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Economic Indicators

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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.

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TOTAL OUTPUT, INCOME, AND SPENDING

THE NATION'S INCOME, EXPENDITURE, AND SAVING

Gross national product rose by $11 billion (seasonally adjusted annual rate) in the second quarter, according to revised estimates.

[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Persons					Government						
	Disposable personal income					Net receipts			Expenditures			
	Total [1]	Less: Interest paid and transfer payments to foreigners	Equals: Total excluding interest and transfers	Personal consumption expenditures	Personal saving (+) or dissaving (−)	Tax and nontax receipts or accruals	Less: Transfers, interest, and subsidies [2]	Equals: Net receipts	Total expenditures	Less: Transfers, interest, and subsidies [2]	Equals: Purchases of goods and services	Surplus (+) or deficit (−) on income and product account
1958	318.8	6.5	312.4	290.1	22.3	114.7	33.0	81.6	127.2	33.0	94.2	−12.5
1959	337.3	7.0	330.3	311.2	19.1	128.9	34.0	95.0	131.0	34.0	97.0	−2.1
1960	350.0	7.8	342.3	325.2	17.0	139.8	36.5	103.3	136.1	36.5	99.6	3.7
1961	364.4	8.1	356.3	335.2	21.2	144.6	41.3	103.3	149.0	41.3	107.6	−4.3
1962	385.3	8.6	376.6	355.1	21.6	157.0	42.8	114.2	159.9	42.8	117.1	−2.9
1963	404.6	9.7	394.9	375.0	19.9	168.8	44.4	124.3	166.9	44.4	122.5	1.8
1964	436.6	10.7	425.8	401.4	24.5	174.2	46.7	127.5	175.6	46.7	128.9	−1.4
1965	469.1	11.9	457.2	431.5	25.7	189.0	49.6	139.4	185.8	49.6	136.2	3.2
1964: III	441.2	10.9	430.3	407.5	22.8	175.4	46.7	128.7	176.2	46.7	129.5	−.8
IV	446.6	11.2	435.4	408.8	26.6	178.2	46.7	131.5	176.2	46.7	129.4	2.1
1965: I	453.2	11.4	441.8	418.9	22.8	186.4	48.5	137.9	180.1	48.5	131.6	6.4
II	461.0	11.8	449.2	426.8	22.4	188.5	48.0	140.5	182.4	48.0	134.3	6.1
III	476.2	12.1	464.1	435.0	29.0	188.6	51.9	136.7	189.6	51.9	137.7	−1.0
IV	486.1	12.4	473.7	445.2	28.5	192.6	50.0	142.6	191.1	50.0	141.2	1.4
1966: I	495.1	12.7	482.4	455.6	26.7	203.1	53.4	149.7	198.4	53.4	145.0	4.7
II [6]	499.9	13.2	486.7	460.1	26.6	209.6	53.2	156.4	202.2	53.2	149.0	7.4

Period	Business			International					Total income or receipts	Statistical discrepancy	Gross national product or expenditure
					Net exports of goods and services						
	Gross retained earnings [3]	Gross private domestic investment [4]	Excess of investment (−)	Net transfers to foreigners by persons and Government	Exports	Less: Imports	Equals: Net exports	Excess of transfers (+) or of net exports (−) [5]			
1958	49.4	60.9	−11.5	2.3	23.1	20.9	2.2	0.1	445.8	1.6	447.3
1959	56.8	75.3	−18.5	2.4	23.5	23.3	.1	2.3	484.5	−.8	483.6
1960	56.8	74.8	−18.0	2.3	27.2	23.2	4.1	−1.7	504.8	−1.0	503.8
1961	58.7	71.7	−13.0	2.6	28.6	22.9	5.6	−3.1	520.8	−.7	520.1
1962	66.3	83.0	−16.8	2.7	30.3	25.1	5.1	−2.5	559.8	.5	560.3
1963	68.8	87.1	−18.4	2.8	32.3	26.4	5.9	−3.1	590.8	−.3	590.5
1964	76.9	93.0	−16.0	2.8	37.0	28.5	8.5	−5.7	633.1	−1.4	631.7
1965	83.4	106.6	−23.1	2.8	39.0	32.0	7.0	−4.2	682.8	−1.6	681.2
1964: III	78.4	92.5	−14.1	2.8	37.2	28.8	8.4	−5.7	640.2	−2.3	637.9
IV	77.9	97.4	−19.5	2.7	38.1	29.6	8.6	−5.9	647.5	−3.3	644.2
1965: I	82.6	103.8	−21.2	2.6	35.1	28.7	6.4	−3.8	664.9	−4.1	660.8
II	82.3	103.7	−21.4	3.1	40.5	32.3	8.2	−5.1	675.0	−2.1	672.9
III	83.8	106.7	−22.9	2.8	40.1	33.0	7.1	−4.2	687.3	−.8	686.5
IV	85.1	111.9	−26.8	2.5	40.3	34.2	6.1	−3.5	704.0	.4	704.4
1966: I	86.6	114.5	−27.9	3.4	41.7	35.6	6.0	−2.6	722.0	−.8	721.2
II [6]	87.5	118.5	−31.0	2.9	41.9	37.3	4.7	−1.8	733.4	−1.1	732.3

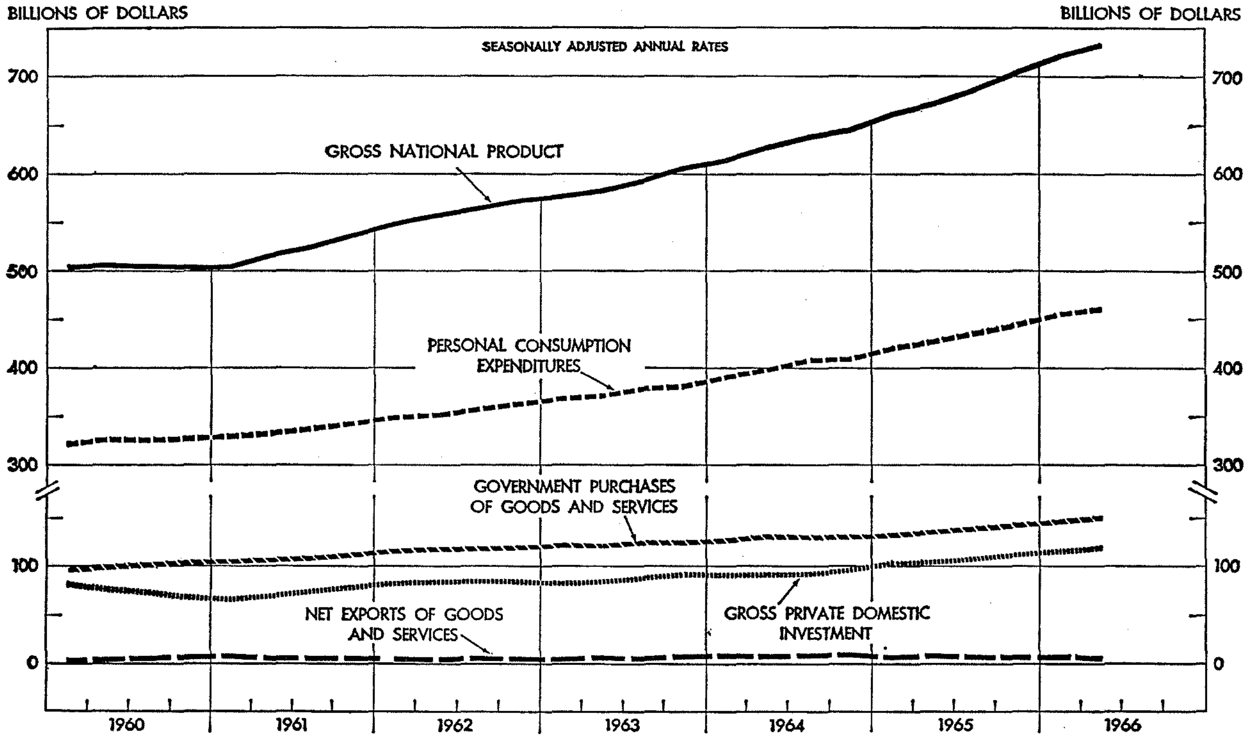
1 Personal income (p. 5) less personal taxes and nontax payments (fines, penalties, etc.).
2 Government transfer payments to persons, foreign net transfers by Government, net interest paid by government, and subsidies less current surplus of government enterprises.
3 Undistributed corporate profits, corporate inventory valuation adjustment, capital consumption allowances, and wage accruals less disbursements. Does not include retained earnings of unincorporated business, which are included in disposable personal income.
4 Private business investment, purchases of capital goods by private nonprofit institutions, and residential housing.
5 Net foreign investment with sign changed.
6 Preliminary.

NOTE.—Revised series beginning 1962. For details, see *Survey of Current Business*, July 1966.
Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

GROSS NATIONAL PRODUCT OR EXPENDITURE

According to revised estimates, gross national product on a seasonally adjusted basis increased 1½ percent in the second quarter. After adjustment for price changes, the increase was ½ percent.



SOURCE: DEPARTMENT OF COMMERCE

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Period	Total gross national product in 1958 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	Federal: Total	Federal: National defense[1]	Federal: Other	State and local	Implicit price deflator for total GNP, 1958=100[2]
	Billions of dollars; quarterly data at seasonally adjusted annual rates										
1955	*438.0*	398.0	254.4	67.4	2.0	74.2	44.1	38.6	5.5	30.1	90.9
1956	*446.1*	419.2	266.7	70.0	4.0	78.6	45.6	40.3	5.3	33.0	94.0
1957	*452.5*	441.1	281.4	67.8	5.7	86.1	49.5	44.2	5.3	36.6	97.5
1958	*447.3*	447.3	290.1	60.9	2.2	94.2	53.6	45.9	7.7	40.6	100.0
1959	*475.9*	483.6	311.2	75.3	.1	97.0	53.7	46.0	7.6	43.3	101.6
1960	*487.8*	503.8	325.2	74.8	4.1	99.6	53.5	44.9	8.6	46.1	103.3
1961	*497.3*	520.1	335.2	71.7	5.6	107.6	57.4	47.8	9.6	50.2	104.6
1962	*529.8*	560.3	355.1	83.0	5.1	117.1	63.4	51.6	11.8	53.7	105.8
1963	*551.0*	590.5	375.0	87.1	5.9	122.5	64.2	50.8	13.5	58.2	107.2
1964	*580.0*	631.7	401.4	93.0	8.5	128.9	65.2	50.0	15.2	63.7	108.9
1965	*614.4*	681.2	431.5	106.6	7.0	136.2	66.8	50.1	16.7	69.4	110.9
1964: III	*585.0*	637.9	407.5	92.5	8.4	129.5	65.1	49.8	15.3	64.4	109.1
IV	*587.2*	644.2	408.8	97.4	8.6	129.4	64.1	48.5	15.6	65.3	109.7
1965: I	*600.3*	660.8	418.9	103.8	6.4	131.6	64.4	48.2	16.2	67.3	110.1
II	*607.8*	672.9	426.8	103.7	8.2	134.3	65.6	49.1	16.5	68.7	110.7
III	*618.2*	686.5	435.0	106.7	7.1	137.7	67.5	50.7	16.8	70.2	111.0
IV	*631.2*	704.4	445.2	111.9	6.1	141.2	69.8	52.5	17.3	71.4	111.6
1966: I	*640.5*	721.2	455.6	114.5	6.0	145.0	71.9	54.6	17.4	73.1	112.6
II	*643.5*	732.3	460.1	118.5	4.7	149.0	74.0	57.1	16.9	75.0	113.8

[1] This category corresponds closely with budget expenditures for national defense, shown on p. 35.

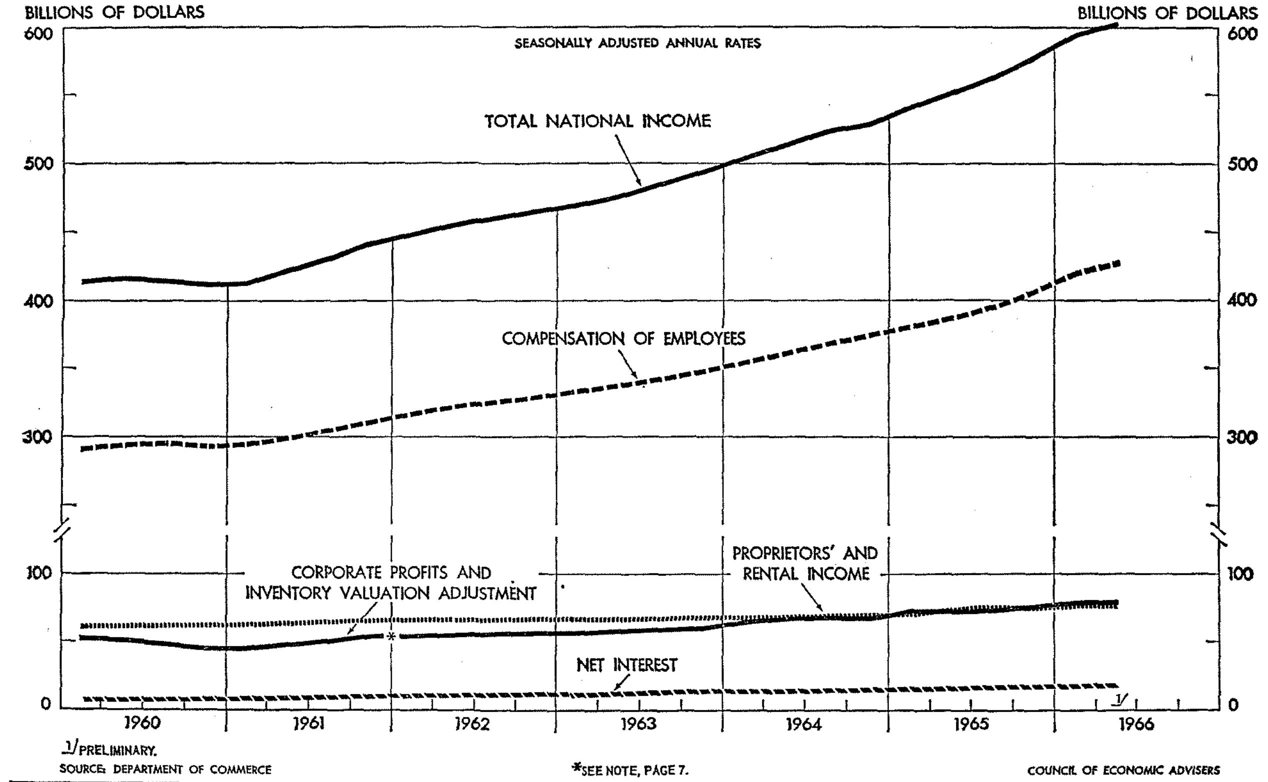
[2] Gross national product in current prices divided by gross national product in 1958 prices.

NOTE.—Revised series beginning 1962. For details, see *Survey of Current Business*, July 1966. Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

NATIONAL INCOME

National income rose $8½ billion (seasonally adjusted annual rate) in the second quarter, according to preliminary estimates. Employee compensation rose more than $8 billion and net interest another $½ billion. Farm proprietors' income dropped $¾ billion below the peak reached in the first quarter. Other forms of income showed little or no change.



