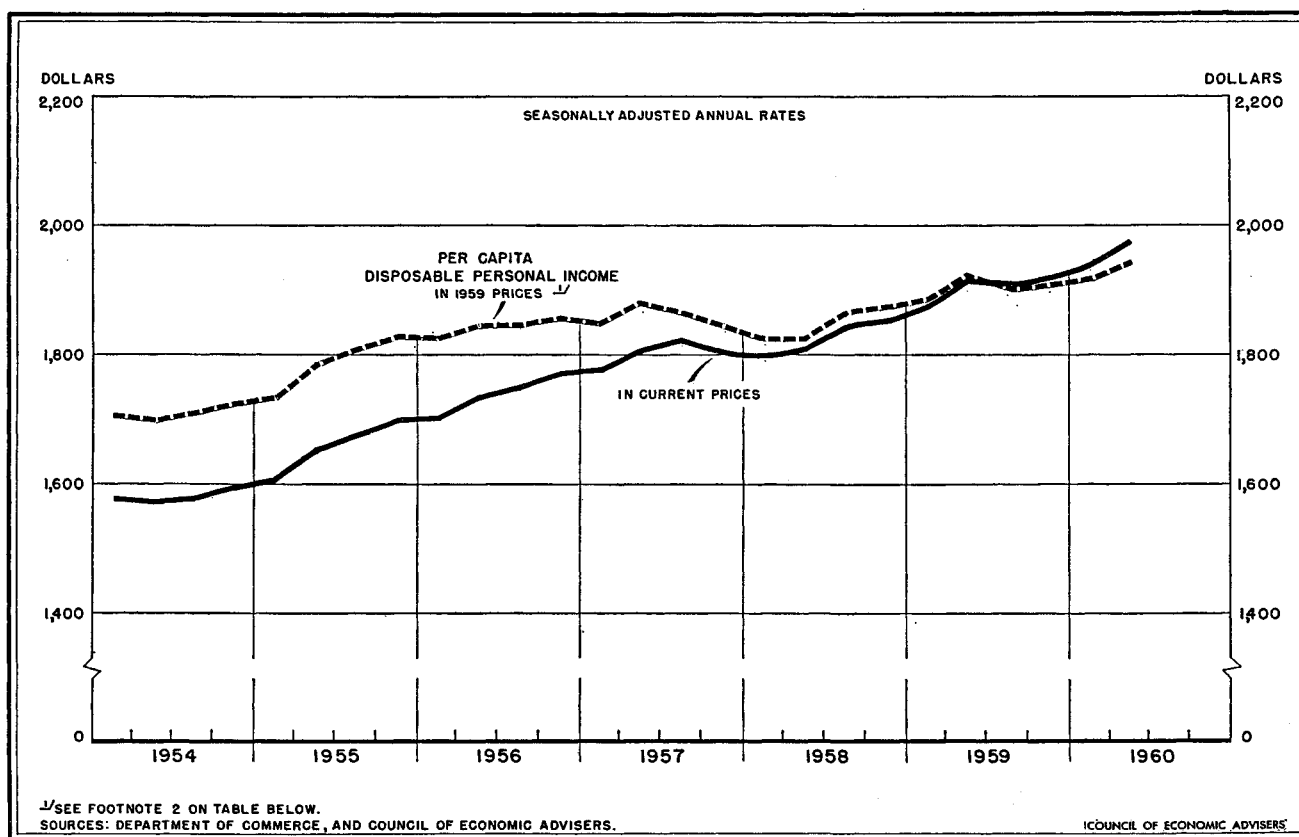
NOTE.—Series revised beginning 1957. For details, see *Survey of Current Business*, July 1960.

Source: Department of Commerce (except as noted).



## PER CAPITA DISPOSABLE INCOME

Per capita disposable income (seasonally adjusted), measured in both current and constant prices, increased in the second quarter of 1960.



Period	Total disposable personal income (billions of dollars) <sup>1</sup>		Per capita disposable personal income (dollars) <sup>1</sup>		Population (thousands) <sup>3</sup>
	Current prices	1959 prices <sup>2</sup>	Current prices	1959 prices <sup>2</sup>	
1949.....	189.7	231.1	1,272	1,553	149,188
1950.....	207.7	250.2	1,369	1,649	151,683
1951.....	227.5	256.8	1,474	1,664	154,360
1952.....	238.7	263.8	1,520	1,680	157,028
1953.....	252.5	276.3	1,582	1,731	159,636
1954.....	256.9	278.3	1,582	1,714	162,417
1955.....	274.4	296.3	1,660	1,793	165,270
1956.....	292.9	310.9	1,742	1,849	168,176
1957.....	308.8	318.4	1,804	1,860	171,198
1958.....	317.9	321.4	1,826	1,846	174,054
1959.....	337.3	337.3	1,906	1,906	176,947
Seasonally adjusted annual rates					
1958: Third quarter.....	321.9	325.5	1,845	1,866	174,450
Fourth quarter.....	324.9	327.9	1,854	1,871	175,242
1959: First quarter.....	329.6	331.6	1,874	1,885	175,926
Second quarter.....	338.3	339.3	1,916	1,922	176,599
Third quarter.....	338.5	337.8	1,909	1,905	177,358
Fourth quarter.....	342.4	340.0	1,922	1,909	178,144
1960: First quarter.....	347.0	343.2	1,941	1,920	178,794
Second quarter <sup>4</sup> .....	354.3	348.0	1,975	1,940	179,427

<sup>1</sup>Income less taxes.

<sup>2</sup>Dollar estimates in current prices divided by the implicit deflator for personal consumption expenditures on a 1959 base.

<sup>3</sup>Population of the United States, excluding Alaska and Hawaii; includes armed forces abroad. Annual data as of July 1; quarterly data centered in the middle of the period, interpolated from monthly figures.

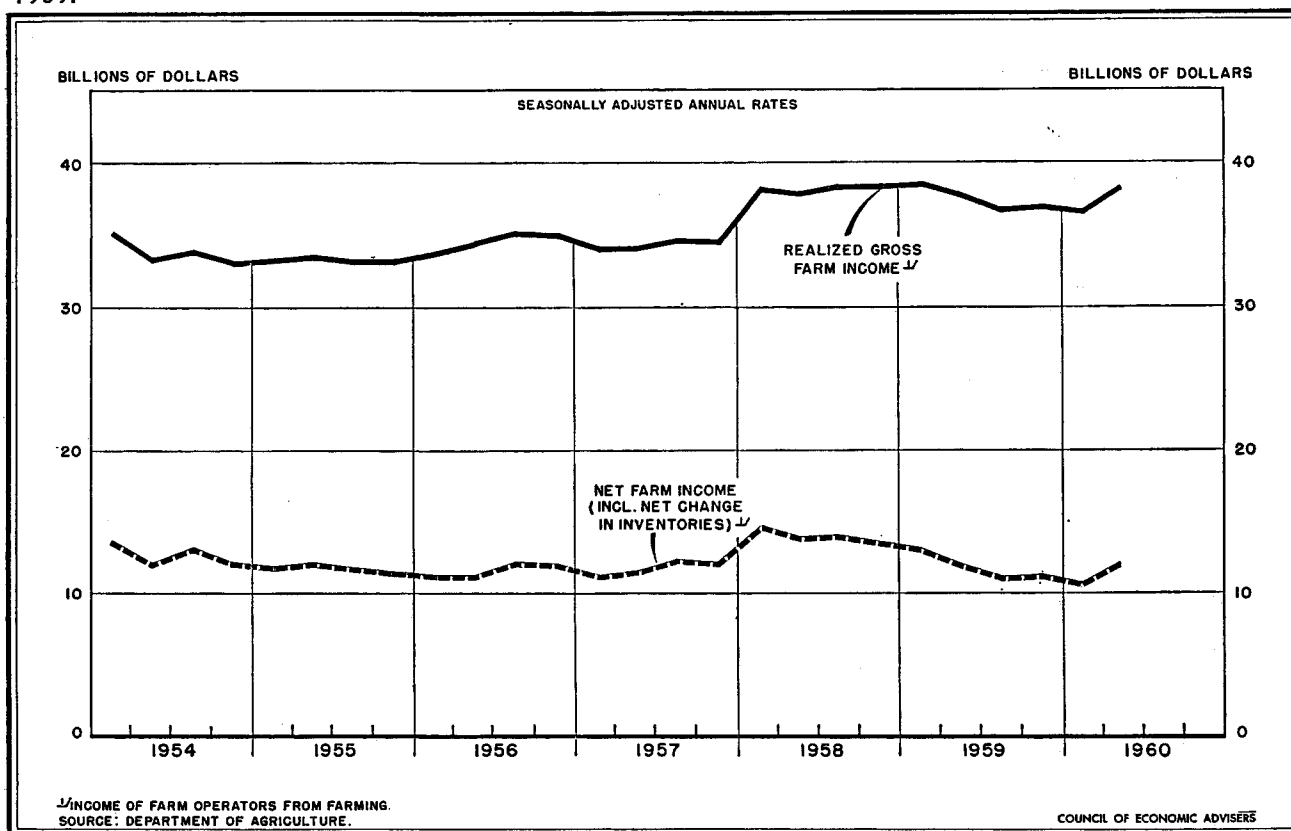
<sup>4</sup>Preliminary estimates by Council of Economic Advisers.

NOTE.—Series revised beginning 1957. For details, see *Survey of Current Business*, July 1960.

Sources: Department of Commerce and Council of Economic Advisers.

## FARM INCOME

Gross and net incomes of farm operators, responding to rising prices of farm products, increased from the first to the second quarter of 1960. They were larger in the second quarter of 1960 than in the corresponding quarter of 1959.



Period	Farm operators' income						Number of farms (millions) <sup>4</sup>
	Realized gross farm income <sup>1</sup>	Farm production expenses	Net income <sup>2</sup>		Net income per farm including net change in inventories		
			Excluding net change in inventories	Including net change in inventories	Current prices	1959 prices <sup>3</sup>	
Billions of dollars					Dollars		
1949.....	31. 8	18. 0	13. 8	12. 9	2, 259	2, 689	5. 7
1950.....	32. 5	19. 3	13. 2	14. 0	2, 479	2, 916	5. 6
1951.....	37. 3	22. 2	15. 2	16. 3	2, 951	3, 173	5. 5
1952.....	37. 0	22. 6	14. 4	15. 3	2, 829	3, 010	5. 4
1953.....	35. 3	21. 4	13. 9	13. 3	2, 502	2, 690	5. 3
1954.....	33. 9	21. 7	12. 2	12. 7	2, 440	2, 624	5. 2
1955.....	33. 3	21. 9	11. 5	11. 8	2, 313	2, 487	5. 1
1956.....	34. 6	22. 6	12. 0	11. 6	2, 338	2, 461	5. 0
1957.....	34. 4	23. 4	11. 0	11. 8	2, 426	2, 476	4. 9
1958.....	38. 2	25. 2	13. 0	14. 0	2, 952	2, 982	4. 7
1959.....	37. 5	26. 2	11. 3	11. 8	2, 548	2, 548	4. 6
Seasonally adjusted annual rates							
1958: Third quarter.....	38. 4	25. 4	13. 0	14. 0	2, 950	2, 980	4. 7
Fourth quarter.....	38. 4	25. 7	12. 7	13. 5	2, 840	2, 870	4. 7
1959: First quarter.....	38. 5	26. 2	12. 3	13. 0	2, 800	2, 830	4. 6
Second quarter.....	37. 8	26. 3	11. 5	12. 0	2, 590	2, 620	4. 6
Third quarter.....	36. 7	26. 1	10. 6	11. 1	2, 390	2, 390	4. 6
Fourth quarter.....	36. 9	26. 1	10. 8	11. 2	2, 410	2, 390	4. 6
1960: First quarter.....	36. 5	26. 3	10. 2	10. 6	2, 330	2, 330	4. 5
Second quarter <sup>5</sup> .....	38. 3	26. 5	11. 8	12. 1	2, 670	2, 640	4. 5

<sup>1</sup> Cash receipts from farm marketings, value of farm products consumed in farm households, gross rental value of farm dwellings, and Government payments to farmers.

<sup>2</sup> Realized gross farm income less farm production expenses. Excludes farm wages paid to workers living on farms and any income to farm people from nonfarm sources, which in 1959 amounted to \$1.8 billion and \$6.8 billion, respectively.

<sup>3</sup> Dollar estimates in current prices divided by the index of prices paid by farmers for items used in family living on a 1959 base.

<sup>4</sup> The number of farms is held constant within a given year.

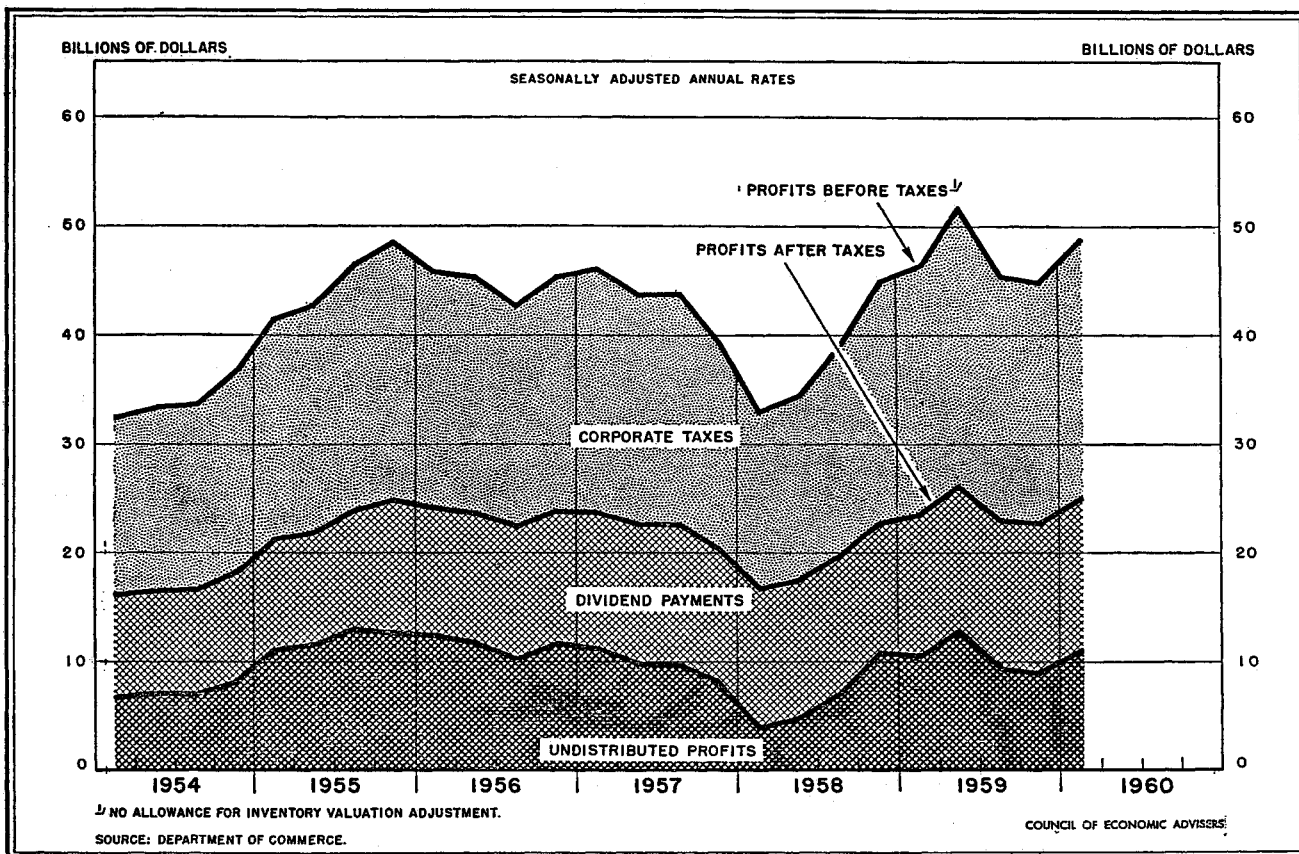
<sup>5</sup> Preliminary.

NOTE.—Series revised beginning 1958. For details, see *Farm Income Situation*, July 1960.

Source: Department of Agriculture.

## CORPORATE PROFITS

Corporate profits before taxes in the first quarter of 1960 rose \$4.0 billion (seasonally adjusted annual rate), or about 9 percent. On an after-tax basis, the increase in earnings was almost entirely retained by corporations.



[Billions of dollars]

Period	Corporate profits before taxes	Corporate tax liability	Corporate profits after taxes		
			Total	Dividend payments	Undistributed profits
1949.....	26.4	10.4	16.0	7.5	8.5
1950.....	40.6	17.9	22.8	9.2	13.6
1951.....	42.2	22.4	19.7	9.0	10.7
1952.....	36.7	19.5	17.2	9.0	8.3
1953.....	38.3	20.2	18.1	9.2	8.9
1954.....	34.1	17.2	16.8	9.8	7.0
1955.....	44.9	21.8	23.0	11.2	11.8
1956.....	44.7	21.2	23.5	12.1	11.3
1957.....	43.2	20.9	22.3	12.6	9.7
1958.....	37.7	18.6	19.1	12.4	6.7
1959.....	47.0	23.2	23.8	13.4	10.5
Seasonally adjusted annual rates					
1958: Third quarter.....	38.8	19.1	19.6	12.6	7.0
Fourth quarter.....	44.9	22.1	22.7	12.0	10.8
1959: First quarter.....	46.4	22.9	23.5	13.0	10.5
Second quarter.....	51.7	25.5	26.2	13.2	12.9
Third quarter.....	45.3	22.3	22.9	13.6	9.3
Fourth quarter.....	44.8	22.1	22.7	13.8	8.9
1960: First quarter.....	48.8	23.8	25.0	13.9	11.1
Second quarter.....	( <sup>1</sup> )	( <sup>1</sup> )	( <sup>1</sup> )	* 13.9	( <sup>1</sup> )

<sup>1</sup> Not available.

\* Preliminary estimate by Council of Economic Advisers.

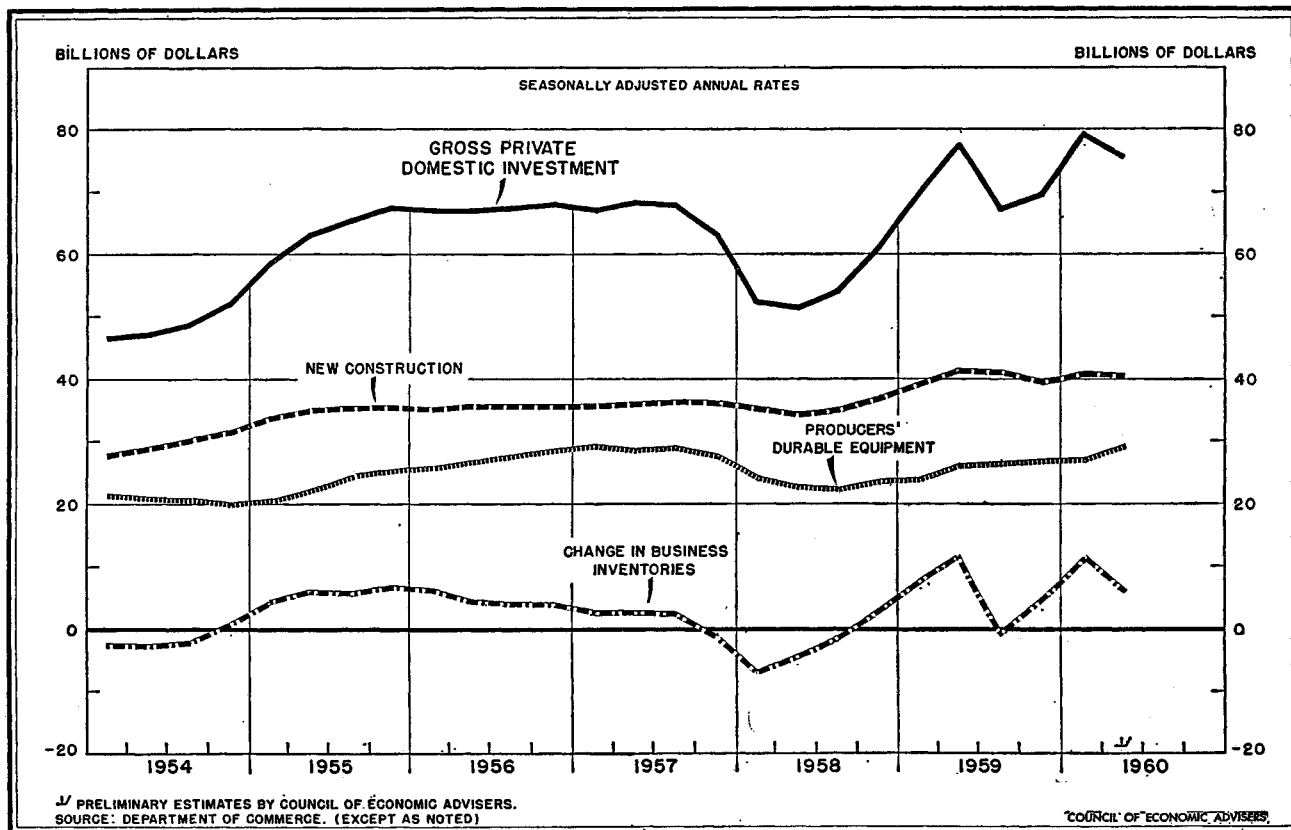
NOTE.—Series revised beginning 1957. For details, see *Survey of Current*

*Business*, July 1960.