[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Total national income	Compensation of employees [1]	Proprietors' income: Farm [2]	Proprietors' income: Business and professional	Rental income of persons	Net interest	Corporate profits and inventory valuation adjustment [3]: Total	Profits before taxes [3]	Inventory valuation adjustment
1955	331.0	224.5	11.4	30.3	13.9	4.1	46.9	48.6	−1.7
1956	350.8	243.1	11.4	31.3	14.3	4.6	46.1	48.8	−2.7
1957	366.1	256.0	11.3	32.8	14.8	5.6	45.6	47.2	−1.5
1958	367.8	257.8	13.4	33.2	15.4	6.8	41.1	41.4	−.3
1959	400.0	279.1	11.4	35.1	15.6	7.1	51.7	52.1	−.5
1960	414.5	294.2	12.0	34.2	15.8	8.4	49.9	49.7	.2
1961	427.3	302.6	12.8	35.6	16.0	10.0	50.3	50.3	−.1
1962	457.7	323.6	13.0	37.1	16.7	11.6	55.7	55.4	.3
1963	481.9	341.0	13.1	37.9	17.1	13.8	58.9	59.4	−.5
1964	517.3	365.7	12.0	39.9	17.7	15.5	66.6	67.0	−.4
1965	559.0	392.9	15.1	40.7	18.3	17.8	74.2	75.7	−1.5
1964: III	522.9	369.8	11.7	40.3	17.8	15.7	67.8	67.8	(4)
IV	528.5	375.3	11.9	40.3	17.9	16.3	66.8	67.7	−.9
1965: I	543.3	381.7	12.9	40.5	18.1	16.9	73.2	74.5	−1.3
II	552.2	387.8	15.5	40.4	18.3	17.5	72.7	74.5	−1.8
III	562.7	395.6	16.0	40.7	18.4	18.1	74.0	75.0	−1.0
IV	577.8	406.5	16.0	41.1	18.5	18.7	76.9	78.7	−1.8
1966: I	595.7	419.6	17.0	41.4	18.7	19.1	80.0	82.7	−2.8
II [5]	604.3	427.9	16.3	41.6	18.8	19.6	80.0	82.9	−2.9

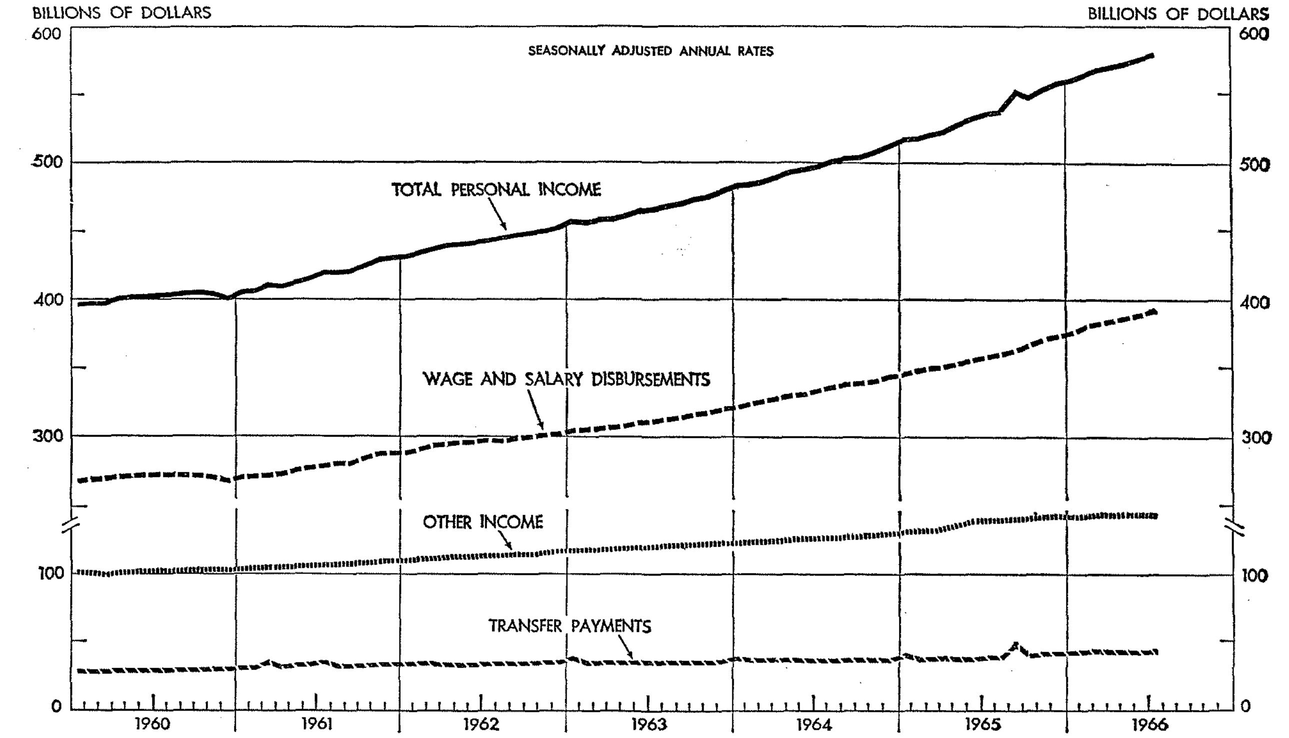
[1] Includes employer contributions for social insurance. (See also p. 4.)
[2] Excludes farm profits of corporations engaged in farming and therefore differs from net farm income (including net inventory change) on p. 6 which includes such profits.
[3] See Note, p. 7.
[4] Less than $50 million.
[5] Preliminary.

NOTE.—Revised series beginning 1962. For details, see *Survey of Current Business*, July 1966.
Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

SOURCES OF PERSONAL INCOME

Personal income in July had a modest increase of $2.5 billion (seasonally adjusted annual rate). Wage and salary disbursements were up $2.8 billion with the Government pay raise counteracting the airline strike. Contributions for social security were up $0.7 billion with the beginning of the Supplemental Health Insurance Plan.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars; monthly data at seasonally adjusted annual rates]

Period	Total personal income	Wage and salary disbursements [1]	Other labor income [2]	Proprietors' income: Farm	Proprietors' income: Business and professional	Rental income of persons	Dividends	Personal interest income	Transfer payments	Less: Personal contributions for social insurance	Nonagricultural personal income [3]
1957	351.1	238.7	9.5	11.3	32.8	14.8	11.7	17.6	21.4	6.7	336.6
1958	361.2	239.9	9.9	13.4	33.2	15.4	11.6	18.9	25.7	6.9	344.3
1959	383.5	258.2	11.3	11.4	35.1	15.6	12.6	20.7	26.6	7.9	368.5
1960	401.0	270.8	12.0	12.0	34.2	15.8	13.4	23.4	28.5	9.3	385.2
1961	416.8	278.1	12.7	12.8	35.6	16.0	13.8	25.0	32.4	9.6	400.0
1962	442.6	296.1	13.9	13.0	37.1	16.7	15.2	27.7	33.3	10.3	425.5
1963	465.5	311.1	14.9	13.1	37.9	17.1	16.5	31.4	35.3	11.8	448.1
1964	496.0	333.6	16.6	12.0	39.9	17.7	17.3	34.6	36.8	12.5	479.7
1965	535.1	358.4	18.5	15.1	40.7	18.3	19.2	38.4	39.7	13.2	515.6
1965: June	532.2	356.1	18.4	16.9	40.4	18.3	19.3	38.4	37.5	13.2	510.8
July	535.4	358.3	18.6	16.3	40.7	18.4	19.3	38.7	38.4	13.2	514.6
Aug	537.8	360.6	18.8	15.9	40.6	18.4	19.5	38.9	38.3	13.2	517.6
Sept	[4] 552.5	363.5	19.0	15.9	40.7	18.5	19.8	39.2	[4] 49.2	13.2	[4] 532.3
Oct	547.2	366.9	19.2	15.8	40.8	18.5	20.0	39.4	39.8	13.3	526.9
Nov	553.2	371.4	19.4	16.0	41.1	18.6	20.2	39.7	40.3	13.5	532.6
Dec	558.2	374.1	19.6	16.2	41.3	18.6	20.5	40.0	41.4	13.6	537.2
1966: Jan	560.2	376.8	19.8	16.8	41.3	18.6	20.8	40.5	42.3	16.8	538.8
Feb	564.7	380.1	20.0	17.0	41.3	18.7	21.0	41.0	42.6	16.9	543.0
Mar	569.0	382.9	20.2	17.3	41.5	18.7	20.9	41.4	42.9	16.9	547.0
Apr	570.5	384.7	20.4	16.7	41.5	18.7	21.0	41.8	42.6	17.0	549.1
May	573.0	387.0	20.6	16.3	41.6	18.8	21.2	42.1	42.5	17.1	551.9
June	577.2	390.5	20.7	15.9	41.7	18.8	21.1	42.3	43.2	17.2	556.5
July [5]	579.7	393.3	20.9	15.6	41.8	18.9	21.1	42.6	43.5	17.9	559.4

[1] Compensation of employees (see p. 3) excluding employer contributions for social insurance and wage accruals less disbursements.

[2] Employer contributions to private pension, health, and welfare funds; compensation for injuries; directors' fees; military reserve pay; and a few other minor items.

[3] Personal income exclusive of net income of unincorporated farm enterprises, farm wages, agricultural net interest, and net dividends paid by agricultural corporations.

[4] Includes retroactive social security benefits of $885 million or $10.6 billion at annual rate.

[5] Preliminary.

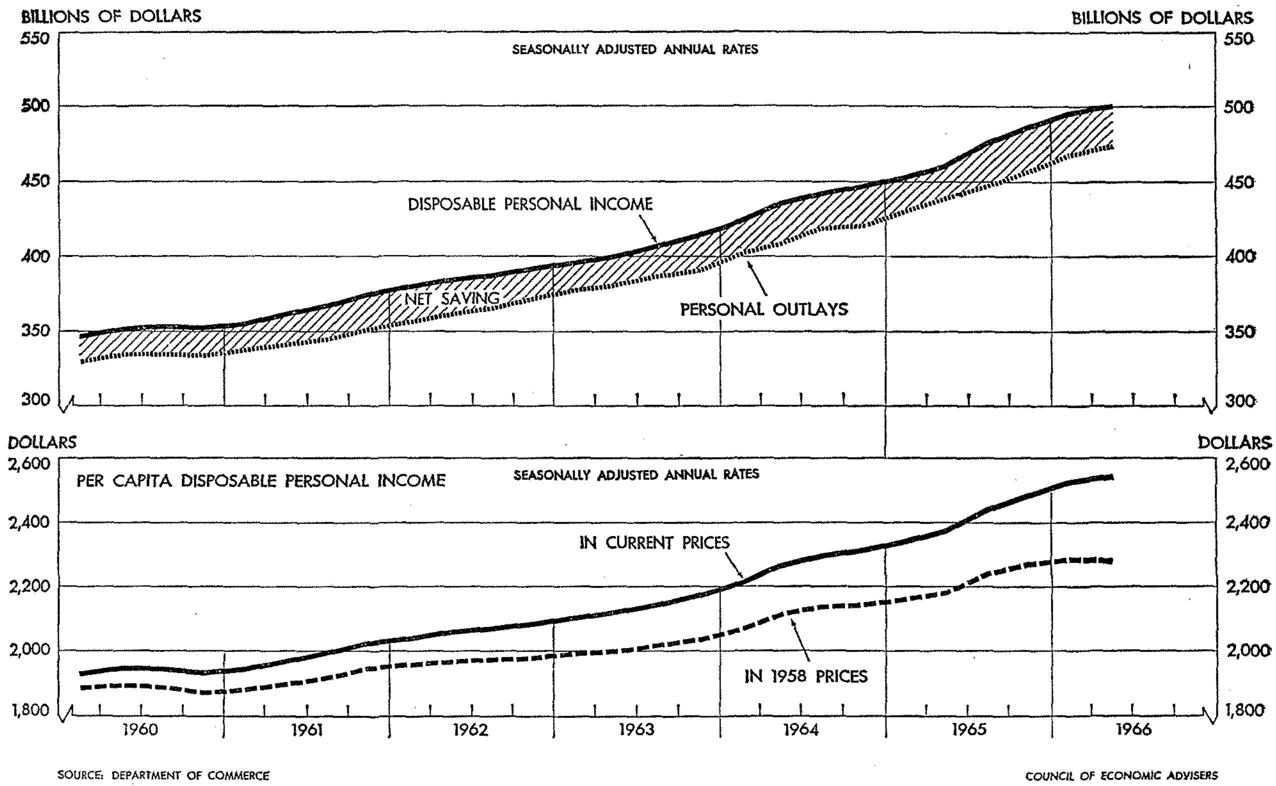
NOTE.—Revised series beginning 1962. For details, see *Survey of Current Business*, July 1966.

Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

DISPOSITION OF PERSONAL INCOME

Personal income in the second quarter slowed down from its recent pace but still registered a strong gain of $9 billion (seasonally adjusted annual rate). Personal taxes rose sharply with the advent of graduated withholding; hence, disposable income was up only about $5 billion, and the saving rate fell slightly.



Period	Personal income	Less: Personal taxes	Equals: Disposable personal income	Less: Personal outlays: Total personal outlays [1]	Personal consumption expenditures [2]: Durable goods	Nondurable goods	Services	Equals: Personal saving	Per capita disposable personal income: Current prices	1958 prices	Saving as percent of disposable personal income (percent)	Population (thousands)
	Billions of dollars								Dollars			
1956	333.0	39.8	293.2	272.6	38.9	129.3	98.5	20.6	1,743	1,838	7.0	168,221
1957	351.1	42.6	308.5	287.8	40.8	135.6	105.0	20.8	1,801	1,844	6.7	171,274
1958	361.2	42.3	318.8	296.5	37.9	140.2	112.0	22.3	1,831	1,831	7.0	174,141
1959	383.5	46.2	337.3	318.2	44.3	146.6	120.3	19.1	1,905	1,881	5.7	177,073
1960	401.0	50.9	350.0	333.0	45.3	151.3	128.7	17.0	1,937	1,883	4.9	180,684
1961	416.8	52.4	364.4	343.2	44.2	155.9	135.1	21.2	1,983	1,909	5.8	183,756
1962	442.6	57.4	385.3	363.7	49.5	162.6	143.0	21.6	2,064	1,968	5.6	186,656
1963	465.5	60.9	404.6	384.7	53.9	168.6	152.4	19.9	2,136	2,013	4.9	189,417
1964	496.0	59.4	436.6	412.1	59.4	178.9	163.1	24.5	2,272	2,116	5.6	192,120
1965	535.1	66.0	469.1	443.4	66.1	190.6	174.8	25.7	2,411	2,214	5.5	194,572
	Seasonally adjusted annual rates											
1964: III	500.3	59.1	441.2	418.4	61.1	181.7	164.7	22.8	2,292	2,134	5.2	192,492
IV	507.5	60.9	446.6	420.0	58.9	182.4	167.5	26.6	2,312	2,140	6.0	193,196
1965: I	518.0	64.9	453.2	430.3	65.1	184.5	169.3	22.8	2,339	2,162	5.0	193,731
II	527.6	66.6	461.0	438.6	64.4	189.4	173.0	22.4	2,373	2,181	4.9	194,268
III	541.9	65.7	476.2	447.1	66.7	191.4	176.9	29.0	2,443	2,241	6.1	194,898
IV	552.8	66.7	486.1	457.6	68.0	197.0	180.2	28.5	2,486	2,270	5.9	195,543
1966: I	564.6	69.5	495.1	468.4	70.3	201.9	183.4	26.7	2,525	2,287	5.4	196,082
II	573.5	73.6	499.9	473.3	67.1	205.6	187.4	26.6	2,543	2,278	5.3	196,585

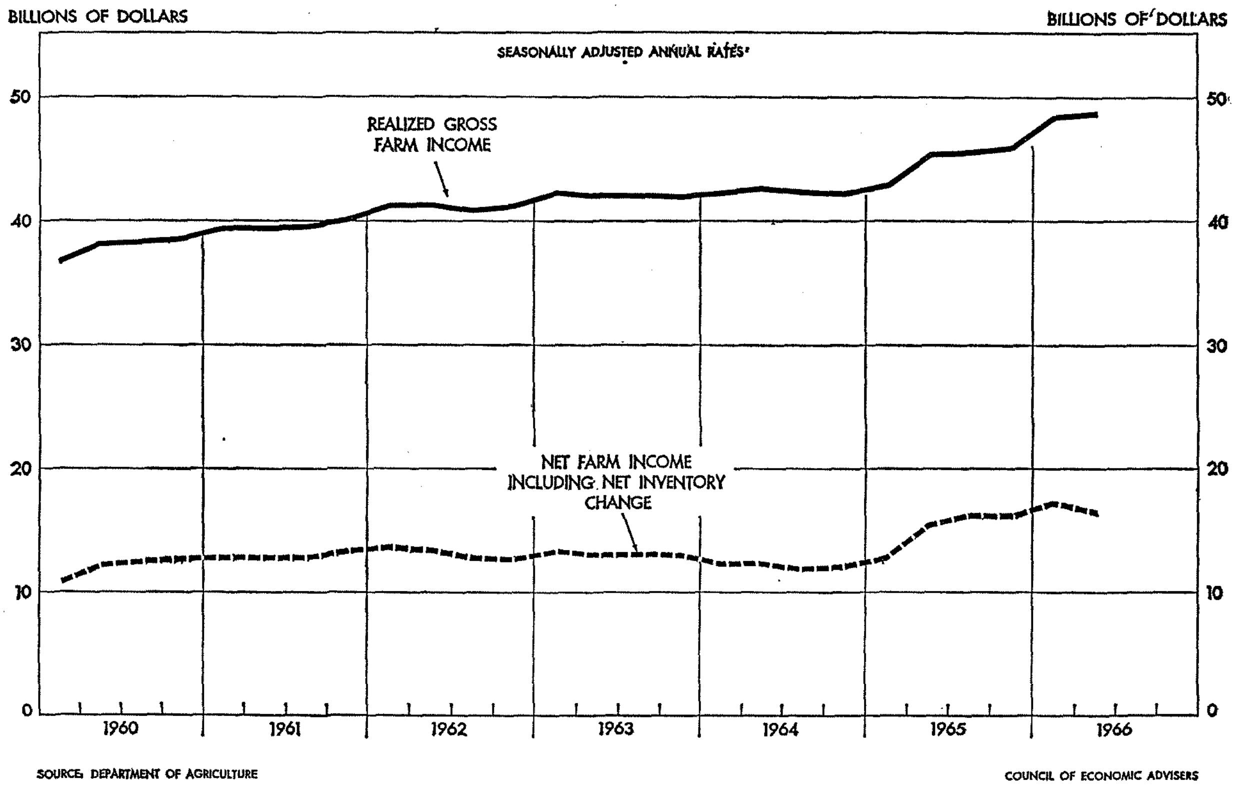
[1] Includes personal consumption expenditures, interest paid by consumers, and personal transfer payments to foreigners.
[2] See p. 2 for total personal consumption expenditures.

NOTE.—Revised series beginning 1962. For details, see *Survey of Current Business*, July 1966.
Data for Alaska and Hawaii included beginning 1960.

Sources: Department of Commerce and Council of Economic Advisers.

FARM INCOME

In the second quarter seasonally adjusted net farm income, including net inventory change, fell 4 percent from the record high of the first quarter.



Period	Personal income received by total farm population			Income received from farming					Net income per farm including net inventory change [3]	
	From all sources	From farm sources	From nonfarm sources	Realized gross: Total [1]	Realized gross: Cash receipts from marketings	Production expenses	Net to farm operators: Excluding net inventory change	Net to farm operators: Including net inventory change [2]	Current prices	1965 prices [4]
	Billions of dollars								Dollars	
1957	17.7	11.0	6.6	34.0	29.7	23.3	10.7	11.3	2,590	2,786
1958	19.5	12.8	6.7	37.9	33.5	25.2	12.7	13.5	3,189	3,429
1959	18.1	11.0	7.0	37.5	33.5	26.1	11.4	11.5	2,795	2,973
1960	18.7	11.4	7.2	37.9	34.0	26.2	11.7	12.0	3,043	3,203
1961	19.0	12.1	6.9	39.6	34.9	27.0	12.6	12.9	3,389	3,567
1962	19.2	12.2	7.0	41.0	36.2	28.5	12.5	13.1	3,562	3,710
1963	18.7	12.0	6.7	42.1	37.2	29.6	12.5	13.1	3,671	3,785
1964	17.9	11.1	6.7	42.3	36.9	29.4	12.9	12.1	3,479	3,550
1965	20.6	13.7	6.8	44.9	39.2	30.7	14.2	15.2	4,493	4,493
	Seasonally adjusted annual rates									
1964: III				42.3	36.9	29.3	13.0	11.8	3,400	3,470
IV				42.2	36.7	29.2	13.0	12.0	3,460	3,530
1965: I				42.9	37.3	30.0	12.9	12.9	3,820	3,860
II				45.4	39.7	30.8	14.6	15.5	4,590	4,590
III				45.5	39.7	30.9	14.6	16.1	4,770	4,770
IV				45.9	40.0	31.2	14.7	16.1	4,770	4,770
1966: I				48.4	42.2	31.9	16.5	17.1	5,210	5,110
II				48.7	42.2	32.5	16.2	16.4	5,000	4,850

[1] Cash receipts from marketings, Government payments, and nonmoney income furnished by farms.

[2] Inventory of crops and livestock valued at the average price for the year. Also, see footnote 2, p. 3.

[3] Based on 1959 Census of Agriculture definition of a farm. The number of farms is held constant within a year.

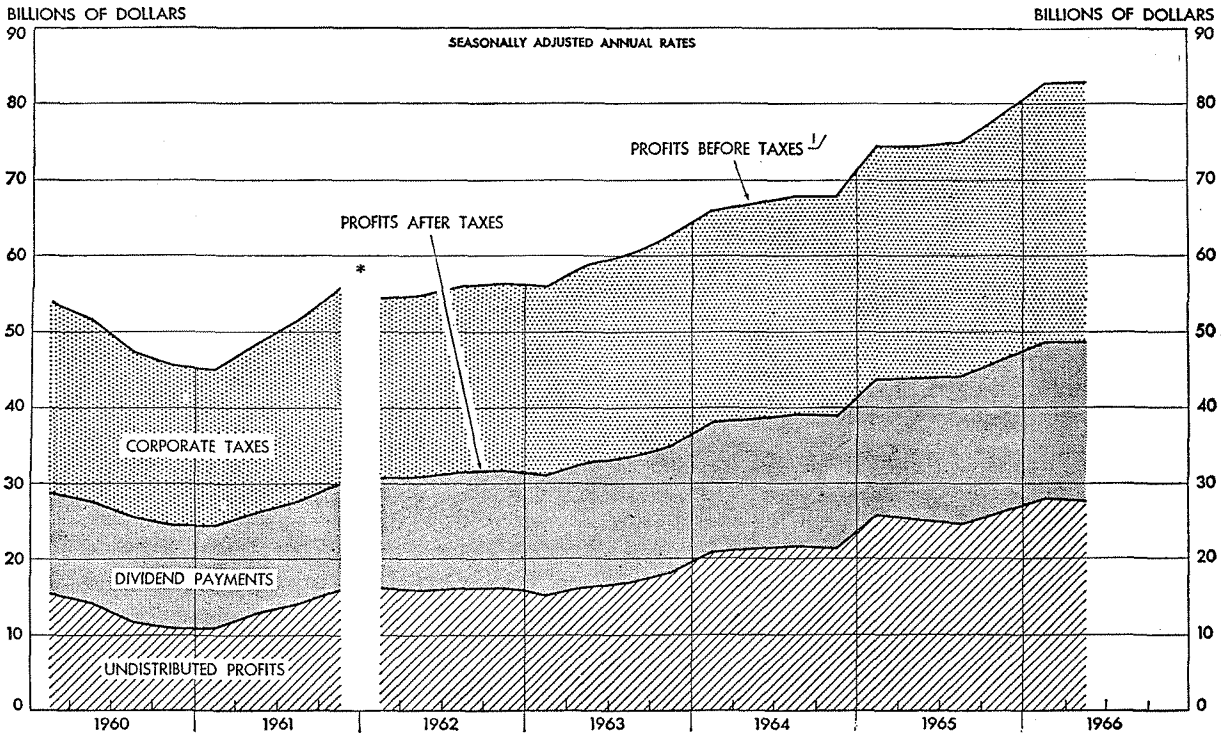
[4] Income in current prices divided by the index of prices paid by farmers for family living items on a 1965 base.

NOTE.—Revised series beginning 1962. For details, see *Farm Income Situation*, July 1966.

Source: Department of Agriculture.

CORPORATE PROFITS

According to preliminary data, corporate profits (before taxes) and inventory valuation adjustment in the second quarter amounted to $80 billion (seasonally adjusted annual rate), unchanged from the first quarter level and 10 percent above a year earlier.



1/ EXCLUDING INVENTORY VALUATION ADJUSTMENT

SOURCE: DEPARTMENT OF COMMERCE

* SEE NOTE ON TABLE BELOW.

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[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Corporate profits (before taxes) and inventory valuation adjustment						Corporate profits before taxes	Corporate tax liability	Corporate profits after taxes			Corporate capital consumption allowances [1]	Profits plus capital consumption allowances [2]
	All industries	Manufacturing			Transportation, communications, and public utilities	All other industries			Total	Dividend payments	Undistributed profits		
		Total	Durable goods industries	Nondurable goods industries									
1957	45.6	24.0	13.3	10.7	5.8	15.8	47.2	21.2	26.0	11.7	14.2	20.8	46.8
1958	41.1	19.3	9.3	10.0	5.9	15.9	41.4	19.0	22.3	11.6	10.8	22.0	44.3
1959	51.7	26.3	13.6	12.7	7.0	18.4	52.1	23.7	28.5	12.6	15.9	23.5	52.0
1960	49.9	24.4	12.0	12.4	7.5	17.9	49.7	23.0	26.7	13.4	13.2	24.9	51.6
1961	50.3	23.3	11.4	11.9	7.9	19.1	50.3	23.1	27.2	13.8	13.5	26.2	53.5
1962	55.7	26.6	14.1	12.5	8.5	20.5	55.4	24.2	31.2	15.2	16.0	30.1	61.3
1963	58.9	28.8	15.8	13.0	9.5	20.7	59.4	26.3	33.1	16.5	16.6	31.8	64.8
1964	66.6	32.4	17.9	14.5	10.4	23.8	67.0	28.4	38.7	17.3	21.3	33.9	72.5
1965	74.2	37.8	22.1	15.7	11.1	25.3	75.7	31.2	44.5	19.2	25.3	36.3	80.8
1964: III	67.8	33.0	18.4	14.6	10.6	24.1	67.8	28.7	39.1	17.4	21.7	34.2	73.3
IV	66.8	32.2	17.5	14.7	10.5	24.1	67.7	28.6	39.0	17.7	21.4	34.8	73.8
1965: I	73.2	37.4	21.9	15.5	10.7	25.0	74.5	30.7	43.8	18.1	25.7	35.2	79.0
II	72.7	36.7	21.2	15.5	10.9	25.1	74.5	30.7	43.8	18.8	25.0	36.0	79.8
III	74.0	37.4	21.9	15.5	11.2	25.3	75.0	30.9	44.1	19.5	24.6	36.8	80.9
IV	76.9	39.6	23.2	16.4	11.5	25.9	78.7	32.4	46.3	20.2	26.1	37.2	83.5
1966: I	*80.0*	*41.9*	*24.7*	*17.2*	*11.3*	*26.8*	*82.7*	*34.1*	*48.7*	*20.9*	*27.8*	*37.7*	*86.4*
II [3]	80.0	(4)	(4)	(4)	(4)	(4)	82.9	34.2	48.7	21.1	27.7	38.5	87.2

[1] Includes depreciation, capital outlays charged to current account, and accidental damages.
[2] Corporate profits after taxes plus corporate capital consumption allowances.
[3] Preliminary. [4] Not available.

NOTE.—Revised series beginning 1962. For details, see *Survey of Current Business*, July 1966.
Data beginning 1962 adjusted for effects of new depreciation guidelines ($2½billion for 1962) and therefore not comparable with preceding data.
Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

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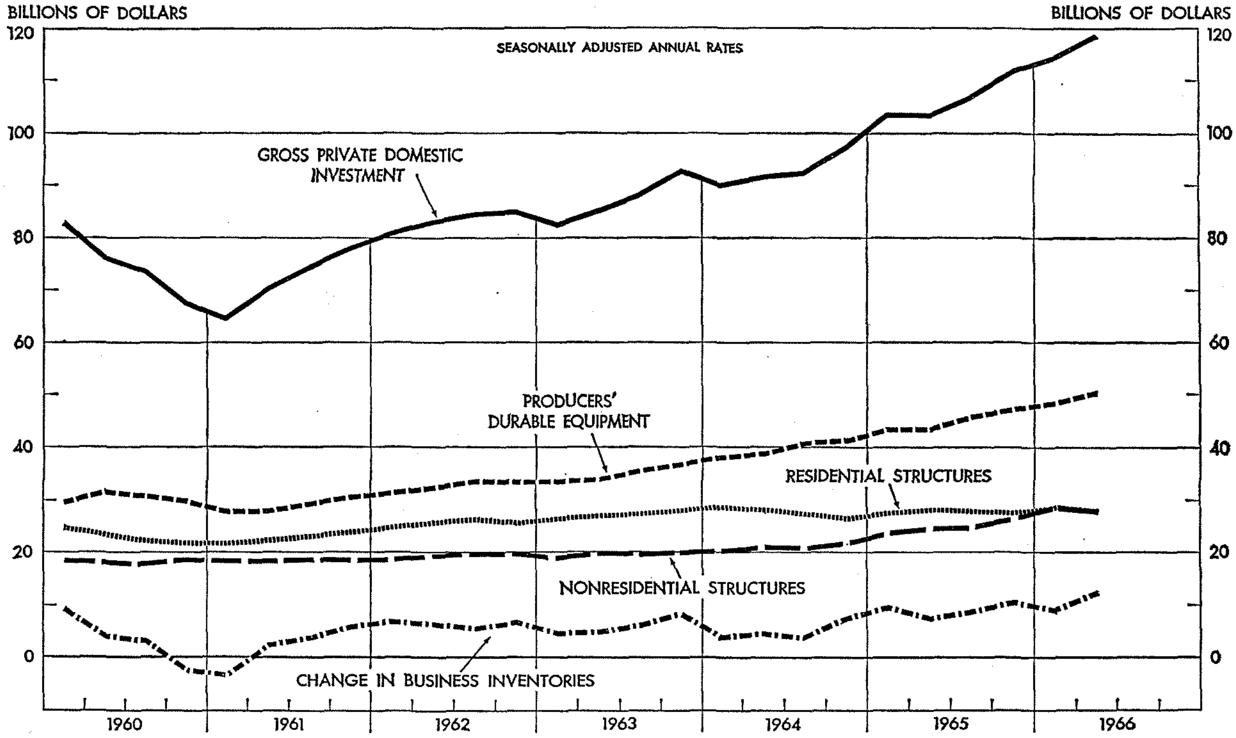
GROSS PRIVATE DOMESTIC INVESTMENT