See p. 3 for profits before taxes and after inventory valuation adjustment. Source: Department of Commerce (except as noted).

# GROSS PRIVATE DOMESTIC INVESTMENT\*

During the second quarter of 1960, slower inventory accumulation as well as a decline in new construction reduced private domestic investment by \$3.8 billion (seasonally adjusted annual rate), despite an 8-percent rise in producers' durable equipment.



[Billions of dollars]

Period	Total gross private domestic investment	Fixed investment					Change in business inventories	
		Total	New construction <sup>1</sup>			Producers' durable equipment	Total	Nonfarm
			Total	Residential nonfarm	Other			
1949.....	33.0	36.0	18.8	9.6	9.2	17.2	-3.1	-2.2
1950.....	50.0	43.2	24.2	14.1	10.1	18.9	6.8	6.0
1951.....	56.3	46.1	24.8	12.5	12.3	21.3	10.2	9.1
1952.....	49.9	46.8	25.5	12.8	12.7	21.3	3.1	2.1
1953.....	50.3	49.9	27.6	13.8	13.8	22.3	.4	1.1
1954.....	48.9	50.5	29.7	15.4	14.3	20.8	-1.6	-2.1
1955.....	63.8	58.1	34.9	18.7	16.2	23.1	5.8	5.5
1956.....	67.4	62.7	35.5	17.7	17.8	27.2	4.7	5.1
1957.....	66.1	64.6	36.1	17.0	19.0	28.5	1.6	.8
1958.....	56.0	58.5	35.4	18.0	17.4	23.1	-2.5	-3.6
1959.....	72.0	66.1	40.3	22.3	18.0	25.8	5.9	5.4
Seasonally adjusted annual rates								
1958: Third quarter.....	55.8	57.3	35.0	18.0	17.0	22.3	-1.6	-2.6
Fourth quarter.....	63.2	60.3	36.8	19.9	16.9	23.5	2.9	2.0
1959: First quarter.....	70.9	63.3	39.4	21.9	17.5	23.9	7.6	6.9
Second quarter.....	78.9	67.4	41.3	23.5	17.8	26.1	11.5	11.0
Third quarter.....	67.5	67.6	41.1	22.6	18.5	26.5	-1.1	-1.5
Fourth quarter.....	70.8	66.2	39.4	21.3	18.1	26.8	4.7	4.3
1960: First quarter.....	79.3	67.9	40.8	21.4	19.3	27.1	11.4	11.0
Second quarter <sup>2</sup> .....	75.5	69.5	40.3	21.1	19.2	29.2	6.0	5.7

<sup>1</sup> "Other" construction in this series includes petroleum and natural gas well drilling, which are excluded from estimates on p. 19.

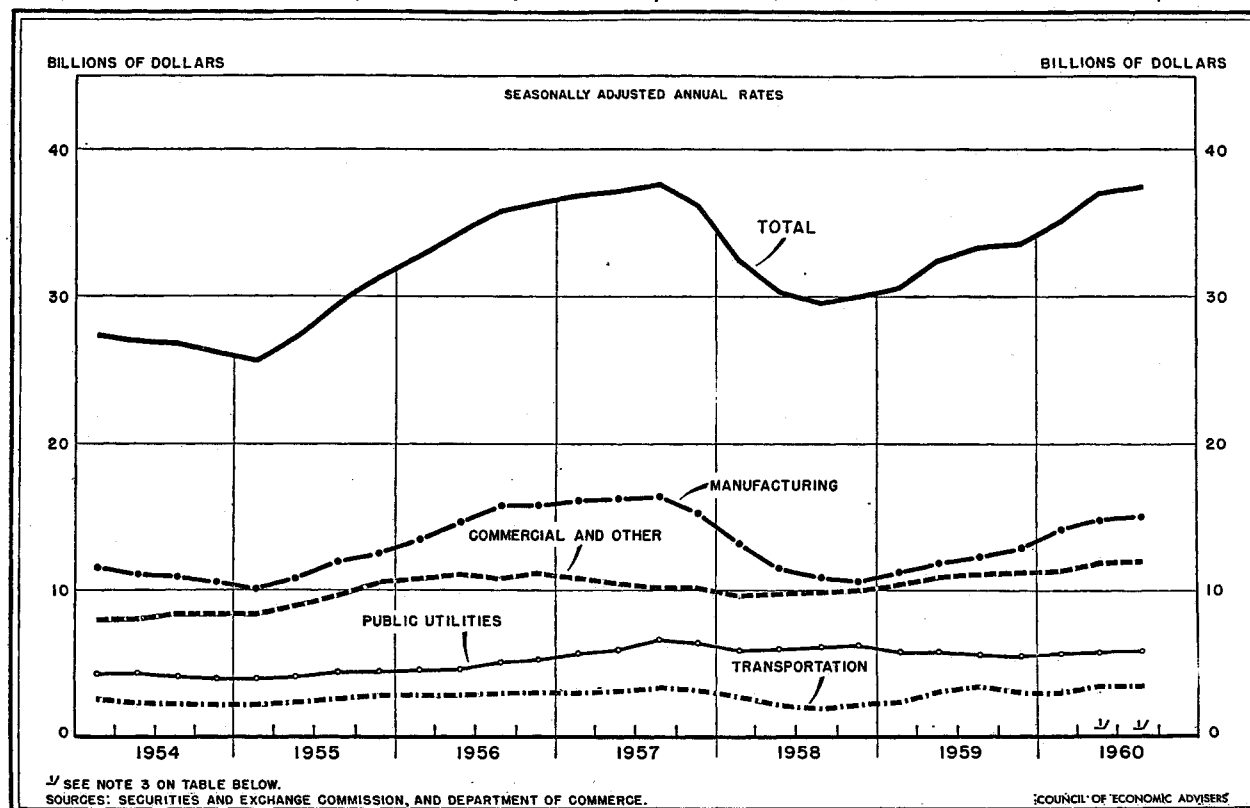
<sup>2</sup> Preliminary estimates by Council of Economic Advisers.

NOTE.—Series revised beginning 1957. For details, see *Survey of Current Business*, July 1960.

Source: Department of Commerce (except as noted).

## EXPENDITURES FOR NEW PLANT AND EQUIPMENT

The April-May survey of business expenditures on plant and equipment tends to confirm the earlier anticipation of increases in the first and second quarters. The present survey indicates a continued advance in the third quarter.



[Billions of dollars]

Period	Total <sup>1</sup>	Manufacturing			Mining	Transportation		Public utilities	Commercial and other <sup>2</sup>
		Total	Durable goods	Nondurable goods		Railroads	Other		
1950.....	20.60	7.49	3.14	4.36	0.71	1.11	1.21	3.31	6.78
1951.....	25.64	10.85	5.17	5.68	.93	1.47	1.49	3.66	7.24
1952.....	26.49	11.63	5.61	6.02	.98	1.40	1.50	3.89	7.09
1953.....	28.32	11.91	5.65	6.26	.99	1.31	1.56	4.55	8.00
1954.....	26.83	11.04	5.09	5.95	.98	.85	1.51	4.22	8.23
1955.....	28.70	11.44	5.44	6.00	.96	.92	1.60	4.31	9.47
1956.....	35.08	14.95	7.62	7.33	1.24	1.23	1.71	4.90	11.05
1957.....	36.96	15.96	8.02	7.94	1.24	1.40	1.77	6.20	10.40
1958.....	30.53	11.43	5.47	5.96	.94	.75	1.50	6.09	9.81
1959.....	32.54	12.07	5.77	6.29	.99	.92	2.02	5.67	10.88
1960 <sup>3</sup> .....	36.85	14.90	7.47	7.43	1.07	1.06	2.14	5.85	11.82
Seasonally adjusted annual rates									
1958: Third quarter.....	29.61	10.86	5.16	5.70	0.88	0.63	1.29	6.10	9.85
Fourth quarter.....	29.97	10.58	4.86	5.72	.97	.58	1.62	6.26	9.96
1959: First quarter.....	30.60	11.20	5.25	5.95	.95	.65	1.70	5.80	10.35
Second quarter.....	32.50	11.80	5.75	6.05	.95	1.00	2.10	5.80	10.85
Third quarter.....	33.35	12.25	5.85	6.40	1.00	1.30	2.15	5.60	11.05
Fourth quarter.....	33.60	12.85	6.15	6.70	1.05	.85	2.15	5.50	11.20
1960: First quarter.....	35.15	14.10	7.15	6.95	1.00	1.00	2.00	5.75	11.35
Second quarter <sup>3</sup> .....	37.0	14.8	7.3	7.5	1.1	1.1	2.4	5.8	11.9
Third quarter <sup>3</sup> .....	37.5	15.1	7.6	7.6	1.1	1.2	2.3	5.9	12.0

<sup>1</sup> Excludes agriculture.

<sup>2</sup> Commercial and other includes trade, service, finance, communications, and construction.

<sup>3</sup> Estimates based on anticipated capital expenditures as reported by business in late April and May 1960. Includes adjustments when necessary for systematic tendencies in anticipatory data.

NOTE.—Quarterly anticipated data are rounded to nearest \$100 million; beginning 1959 all other quarterly data rounded to nearest \$50 million.

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

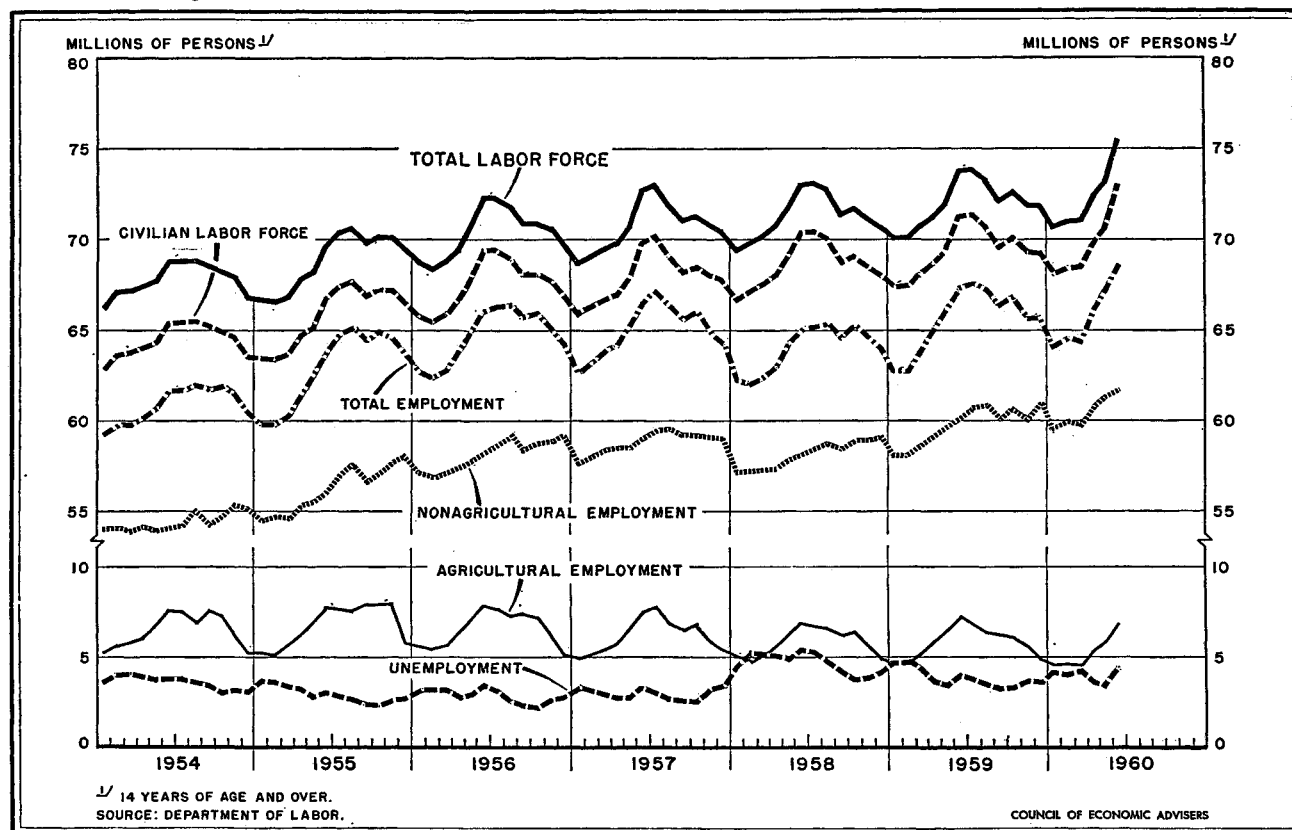
These figures do not agree with the totals included in the gross national product estimates of the Department of Commerce, principally because the latter cover agricultural investment and also certain equipment and construction outlays charged to current expense.

Sources: Securities and Exchange Commission and Department of Commerce.

# EMPLOYMENT, UNEMPLOYMENT, AND WAGES

## STATUS OF THE LABOR FORCE

Total employment increased by 1.4 million, in June, though unemployment rose by 1.0 million as record numbers of students and graduates entered the labor force.



Period	Total labor force (including armed forces) <sup>1</sup>	Civilian labor force <sup>1</sup>	Civilian employment <sup>1</sup>			Unemployment <sup>1</sup>		Insured unemployment <sup>2</sup>		
			Total	Agricul- tural	Nonagri- cultural	Number	% of civilian labor force	All pro- grams (thousands of persons)	State pro- grams as % of covered employment <sup>3</sup>	
							Unad-justed			Seas. adj.
Thousands of persons 14 years of age and over										
<i>New definitions: <sup>1</sup></i>										
1953.....	67,362	63,815	61,945	6,555	55,390	1,870	2.9	-----	1,058	2.8
1954.....	67,818	64,468	60,890	6,495	54,395	3,578	5.6	-----	2,039	5.2
1955.....	68,896	65,848	62,944	6,718	56,225	2,904	4.4	-----	1,388	3.4
1956.....	70,387	67,530	64,708	6,572	58,135	2,822	4.2	-----	1,312	3.1
1957.....	70,744	67,946	65,011	6,222	58,789	2,936	4.3	-----	1,560	3.5
1958.....	71,284	68,647	63,966	5,844	58,122	4,681	6.8	-----	2,758	6.1
1959.....	71,946	69,394	65,581	5,836	59,745	3,813	5.5	-----	1,856	4.4
1959: May.....	71,955	69,405	66,016	6,408	59,608	3,389	4.9	4.9	1,593	3.8
June.....	73,862	71,324	67,342	7,231	60,111	3,982	5.6	5.1	1,414	3.4
July.....	73,875	71,338	67,594	6,825	60,769	3,744	5.2	5.1	1,477	3.5
August.....	73,204	70,667	67,241	6,357	60,884	3,426	4.8	5.4	1,451	3.4
September.....	72,109	69,577	66,347	6,242	60,105	3,230	4.6	5.6	1,370	3.1
October.....	72,629	70,103	66,831	6,124	60,707	3,272	4.7	6.0	1,479	3.4
November.....	71,839	69,310	65,640	5,601	60,040	3,670	5.3	5.9	1,853	4.4
December.....	71,808	69,276	65,699	4,811	60,888	3,577	5.2	5.5	2,008	4.8
1960: January.....	70,689	68,168	64,020	4,611	59,409	4,149	6.1	5.2	2,359	5.6
February.....	70,970	68,449	64,520	4,619	59,901	3,931	5.7	4.8	2,326	5.5
March.....	70,993	68,473	64,267	4,565	59,702	4,206	6.1	5.4	2,370	5.7
April.....	72,331	69,819	66,159	5,393	60,765	3,660	5.2	5.0	2,078	4.9
May.....	73,171	70,667	67,208	5,837	61,371	3,459	4.9	4.9	1,801	4.2
June.....	75,499	73,002	68,579	6,856	61,722	4,423	6.1	5.5	<sup>4</sup> 1,699	<sup>4</sup> 4.0

<sup>1</sup> See *Employment and Earnings*, Department of Labor, for definitions, methods of estimation, periods to which data pertain, etc.

<sup>2</sup> Weekly averages. Beginning January 1959, includes Alaska and Hawaii.

<sup>3</sup> Includes program for Federal employees for 1955-June 1959.

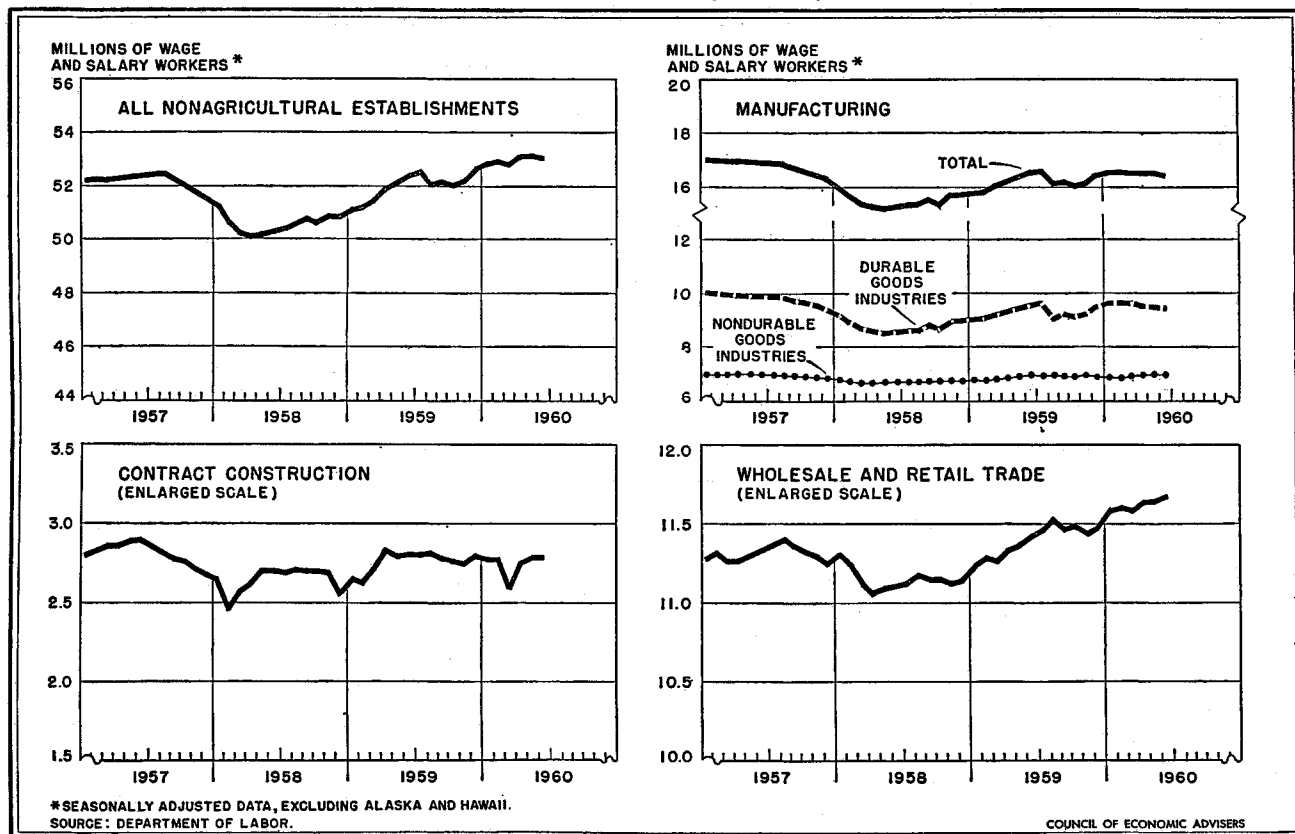
<sup>4</sup> Preliminary estimate.

NOTE.—Beginning January 1960, labor force data include Alaska and Hawaii.

Sources: Department of Labor and Council of Economic Advisers.

# NONAGRICULTURAL EMPLOYMENT

The number of employees on the payrolls of nonagricultural establishments, seasonally adjusted, declined by 50,000 in June. Employment reductions in manufacturing were partially offset by increases in other industries.