Gross private domestic investment advanced $4 billion in the second quarter. Inventory accumulation accelerated by $3½ billion (seasonally adjusted annual rate) and fixed investment gained $½ billion despite declines of $½ billion each in residential and nonresidential structures.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars; quarterly data at seasonally adjusted annual rates]

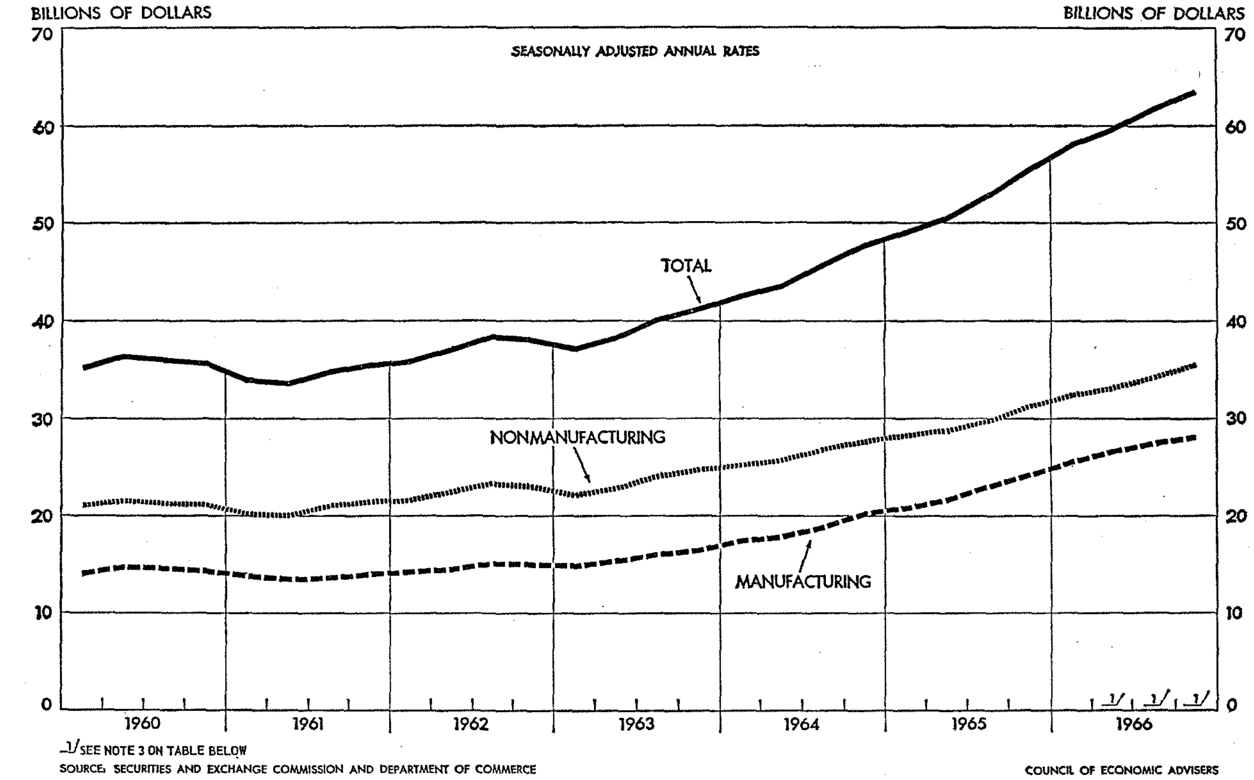
Period	Total gross private domestic investment	Fixed investment								Change in business inventories	
		Total	Nonresidential					Residential structures		Total	Nonfarm
			Total	Structures		Producers' durable equipment		Total	Nonfarm		
				Total	Nonfarm	Total	Nonfarm				
1955	67.4	61.4	38.1	14.3	13.6	23.8	21.2	23.3	22.7	6.0	5.5
1956	70.0	65.3	43.7	17.2	16.5	26.5	24.2	21.6	20.9	4.7	5.1
1957	67.8	66.5	46.4	18.0	17.2	28.4	25.9	20.2	19.5	1.3	.8
1958	60.9	62.4	41.6	16.6	15.8	25.0	22.0	20.8	20.1	−1.5	−2.3
1959	75.3	70.5	45.1	16.7	15.9	28.4	25.4	25.5	24.8	4.8	4.8
1960	74.8	71.3	48.4	18.1	17.4	30.3	27.7	22.8	22.2	3.6	3.3
1961	71.7	69.7	47.0	18.4	17.7	28.6	25.8	22.6	22.0	2.0	1.7
1962	83.0	77.0	51.7	19.2	18.5	32.5	29.4	25.3	24.8	6.0	5.3
1963	87.1	81.3	54.3	19.5	18.8	34.8	31.2	27.0	26.4	5.9	5.1
1964	93.0	88.3	60.7	21.0	20.3	39.7	35.9	27.6	27.0	4.7	5.3
1965	106.6	97.5	69.7	24.9	24.2	44.8	40.6	27.8	27.2	9.1	8.1
1964: III	92.5	88.9	61.7	21.0	20.3	40.7	36.9	27.2	26.6	3.6	4.6
IV	97.4	90.0	63.3	21.8	21.2	41.4	37.7	26.7	26.2	7.4	7.9
1965: I	103.8	94.4	66.7	23.6	22.9	43.1	39.3	27.7	27.2	9.5	9.4
II	103.7	96.0	67.9	24.6	24.0	43.3	39.4	28.1	27.5	7.6	6.7
III	106.7	98.0	70.2	24.4	23.8	45.8	41.3	27.8	27.3	8.7	7.2
IV	111.9	101.5	73.9	26.8	26.1	47.1	42.3	27.6	27.0	10.4	9.0
1966: I	114.5	105.6	77.0	28.5	27.8	48.5	43.7	28.6	28.0	8.9	8.5
II	118.5	106.2	78.2	27.9	27.2	50.3	45.4	28.0	27.4	12.3	12.1

NOTE.—Revised series beginning 1962. For details, see *Survey of Current Business*, July 1966. Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

EXPENDITURES FOR NEW PLANT AND EQUIPMENT

Business expenditures for new plant and equipment in 1966 are now expected to rise 17 percent above 1965, to $60.8 billion. This is 1 percent more than reported in February. Outlays in the last half of 1966, seasonally adjusted, are expected to maintain a steady advance.



[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Total [1]	Manufacturing			Mining	Transportation		Public utilities	Commercial and other [2]
		Total	Durable goods	Nondurable goods		Railroads	Other		
1953	28.32	11.91	5.65	6.26	0.99	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	35.68	14.48	7.18	7.30	.99	1.03	1.94	5.68	11.57
1961	34.37	13.68	6.27	7.40	.98	.67	1.85	5.52	11.68
1962	37.31	14.68	7.03	7.65	1.08	.85	2.07	5.48	13.15
1963	39.22	15.69	7.85	7.84	1.04	1.10	1.92	5.65	13.82
1964	44.90	18.58	9.43	9.16	1.19	1.41	2.38	6.22	15.13
1965	51.96	22.45	11.40	11.05	1.30	1.73	2.81	6.94	16.73
1966 [3]	60.78	27.02	13.78	13.24	1.42	2.05	3.49	7.99	18.80
1965: I	49.00	20.75	10.40	10.40	1.25	1.75	2.55	6.80	15.85
II	50.35	21.55	10.80	10.70	1.30	1.55	2.70	6.85	16.40
III	52.75	23.00	11.75	11.25	1.25	1.70	3.00	6.75	17.00
IV	55.35	24.15	12.45	11.70	1.35	1.95	3.00	7.30	17.55
1966: I	58.00	25.60	13.15	12.45	1.40	1.75	3.30	8.25	17.70
II [3]	59.60	26.60	13.55	13.05	1.40	1.85	3.40	7.80	18.50
III [3]	61.65	27.55	14.00	13.50	1.40	2.10	3.65	8.10	18.85
IV [3]	63.55	28.10	14.30	13.75			35.50		

[1] Excludes agriculture.
[2] Commercial and other includes trade, service, finance, communications, and construction.
[3] Estimates based on anticipated capital expenditures as reported by business in late April and May 1966. Includes adjustments when necessary for systematic tendencies in anticipatory data.

NOTE.—*Beginning 1959 all quarterly data are rounded to nearest $50 million.*

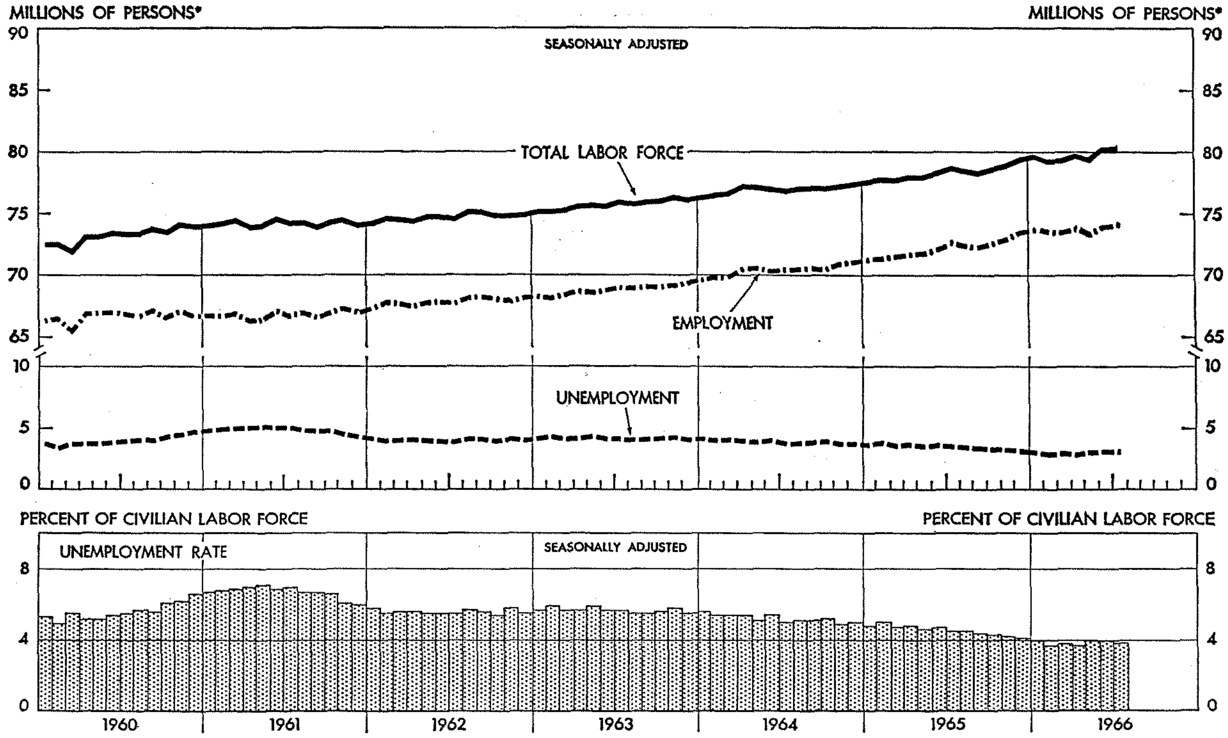
Annual total is the sum of unadjusted expenditures; it does not necessarily coincide with the average of seasonally adjusted figures.
These figures do not agree with the totals included in the gross national product estimates of the Department of Commerce, principally because the latter cover agricultural 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

Employment, seasonally adjusted, rose by 75,000 in July and the civilian labor force increased by 12,000. Nonagricultural employment rose by 169,000 while agricultural employment declined by 94,000, according to the household survey.



*14 YEARS OF AGE AND OVER.
SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total labor force (including armed forces)	Civilian employment		Unemployment	Total labor force (including armed forces)	Civilian labor force	Civilian employment			Unemployment	Unemployment rate (percent of civilian labor force)		Labor force participation rate, unadjusted[1]
		Total	Nonagricultural				Total	Agricultural	Nonagricultural		Unadjusted	Seasonally adjusted	
	Thousands of persons 14 years of age and over										Percent		
1961	74, 175	66, 796	61, 333	4, 806	74, 175	71, 603	66, 796	5, 463	61, 333	4, 806	6. 7	-------	58. 0
1962[2]	74, 681	67, 846	62, 657	4, 007	74, 681	71, 854	67, 846	5, 190	62, 657	4, 007	5. 6	-------	57. 4
1963	75, 712	68, 809	63, 863	4, 166	75, 712	72, 975	68, 809	4, 946	63, 863	4, 166	5. 7	-------	57. 3
1964	76, 971	70, 357	65, 596	3, 876	76, 971	74, 233	70, 357	4, 761	65, 596	3, 876	5. 2	-------	57. 4
1965	78, 357	72, 179	67, 594	3, 456	78, 357	75, 635	72, 179	4, 585	67, 594	3, 456	4. 6	-------	57. 5
	Unadjusted				Seasonally adjusted								
1965:													
May	78, 425	72, 407	67, 278	3, 335	*77, 990*	*75, 306*	*71, 816*	*4, 869*	*66, 947*	*3, 490*	4. 4	*4. 6*	57. 7
June	80, 683	73, 716	68, 094	4, 287	*78, 332*	*75, 652*	*72, 085*	*4, 651*	*67, 434*	*3, 567*	5. 5	*4. 7*	59. 3
July	81, 150	74, 854	69, 228	3, 602	*78, 747*	*76, 054*	*72, 618*	*4, 639*	*67, 979*	*3, 436*	4. 6	*4. 5*	59. 6
Aug	80, 163	74, 212	69, 077	3, 258	*78, 465*	*75, 772*	*72, 387*	*4, 572*	*67, 815*	*3, 385*	4. 2	*4. 5*	58. 7
Sept	78, 044	72, 446	67, 668	2, 875	*78, 334*	*75, 611*	*72, 297*	*4, 418*	*67, 879*	*3, 314*	3. 8	*4. 4*	57. 1
Oct	78, 713	73, 196	68, 242	2, 757	*78, 606*	*75, 846*	*72, 561*	*4, 551*	*68, 010*	*3, 285*	3. 6	*4. 3*	57. 5
Nov	78, 598	72, 837	68, 709	2, 966	*78, 906*	*76, 111*	*72, 914*	*4, 273*	*68, 641*	*3, 197*	3. 9	*4. 2*	57. 4
Dec	78, 477	72, 749	69, 103	2, 888	*79, 408*	*76, 567*	*73, 441*	*4, 486*	*68, 955*	*3, 126*	3. 8	*4. 1*	57. 2
1966:													
Jan	77, 409	71, 229	67, 652	3, 290	*79, 644*	*76, 754*	*73, 715*	*4, 429*	*69, 286*	*3, 039*	4. 4	*4. 0*	56. 3
Feb	77, 632	71, 551	67, 939	3, 158	*79, 279*	*76, 355*	*73, 521*	*4, 442*	*69, 079*	*2, 834*	4. 2	*3. 7*	56. 4
Mar	78, 034	72, 023	68, 244	3, 037	*79, 315*	*76, 341*	*73, 435*	*4, 363*	*69, 072*	*2, 906*	4. 0	*3. 8*	56. 7
Apr	78, 914	73, 105	68, 900	2, 802	*79, 674*	*76, 666*	*73, 799*	*4, 482*	*69, 317*	*2, 867*	3. 7	*3. 7*	57. 2
May	79, 751	73, 764	69, 472	2, 942	*79, 313*	*76, 268*	*73, 231*	*4, 076*	*69, 155*	*3, 037*	3. 8	*4. 0*	57. 7
June	82, 700	75, 731	70, 543	3, 870	*80, 185*	*77, 086*	*73, 997*	*4, 238*	*69, 759*	*3, 089*	4. 9	*4. 0*	59. 8
July	82, 771	76, 411	71, 402	3, 225	*80, 233*	*77, 098*	*74, 072*	*4, 144*	*69, 928*	*3, 026*	4. 0	*3. 9*	59. 8