(Thousands of wage and salary workers <sup>1</sup>)

Period	Total, unad-justed, excluding Alaska and Hawaii	Total including Alaska and Hawaii	Total excluding Alaska and Hawaii	Manufacturing			Private nonmanufacturing			Government (Federal, State, local)
				Total	Durable goods	Nondurable goods	Total <sup>2</sup>	Contract construction	Wholesale and retail trade	
1953-----	49,681		49,681	17,238	10,105	7,133	25,798	2,622	10,527	6,645
1954-----	48,431		48,431	15,995	9,122	6,873	25,685	2,593	10,520	6,751
1955-----	50,056		50,056	16,563	9,549	7,014	26,579	2,759	10,846	6,914
1956-----	51,766		51,766	16,903	9,835	7,068	27,586	2,929	11,221	7,277
1957-----	52,162		52,162	16,782	9,821	6,961	27,754	2,808	11,302	7,626
1958-----	50,543		50,543	15,468	8,743	6,725	27,182	2,648	11,141	7,893
1959-----	51,975	52,205	51,975	16,168	9,290	6,878	27,680	2,767	11,385	8,127
Seasonally adjusted										
1959: May-----	51,982		52,125	16,372	9,462	6,910	27,674	2,787	11,363	8,079
June-----	52,580		52,407	16,527	9,573	6,954	27,804	2,799	11,425	8,076
July-----	52,343		52,558	16,580	9,635	6,945	27,895	2,800	11,465	8,083
August-----	52,066		52,023	16,037	9,094	6,943	27,855	2,814	11,529	8,131
September-----	52,643		52,154	16,141	9,214	6,927	27,792	2,776	11,464	8,221
October-----	52,569		52,002	16,022	9,129	6,893	27,763	2,762	11,478	8,217
November-----	52,793	52,479	52,253	16,174	9,266	6,908	27,846	2,792	11,452	8,233
December-----	53,756	52,902	52,674	16,436	9,542	6,894	27,931	2,800	11,486	8,307
1960: January-----	52,078	53,108	52,880	16,562	9,655	6,907	28,028	2,775	11,594	8,290
February-----	52,060	53,201	52,972	16,567	9,667	6,900	28,090	2,781	11,627	8,315
March-----	52,172	53,052	52,823	16,509	9,603	6,906	27,815	2,601	11,595	8,499
April-----	52,844	53,362	53,128	16,527	9,552	6,975	28,086	2,752	11,652	8,515
May <sup>3</sup> -----	52,951	53,334	53,095	16,540	9,536	7,004	28,157	2,791	11,668	8,398
June <sup>3</sup> -----	53,209	53,286	53,039	16,453	9,469	6,984	28,194	2,790	11,678	8,392

<sup>1</sup> Includes all full- and part-time wage and salary workers in nonagricultural establishments who worked during or received pay for any part of the pay period ending nearest the 15th of the month. Excludes proprietors, self-employed persons, domestic servants, and personnel of the armed forces. Total derived from this table not comparable with estimates of nonagricultural employment of the civilian labor force, shown on p. 11, which include proprietors, self-employed persons, and domestic servants; which count persons as employed when they

are not at work because of industrial disputes; and which are based on an enumeration of population, whereas the estimates in this table are based on reports from employing establishments.

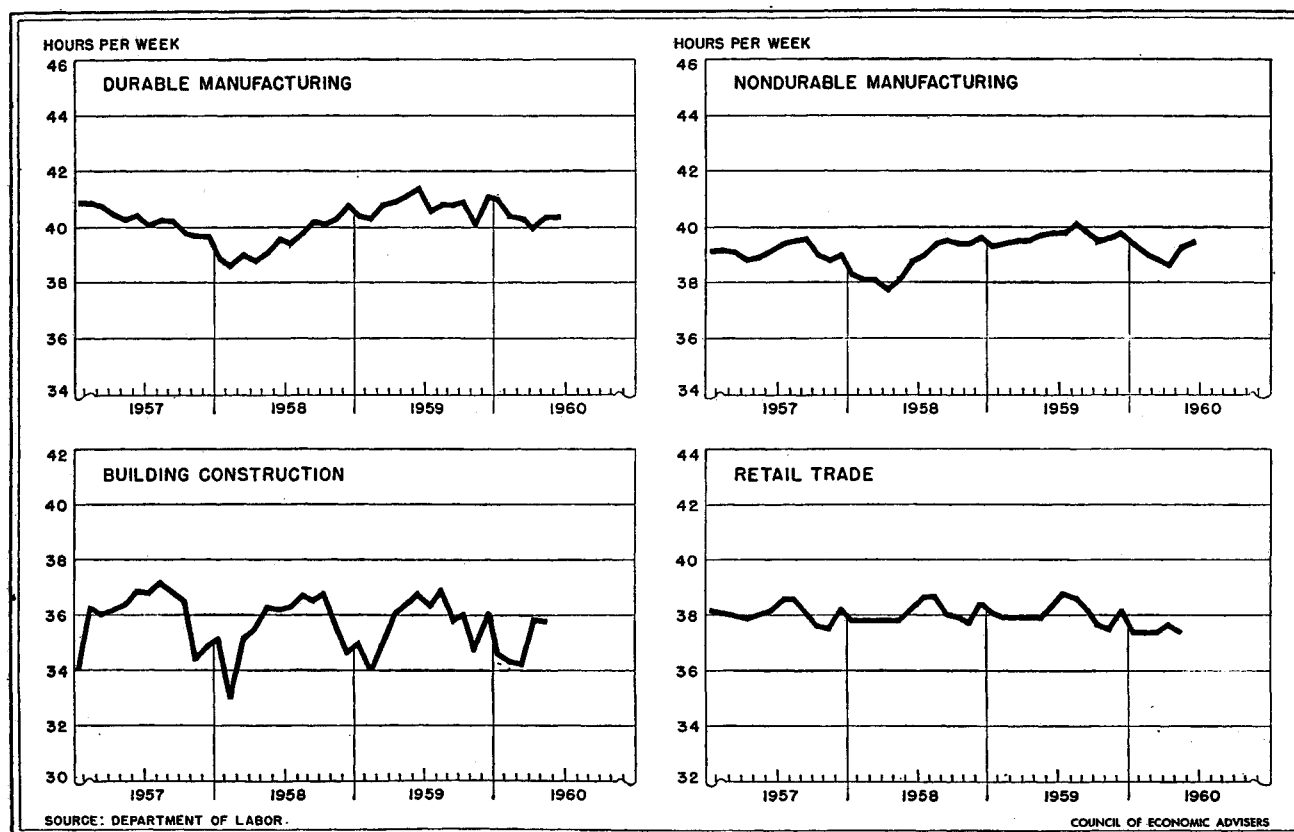
<sup>2</sup> Includes mining; transportation and public utilities; finance, insurance, and real estate; and service and miscellaneous, not shown separately.

<sup>3</sup> Preliminary estimates.

Source: Department of Labor.

## AVERAGE WEEKLY HOURS - SELECTED INDUSTRIES

The average factory workweek increased to 40.0 hours in June.



[Hours per week, for production workers or nonsupervisory employees]

Period	Manufacturing			Building construction	Retail trade
	Total	Durable goods	Nondurable goods		
1950.....	40.5	41.2	39.7	36.3	40.5
1951.....	40.7	41.6	39.5	37.2	40.2
1952.....	40.7	41.5	39.6	38.1	39.9
1953.....	40.5	41.3	39.5	37.0	39.2
1954.....	39.7	40.2	39.0	36.2	39.1
1955.....	40.7	41.4	39.8	36.2	39.0
1956.....	40.4	41.1	39.5	36.4	38.6
1957.....	39.8	40.3	39.1	36.1	38.1
1958.....	39.2	39.5	38.8	35.7	38.1
1959.....	40.3	40.8	39.6	35.8	38.1
1959: May.....	40.5	41.1	39.7	36.4	37.9
June.....	40.7	41.4	39.8	36.8	38.3
July.....	40.2	40.5	39.8	36.3	38.8
August.....	40.5	40.8	40.1	36.9	38.6
September.....	40.3	40.8	39.8	35.8	38.1
October.....	40.3	40.9	39.5	36.0	37.7
November.....	39.9	40.1	39.6	34.8	37.5
December.....	40.6	41.1	39.8	36.1	38.2
1960: January.....	40.3	41.0	39.4	34.6	37.4
February.....	39.8	40.4	39.0	34.3	37.4
March.....	39.7	40.3	38.8	34.2	37.4
April.....	39.3	39.9	38.6	35.9	37.7
May <sup>1</sup> .....	39.9	40.4	39.3	35.8	37.4
June <sup>1</sup> .....	40.0	40.4	39.5	( <sup>2</sup> )	( <sup>2</sup> )

<sup>1</sup> Preliminary estimates.

<sup>2</sup> Not available.

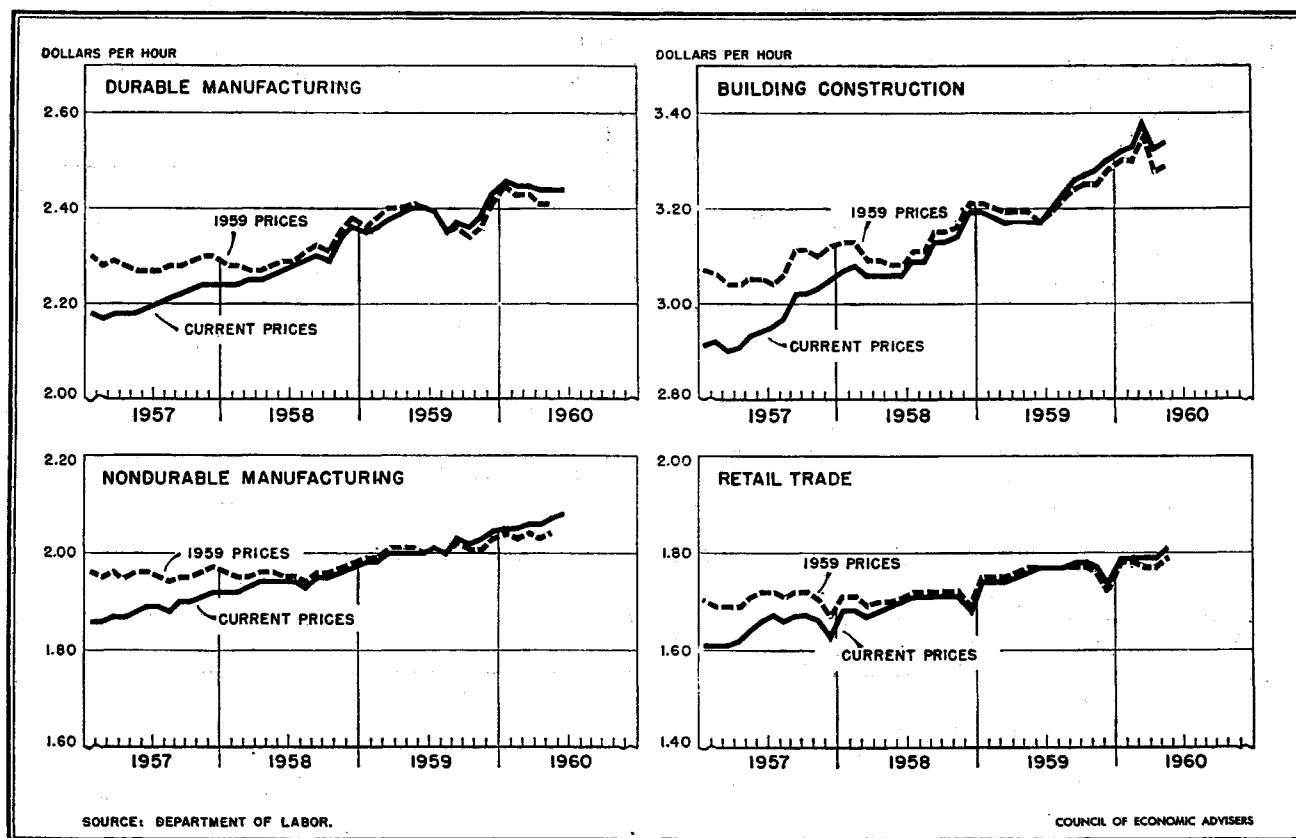
NOTE.—Data exclude Alaska and Hawaii.

Source: Department of Labor.



## AVERAGE HOURLY EARNINGS - SELECTED INDUSTRIES

Average hourly earnings of production workers in manufacturing industries were \$2.29 in June, unchanged from May.



[For production workers or nonsupervisory employees]

Period	All manufacturing		Durable goods manufacturing		Nondurable goods manufacturing		Building construction		Retail trade	
	Current prices	1959 prices <sup>1</sup>	Current prices	1959 prices <sup>1</sup>	Current prices	1959 prices <sup>1</sup>	Current prices	1959 prices <sup>1</sup>	Current prices	1959 prices <sup>1</sup>
1950	\$1.465	\$1.776	\$1.537	\$1.863	\$1.378	\$1.670	\$2.031	\$2.462	\$1.176	\$1.425
1951	1.59	1.78	1.67	1.87	1.48	1.66	2.19	2.46	1.26	1.41
1952	1.67	1.83	1.77	1.94	1.54	1.69	2.31	2.54	1.32	1.45
1953	1.77	1.93	1.87	2.04	1.61	1.75	2.48	2.70	1.40	1.53
1954	1.81	1.97	1.92	2.08	1.66	1.80	2.60	2.82	1.45	1.57
1955	1.88	2.05	2.01	2.19	1.71	1.86	2.66	2.89	1.50	1.63
1956	1.98	2.12	2.10	2.25	1.80	1.93	2.80	3.00	1.57	1.68
1957	2.07	2.15	2.20	2.28	1.88	1.95	2.96	3.07	1.64	1.70
1958	2.13	2.15	2.28	2.30	1.94	1.96	3.10	3.13	1.70	1.72
1959	2.22	2.22	2.38	2.38	2.01	2.01	3.22	3.22	1.76	1.76
1959: May	2.23	2.24	2.40	2.41	2.00	2.01	3.17	3.19	1.76	1.77
June	2.24	2.24	2.40	2.40	2.00	2.00	3.17	3.17	1.77	1.77
July	2.23	2.23	2.39	2.39	2.01	2.01	3.20	3.19	1.77	1.77
August	2.19	2.19	2.35	2.35	2.00	2.00	3.23	3.22	1.77	1.77
September	2.22	2.21	2.37	2.36	2.03	2.02	3.26	3.24	1.78	1.77
October	2.21	2.19	2.36	2.34	2.02	2.01	3.27	3.25	1.78	1.77
November	2.23	2.21	2.38	2.36	2.03	2.01	3.28	3.25	1.77	1.76
December	2.27	2.25	2.43	2.41	2.04	2.03	3.30	3.28	1.73	1.72
1960: January	2.29	2.28	2.46	2.45	2.05	2.04	3.32	3.30	1.79	1.78
February	2.29	2.27	2.45	2.43	2.05	2.03	3.33	3.30	1.79	1.78
March	2.29	2.27	2.45	2.43	2.06	2.04	3.38	3.35	1.79	1.77
April	2.28	2.25	2.44	2.41	2.06	2.03	3.32	3.28	1.79	1.77
May <sup>2</sup>	2.29	2.26	2.44	2.41	2.07	2.04	3.34	3.29	1.81	1.79
June <sup>3</sup>	2.29	2.26	2.44	2.40	2.08	2.05	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )

<sup>1</sup> Earnings in current prices divided by consumer price index on a 1959 base.

<sup>2</sup> Preliminary estimates.

<sup>3</sup> Data became available after chart was prepared.

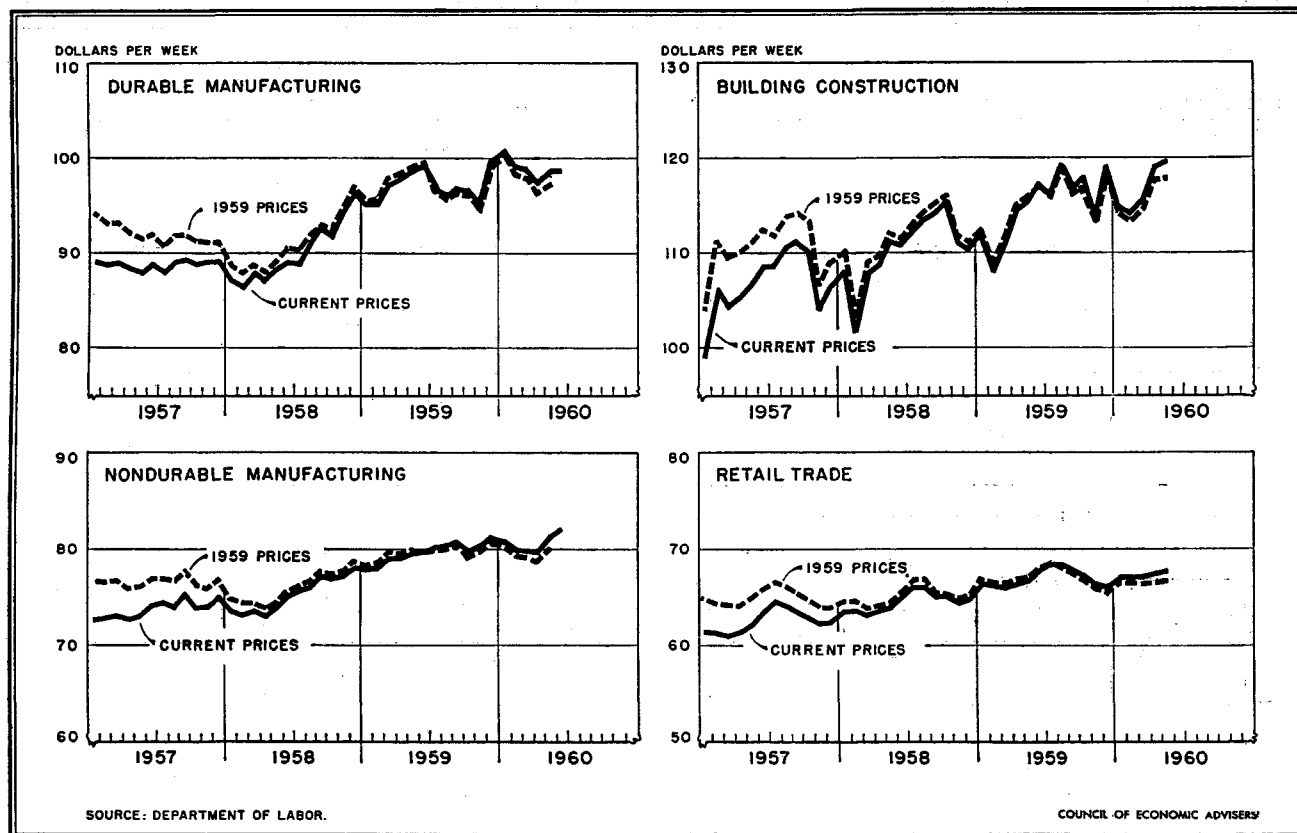
<sup>4</sup> Not available.

NOTE.—Data exclude Alaska and Hawaii.

Source: Department of Labor.

## AVERAGE WEEKLY EARNINGS - SELECTED INDUSTRIES

Average weekly earnings of production workers in manufacturing industries were \$91.60 in June, slightly higher than in May because of the longer workweek.



[For production workers or nonsupervisory employees]

Period	All manufacturing		Durable goods manufacturing		Nondurable goods manufacturing		Building construction		Retail trade	
	Current prices	1959 prices <sup>1</sup>	Current prices	1959 prices <sup>1</sup>	Current prices	1959 prices <sup>1</sup>	Current prices	1959 prices <sup>1</sup>	Current prices	1959 prices <sup>1</sup>
1950.....	\$59.33	\$71.92	\$63.32	\$76.75	\$54.71	\$66.32	\$73.73	\$89.37	\$47.63	\$57.73
1951.....	64.71	72.63	69.47	77.97	58.46	65.61	81.47	91.44	50.65	56.85
1952.....	67.97	74.61	73.46	80.64	60.98	66.94	88.01	96.61	52.67	57.82
1953.....	71.69	78.09	77.23	84.13	63.60	69.28	91.76	99.96	54.88	59.78
1954.....	71.86	78.02	77.18	83.80	64.74	70.29	94.12	102.19	56.70	61.56
1955.....	76.52	83.26	83.21	90.54	68.06	74.06	96.29	104.78	58.50	63.66
1956.....	79.99	85.73	86.31	92.51	71.10	76.21	101.92	109.24	60.60	64.95
1957.....	82.39	85.38	88.66	91.88	73.51	76.18	106.86	110.74	62.48	64.75
1958.....	83.50	84.26	90.06	90.88	75.27	75.95	110.67	111.68	64.77	65.36
1959.....	89.47	89.47	97.10	97.10	79.60	79.60	115.28	115.28	67.06	67.06
1959: May.....	90.32	90.77	98.64	99.14	79.40	79.80	115.39	115.97	66.70	67.04
June.....	91.17	91.26	99.36	99.46	79.60	79.68	116.66	116.78	67.79	67.86
July.....	89.65	89.47	96.80	96.61	80.00	79.84	116.16	115.93	68.68	68.54
August.....	88.70	88.52	95.88	95.69	80.20	80.04	119.19	118.95	68.32	68.18
September.....	89.47	89.02	96.70	96.22	80.79	80.39	116.71	116.13	67.82	67.48
October.....	89.06	88.44	96.52	95.85	79.79	79.24	117.72	116.90	67.11	66.64
November.....	88.98	88.27	95.44	94.68	80.39	79.75	114.14	113.23	66.38	65.85
December.....	92.16	91.52	99.87	99.18	81.19	80.63	119.13	118.30	66.09	65.63
1960: January.....	92.29	91.74	100.86	100.26	80.77	80.29	114.87	114.18	66.95	66.55
February.....	91.14	90.42	98.98	98.19	79.95	79.32	114.22	113.31	66.95	66.42
March.....	90.91	90.10	98.74	97.86	79.93	79.22	115.60	114.57	66.95	66.35
April.....	89.60	88.45	97.36	96.11	79.52	78.50	119.19	117.66	67.48	66.61
May <sup>2</sup> .....	91.37	90.11	98.58	97.22	81.35	80.23	119.57	117.92	67.69	66.76
June <sup>2</sup> .....	91.60	<sup>3</sup> 90.25	98.58	<sup>3</sup> 97.12	82.16	<sup>3</sup> 80.95	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )	( <sup>4</sup> )

<sup>1</sup> Earnings in current prices divided by consumer price index on a 1959 base.

<sup>2</sup> Preliminary estimates.

<sup>3</sup> Data became available after chart was prepared.

<sup>4</sup> Not available.

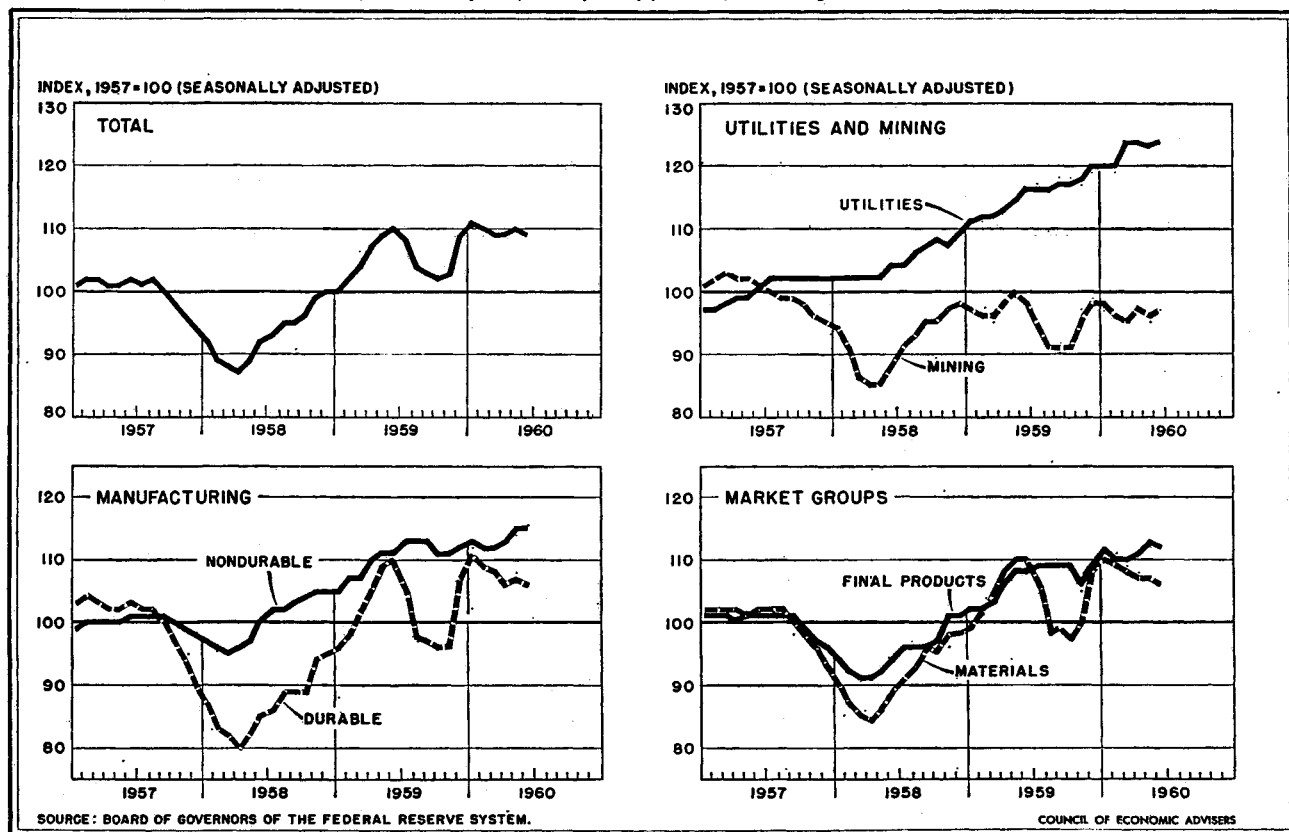
NOTE.—Data exclude Alaska and Hawaii.

Source: Department of Labor.

# PRODUCTION AND BUSINESS ACTIVITY

## INDUSTRIAL PRODUCTION

The industrial production index (seasonally adjusted) dropped 1 point in June.



[1957=100, seasonally adjusted]

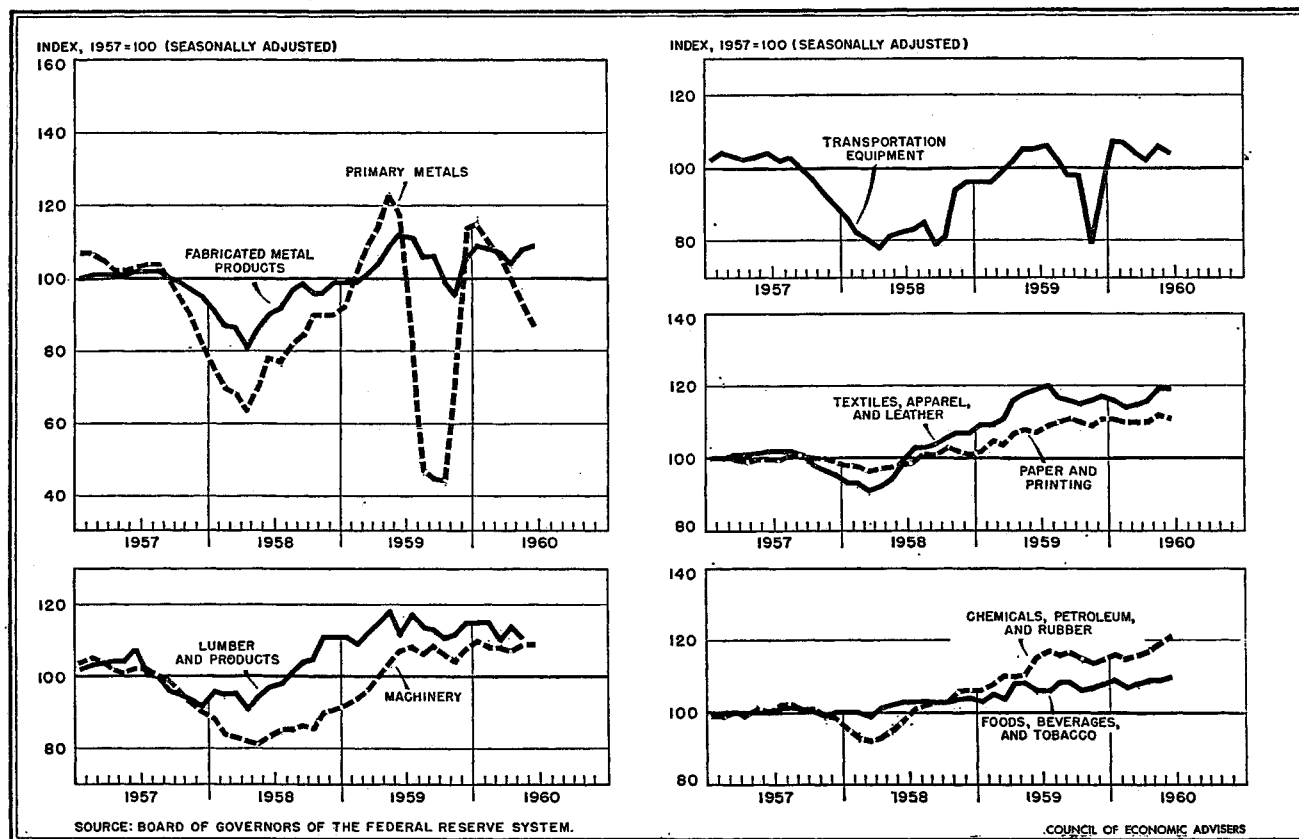
Period	Total industrial production	Industry					Market			
		Manufacturing			Mining	Utilities	Final products			Materials
		Total	Durable	Non-durable			Total	Consumer goods	Equipment	
1950	75	76	71	79	80	53	74	82	54	75
1951	81	82	80	82	87	60	79	81	75	82
1952	84	85	85	83	87	65	85	83	90	83
1953	91	92	96	87	89	71	91	88	96	91
1954	85	86	85	87	86	77	87	87	85	84
1955	96	97	98	95	95	85	95	97	91	97
1956	99	100	100	99	100	94	99	99	99	100
1957	100	100	100	100	100	100	100	100	100	100
1958	93	92	87	100	91	105	95	99	87	91
1959	105	105	102	110	95	115	107	110	100	104
1959: May	109	110	109	111	100	114	108	111	100	110
June	110	110	110	111	98	116	108	111	102	110
July	108	108	105	113	94	116	109	112	104	106
August	104	104	98	113	91	116	109	112	103	98
September	103	104	97	113	91	117	109	112	103	99
October	102	102	96	111	91	117	109	112	103	97
November	103	102	96	111	96	118	106	109	101	100
December	109	109	107	112	98	120	109	113	102	109
1960: January	111	112	111	113	98	120	112	116	103	110
February	110	110	109	112	96	120	110	113	102	109
March	109	110	108	112	95	124	110	113	104	108
April	109	109	106	113	97	124	111	115	102	107
May	110	110	107	115	96	123	113	117	105	107
June <sup>1</sup>	109	110	106	115	97	124	112	117	103	106

<sup>1</sup> Preliminary.

Source: Board of Governors of the Federal Reserve System.

## PRODUCTION OF SELECTED MANUFACTURES

In June, production of primary metals dropped 7 percent and transportation equipment 2 percent. Other major manufacturing industries registered little or no change in production.



[1957=100, seasonally adjusted]

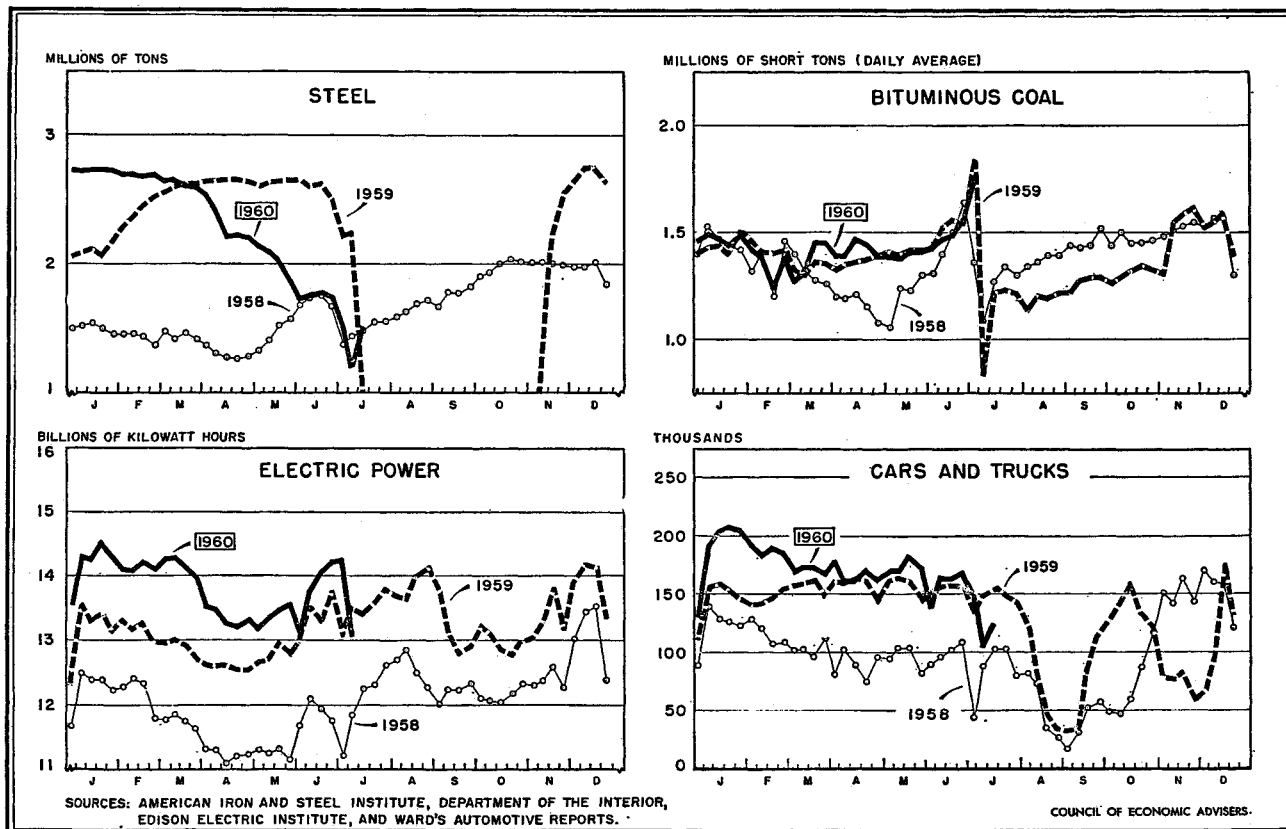
Period	Durable manufactures					Nondurable manufactures			
	Primary metals	Fabricated metal products	Machinery	Transportation equipment	Lumber and products	Textiles, apparel, and leather	Paper and printing	Chemicals, petroleum, and rubber	Foods, beverages, and tobacco
1950.....	89	84	70	53	103	92	78	65	87
1951.....	97	90	80	59	102	90	81	72	88
1952.....	89	88	88	69	101	92	79	75	90
1953.....	100	99	96	86	107	94	85	80	91
1954.....	81	89	84	79	104	90	87	79	93
1955.....	106	97	93	96	114	98	95	92	96
1956.....	104	97	103	92	110	101	99	96	100
1957.....	100	100	100	100	100	100	100	100	100
1958.....	78	92	85	84	100	99	99	99	102
1959.....	90	104	103	98	113	115	108	113	107
1959: May.....	122	109	104	105	118	118	108	111	108
June.....	118	112	107	105	112	119	107	115	106
July.....	81	111	108	106	117	120	109	117	106
August.....	47	106	107	102	114	117	110	116	108
September.....	45	106	108	98	113	116	111	117	108
October.....	44	99	107	98	111	115	110	115	106
November.....	79	95	104	79	112	116	109	114	107
December.....	114	105	108	93	115	117	111	115	108
1960: January.....	115	109	110	108	115	116	111	116	109
February.....	110	108	108	107	115	114	110	115	107
March.....	106	107	108	104	110	115	110	116	108
April.....	99	104	107	102	114	116	110	117	109
May.....	94	108	109	106	111	119	112	119	109
June <sup>1</sup> .....	87	109	109	104	( <sup>2</sup> )	119	111	121	110

<sup>1</sup> Preliminary.  
<sup>2</sup> Not available.

Source: Board of Governors of the Federal Reserve System.

# WEEKLY INDICATORS OF PRODUCTION

Most weekly indicators declined during June. There were further declines in early July because of the holiday.



Period	Steel produced <sup>1</sup>		Electric power distributed (millions of kilowatt-hours)	Bituminous coal mined (thousands of short tons) <sup>2</sup>	Freight loaded (thousands of cars)	Paperboard produced (thousands of tons)	Cars and trucks assembled (thousands)		
	Thousands of net tons	Index (1947-49=100)					Total	Cars	Trucks
Weekly average:									
1956-----	2, 204	137. 2	11, 292	1, 693	728	274	132. 8	111. 6	21. 2
1957-----	2, 162	134. 6	11, 873	1, 644	683	272	138. 6	117. 6	21. 0
1958-----	1, 635	101. 8	12, 314	1, 380	581	275	98. 4	81. 6	16. 8
1959-----	1, 792	111. 6	13, 229	1, 374	596	308	129. 5	107. 6	21. 9
1959: May-----	2, 618	163. 0	12, 763	1, 369	686	320	157. 2	130. 4	26. 8
June-----	2, 543	158. 3	13, 402	1, 519	703	319	154. 7	127. 2	27. 5
July-----	1, 184	73. 7	13, 479	1, 249	559	275	145. 6	121. 2	24. 4
August-----	325	20. 2	13, 859	1, 150	542	327	70. 8	57. 8	13. 1
September-----	359	22. 3	13, 152	1, 295	553	316	78. 6	60. 3	18. 4
October-----	385	24. 0	12, 922	1, 286	584	329	137. 7	116. 6	21. 1
November-----	1, 694	105. 5	13, 318	1, 505	601	321	72. 4	60. 7	11. 7
December-----	2, 713	168. 9	13, 828	1, 553	572	284	117. 7	101. 8	15. 8
1960: January-----	2, 720	169. 3	14, 345	1, 444	597	287	201. 8	171. 3	30. 5
February-----	2, 688	167. 3	14, 122	1, 387	573	321	187. 8	157. 4	30. 3
March-----	2, 611	162. 5	14, 027	1, 439	580	318	171. 5	143. 1	28. 4
April-----	2, 279	141. 9	13, 318	1, 368	622	310	163. 8	137. 3	26. 5
May-----	1, 993	124. 1	13, 382	1, 402	640	315	174. 3	146. 3	28. 0
June <sup>3</sup> -----	1, 724	107. 3	13, 883	1, 494	613	313	156. 4	131. 8	24. 6
Week ended:									
1960: June 11-----	1, 756	109. 3	13, 766	1, 467	648	327	164. 5	139. 4	25. 0
18-----	1, 775	110. 5	14, 053	1, 483	650	317	163. 4	137. 6	25. 7
25-----	1, 739	108. 3	14, 213	1, 564	642	323	167. 2	141. 2	25. 9
July 2-----	1, 510	94. 0	14, 247	1, 855	549	309	149. 7	125. 9	23. 8
9 <sup>3</sup> -----	1, 203	74. 9	13, 031	<sup>4</sup> 744	456	175	104. 8	89. 8	15. 0
16 <sup>3</sup> -----	1, 476	91. 9				248	124. 2	104. 7	19. 5
23 <sup>3</sup> -----	<sup>4</sup> 1, 556	96. 9							

<sup>1</sup> Weekly capacities (net tons) as of January 1 are: 2,455,300 (1956), 2,559,631 (1957), 2,696,320 (1958), 2,831,486 (1959), and 2,941,832 (1960).

<sup>2</sup> Daily average.

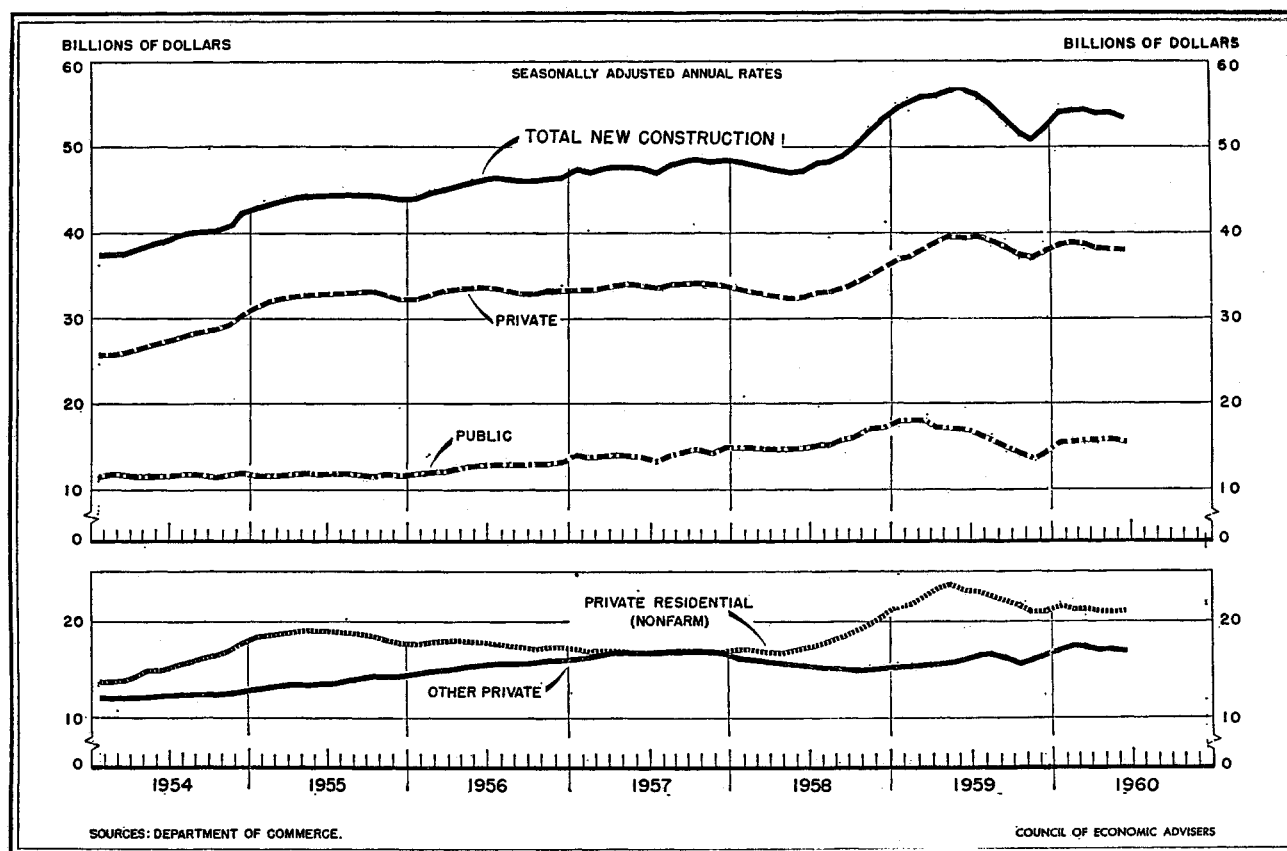
<sup>3</sup> Preliminary.