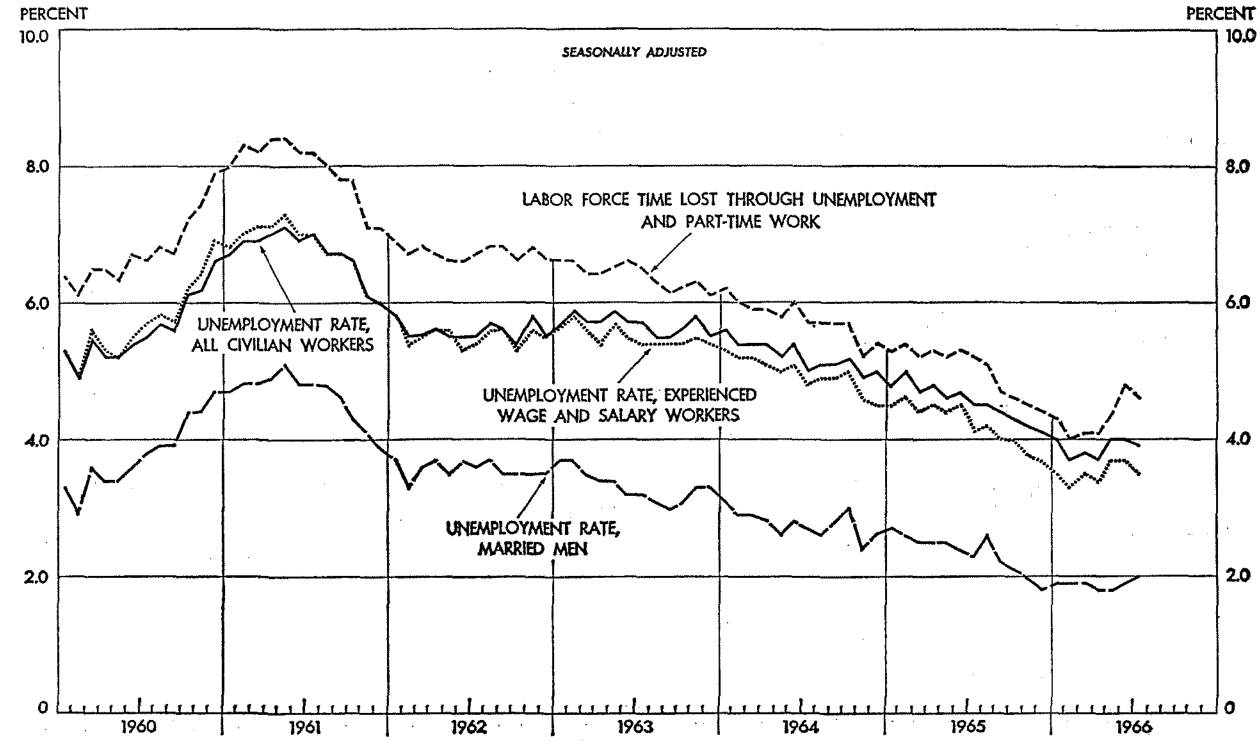
[1] Total labor force as percent of noninstitutional population.
[2] Not strictly comparable with preceding data. See *Employment and Earnings*, May 1962, p. XIV.

NOTE.—Beginning 1960, data include Alaska and Hawaii.

Source: Department of Labor.

SELECTED MEASURES OF UNEMPLOYMENT AND PART-TIME EMPLOYMENT

The seasonally adjusted unemployment rate dropped slightly to 3.9 percent in July.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

Period	Unemployment rate (percent of civilian labor force in group): All workers	Experienced wage and salary workers	Married men (wife present)	Labor force time lost through unemployment and part-time work [1]	Persons at work in nonagricultural industries by hours worked per week [2]: Over 40 hours	35–40 hours	Under 35 hours: Total	Part-time for economic reasons: Usually full-time [3]	Usually part-time [4]	Part-time for economic reasons: Usually full-time [3]	Usually part-time [4]
	Percent				Thousands of persons 14 years of age and over						
1961	6.7	6.8	4.6	8.0	18,210	29,047	11,132	1,297	1,516	--------	--------
1962	5.6	5.5	3.6	6.7	19,025	28,853	11,675	1,049	1,288	--------	--------
1963	5.7	5.5	3.4	[1] 6.4	19,257	29,422	11,856	1,070	1,219	--------	--------
1964	5.2	5.0	2.8	5.8	19,294	29,127	13,850	985	1,151	--------	--------
1965	4.6	4.2	2.4	5.0	20,808	30,802	12,618	897	1,031	--------	--------
	Seasonally adjusted				Unadjusted					Seasonally adjusted	
1965: June	4.7	4.5	2.4	5.3	20,856	32,011	11,462	944	1,292	948	1,035
July	4.5	4.1	2.3	5.2	20,244	30,295	10,778	874	1,466	961	1,127
Aug	4.5	4.2	2.6	5.1	20,424	30,684	10,408	959	1,358	932	1,038
Sept	4.4	4.0	2.2	4.7	22,040	31,626	11,159	851	854	843	937
Oct	4.3	4.0	2.1	4.6	21,900	30,846	13,052	829	853	848	973
Nov	4.2	3.8	2.0	4.5	21,006	28,341	17,195	830	916	817	1,002
Dec	4.1	3.7	1.8	4.4	22,477	32,330	12,447	761	866	766	979
1966: Jan	4.0	3.5	1.9	4.3	20,851	32,125	12,408	972	794	902	917
Feb	3.7	3.3	1.9	4.0	20,690	32,389	12,555	871	732	899	782
Mar	3.8	3.5	1.9	4.1	21,288	32,543	12,156	826	743	820	802
Apr	3.7	3.4	1.8	4.1	20,926	32,263	12,825	796	711	776	795
May	4.0	3.7	1.8	4.4	21,440	32,951	12,772	829	716	839	768
June	4.0	3.7	1.9	4.8	21,656	33,258	11,420	1,036	1,203	1,040	964
July	3.9	3.5	2.0	4.6	20,873	31,678	10,925	[5] 886	[5] 1,303	975	1,002

[1] Man-hours lost by the unemployed and those on part-time for economic reasons as a percent of total man-hours potentially available to the civilian labor force. Beginning 1963, series reflects whether unemployed persons sought full- or part-time jobs.

[2] Differs from total nonagricultural employment (p. 13), which includes persons with jobs but not at work for such reasons as vacation, illness, bad weather, and industrial disputes.

[3] Includes persons who worked part-time because of slack work, material shortages or repairs, new job started, or job terminated.

[4] Primarily includes persons who could find only part-time work.

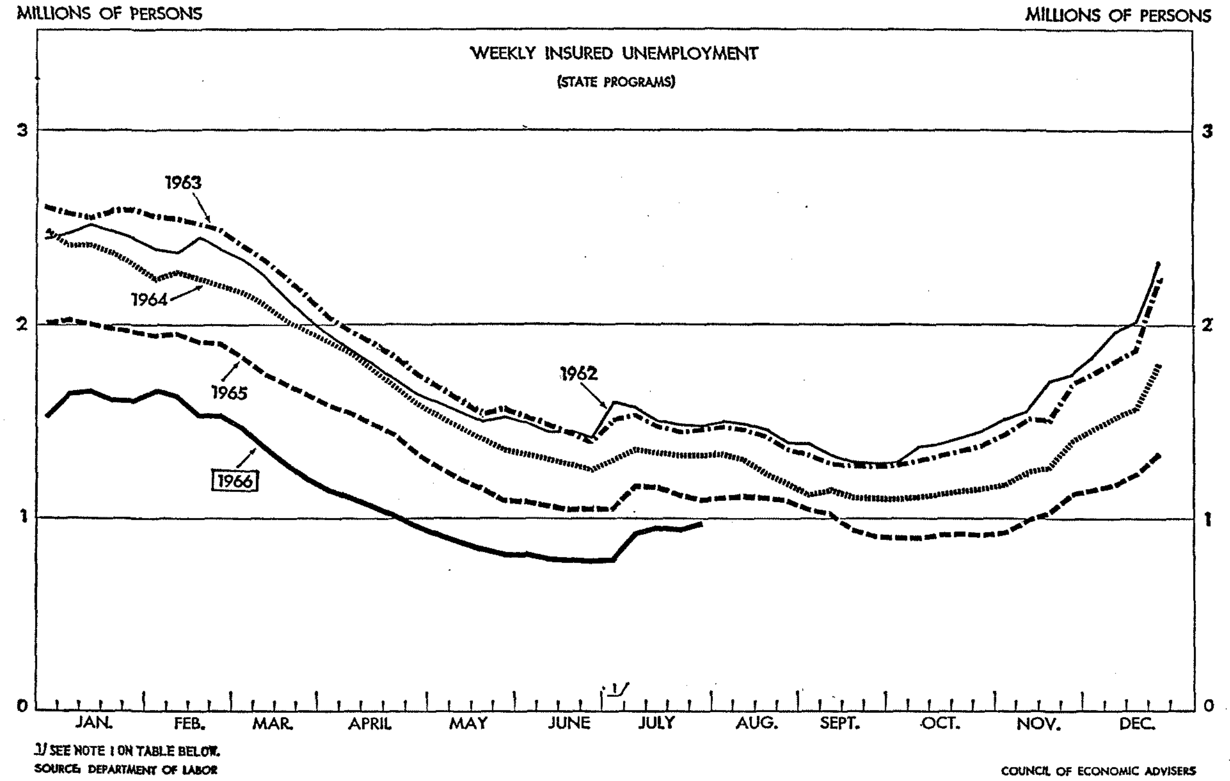
[5] Average hours worked: usually full-time, 23.3; usually part-time, 17.4.

NOTE.—Beginning 1960, data include Alaska and Hawaii.

Source: Department of Labor.

UNEMPLOYMENT INSURANCE PROGRAMS

In July, insured unemployment under State programs averaged 192,000 less than in July 1965. The insured unemployment rate on a seasonally adjusted basis rose to 2.4 percent, following three consecutive months at 2.1 percent.



Period	All programs: Covered employment	All programs: Insured unemployment (weekly average)	All programs: Total benefits paid (millions of dollars)	State programs: Insured unemployment	State programs: Initial claims	State programs: Exhaustions	Insured unemployment as percent of covered employment: Unadjusted	Insured unemployment as percent of covered employment: Seasonally adjusted	Benefits paid: Total (millions of dollars)	Benefits paid: Average weekly check (dollars)
	Thousands			Weekly average, thousands			Percent			
1962	47,776	1,946	3,160.0	1,783	302	32	4.4	--------	2,675.4	34.56
1963	48,434	[1] 1,973	3,025.9	[1] 1,806	[1] 298	30	4.3	--------	2,774.7	35.28
1964	49,635	1,753	2,749.2	1,605	268	26	3.8	--------	2,522.1	35.96
1965	[2] 51,568	1,450	2,434.7	1,328	232	21	3.0	--------	2,166.0	37.19
1965: June	52,088	1,182	169.3	1,059	191	22	2.4	*3.0*	156.3	36.07
July	52,280	1,262	160.6	1,139	252	19	2.6	*3.0*	149.5	36.40
Aug	52,611	1,235	160.7	1,120	215	18	2.5	*3.1*	148.0	36.58
Sept	52,713	1,089	150.3	981	173	17	2.2	*2.9*	138.6	37.23
Oct	[2] 52,702	1,030	128.2	933	189	16	2.0	*2.7*	117.8	37.32
Nov	[2] 52,709	1,133	143.0	1,042	225	15	2.3	*2.7*	132.2	38.08
Dec	[2] 53,411	1,396	184.7	1,308	290	17	3.0	*2.7*	172.1	38.81
1966: Jan	--------	1,739	226.5	1,644	329	19	3.7	*2.7*	212.7	39.36
Feb	--------	1,679	230.2	1,590	238	19	3.6	*2.6*	217.2	39.66
Mar	--------	1,381	240.0	1,301	171	18	2.9	*2.3*	225.5	39.83
Apr	--------	1,112	166.4	1,044	166	19	2.3	*2.1*	155.5	39.38
May	--------	916	136.1	862	152	17	1.9	*2.1*	126.1	38.86
June	--------	841	123.4	793	156	15	1.8	*2.1*	114.4	38.72
July [2]	--------	1,002	127.5	947	249	15	2.1	*2.4*	118.5	38.78
Week ended:										
1966: July 9	--------	983	--------	930	283	--------	2.0	--------	--------	--------
16	--------	1,017	--------	963	246	--------	2.1	--------	--------	--------
23	--------	1,002	--------	948	252	--------	2.1	--------	--------	--------
30	--------	1,039	--------	985	226	--------	2.1	--------	--------	--------
Aug 6 [2]	--------	1,075	--------	*1,020	227	--------	2.2	--------	--------	--------
13 [2]	--------	--------	--------	--------	180	--------	--------	--------	--------	--------

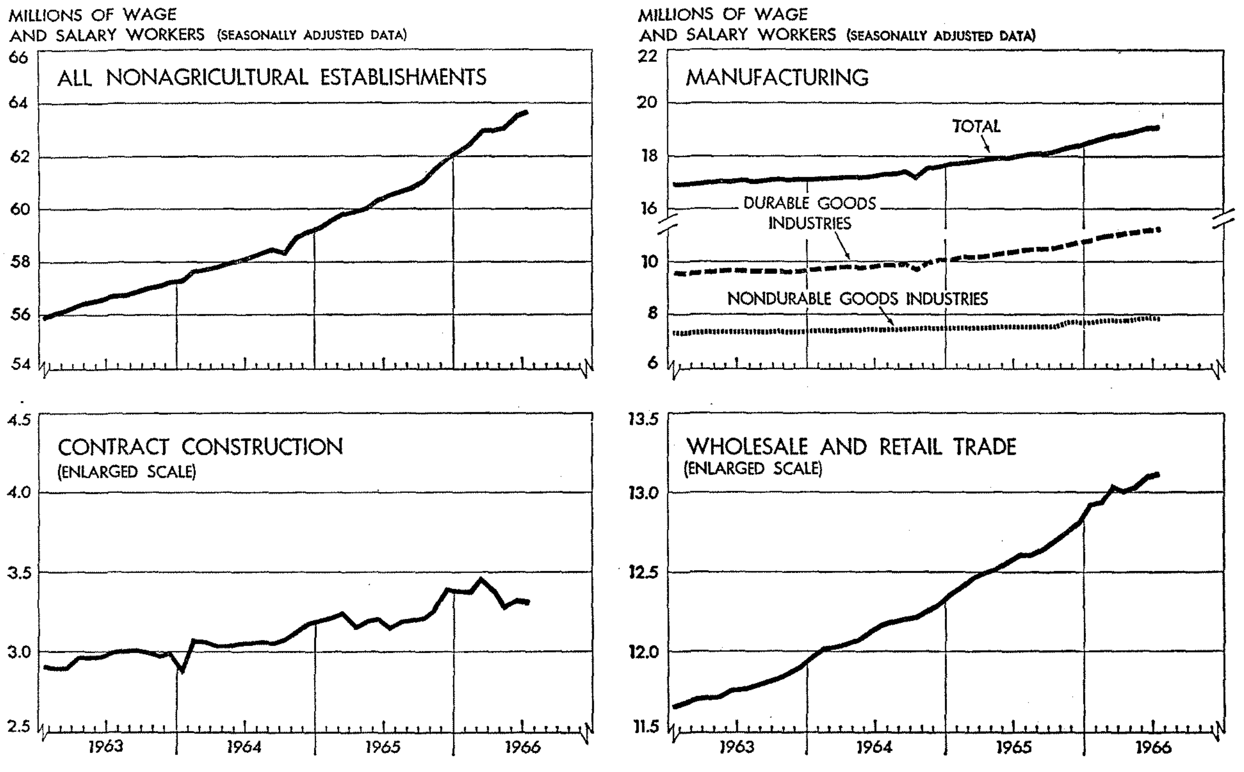
[1] Programs include Puerto Rican sugarcane workers for initial claims and insured unemployment beginning July 1963.
[2] Preliminary. *Not charted.