<sup>4</sup> Not charted.

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

# NEW CONSTRUCTION

Expenditures for both private and public construction (seasonally adjusted) declined somewhat during June.



[Billions of dollars]

Period	Total new construction	Private			Federal, State, and local	Construction contracts <sup>1</sup>	
		Total private	Residential (nonfarm)	Other		48 States <sup>2</sup>	37 Eastern States <sup>3</sup>
1952	34.7	23.9	12.8	11.0	10.8	-----	16.8
1953	37.0	25.8	13.8	12.0	11.2	-----	17.4
1954	39.4	27.7	15.4	12.3	11.7	-----	19.8
1955	44.2	32.4	18.7	13.7	11.7	-----	23.7
1956	45.8	33.1	17.7	15.4	12.7	31.6	<sup>2</sup> 24.6
1957	47.8	33.8	17.0	16.8	14.0	32.2	25.3
1958	48.9	33.5	18.0	15.4	15.4	35.4	-----
1959	54.3	38.3	22.3	16.0	16.0	36.5	-----
Seasonally adjusted annual rates							
1959: May	56.6	39.6	23.8	15.8	17.0	36.0	-----
June	56.5	39.4	23.3	16.2	17.0	36.0	-----
July	56.1	39.6	23.1	16.5	16.4	37.2	-----
August	54.8	39.1	22.5	16.6	15.7	34.9	-----
September	53.1	38.4	22.3	16.1	14.8	37.4	-----
October	51.8	37.5	21.7	15.8	14.2	37.2	-----
November	50.7	37.0	21.0	16.0	13.6	33.1	-----
December	52.0	37.7	21.1	16.6	14.2	35.1	-----
1960: January	53.9	38.5	21.6	16.9	15.3	32.9	-----
February	54.3	38.8	21.3	17.4	15.5	34.0	-----
March	54.3	38.6	21.3	17.3	15.7	33.8	-----
April	53.8	38.2	21.2	17.0	15.6	37.3	-----
May	53.9	38.1	21.0	17.1	15.8	33.9	-----
June <sup>4</sup>	53.4	38.0	21.1	16.9	15.4	-----	-----

<sup>1</sup> Compiled by F. W. Dodge Corporation; seasonally adjusted by the National Bureau of Economic Research. Omits small contracts, and covers rural areas less fully than urban.

<sup>2</sup> Series begins January 1956. The 37 Eastern States data are probably indicative of the 48 States trend for other periods.

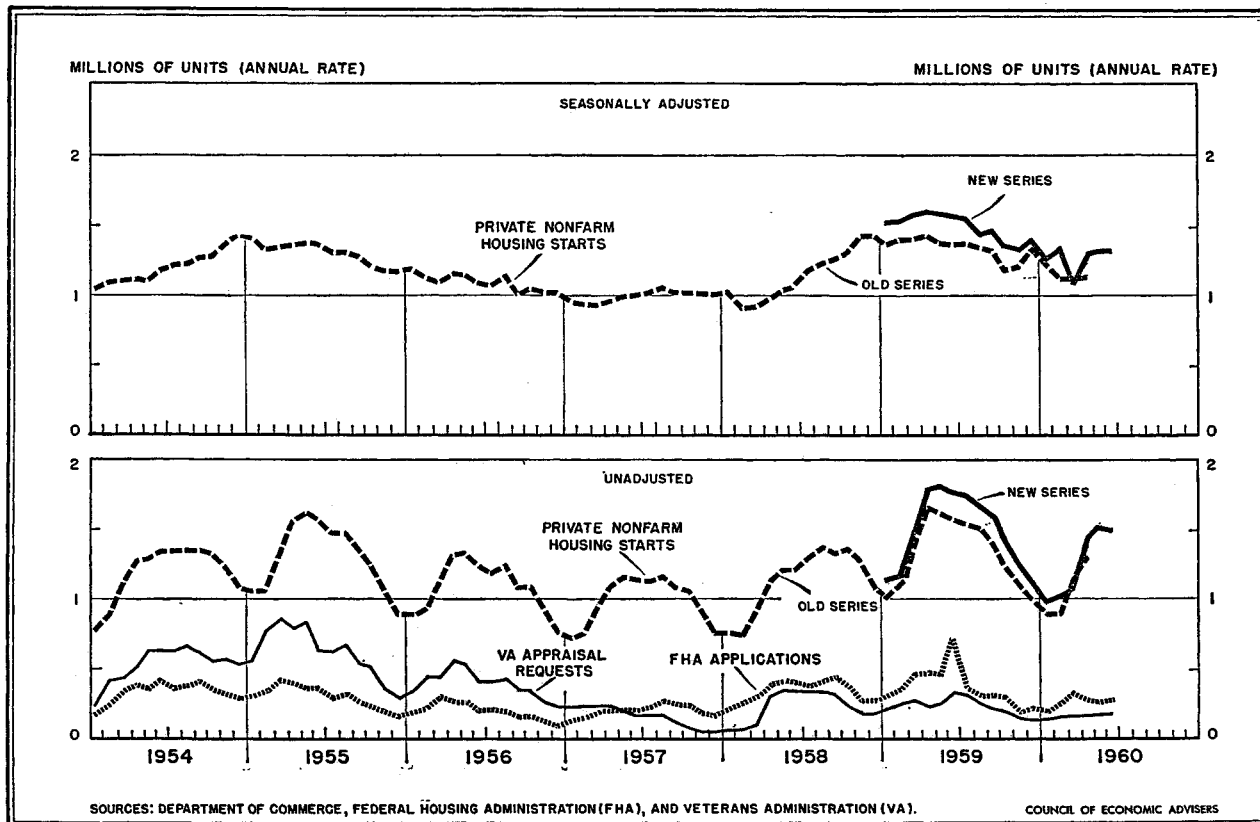
<sup>3</sup> Revised series beginning January 1956; not comparable with prior data. Series discontinued beginning January 1958.

<sup>4</sup> Preliminary estimates.

Sources: Department of Commerce and F. W. Dodge Corporation (except as noted).

# HOUSING STARTS AND APPLICATIONS FOR FINANCING

Private housing starts in June were at an annual rate of 1,334,000 (seasonally adjusted), about the same as in May. The number of FHA applications and VA appraisal requests rose in June.



[Thousands of units]

Period	Total housing starts (farm and nonfarm)		Nonfarm housing starts				Private housing starts, seasonally adjusted annual rates		Proposed home construction	
	Total private and public	Private	Total private and public	Private		Total farm and nonfarm	Nonfarm	Applications for FHA commitments <sup>1</sup>	Requests for VA appraisals <sup>1</sup>	
				Total private	Government programs					
										FHA
Old series										
1954.....	(2)	(2)	1, 220. 4	1, 201. 7	276. 3	307. 0	-----	-----	338. 6	535. 4
1955.....	(2)	(2)	1, 328. 9	1, 309. 5	276. 7	392. 9	-----	-----	306. 2	620. 8
1956.....	(2)	(2)	1, 118. 1	1, 093. 9	189. 3	270. 7	-----	-----	197. 7	401. 5
1957.....	(2)	(2)	1, 041. 9	992. 8	168. 4	128. 3	-----	-----	198. 8	159. 4
1958.....	(2)	(2)	1, 209. 4	1, 141. 5	295. 4	102. 1	-----	-----	341. 7	234. 2
1959.....	(2)	(2)	1, 378. 5	1, 342. 8	332. 5	109. 3	-----	-----	369. 7	234. 0
New series <sup>3</sup>						New series <sup>3</sup>				
1959.....	1, 553. 1	1, 516. 8	1, 530. 9	1, 494. 6	332. 5	109. 3	-----	-----	369. 7	234. 0
1959: February.....	99. 9	99. 0	98. 9	98. 0	20. 0	6. 2	1, 546	1, 529	29. 5	21. 0
March.....	130. 7	127. 7	129. 4	126. 4	30. 0	9. 7	1, 598	1, 580	38. 9	23. 2
April.....	155. 9	150. 7	154. 3	149. 1	33. 5	11. 0	1, 613	1, 599	39. 1	18. 9
May.....	156. 0	152. 5	154. 3	150. 8	34. 4	10. 3	1, 597	1, 580	38. 2	20. 7
June.....	153. 3	147. 8	152. 0	146. 5	34. 8	11. 0	1, 577	1, 563	60. 2	27. 2
July.....	149. 7	148. 1	146. 7	145. 1	31. 7	10. 6	1, 578	1, 546	29. 0	26. 0
August.....	142. 4	138. 2	142. 0	137. 8	31. 3	9. 9	1, 450	1, 446	25. 6	21. 2
September.....	139. 9	136. 3	136. 0	132. 4	29. 8	10. 0	1, 509	1, 468	25. 5	17. 9
October.....	123. 3	120. 0	121. 2	117. 9	26. 8	9. 4	1, 378	1, 354	24. 1	16. 7
November.....	106. 5	104. 7	104. 3	102. 5	20. 3	7. 9	1, 356	1, 328	16. 1	12. 2
December.....	96. 3	95. 6	93. 5	92. 8	20. 0	6. 4	1, 451	1, 401	18. 2	11. 1
1960: January.....	88. 4	87. 1	84. 3	83. 0	15. 9	4. 1	1, 366	1, 291	16. 3	11. 2
February.....	90. 2	87. 9	88. 8	86. 5	17. 7	4. 8	1, 367	1, 347	21. 1	12. 9
March.....	93. 3	90. 2	92. 3	89. 2	21. 9	5. 2	1, 112	1, 098	27. 4	12. 9
April.....	125. 1	123. 4	123. 3	121. 6	25. 4	7. 3	1, 325	1, 306	22. 5	13. 7
May <sup>4</sup> .....	130. 2	127. 5	128. 4	125. 7	25. 2	6. 9	1, 336	1, 317	22. 4	14. 4
June <sup>4</sup> .....	129. 5	125. 2	127. 8	123. 5	26. 4	7. 7	1, 334	1, 316	23. 7	15. 2

<sup>1</sup> Units represented by mortgage applications for new home construction.

<sup>2</sup> Not available.

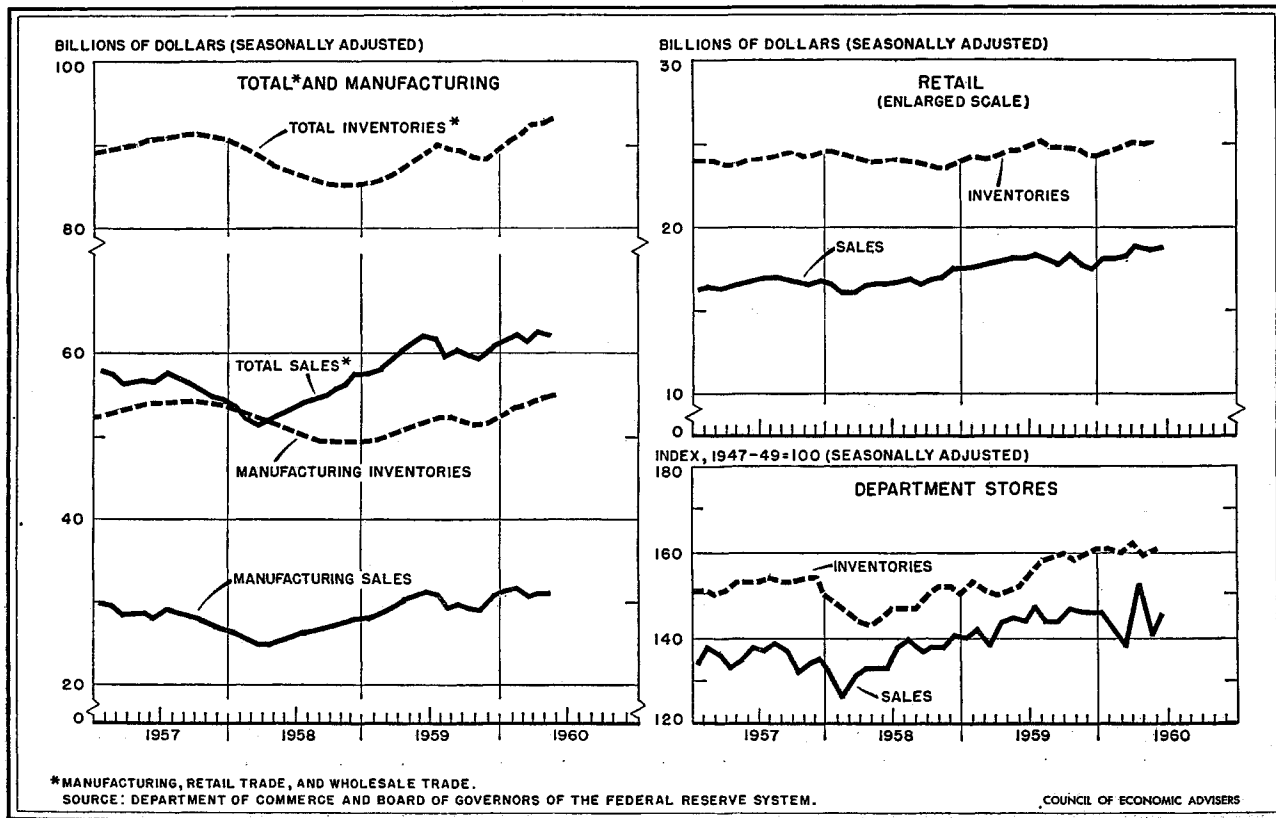
<sup>3</sup> See *Housing Starts*, C20-11 (Supplement), Bureau of the Census, May 1960, for description.

<sup>4</sup> Preliminary.

Sources: Department of Commerce, Federal Housing Administration (FHA), and Veterans' Administration (VA).

## SALES AND INVENTORIES—MANUFACTURING AND TRADE

Business inventories in May rose by \$600 million (seasonally adjusted) while sales declined somewhat. Manufacturers' sales and new orders were unchanged from the April level. Preliminary June estimates of retail sales indicate an increase of 1 percent from May.



Period	Manufacturing and trade		Manufacturing			Wholesale		Retail		Department stores	
	Sales <sup>1</sup>	Inven- tories <sup>2</sup>	Sales <sup>1</sup>	Inven- tories <sup>2</sup>	New orders <sup>1</sup>	Sales <sup>1</sup>	Inven- tories <sup>2</sup>	Sales <sup>1</sup>	Inven- tories <sup>2</sup>	Sales <sup>1</sup>	Inven- tories <sup>3</sup>
	Billions of dollars, seasonally adjusted										Index, 1947-49=100 seasonally adjusted
1953-----	48.4	78.6	24.5	45.4	23.1	9.8	10.5	14.1	22.7	118	131
1954-----	47.4	75.5	23.5	43.0	22.5	9.7	10.4	14.1	22.1	118	128
1955-----	52.3	81.7	26.3	46.4	27.2	10.6	11.4	15.3	23.9	128	136
1956-----	54.8	89.1	27.7	52.3	28.3	11.3	13.0	15.8	23.9	135	148
1957-----	56.3	90.7	28.4	53.5	27.3	11.3	12.7	16.7	24.5	135	152
1958-----	54.0	85.1	26.2	49.2	25.9	11.1	12.0	16.7	24.0	136	148
1959-----	60.0	89.4	29.7	52.4	30.1	12.3	12.6	18.0	24.3	144	156
1959: April-----	60.6	87.6	30.3	51.1	31.2	12.4	12.1	18.0	24.5	144	151
May-----	61.5	88.3	30.7	51.6	30.5	12.5	12.2	18.2	24.5	145	152
June-----	62.0	89.3	31.2	52.1	31.4	12.6	12.4	18.2	24.8	144	155
July-----	61.7	89.9	30.9	52.2	30.8	12.5	12.5	18.3	25.1	147	158
August-----	59.6	89.5	29.3	52.1	29.0	12.2	12.6	18.1	24.8	144	159
September-----	60.1	89.2	29.8	51.9	30.6	12.5	12.5	17.8	24.8	144	160
October-----	59.7	88.7	29.4	51.5	30.4	12.0	12.5	18.3	24.7	147	158
November-----	59.1	88.4	29.0	51.6	29.2	12.3	12.6	17.8	24.2	146	160
December-----	60.9	89.4	30.8	52.4	30.7	12.7	12.6	17.5	24.3	146	161
1960: January-----	61.6	90.5	31.1	53.3	29.8	12.4	12.7	18.1	24.5	146	161
February-----	62.2	91.4	31.6	53.9	30.6	12.5	12.7	18.1	24.8	142	160
March-----	61.3	92.3	30.8	54.3	30.3	12.2	12.8	18.2	25.1	138	162
April-----	62.5	92.6	31.0	54.7	30.4	12.6	12.9	18.9	25.0	153	159
May <sup>4</sup> -----	62.1	93.2	31.0	55.0	30.4	12.5	13.0	18.6	25.2	141	161
June <sup>4</sup> -----								18.7		146	

<sup>1</sup> Monthly average for year and total for month.

<sup>2</sup> Book value, end of period, seasonally adjusted.

<sup>3</sup> Book value, end of period, except annual data, which are monthly averages.

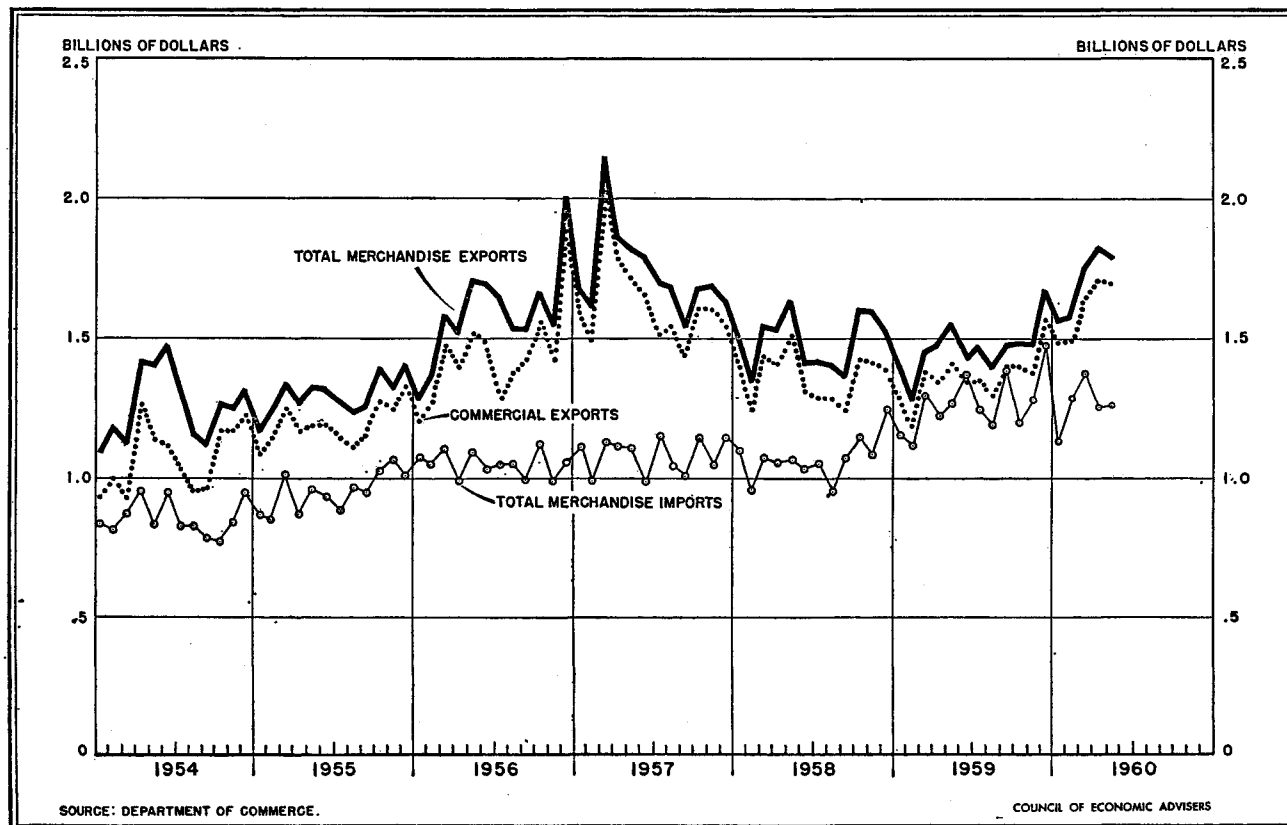
<sup>4</sup> Preliminary estimates.

Sources: Department of Commerce and Board of Governors of the Federal Reserve System.



## MERCHANDISE EXPORTS AND IMPORTS

Commercial exports were 22 percent higher and imports 4 percent higher in the first 5 months of 1960 than in the corresponding period of 1959.



[Millions of dollars]

Period	Merchandise exports			Merchandise imports	Excess of exports over imports	
	Total	Grant-aid shipments <sup>1</sup>	Commercial exports		Total	Excluding grant-aid shipments
1950 monthly average.....	856	24	833	738	119	95
1951 monthly average.....	1,253	89	1,164	914	339	250
1952 monthly average.....	1,267	166	1,100	893	374	207
1953 monthly average.....	1,314	293	1,022	906	408	116
1954 monthly average.....	1,259	188	1,071	851	408	220
1955 monthly average.....	1,296	105	1,191	949	347	242
1956 monthly average.....	1,591	146	1,444	1,051	540	393
1957 monthly average.....	1,738	113	1,625	1,082	656	543
1958 monthly average.....	1,491	129	1,362	1,070	422	293
1959 monthly average.....	1,464	102	1,362	1,268	196	94
1959: April.....	1,479	136	1,343	1,220	258	122
May.....	1,551	140	1,410	1,264	287	147
June.....	1,422	76	1,347	1,369	53	-22
July.....	1,468	115	1,353	1,248	220	105
August.....	1,397	97	1,300	1,189	208	110
September.....	1,479	80	1,399	1,392	87	7
October.....	1,482	84	1,398	1,202	280	196
November.....	1,479	102	1,376	1,282	196	94
December.....	1,674	105	1,569	1,478	197	92
1960: January.....	1,562	78	1,484	1,137	424	347
February.....	1,576	79	1,497	1,288	288	209
March.....	1,751	117	1,634	1,375	376	259
April.....	1,823	115	1,708	1,257	566	451
May.....	1,792	94	1,698	1,260	532	438

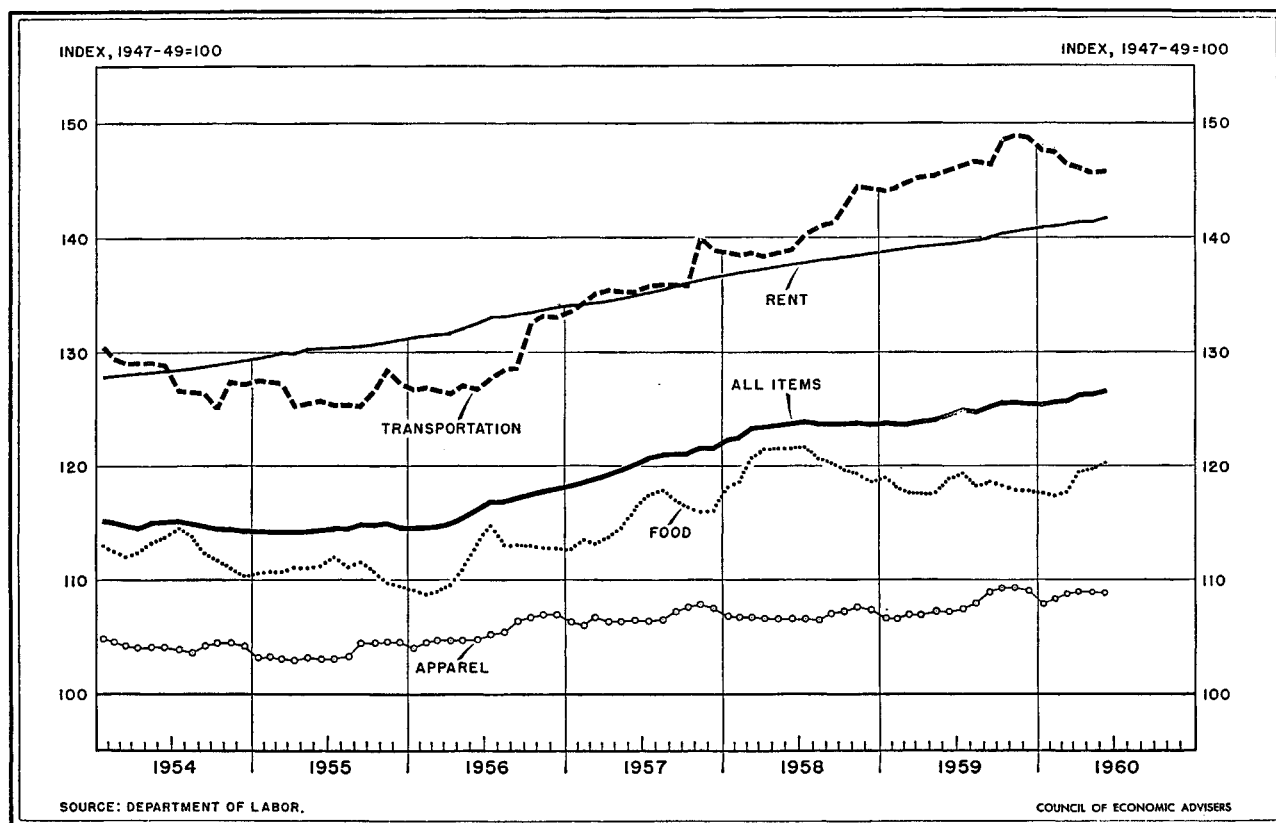
<sup>1</sup> Figures include only Department of Defense shipments of grant-aid military supplies and equipment under the Mutual Security Program. Shipments for the first 6 months of the program (July-December 1950) amounted to \$282 million.

Sources: Department of Commerce and Department of Defense.

# PRICES

## CONSUMER PRICES

The consumer price index increased a little in June, as the prices of food and a number of other major categories rose.



[1947-49=100]

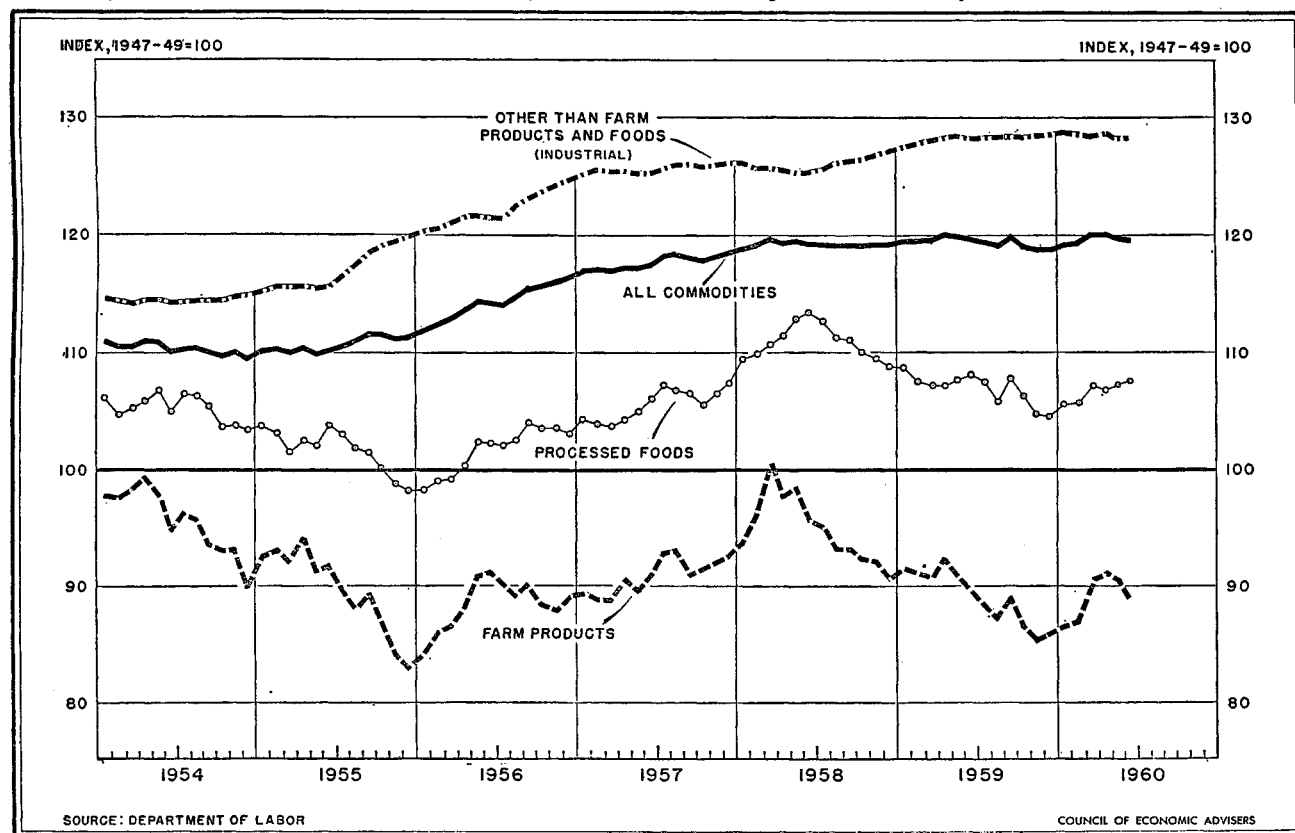
Period	All items	Food	Housing		Apparel	Transportation	Medical care	Personal care	Reading and recreation	Other goods and services
			Total <sup>1</sup>	Rent						
1949.....	101.8	100.0	103.3	105.0	99.4	108.5	104.1	101.1	104.1	103.4
1950.....	102.8	101.2	106.1	108.8	98.1	111.3	106.0	101.1	103.4	105.2
1951.....	111.0	112.6	112.4	113.1	106.9	118.4	111.1	110.5	106.5	109.7
1952.....	113.5	114.6	114.6	117.9	105.8	126.2	117.2	111.8	107.0	115.4
1953.....	114.4	112.8	117.7	124.1	104.8	129.7	121.3	112.8	108.0	118.2
1954.....	114.8	112.6	119.1	128.5	104.3	128.0	125.2	113.4	107.0	120.1
1955.....	114.5	110.9	120.0	130.3	103.7	126.4	128.0	115.3	106.6	120.2
1956.....	116.2	111.7	121.7	132.7	105.5	128.7	132.6	120.0	108.1	122.0
1957.....	120.2	115.4	125.6	135.2	106.9	136.0	138.0	124.4	112.2	125.5
1958.....	123.5	120.3	127.7	137.7	107.0	140.5	144.6	128.6	116.7	127.2
1959.....	124.6	118.3	129.2	139.7	107.9	146.3	150.8	131.2	118.6	129.7
1959: May.....	124.0	117.7	128.8	139.3	107.3	145.4	150.2	130.7	117.8	128.4
June.....	124.5	118.9	128.9	139.5	107.3	145.9	150.6	131.1	118.1	129.2
July.....	124.9	119.4	129.0	139.6	107.5	146.3	151.0	131.3	119.1	130.8
August.....	124.8	118.3	129.3	139.8	108.0	146.7	151.4	131.7	119.1	131.1
September.....	125.2	118.7	129.7	140.0	109.0	146.4	152.2	132.1	119.6	131.5
October.....	125.5	118.4	130.1	140.4	109.4	148.5	152.5	132.5	119.7	131.6
November.....	125.6	117.9	130.4	140.5	109.4	149.0	153.0	132.7	120.0	131.6
December.....	125.5	117.8	130.4	140.8	109.2	148.7	153.2	132.9	120.4	131.7
1960: January.....	125.4	117.6	130.7	140.9	107.9	147.6	153.5	132.7	120.3	131.8
February.....	125.6	117.4	131.2	141.0	108.4	147.5	154.7	132.6	120.6	131.8
March.....	125.7	117.7	131.3	141.2	108.8	146.5	155.0	132.7	120.9	131.7
April.....	126.2	119.5	131.4	141.4	108.9	146.1	155.5	132.9	121.1	131.9
May.....	126.3	119.7	131.2	141.4	108.9	145.6	155.9	133.2	121.4	131.9
June.....	126.5	120.3	131.3	141.6	108.9	145.8	156.1	133.2	121.1	132.0

<sup>1</sup> Includes, in addition to rent, homeowner costs, utilities, housefurnishings, etc.

Source: Department of Labor.

## WHOLESALE PRICES

Wholesale prices declined further in June as decreases in farm prices more than compensated for slight advances in prices of processed foods. Prices of industrial products were unchanged from the May level.



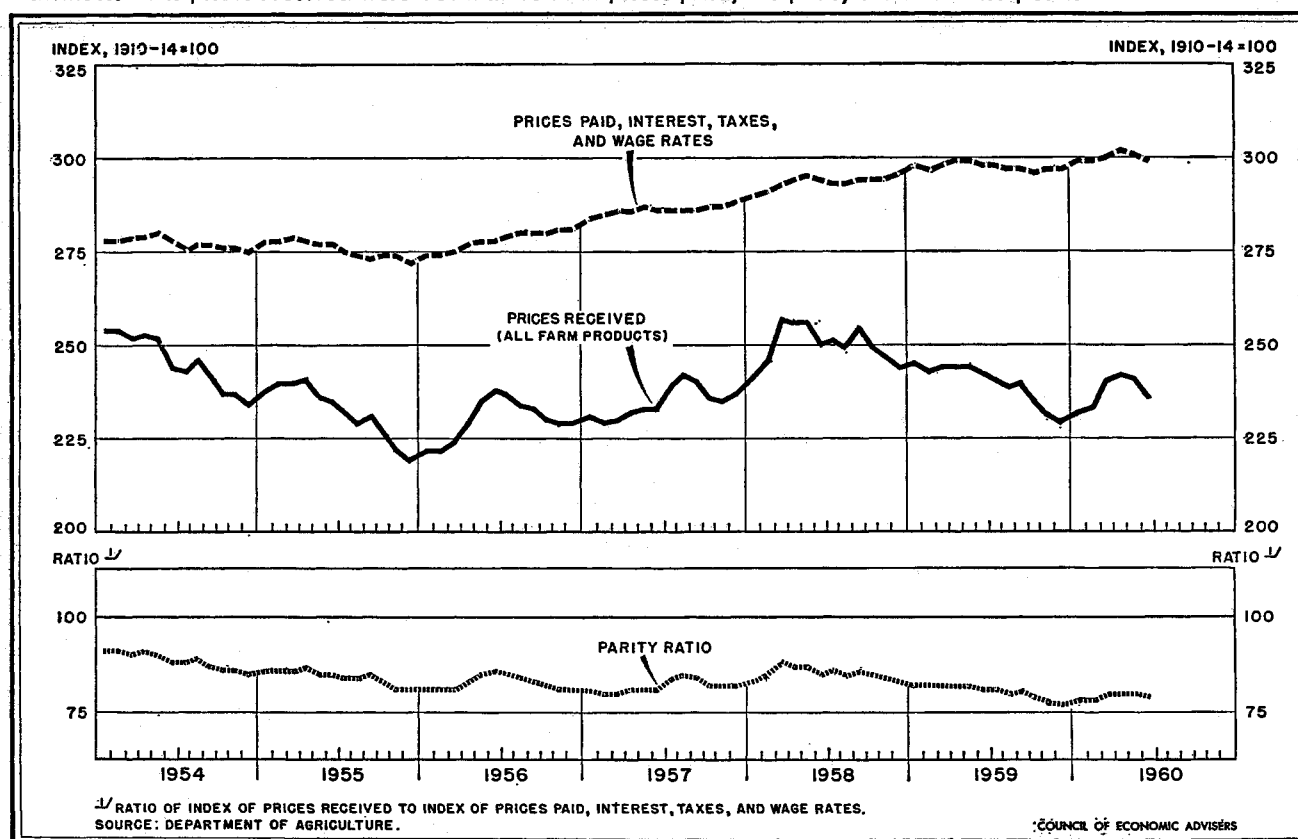
[1947-49=100]

Period	All commodities	Farm products	Processed foods	Other than farm products and foods (industrial)
1949	99.2	92.8	95.7	101.3
1950	103.1	97.5	99.8	105.0
1951	114.8	113.4	111.4	115.9
1952	111.6	107.0	108.8	113.2
1953	110.1	97.0	104.6	114.0
1954	110.3	95.6	105.3	114.5
1955	110.7	89.6	101.7	117.0
1956	114.3	88.4	101.7	122.2
1957	117.6	90.9	105.6	125.6
1958	119.2	94.9	110.9	126.0
1959	119.5	89.1	107.0	128.2
1959: May	119.9	90.8	107.7	128.4
June	119.7	89.8	108.1	128.2
July	119.5	88.4	107.5	128.4
August	119.1	87.1	105.8	128.4
September	119.7	88.9	107.8	128.4
October	119.1	86.5	106.4	128.4
November	118.9	85.4	104.9	128.5
December	118.9	85.9	104.7	128.6
1960: January	119.3	86.5	105.6	128.8
February	119.3	87.0	105.7	128.7
March	120.0	90.4	107.3	128.6
April	120.0	91.1	106.8	128.7
May	119.7	90.4	107.3	128.2
June	119.5	89.0	107.6	128.2

Source: Department of Labor.

# PRICES RECEIVED AND PAID BY FARMERS

The indexes of prices received by farmers and of prices paid dropped in the month ended June 15 following earlier advances. As prices received were down more than prices paid, the parity ratio fell one point.



Period	Prices received by farmers			Prices paid by farmers			Parity ratio <sup>1</sup>
	All farm products	Crops	Livestock and products	All items, interest, taxes, and wage rates (parity index)	Family living items	Production items	
	Index, 1910-14=100						
1950.....	258	233	280	256	246	246	101
1951.....	302	265	336	282	268	273	107
1952.....	288	267	306	287	271	274	100
1953.....	255	240	268	277	269	256	92
1954.....	246	242	249	277	270	255	89
1955.....	232	231	234	276	270	251	84
1956.....	230	235	226	278	274	250	83
1957.....	235	225	244	286	282	257	82
1958.....	250	223	273	293	287	264	85
1959.....	240	221	256	298	289	266	81
1959: May 15.....	244	228	258	298	287	268	82
June 15.....	242	229	253	298	288	267	81
July 15.....	241	226	253	298	289	266	81
August 15.....	239	220	255	297	288	266	80
September 15.....	240	220	257	297	288	265	81
October 15.....	235	218	250	296	290	264	79
November 15.....	231	217	243	297	291	264	78
December 15.....	230	218	240	297	291	264	77
1960: January 15.....	232	220	242	299	290	265	78
February 15.....	233	218	245	299	289	266	78
March 15.....	241	222	257	300	289	267	80
April 15.....	242	225	257	302	291	268	80
May 15.....	241	228	252	301	291	267	80
June 15.....	236	221	248	299	290	266	79

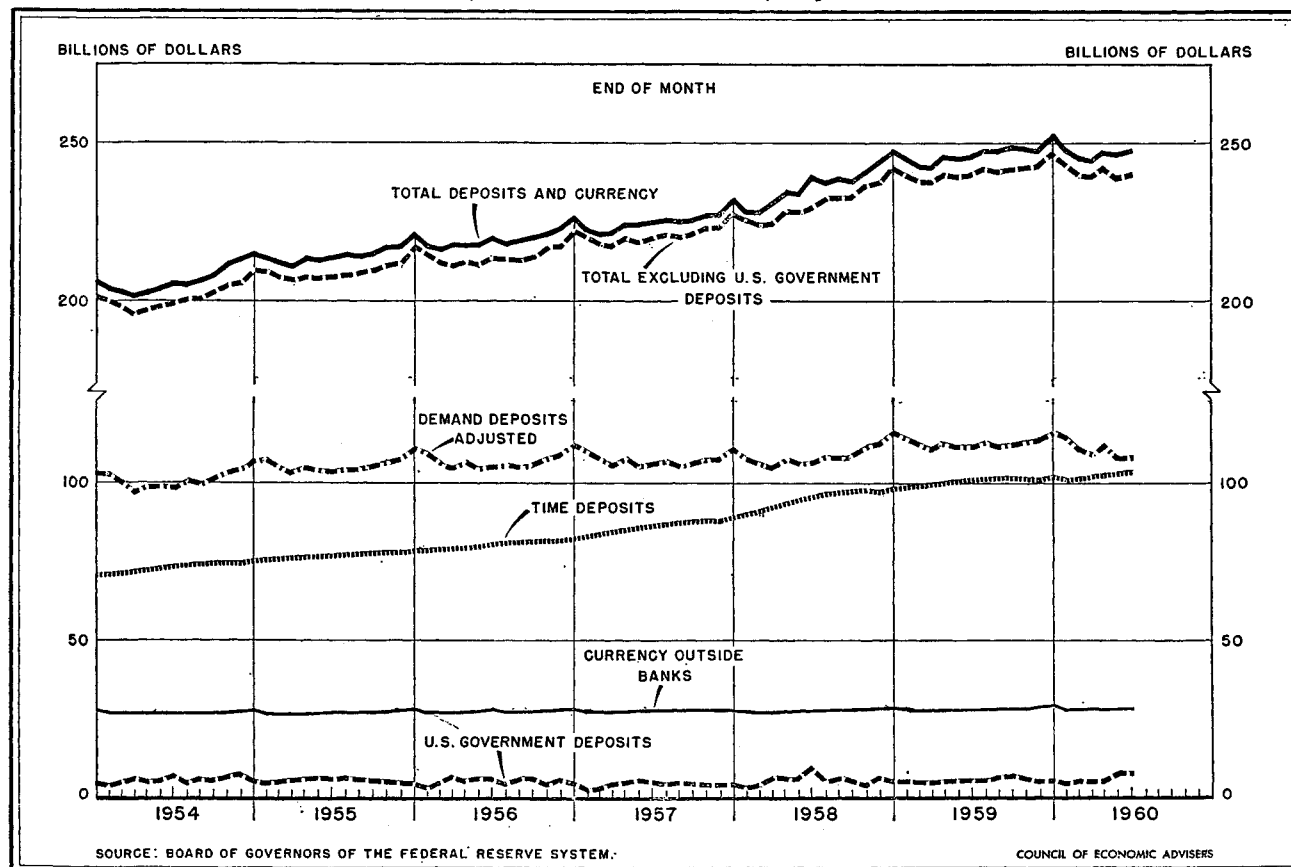
<sup>1</sup> Percentage ratio of index of prices received by farmers to index of prices paid, interest, taxes, and wage rates.