NOTE.—For definitions and coverage, see the *1964 Supplement to Economic Indicators*. Data for Alaska and Hawaii included for all periods and for Puerto Rico since January 1961.

Source: Department of Labor.

NONAGRICULTURAL EMPLOYMENT

Nonagricultural payroll employment increased by 150,000 (seasonally adjusted) in July. Employment increased in the trade, service, and government sectors. The airline strike and early model changeovers in the automobile industry held down employment gains.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[Thousands of wage and salary workers;[1] seasonally adjusted]

Period	Total	Manufacturing (private)			Nonmanufacturing (private)							Government	
		Total	Durable goods	Nondurable goods	Total	Mining	Contract construction	Transportation and public utilities	Wholesale and retail trade	Finance, insurance, and real estate	Service and miscellaneous	Federal	State and local
1959	53, 297	16, 675	9, 373	7, 303	28, 539	732	2, 960	4, 011	11, 127	2, 594	7, 115	2, 233	5, 850
1960	54, 203	16, 796	9, 459	7, 336	29, 054	712	2, 885	4, 004	11, 391	2, 669	7, 392	2, 270	6, 083
1961	53, 989	16, 326	9, 070	7, 256	29, 069	672	2, 816	3, 903	11, 337	2, 731	7, 610	2, 279	6, 315
1962	55, 515	16, 853	9, 480	7, 373	29, 772	650	2, 902	3, 906	11, 566	2, 800	7, 947	2, 340	6, 550
1963	56, 602	16, 995	9, 616	7, 380	30, 381	635	2, 963	3, 903	11, 778	2, 877	8, 226	2, 358	6, 868
1964	58, 156	17, 259	9, 813	7, 446	31, 301	633	3, 056	3, 947	12, 132	2, 964	8, 569	2, 348	7, 248
1965	60, 444	17, 984	10, 379	7, 604	32, 409	628	3, 211	4, 031	12, 588	3, 044	8, 907	2, 378	7, 673
1965: June	60, 290	17, 943	10, 345	7, 598	32, 333	626	3, 195	4, 034	12, 580	3, 041	8, 857	2, 355	7, 659
July	60, 501	18, 032	10, 424	7, 608	32, 415	633	3, 154	4, 031	12, 619	3, 049	8, 929	2, 376	7, 678
Aug	60, 621	18, 072	10, 476	7, 596	32, 464	627	3, 189	4, 049	12, 600	3, 053	8, 946	2, 379	7, 706
Sept	60, 756	18, 098	10, 494	7, 604	32, 539	617	3, 186	4, 067	12, 641	3, 061	8, 967	2, 379	7, 740
Oct	61, 001	18, 163	10, 523	7, 640	32, 667	622	3, 202	4, 071	12, 684	3, 069	9, 019	2, 386	7, 785
Nov	61, 472	18, 321	10, 615	7, 706	32, 882	627	3, 267	4, 079	12, 754	3, 074	9, 081	2, 400	7, 869
Dec	61, 884	18, 429	10, 707	7, 722	33, 127	630	3, 386	4, 079	12, 822	3, 082	9, 128	2, 395	7, 933
1966: Jan	62, 148	18, 522	10, 805	7, 717	33, 236	632	3, 383	4, 090	12, 909	3, 080	9, 142	2, 425	7, 965
Feb	62, 501	18, 691	10, 919	7, 772	33, 338	631	3, 374	4, 104	12, 942	3, 082	9, 205	2, 451	8, 021
Mar	62, 918	18, 780	10, 996	7, 784	33, 567	632	3, 462	4, 107	13, 015	3, 100	9, 251	2, 477	8, 094
Apr	62, 935	18, 860	11, 056	7, 804	33, 439	591	3, 370	4, 112	13, 004	3, 101	9, 261	2, 501	8, 135
May	63, 050	18, 930	11, 103	7, 827	33, 432	623	3, 274	4, 125	13, 021	3, 106	9, 283	2, 521	8, 167
June[2]	63, 496	19, 083	11, 200	7, 883	33, 609	626	3, 324	4, 138	13, 086	3, 122	9, 313	2, 571	8, 233
July[2]	63, 646	19, 088	11, 212	7, 876	33, 671	634	3, 308	4, 096	13, 111	3, 128	9, 394	2, 604	8, 283

[1]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 which includes the 12th 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 forces, shown on p. 10, 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.

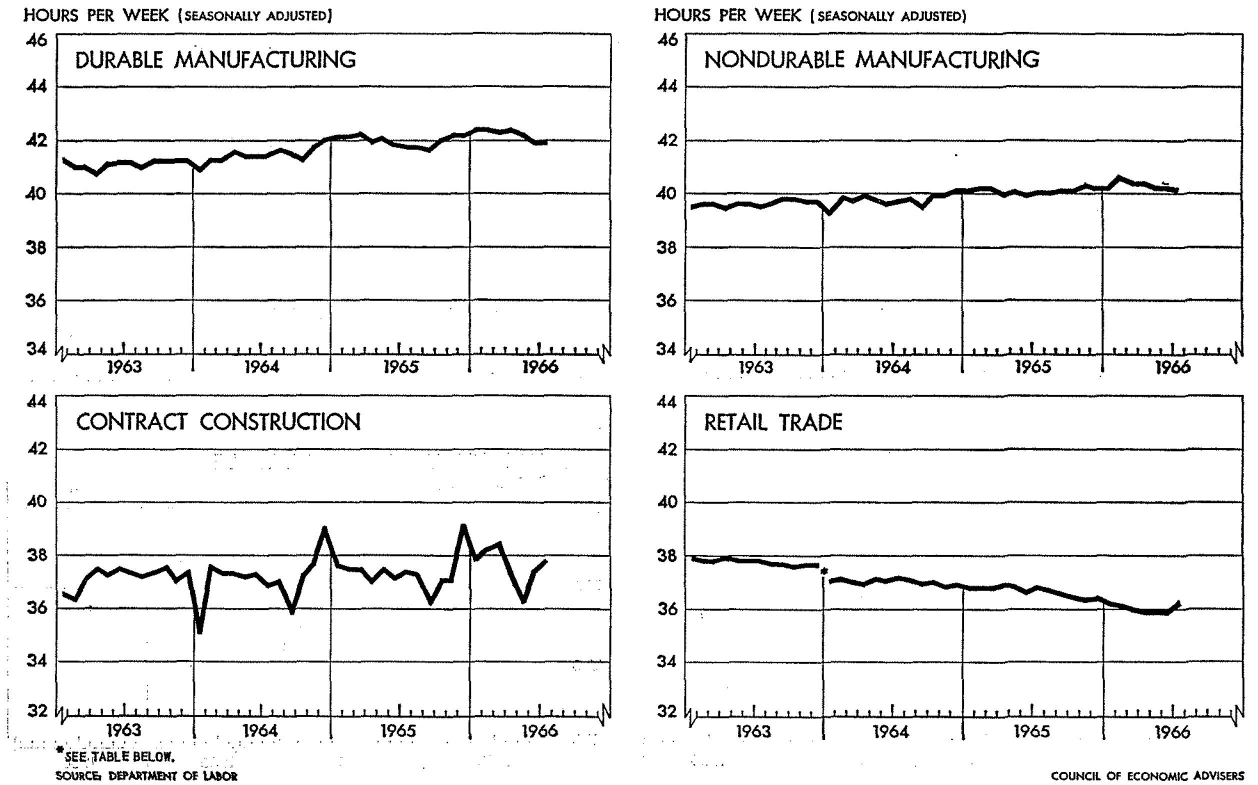
[2]Preliminary.

NOTE.—Beginning 1959, data include Alaska and Hawaii.

Source: Department of Labor.

WEEKLY HOURS OF WORK - SELECTED INDUSTRIES

The average workweek in manufacturing, seasonally adjusted, fell slightly in July to 41.2 hours (the third consecutive monthly decline) despite the fact that overtime hours were at the highest July level since the series was begun in 1956.



[Average hours per week; [1] seasonally adjusted]

Period	Manufacturing industries			Contract construction	Retail trade
	All	Durable goods	Nondurable goods		
1955	40.7	41.3	39.9	37.1	39.6
1956	40.4	41.0	39.6	37.5	39.1
1957	39.8	40.3	39.2	37.0	38.7
1958	39.2	39.5	38.8	36.8	38.7
1959	40.3	40.7	39.7	37.0	38.7
1960	39.7	40.1	39.2	36.7	38.5
1961	39.8	40.3	39.3	36.9	38.1
1962	40.4	40.9	39.6	37.0	37.9
1963	40.5	41.1	39.6	37.3	37.8
1964	40.7	41.4	39.7	37.2	* 37.0
1965	41.2	42.0	40.1	37.4	36.6
1965: June	41.0	41.8	39.9	37.1	36.6
July	41.0	41.7	40.0	37.4	36.8
Aug	41.0	41.7	40.0	37.3	36.7
Sept	40.9	41.6	40.1	36.2	36.5
Oct	41.2	42.0	40.1	37.0	36.4
Nov	41.4	42.2	40.3	37.1	36.3
Dec	41.4	42.2	40.2	39.2	36.4
1966: Jan	41.5	42.4	40.2	37.8	36.2
Feb	41.6	42.4	40.6	38.2	36.1
Mar	41.5	42.3	40.4	38.5	36.0
Apr	41.5	42.4	40.4	37.2	35.9
May	41.4	42.2	40.2	36.2	35.9
June [2]	41.3	41.9	40.2	37.4	35.9
July [2]	41.2	41.9	40.1	37.8	36.2

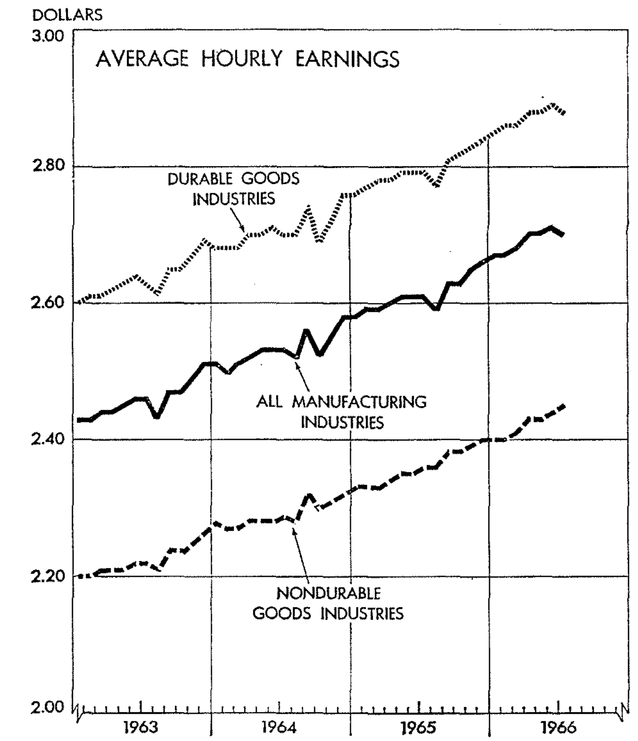
[1] Data relate to production workers or nonsupervisory employees. Data for Alaska and Hawaii included beginning 1959.
[2] Preliminary.

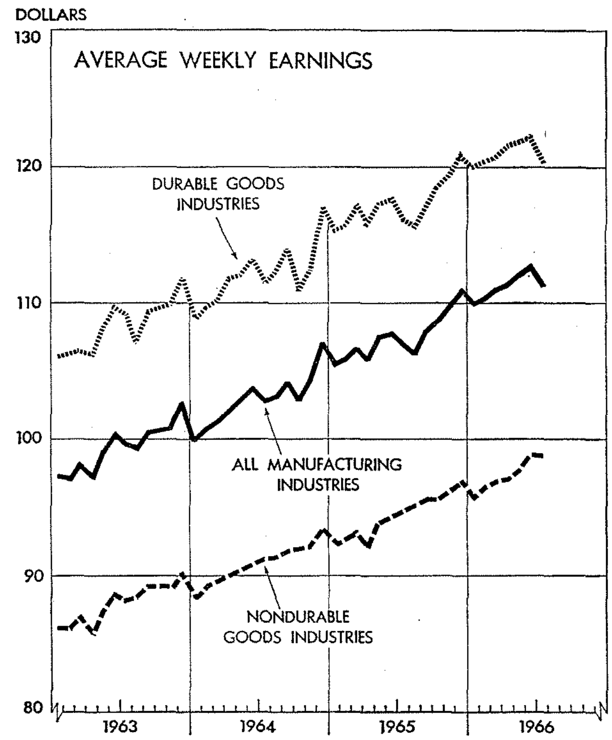
* Beginning 1964, includes eating and drinking places.

Source: Department of Labor.

AVERAGE HOURLY AND WEEKLY EARNINGS - SELECTED INDUSTRIES

Average weekly earnings in manufacturing were $111.24 in July—$1.50 less than in June but $4.23 above July 1965.





SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[For production workers or nonsupervisory employees]

Period	Average hourly earnings—current prices					Average weekly earnings—current prices					Manufacturing industries	
	Manufacturing industries			Contract construction	Retail trade	Manufacturing industries			Contract construction	Retail trade	Adjusted hourly earnings, 1957–59=100 [1]	Average weekly earnings, 1957–59 prices [2]
	All	Durable goods	Nondurable goods			All	Durable goods	Nondurable goods				
1956	$1.95	$2.08	$1.77	$2.57	$1.40	$78.78	$85.28	$70.09	$96.38	$54.74	91.5	$83.19
1957	2.05	2.19	1.85	2.71	1.47	81.59	88.26	72.52	100.27	56.89	96.2	83.26
1958	2.11	2.26	1.91	2.82	1.52	82.71	89.27	74.11	103.78	58.82	100.2	82.14
1959	2.19	2.36	1.98	2.93	1.57	88.26	96.05	78.61	108.41	60.76	103.5	86.96
1960	2.26	2.43	2.05	3.08	1.62	89.72	97.44	80.36	113.04	62.37	106.6	87.02
1961	2.32	2.49	2.11	3.20	1.68	92.34	100.35	82.92	118.08	64.01	109.6	88.62
1962	2.39	2.56	2.17	3.31	1.74	96.56	104.70	85.93	122.47	65.95	112.3	91.61
1963	2.46	2.63	2.22	3.41	1.80	99.63	108.09	87.91	127.19	68.04	115.2	93.37
1964	2.53	2.71	2.29	3.55	*1.75	102.97	112.19	90.91	132.06	*64.75	118.0	95.25
1965	2.61	2.79	2.36	3.69	1.82	107.53	117.18	94.64	138.01	66.61	121.0	97.84
1965: June	2.61	2.79	2.35	3.66	1.82	107.79	117.74	94.47	139.08	67.16	120.8	97.90
July	2.61	2.79	2.36	3.64	1.82	107.01	116.06	94.87	140.50	68.25	120.9	97.11
Aug	2.59	2.77	2.36	3.68	1.82	106.45	115.51	95.11	143.15	68.07	120.7	96.77
Sept	2.63	2.81	2.38	3.74	1.85	107.83	117.18	95.68	138.75	67.53	121.7	97.85
Oct	2.63	2.82	2.38	3.76	1.86	108.62	118.72	95.68	144.01	67.33	121.8	98.39
Nov	2.65	2.83	2.39	3.74	1.87	109.71	119.43	96.32	136.14	67.13	122.3	99.20
Dec	2.66	2.84	2.40	3.76	1.85	110.92	120.98	96.96	139.50	67.90	122.7	99.93
1966: Jan	2.67	2.85	2.40	3.78	1.88	110.00	119.99	95.52	137.97	67.49	123.2	99.10
Feb	2.67	2.86	2.40	3.81	1.88	110.27	120.41	96.48	138.30	67.30	123.4	98.81
Mar	2.68	2.86	2.41	3.79	1.89	110.95	120.69	96.88	142.88	67.47	123.5	99.06
Apr	2.70	2.88	2.43	3.80	1.89	111.24	121.54	96.96	140.22	67.47	124.2	98.88
May	2.70	2.88	2.43	3.82	1.90	112.05	121.82	97.69	141.72	67.64	124.4	99.51
June [3]	2.71	2.89	2.44	3.82	1.91	112.74	122.25	98.82	146.31	69.14	124.7	99.86
July [3]	2.70	2.88	2.45	3.84	1.91	111.24	120.38	98.74	149.76	70.48	----------	98.18

[1] Earnings in current prices, adjusted to exclude overtime and interindustry shifts.
[2] Earnings in current prices divided by the consumer price index.
[3] Preliminary.