Source: Department of Agriculture.

# CURRENCY, CREDIT, AND SECURITY MARKETS

## CURRENCY AND DEPOSITS

The total of demand deposits and currency rose more than seasonally in June.



End of period	Total deposits and currency	U. S. Government deposits <sup>1</sup>	Total excluding U. S. Government deposits					Demand deposits and currency, seasonally adjusted		
			Total	Time deposits <sup>2</sup>	Demand deposits and currency			Total	Demand deposits adjusted	Currency outside banks
					Total	Demand deposits adjusted <sup>3</sup>	Currency outside banks			
1953.....	205.7	4.8	200.9	70.4	130.5	102.5	28.1	-----	-----	-----
1954.....	214.8	5.1	209.7	75.3	134.4	106.6	27.9	-----	-----	-----
1955.....	221.0	4.4	216.6	78.4	138.2	109.9	28.3	-----	-----	-----
1956.....	226.4	4.5	222.0	82.2	139.7	111.4	28.3	-----	-----	-----
1957.....	232.3	4.7	227.7	89.1	138.6	110.3	28.3	-----	-----	-----
1958.....	247.5	4.9	242.6	98.3	144.2	115.5	28.7	-----	-----	-----
1959.....	252.4	5.8	246.6	101.8	144.8	115.4	29.4	-----	-----	-----
1959: May.....	245.0	5.7	239.3	100.4	138.9	110.7	28.1	140.6	112.4	28.2
June.....	245.4	5.3	240.1	101.0	139.1	110.7	28.3	140.9	112.6	28.3
July.....	247.6	5.6	242.0	100.9	141.1	112.7	28.4	141.2	112.9	28.3
August.....	247.3	6.6	240.8	101.2	139.6	111.1	28.5	140.9	112.6	28.3
September.....	248.5	7.1	241.4	101.5	139.8	111.4	28.5	140.8	112.4	28.4
October.....	248.2	6.0	242.2	101.1	141.1	112.7	28.3	140.4	112.0	28.4
November.....	247.7	5.1	242.6	100.3	142.2	113.1	29.1	140.1	111.8	28.3
December.....	252.4	5.8	246.6	101.8	144.8	115.4	29.4	140.2	112.0	28.2
1960: January.....	247.3	4.4	242.9	101.0	141.9	114.0	27.9	140.0	111.7	28.3
February.....	244.9	5.3	239.6	101.2	138.4	110.5	28.0	139.1	110.8	28.3
March <sup>4</sup> .....	244.2	5.2	239.0	102.2	136.8	108.8	28.1	139.5	111.1	28.4
April <sup>4</sup> .....	247.1	5.3	241.7	102.3	139.5	111.5	27.9	139.4	111.2	28.2
May <sup>4</sup> .....	246.2	7.7	238.5	102.6	135.9	107.8	28.1	137.6	109.4	28.2
June <sup>4</sup> .....	247.7	7.8	239.9	103.6	136.3	108.0	28.3	138.2	110.1	28.1

<sup>1</sup> U.S. Government deposits at Federal Reserve Banks and commercial and savings banks, and U.S. Treasurer's time deposits, open account.

<sup>2</sup> Deposits in commercial banks, mutual savings banks, and Postal Savings System; excludes interbank deposits.

<sup>3</sup> Demand deposits, other than interbank and U.S. Government, less cash items in process of collection.

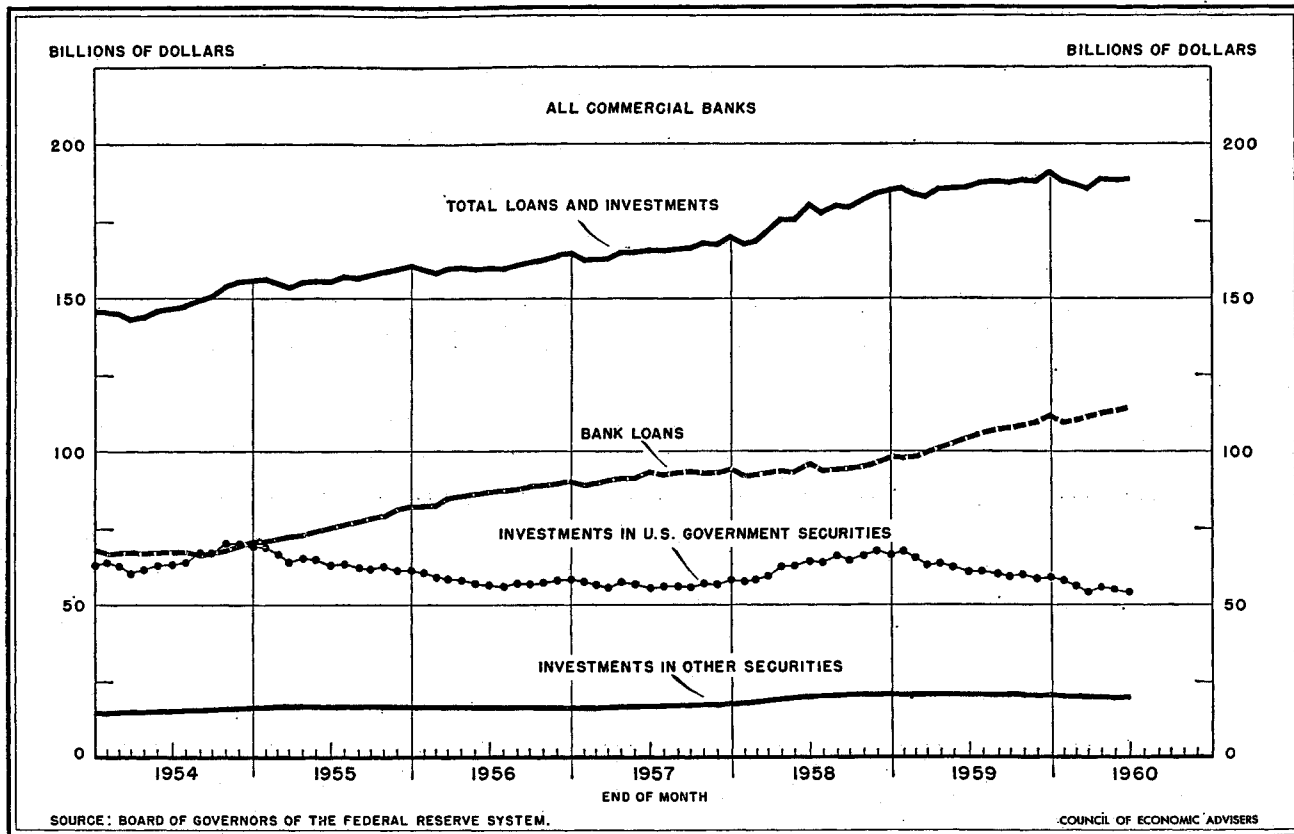
<sup>4</sup> Preliminary estimates.

NOTE.—See Note, p. 27.  
Monthly data are for the last Wednesday of the month, except the unadjusted data for December 1959, which are for the call date.

Source: Board of Governors of the Federal Reserve System.

# BANK LOANS, INVESTMENTS, AND RESERVES

Commercial bank loans rose \$1.2 billion in June, compared to an increase of \$2.1 billion in June 1959. Borrowings at Federal Reserve Banks fell below excess reserves.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM.

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars]

End of period	All commercial banks					Weekly reporting member banks <sup>1</sup>	All member banks <sup>1</sup>		
	Total loans and investments	Loans	Investments				Reserve balances <sup>3</sup>		Borrowings at Federal Reserve Banks <sup>3</sup>
			Total	U. S. Government securities	Other securities		Required	Excess	
1952-----	141. 6	64. 2	77. 5	63. 3	14. 1	<sup>2</sup> 23. 4	19. 6	0. 7	0. 8
1953-----	145. 7	67. 6	78. 1	63. 4	14. 7	23. 4	19. 3	. 7	. 8
1954-----	155. 9	70. 6	85. 3	69. 0	16. 3	22. 4	18. 5	. 8	. 1
1955-----	160. 9	82. 6	78. 3	61. 6	16. 7	<sup>2</sup> 26. 7	18. 3	. 6	. 6
1956-----	165. 1	90. 3	74. 8	58. 6	16. 3	30. 8	18. 4	. 6	. 8
1957-----	170. 1	93. 9	76. 2	58. 2	17. 9	31. 8	18. 5	. 5	. 8
1958-----	185. 2	98. 2	87. 0	66. 4	20. 6	<sup>2</sup> 31. 7	18. 1	. 6	. 3
1959-----	190. 3	110. 8	79. 4	58. 9	20. 5	<sup>2</sup> 30. 5	18. 2	. 4	. 8
1959: May-----	185. 8	102. 4	83. 4	62. 6	20. 8	32. 0	18. 1	. 4	. 8
June-----	185. 9	104. 5	81. 5	60. 9	20. 6	32. 9	18. 0	. 4	. 9
July-----	187. 7	105. 9	81. 7	61. 1	20. 6	<sup>2</sup> 28. 6	18. 3	. 4	1. 0
August-----	188. 2	107. 4	80. 8	60. 3	20. 5	29. 0	18. 1	. 5	1. 0
September-----	187. 8	107. 8	80. 0	59. 2	20. 7	29. 5	18. 2	. 4	. 9
October-----	188. 4	108. 2	80. 2	59. 6	20. 6	29. 5	18. 2	. 4	. 9
November-----	188. 3	109. 5	78. 8	58. 5	20. 3	29. 9	18. 2	. 4	. 9
December-----	190. 3	110. 8	79. 4	58. 9	20. 5	30. 5	18. 5	. 5	. 9
1960: January-----	187. 8	109. 6	78. 2	58. 0	20. 3	29. 9	18. 3	. 5	. 9
February-----	186. 5	110. 3	76. 3	56. 2	20. 1	30. 2	17. 8	. 5	. 8
March <sup>4</sup> -----	185. 7	111. 4	74. 3	54. 2	20. 1	31. 0	17. 6	. 4	. 6
April <sup>4</sup> -----	188. 8	113. 0	75. 9	55. 8	20. 0	30. 9	17. 7	. 4	. 6
May <sup>4</sup> -----	188. 6	113. 6	75. 0	55. 1	19. 8	31. 2	17. 8	. 5	. 5
June <sup>4</sup> -----	188. 8	114. 8	74. 0	54. 1	19. 9	31. 6	17. 8	. 5	. 4

<sup>1</sup> Member banks include, besides all national banks, those State banks that have taken membership in the Federal Reserve System.

<sup>2</sup> Commercial and industrial loans and, prior to 1956, agricultural loans. Series revised beginning January 1952, October 1955, July 1958, and July 1959.

<sup>3</sup> Averages of daily figures on balances and borrowings during the period.

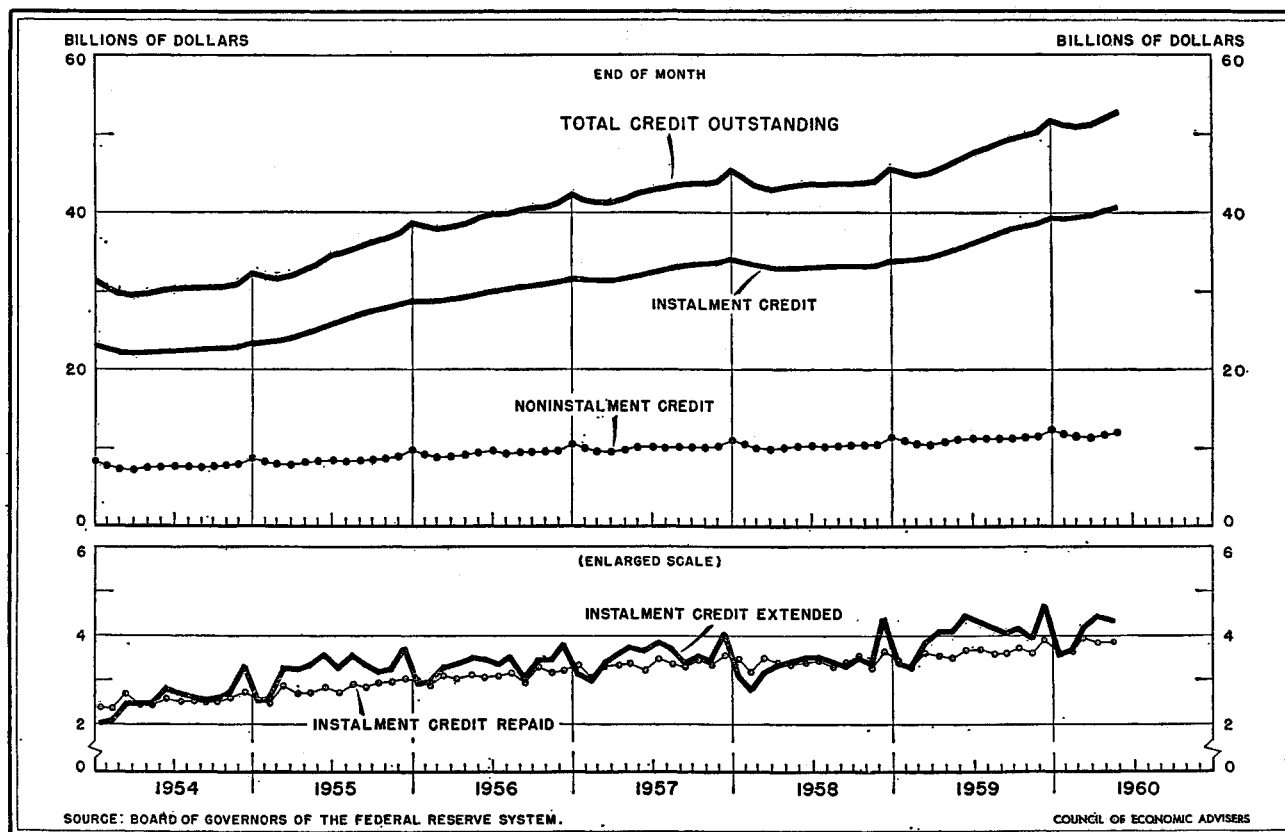
<sup>4</sup> Preliminary estimates.

NOTE.—Between January and August 1959, these series (except that for weekly reporting member banks) were expanded to include data for all banks in Alaska and Hawaii.

Source: Board of Governors of the Federal Reserve System.

# CONSUMER CREDIT

Consumer credit outstanding rose more than \$650 million in May, compared to about \$900 million in May 1959.



[Millions of dollars]

End of period	Total consumer credit outstanding	Instalment credit outstanding					Noninstalment credit outstanding		Instalment credit extended <sup>3</sup>	Instalment credit repaid <sup>3</sup>
		Total	Auto-mobile paper <sup>1</sup>	Other consumer goods paper <sup>1</sup>	Repair and modernization loans <sup>2</sup>	Personal loans	Total	Charge accounts		
1950.....	21,471	14,703	6,074	4,799	1,016	2,814	6,768	3,367	21,558	18,445
1951.....	22,712	15,294	5,972	4,880	1,085	3,357	7,418	3,700	23,576	22,985
1952.....	27,520	19,403	7,733	6,174	1,385	4,111	8,117	4,130	29,514	25,405
1953.....	31,393	23,005	9,835	6,779	1,610	4,781	8,388	4,274	31,558	27,956
1954.....	32,464	23,568	9,809	6,751	1,616	5,392	8,896	4,485	31,051	30,488
1955.....	38,882	28,958	13,472	7,634	1,689	6,163	9,924	4,795	39,039	33,649
1956.....	42,511	31,897	14,459	8,580	1,895	6,963	10,614	4,995	40,175	37,236
1957.....	45,286	34,183	15,409	8,782	2,089	7,903	11,103	5,146	42,545	40,259
1958.....	45,586	34,080	14,237	8,923	2,350	8,570	11,506	5,060	40,818	40,921
1959.....	52,046	39,482	16,590	10,243	2,704	9,945	12,564	5,351	48,476	43,239
1959: April.....	45,708	34,762	14,810	8,755	2,364	8,833	10,946	4,160	4,073	3,545
May.....	46,603	35,357	15,128	8,887	2,419	8,923	11,246	4,359	4,092	3,497
June.....	47,522	36,135	15,566	9,040	2,467	9,062	11,387	4,446	4,454	3,676
July.....	48,047	36,757	15,923	9,134	2,517	9,183	11,290	4,407	4,315	3,693
August.....	48,841	37,510	16,288	9,289	2,569	9,364	11,331	4,365	4,193	3,578
September.....	49,350	37,962	16,470	9,390	2,613	9,489	11,388	4,390	4,061	3,609
October.....	49,872	38,421	16,659	9,534	2,653	9,575	11,451	4,525	4,185	3,726
November.....	50,379	38,723	16,669	9,687	2,683	9,684	11,656	4,614	3,928	3,626
December.....	52,046	39,482	16,590	10,243	2,704	9,945	12,564	5,351	4,686	3,927
1960: January.....	51,356	39,358	16,568	10,129	2,691	9,970	11,998	4,816	3,534	3,658
February.....	51,021	39,408	16,677	9,997	2,695	10,039	11,613	4,305	3,723	3,673
March.....	51,162	39,648	16,876	9,940	2,706	10,126	11,514	4,118	4,201	3,961
April.....	52,169	40,265	17,218	10,022	2,736	10,289	11,904	4,451	4,457	3,840
May.....	52,831	40,740	17,481	10,080	2,786	10,393	12,091	4,547	4,335	3,860

<sup>1</sup> Includes all consumer credit extended for the purpose of purchasing automobiles and other consumer goods and secured by the items purchased.

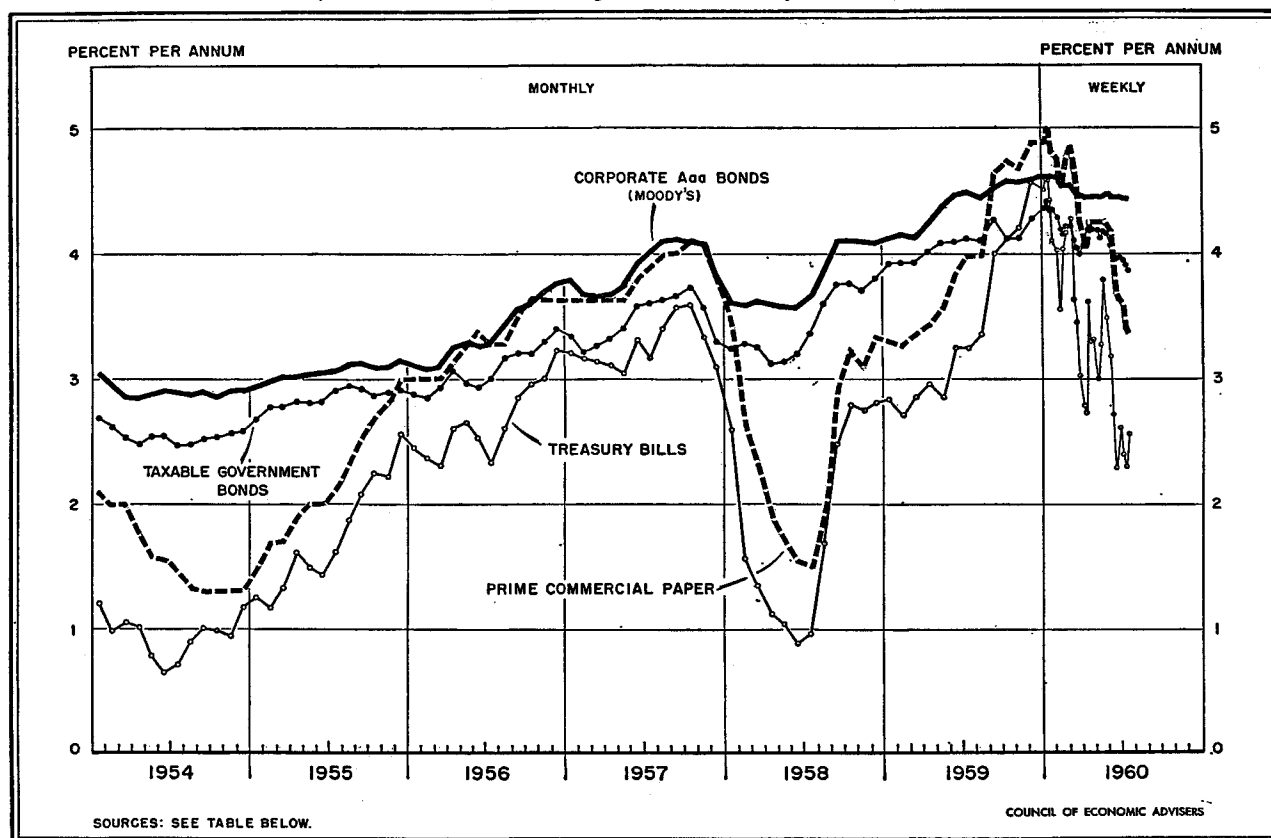
<sup>2</sup> Includes only such loans held by financial institutions; those held by retail outlets are included in "other consumer goods paper."

<sup>3</sup> Credit extended or repaid during the period.

Source: Board of Governors of the Federal Reserve System.

## BOND YIELDS AND INTEREST RATES

The rate on 3-month Treasury bills dropped sharply in June and changed only moderately in early July. Yields on U.S. Government and municipal bonds were lower in June than in May.



Period	U. S. Government security yields		High-grade municipal bonds (Standard & Poor's) <sup>3</sup>	Corporate bonds (Moody's)		Prime commercial paper, 4-6 months
	3-month Treasury bills <sup>1</sup>	Taxable bonds <sup>2</sup>		Aaa	Baa	
1953.....	1.931	2.94	2.72	3.20	3.74	2.52
1954.....	1.953	2.55	2.37	2.90	3.51	1.58
1955.....	1.753	2.84	2.53	3.06	3.53	2.18
1956.....	2.658	3.08	2.93	3.36	3.88	3.31
1957.....	3.267	3.47	3.60	3.89	4.71	3.81
1958.....	1.839	3.43	3.56	3.79	4.73	2.46
1959.....	3.405	4.08	3.95	4.38	5.05	3.97
1959: June.....	3.247	4.09	4.04	4.46	5.04	3.83
July.....	3.243	4.11	4.04	4.47	5.08	3.98
August.....	3.358	4.10	3.96	4.43	5.09	3.97
September.....	3.998	4.26	4.13	4.52	5.18	4.63
October.....	4.117	4.11	3.99	4.57	5.28	4.73
November.....	4.209	4.12	3.94	4.56	5.26	4.67
December.....	4.572	4.27	4.05	4.58	5.28	4.88
1960: January.....	4.436	4.37	4.13	4.61	5.34	4.91
February.....	3.954	4.22	3.97	4.56	5.34	4.66
March.....	3.439	4.08	3.87	4.49	5.25	4.49
April.....	3.244	4.18	3.84	4.45	5.20	4.16
May.....	3.392	4.16	3.85	4.46	5.28	4.25
June.....	2.641	3.98	3.78	4.45	5.26	3.81
Week ended:						
1960: June 11.....	2.716	4.00	3.81	4.44	5.24	4.03
18.....	2.292	3.96	3.76	4.45	5.26	3.70
25.....	2.613	3.97	3.72	4.45	5.27	3.63
July 2.....	2.399	3.95	3.74	4.44	5.28	3.60
9.....	2.307	3.91	3.75	4.44	5.27	3.41
16.....	2.567	3.87	3.75	4.43	5.26	3.38
23.....	4.2.307					

<sup>1</sup> Rate on new issues within period.

<sup>2</sup> Series includes: April 1953 to date, bonds due or callable 10 years and after; April 1952-March 1953, bonds due or callable after 12 years; October 1941-March 1952, bonds due or callable after 15 years.

<sup>3</sup> Weekly data are Wednesday figures.

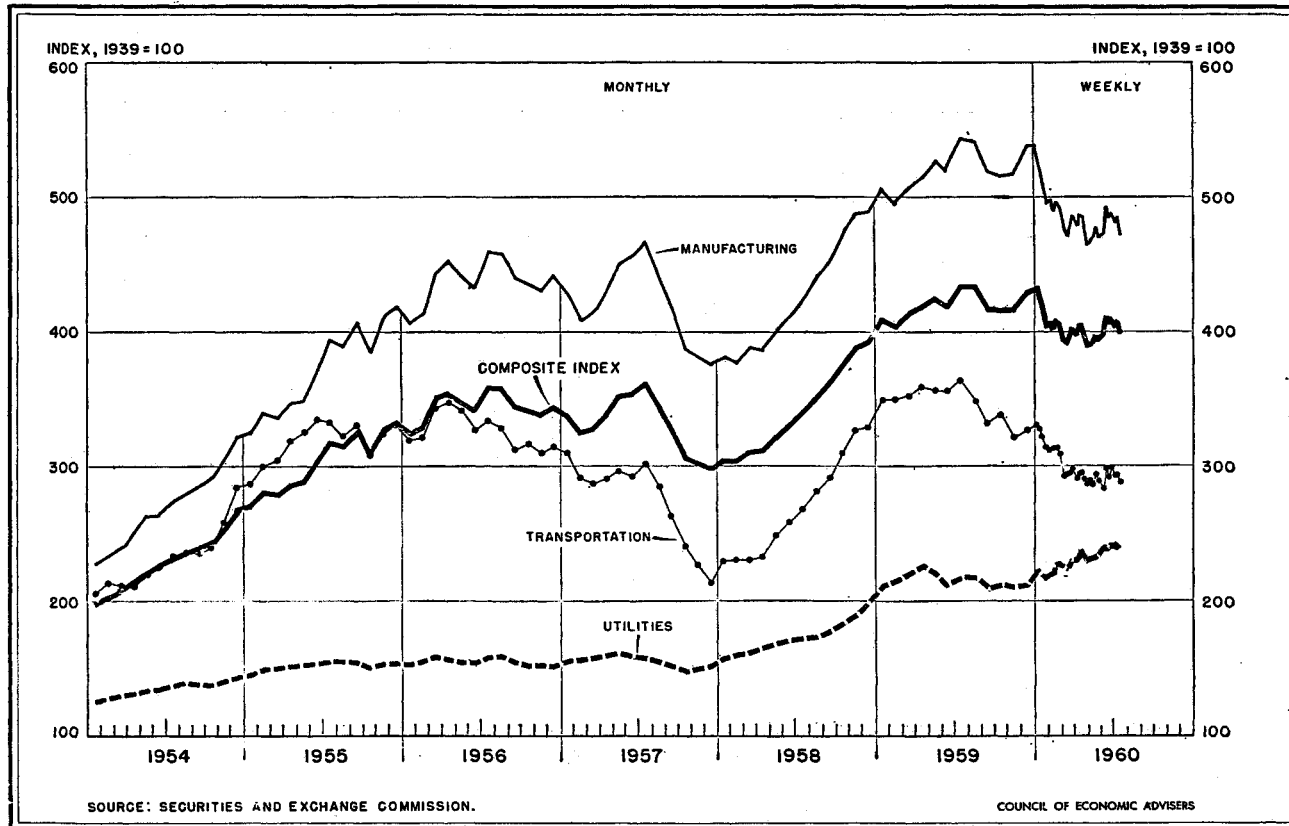
<sup>4</sup> Not charted.

Sources: Treasury Department and Board of Governors of the Federal Reserve System (except as noted).



## STOCK PRICES

Although stock prices declined somewhat in the second half of June, the average for the month was higher than in May. By mid-July, prices had dropped further.



[1939=100]

Period	Com- posite index <sup>1</sup>	Manufacturing			Trans- portation	Utilities	Trade, finance, and service	Mining
		Total	Durable goods	Nondura- ble goods				
Weekly average:								
1951.....	184.9	206.8	178.5	233.1	199.0	112.6	207.9	204.9
1952.....	195.0	220.2	188.8	249.3	220.6	117.9	206.0	275.7
1953.....	193.3	220.1	192.6	245.2	218.7	121.5	207.1	240.5
1954.....	229.8	271.3	245.2	295.2	232.6	135.8	235.6	267.0
1955.....	304.6	374.4	352.4	394.4	320.0	152.9	296.9	312.9
1956.....	345.0	438.6	409.8	465.1	327.1	155.8	306.3	357.5
1957.....	331.4	422.1	391.2	450.6	275.4	156.0	277.4	342.3
1958.....	340.9	426.4	385.3	458.0	270.2	173.3	314.5	313.8
1959.....	420.2	521.7	495.2	535.9	347.0	216.2	418.0	321.8
1959: June.....	419.0	520.9	495.8	533.9	357.1	212.8	417.5	325.6
July.....	434.3	542.6	521.8	551.2	364.3	217.8	429.4	321.4
August.....	433.9	542.5	516.1	556.3	349.4	219.0	425.4	324.4
September.....	417.2	520.3	499.8	529.0	333.0	211.2	424.5	305.4
October.....	416.4	517.2	498.4	524.4	338.8	213.4	428.4	291.9
November.....	416.6	519.0	496.4	529.6	322.3	211.3	434.2	285.4
December.....	429.2	538.3	517.5	547.1	327.8	213.0	440.5	296.7
1960: January.....	419.0	518.2	499.1	525.8	323.0	219.4	434.0	291.6
February.....	405.0	494.0	474.4	502.5	311.9	223.7	419.9	278.6
March.....	396.1	478.2	458.2	487.4	295.0	226.4	424.6	268.2
April.....	398.5	478.2	459.7	485.8	291.7	232.6	433.2	260.7
May.....	394.4	471.6	455.6	477.2	289.8	232.0	437.0	250.0
June.....	406.3	484.8	469.8	489.2	293.4	239.7	462.2	249.8
Week ended:								
1960: June 10.....	411.3	492.4	477.3	496.9	298.5	240.4	462.6	252.2
17.....	406.2	485.0	469.0	490.4	291.8	239.0	464.8	247.1
24.....	409.2	487.9	471.6	493.5	299.1	240.8	471.8	250.2
July 1.....	404.2	480.9	463.4	487.6	293.0	240.1	463.2	249.4
8.....	407.7	485.2	467.4	492.2	293.8	242.3	467.3	249.4
15.....	398.4	471.7	453.9	478.9	288.5	240.6	458.3	242.2

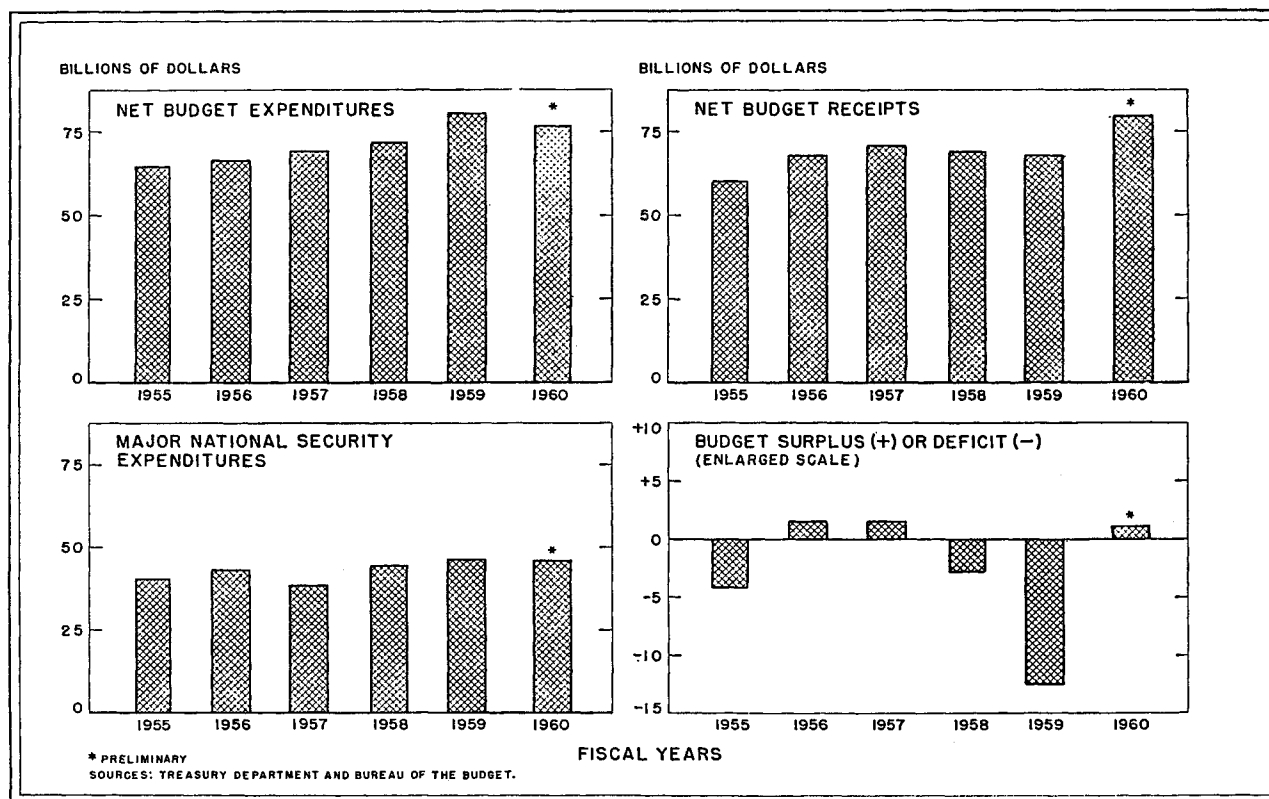
<sup>1</sup> Includes 265 common stocks: 98 for durable goods manufacturing, 72 for non-durable goods manufacturing, 21 for transportation, 29 for utilities, 31 for trade,

finance, and service, and 14 for mining. Indexes are for weekly closing prices. Source: Securities and Exchange Commission.

# FEDERAL FINANCE

## BUDGET RECEIPTS AND EXPENDITURES

For the fiscal year 1960, the budget showed a surplus of \$1.1 billion. In fiscal 1959, there was a deficit of \$12.4 billion.



[Billions of dollars]

Period	Net budget receipts	Net budget expenditures			Budget surplus or deficit (-)	Public debt (end of period) <sup>2</sup>
		Total	Major national security <sup>1</sup>	Department of Defense military functions		
Fiscal year 1955	60.4	64.6	40.6	35.5	-4.2	274.4
Fiscal year 1956	68.2	66.5	40.6	35.8	1.6	272.8
Fiscal year 1957	71.0	69.4	43.3	38.4	1.6	270.6
Fiscal year 1958	69.1	71.9	44.1	39.1	-2.8	276.4
Fiscal year 1959	68.3	80.7	46.4	41.2	-12.4	284.8
Fiscal year 1960 <sup>3</sup>	78.4	77.3	45.6	41.2	1.1	286.5
1959: May	5.4	6.2	3.6	3.2	-0.7	286.4
June	10.2	8.6	4.5	4.0	1.5	284.8
July <sup>3</sup>	3.2	6.6	3.8	3.4	-3.3	288.8
August <sup>3</sup>	5.7	6.3	3.7	3.4	-0.6	290.5
September <sup>3</sup>	8.5	6.4	3.8	3.4	2.1	288.4
October <sup>3</sup>	3.0	6.9	3.9	3.6	-3.8	291.4
November <sup>3</sup>	5.9	6.6	3.7	3.3	-0.7	290.7
December <sup>3</sup>	7.6	6.8	4.2	3.9	0.7	290.9
1960: January <sup>3</sup>	4.9	6.2	3.5	3.1	-1.3	291.2
February <sup>3</sup>	7.3	6.2	3.7	3.4	1.1	290.7
March <sup>3</sup>	9.6	6.4	4.0	3.6	3.2	287.0
April <sup>3</sup>	5.1	6.0	3.7	3.3	-1.0	288.9
May <sup>3</sup>	6.6	6.1	3.7	3.3	0.5	289.5
June <sup>3</sup>	11.1	6.9	4.0	3.5	4.2	286.6

<sup>1</sup> Includes military functions of Department of Defense, military assistance portion of the mutual security program, Atomic Energy Commission, stockpiling, and defense production expansion.

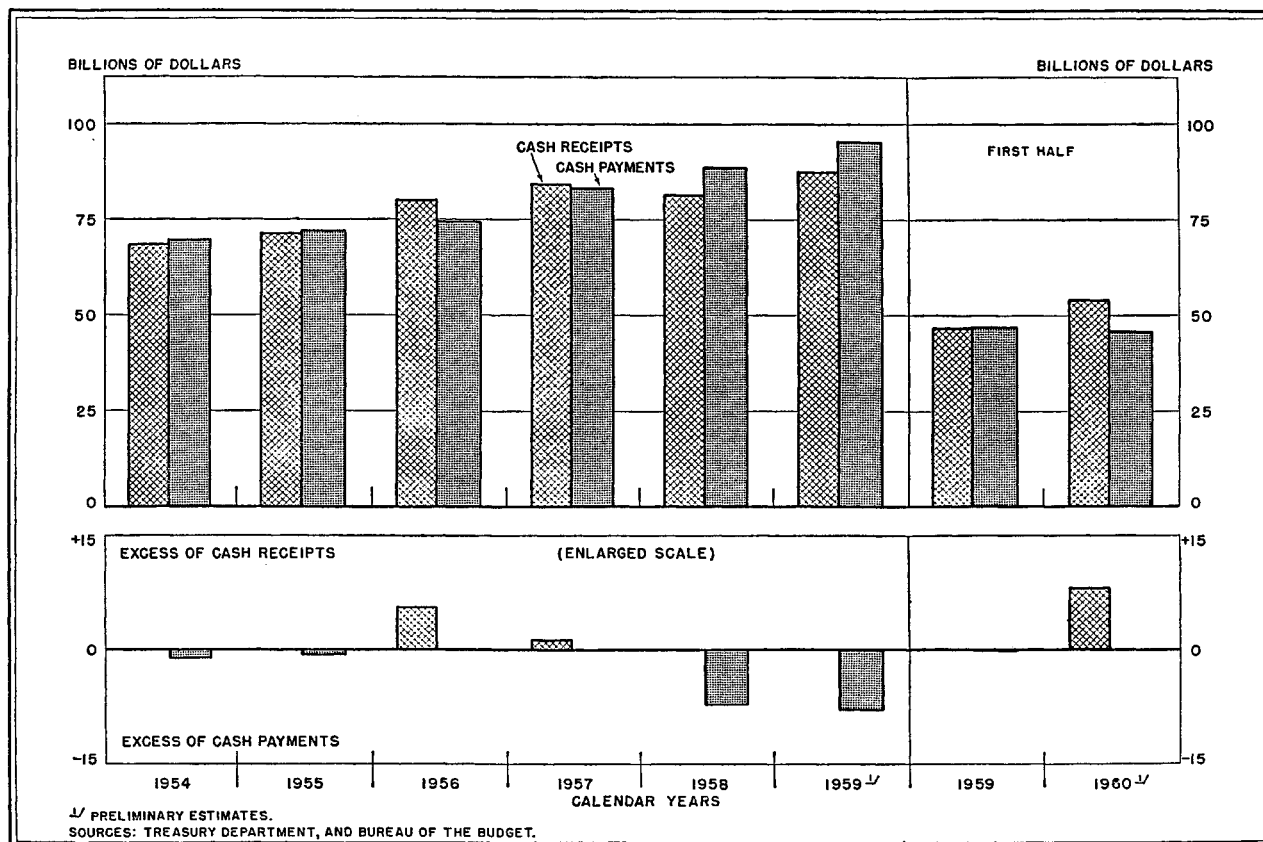
<sup>2</sup> Includes guaranteed securities, except those held by the Treasury. Not all of total shown is subject to statutory debt limitation.

<sup>3</sup> Preliminary.

Sources: Treasury Department and Bureau of the Budget.

## CASH RECEIPTS FROM AND PAYMENTS TO THE PUBLIC

In the fiscal year 1960, cash receipts from the public exceeded cash payments by \$700 million. In fiscal 1959, cash payments exceeded cash receipts by \$13.1 billion.



[Millions of dollars]

Period	Cash receipts from the public	Cash payments to the public	Excess of receipts or payments (-)
<b>Fiscal year total:</b>			
1956.....	77,087	72,616	4,471
1957.....	82,106	80,007	2,099
1958.....	81,892	83,412	-1,520
1959.....	81,660	94,804	-13,144
1960 <sup>1</sup> .....	94,988	94,286	702
<b>Calendar year total:</b>			
1956.....	80,332	74,806	5,526
1957.....	84,520	83,326	1,194
1958.....	81,729	89,015	-7,286
1959 <sup>1</sup> .....	87,553	95,559	-8,006
<b>Quarterly total, not adjusted for seasonal variation:</b>			
1958: Third quarter.....	18,274	23,789	-5,515
Fourth quarter.....	16,618	23,750	-7,132
1959: First quarter.....	22,628	22,734	-106
Second quarter.....	24,141	24,530	-389
Third quarter <sup>1</sup> .....	21,364	24,378	-3,014
Fourth quarter <sup>1</sup> .....	19,420	23,917	-4,497
1960: First quarter <sup>1</sup> .....	25,776	21,941	3,835
Second quarter <sup>1</sup> .....	28,428	24,050	4,378

<sup>1</sup> Preliminary.

Sources: Bureau of the Budget and Treasury Department.