*Beginning 1964, includes eating and drinking places.

NOTE.—Beginning 1959, data include Alaska and Hawaii.

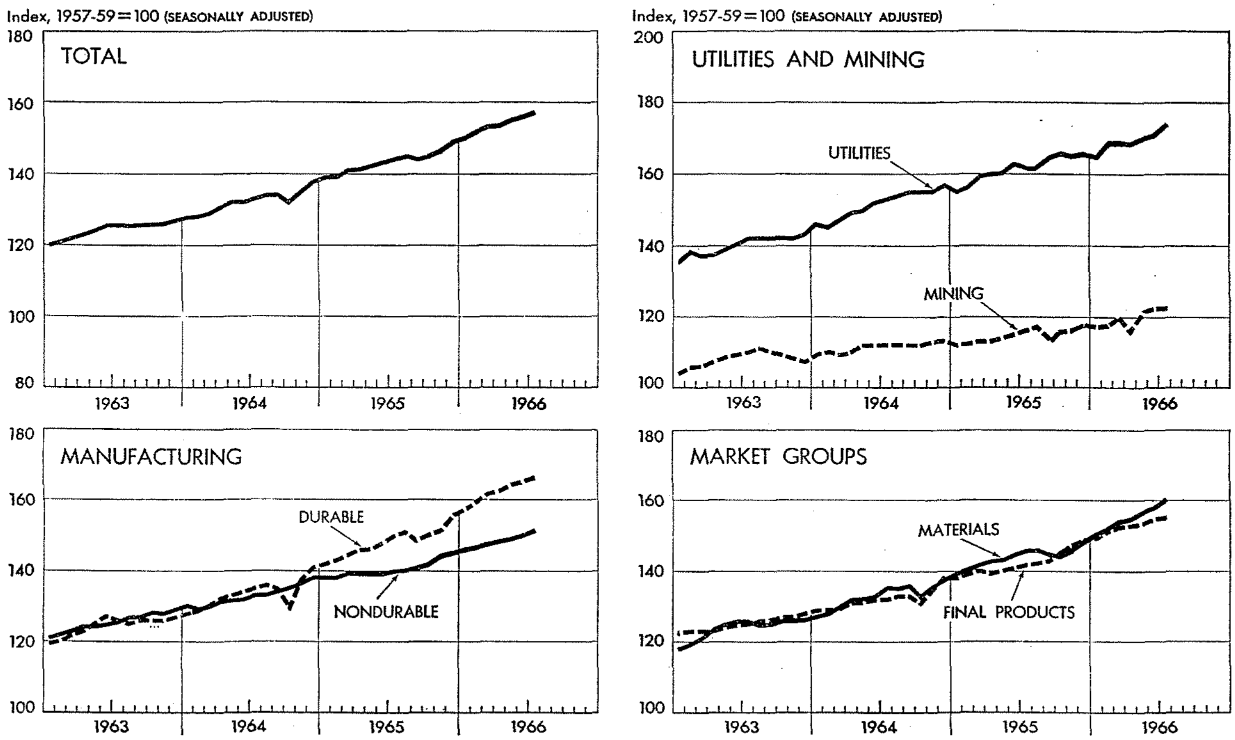
Source: Department of Labor.

67-444°—66——3

PRODUCTION AND BUSINESS ACTIVITY

INDUSTRIAL PRODUCTION

Industrial production in July increased 0.8 percent (seasonally adjusted). Despite a 10 percent decline in auto assemblies, durables were up 0.8 percent, matching the gain in nondurables.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1957–59=100, seasonally adjusted]

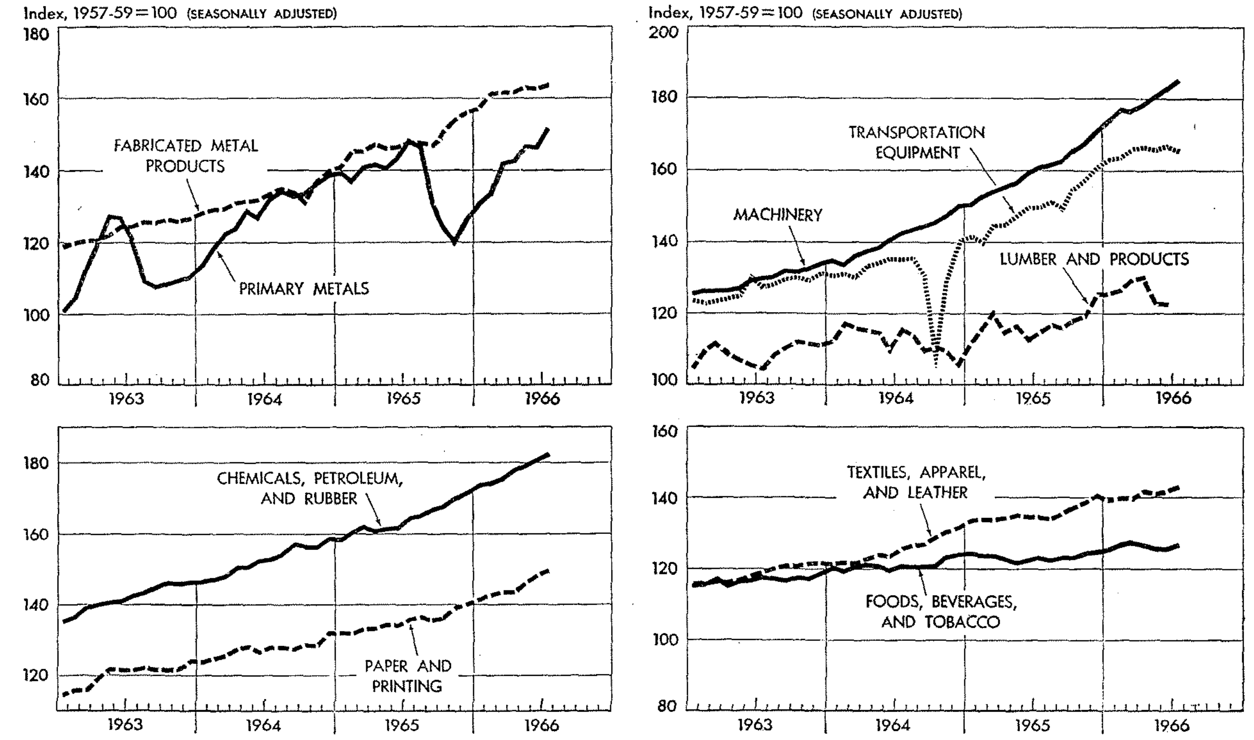
Period	Total industrial production	Industry: Manufacturing: Total	Industry: Manufacturing: Durable	Industry: Manufacturing: Nondurable	Industry: Mining	Industry: Utilities	Market: Final products: Total	Market: Final products: Consumer goods	Market: Final products: Equipment	Market: Materials
1956	99.9	100.2	104.0	95.4	104.8	87.9	98.1	95.5	103.7	101.6
1957	100.7	100.8	104.0	96.7	104.6	93.9	99.4	97.0	104.6	101.9
1958	93.7	93.2	90.3	96.8	95.6	98.1	94.8	96.4	91.3	92.7
1959	105.6	106.0	105.6	106.5	99.7	108.0	105.7	106.6	104.1	105.4
1960	108.7	108.9	108.5	109.5	101.6	115.6	109.9	111.0	107.6	107.6
1961	109.7	109.6	107.0	112.9	102.6	122.3	111.2	112.6	108.3	108.4
1962	118.3	118.7	117.9	119.8	105.0	131.4	119.7	119.7	119.6	117.0
1963	124.3	124.9	124.5	125.3	107.9	140.0	124.9	125.2	124.2	123.7
1964	132.3	133.1	133.5	132.6	111.3	151.3	131.8	131.7	132.0	132.8
1965 [1]	143.3	144.9	148.4	140.7	114.4	161.0	142.4	140.2	146.9	144.1
1965: June	142.7	144.1	148.1	139.0	115.3	161.9	140.7	138.7	144.9	144.5
July	144.2	145.7	150.0	140.4	116.0	161.2	141.7	139.3	147.0	146.4
Aug	144.5	146.0	150.5	140.4	117.0	161.6	142.3	139.5	148.4	146.1
Sept	143.5	145.2	148.2	141.3	112.6	165.3	143.3	140.7	149.0	143.7
Oct	145.1	146.7	150.3	142.1	115.8	165.8	145.7	141.7	154.3	144.3
Nov	146.4	148.2	151.3	144.2	116.0	165.3	147.4	142.8	157.3	145.6
Dec	148.7	150.6	155.0	145.1	117.9	165.7	148.8	144.1	158.8	148.7
1966: Jan	150.2	152.4	157.6	146.0	117.2	164.9	149.5	144.1	161.3	150.4
Feb	151.9	154.1	159.7	147.0	117.7	168.9	151.4	145.5	164.1	152.0
Mar	153.4	155.6	161.7	147.9	120.2	168.8	152.4	146.0	166.2	154.3
Apr	153.8	156.5	162.8	148.5	115.8	168.6	152.8	146.2	166.9	154.6
May	155.2	157.5	164.2	149.1	121.4	170.0	153.4	145.8	169.9	156.6
June	156.2	158.5	165.2	150.2	122.6	171.0	154.7	146.4	172.5	157.9
July [1]	157.5	159.8	166.5	151.4	122.6	174.0	155.2	146.1	174.8	160.0

[1] Preliminary.

Source: Board of Governors of the Federal Reserve System.

PRODUCTION OF SELECTED MANUFACTURES

Output of primary metals jumped 4 percent (seasonally adjusted) in July, while machinery continued its rapid pace by gaining another 1 percent. Most other major groups also registered increases.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1957–59=100, seasonally adjusted]

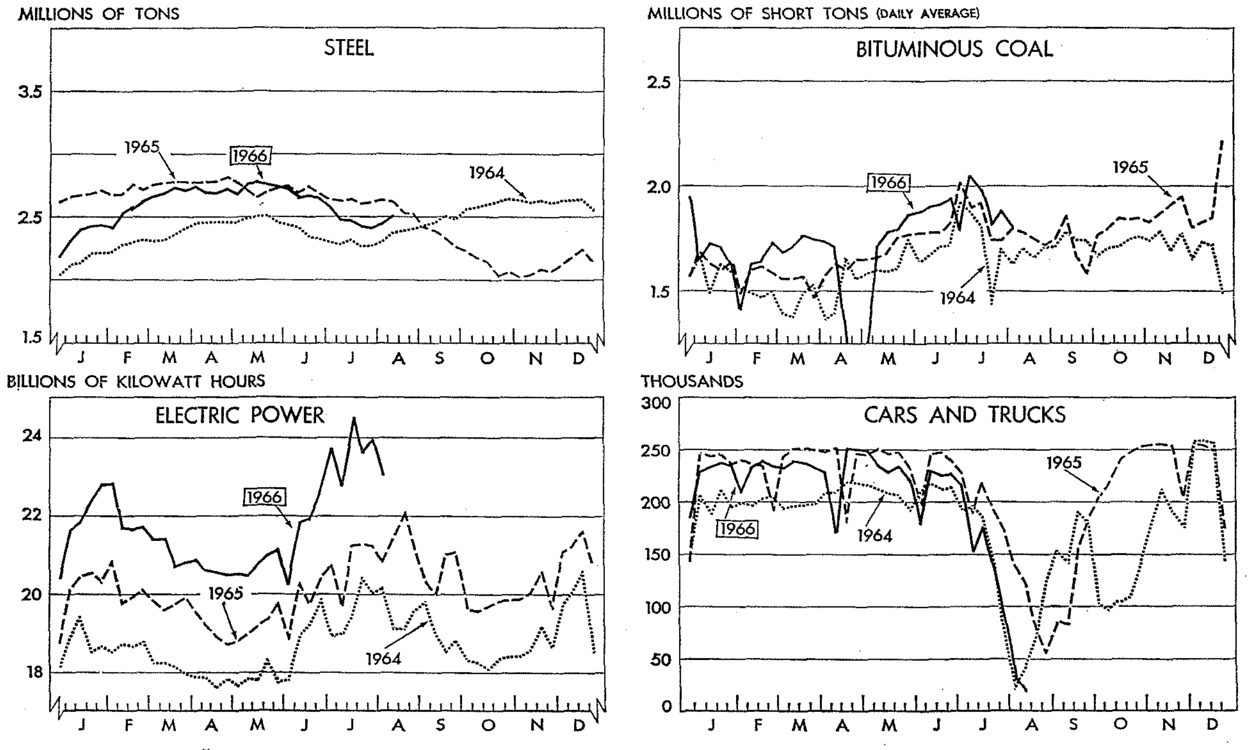
Period	Durable manufactures					Nondurable manufactures			
	Primary metals	Fabricated metal products	Machinery	Transportation equipment	Lumber and products	Textiles, apparel, and leather	Paper and printing	Chemicals, petroleum, and rubber	Foods, beverages, and tobacco
1956	116.4	98.8	107.1	97.4	105.4	98.0	97.1	91.4	96.6
1957	112.2	101.5	104.2	106.4	95.9	96.9	97.8	95.6	96.7
1958	87.5	92.9	88.8	89.5	95.6	95.0	97.0	95.5	99.4
1959	100.4	105.5	107.1	104.0	108.5	108.1	105.2	108.9	103.9
1960	101.3	107.6	110.8	108.2	102.1	107.5	109.0	113.9	106.6
1961	98.9	106.5	110.4	103.6	101.3	108.4	112.4	118.9	110.2
1962	104.6	117.1	123.5	118.3	106.1	115.1	116.7	131.2	113.3
1963	113.3	123.4	129.2	127.0	108.9	118.5	120.1	141.8	116.8
1964	129.1	132.7	141.4	130.7	112.6	125.2	127.5	152.5	120.8
1965 [1]	137.5	147.8	160.4	149.2	117.4	135.7	135.3	164.6	123.1
1965: June	143.0	146.4	159.0	149.5	112.8	134.5	134.0	161.6	122.3
July	148.7	148.0	160.6	149.8	115.4	134.7	135.9	164.1	122.9
Aug	146.5	147.5	161.4	151.5	117.2	134.1	136.4	164.9	122.3
Sept	131.2	147.0	162.3	149.4	116.2	135.5	135.4	166.9	123.1
Oct	123.7	150.9	166.0	155.0	118.3	137.3	136.4	167.7	123.0
Nov	119.4	153.6	167.5	157.3	119.1	138.8	139.2	170.1	124.5
Dec	126.5	156.3	170.7	160.7	125.4	140.3	139.9	171.7	124.7
1966: Jan	130.8	157.0	174.3	163.1	125.6	139.1	141.1	173.6	125.5
Feb	133.6	160.7	176.7	163.2	126.5	139.8	142.5	174.1	127.0
Mar	141.4	161.4	176.0	165.8	129.3	139.5	143.7	175.8	127.6
Apr	142.3	161.4	178.4	166.0	130.7	141.5	143.3	177.8	126.6
May	146.8	163.0	180.7	165.9	122.7	140.5	146.7	179.1	125.6
June	146.2	162.4	182.8	167.0	122.5	141.7	148.1	180.7	125.8
July [1]	152	164	185	165	--------	143	149	182	127

[1] Preliminary.

Source: Board of Governors of the Federal Reserve System.

WEEKLY INDICATORS OF PRODUCTION

Most weekly indicators of production declined in July on a seasonally unadjusted basis.



SOURCES: AMERICAN IRON AND STEEL INSTITUTE, DEPARTMENT OF THE INTERIOR, EDISON ELECTRIC INSTITUTE, AND WARD'S AUTOMOTIVE REPORTS

COUNCIL OF ECONOMIC ADVISERS

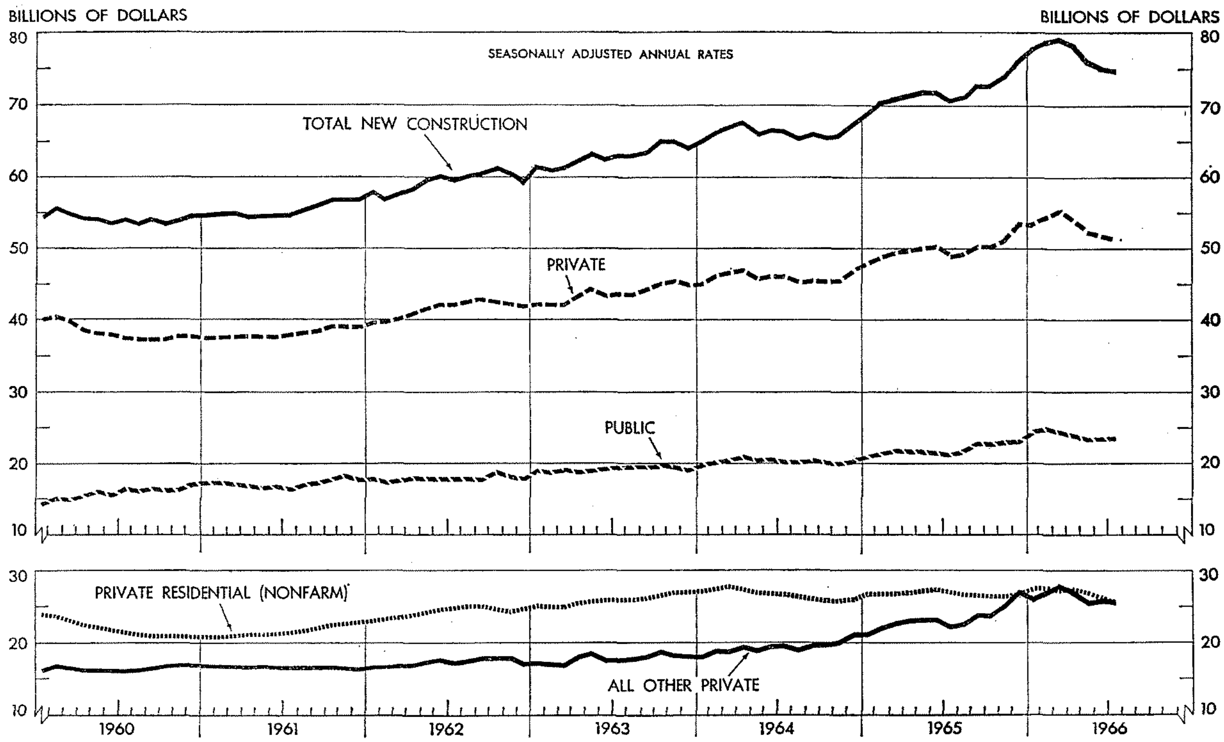
Period	Steel produced		Electric power distributed (millions of kilowatt-hours)	Bituminous coal mined (thousands of short tons) [1]	Freight loaded (thousands of cars)	Paperboard produced (thousands of tons)	Cars and trucks assembled (thousands)		
	Thousands of net tons	Index (1957–59=100)					Total	Cars	Trucks
Weekly average:									
1959	1, 792	96. 2	13, 297	1, 380	596	307	129. 5	107. 6	21. 9
1960	1, 899	101. 9	14, 424	1, 390	585	306	151. 8	128. 8	23. 0
1961	1, 880	100. 9	15, 139	1, 353	550	322	127. 8	106. 1	21. 7
1962	1, 886	101. 2	16, 325	1, 414	552	343	157. 5	133. 4	24. 1
1963	2, 096	112. 5	17, 490	1, 535	555	358	175. 0	146. 9	28. 1
1964	2, 431	130. 5	18, 728	1, 630	550	384	178. 8	148. 8	30. 0
1965	2, 521	135. 3	20, 169	1, 728	563	410	213. 7	179. 4	34. 3
1965: June	2, 702	145. 1	19, 842	1, 802	578	404	233. 3	196. 1	37. 2
July	2, 613	140. 3	20, 833	1, 811	550	360	199. 9	171. 2	28. 7
Aug	2, 556	137. 2	21, 395	1, 778	588	416	98. 4	73. 1	25. 2
Sept	2, 325	124. 8	20, 414	1, 734	573	414	142. 6	109. 7	32. 9
Oct	2, 098	112. 6	19, 741	1, 792	620	441	240. 1	203. 6	36. 6
Nov	2, 056	110. 4	20, 027	1, 900	581	443	242. 3	207. 6	34. 7
Dec	2, 178	116. 9	21, 010	1, 901	524	401	224. 0	189. 0	35. 0
1966: Jan	2, 388	128. 2	22, 138	1, 677	526	421	233. 8	196. 0	37. 7
Feb	2, 562	137. 5	21, 969	1, 675	524	446	228. 7	190. 2	38. 5
Mar	2, 728	146. 4	21, 051	1, 785	558	453	234. 6	197. 5	37. 2
Apr	2, 697	144. 8	20, 542	1, 196	557	450	230. 7	192. 8	37. 9
May	2, 752	147. 7	20, 826	1, 830	609	466	229. 7	190. 2	39. 4
June	2, 658	142. 7	22, 078	1, 922	593	459	215. 3	177. 2	38. 0
July [2]	2, 443	131. 1	23, 719	1, 877	544	396	139. 0	107. 4	31. 6
Week ended:									
1966: July 9	2, 484	133. 3	22, 752	2, 050	445	327	151. 2	120. 5	30. 8
16	2, 469	132. 5	24, 522	1, 994	565	379	173. 8	138. 6	35. 2
23	2, 424	130. 1	23, 625	1, 808	573	425	139. 1	104. 1	35. 0
30	2, 413	129. 5	23, 976	1, 883	593	452	92. 0	66. 6	25. 4
Aug 6 [2]	2, 454	131. 7	23, 064	1, 795		456	30. 9	18. 3	12. 6
13 [2]	2, 509	134. 7				444	19. 3	9. 5	9. 8

[1] Daily average. Includes data for Alaska.
[2] Preliminary.

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

EW CONSTRUCTION

ew construction expenditures fell about 1 percent (seasonally adjusted) in July. Expenditures for residential ructures dropped another 2 percent while public construction rose about ½ percent.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total new construction expenditures	Private: Total	Private: Residential nonfarm: Total[1]	Private: Residential nonfarm: New housing units	Private: Commercial and industrial	Private: Other	Federal, State, and local	Construction contracts[2]: Total value (index, 1957–59=100)	Construction contracts[2]: Commercial and industrial floor space (millions of square feet)
	Billions of dollars								
60	53.9	38.1	21.7	16.4	7.0	9.3	15.9	105.2	461
61	55.4	38.3	21.7	16.2	7.5	9.2	17.1	107.6	443
62	59.7	41.8	24.3	18.6	8.0	9.5	17.9	119.7	500
63	63.0	43.6	25.8	20.1	7.9	9.9	19.3	132.0	534
64	66.2	45.9	26.5	20.6	9.0	10.4	20.3	137.0	599
65	71.9	50.0	26.7	20.8	11.8	11.5	21.9	142.8	680
	Seasonally adjusted annual rates							*Seasonally adjusted*	*Seasonally adjusted annual rates*
65: June	71.8	50.3	27.2	21.2	11.6	11.5	21.4	139	663
July	70.4	49.1	27.0	21.0	10.8	11.4	21.2	149	671
Aug	70.9	49.2	26.6	20.7	11.2	11.4	21.6	139	595
Sept	72.8	50.2	26.4	20.5	12.3	11.5	22.7	147	762
Oct	72.7	50.1	26.3	20.4	12.1	11.6	22.6	147	726
Nov	74.0	51.2	26.2	20.3	13.0	12.0	22.8	141	724
Dec	76.4	53.4	26.7	20.8	14.3	12.5	23.0	153	772
66: Jan	77.6	53.3	27.5	21.6	13.8	12.0	24.3	152	720
Feb	78.9	54.3	27.5	21.6	13.9	12.9	24.6	157	810
Mar	79.4	55.1	27.3	21.4	14.7	13.0	24.4	158	829
Apr	78.1	54.3	27.4	21.6	14.3	12.6	23.8	161	860
May	75.8	52.3	27.0	21.1	13.0	12.3	23.5	156	744
June	75.2	51.7	26.0	20.1	13.5	12.2	23.5	147	791
July[3]	74.7	51.0	25.5	19.6	25.5		23.6	----------	----------

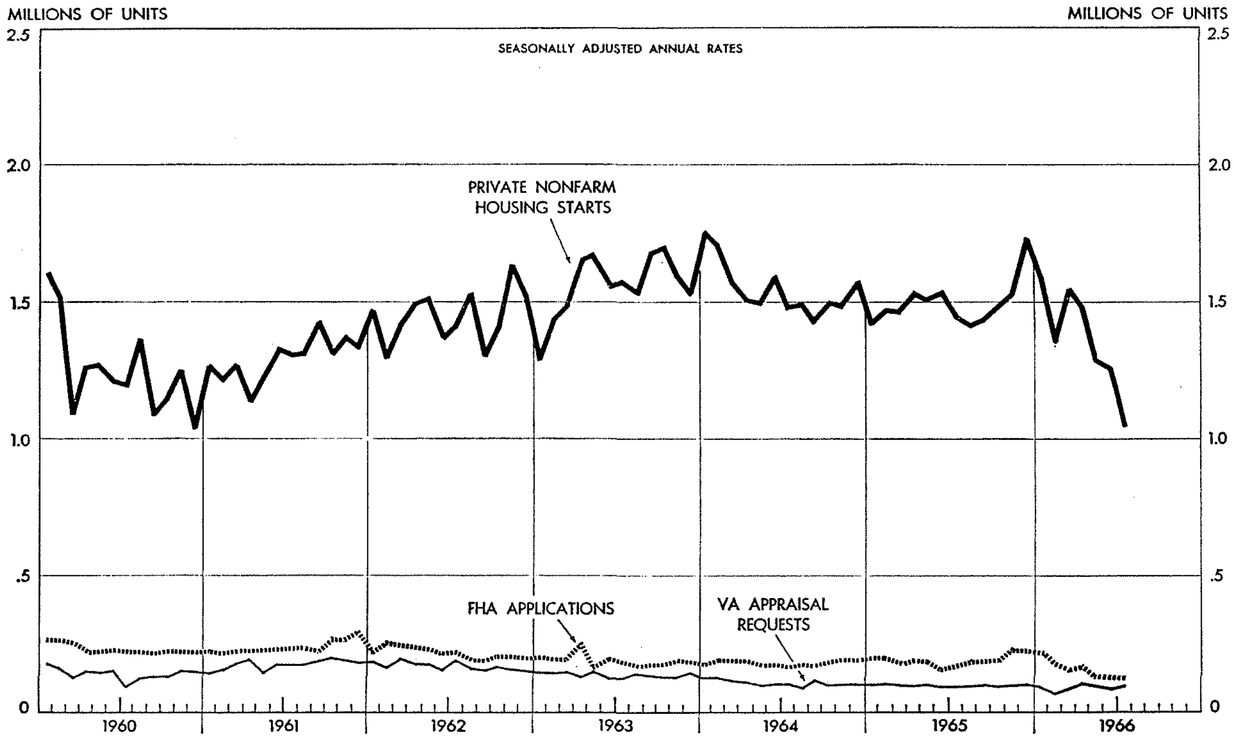
Includes nonhousekeeping residential construction and additions and alterations, not shown separately.
Compiled by F. W. Dodge Corporation and relates to 48 States.
Preliminary.

NOTE.—Data for Alaska and Hawaii included beginning January 1959.

Sources: Department of Commerce and F. W. Dodge Corporation.

NEW HOUSING STARTS AND APPLICATIONS FOR FINANCING

Total private housing starts declined 16½ percent (seasonally adjusted) in July. After four months of decline, starts are nearly 30 percent below the 1965 average. Permits dropped by another 5½ percent and are 27½ percent below the 1965 average.



SOURCES: DEPARTMENT OF COMMERCE, FEDERAL HOUSING ADMINISTRATION (FHA), AND VETERANS ADMINISTRATION (VA)

COUNCIL OF ECONOMIC ADVISERS

[Thousands of units]

Period	Housing starts: Total private and public (including farm)	Housing starts: Total private (including farm)	Private nonfarm: Total	Private nonfarm: One-family	Private nonfarm: Two or more families	Total private (including farm)	Private nonfarm: Total	Government home programs: FHA	Government home programs: VA	New private housing units authorized [1]	Proposed home construction: Applications for FHA commitments [2]	Proposed home construction: Requests for VA appraisals [2]
1960	1, 296. 0	1, 252. 1	1, 230. 1	972. 9	257. 2	1, 252. 1	1, 230. 1	225. 7	74. 6	998. 0	242. 4	142. 9
1961	1, 365. 0	1, 313. 0	1, 284. 8	946. 2	338. 6	1, 313. 0	1, 284. 8	198. 8	83. 3	1, 064. 2	243. 8	177. 8
1962	1, 492. 4	1, 462. 7	1, 439. 0	967. 8	471. 2	1, 462. 7	1, 439. 0	197. 3	77. 8	1, 186. 6	221. 1	171. 2
1963	1, 641. 0	1, 609. 2	1, 581. 7	993. 2	588. 5	1, 609. 2	1, 581. 7	166. 2	71. 0	1, 334. 7	190. 2	139. 3
1964	1, 590. 7	1, 557. 4	1, 530. 4	944. 5	585. 9	1, 557. 4	1, 530. 4	154. 0	59. 2	1, 285. 8	182. 1	113. 6
1965 [3]	1, 542. 7	1, 505. 0	1, 482. 7	940. 0	542. 7	1, 505. 0	1, 482. 7	159. 9	52. 5	1, 240. 6	188. 9	102. 1
						Seasonally adjusted annual rates						
1965: June	162. 3	155. 5	152. 8	97. 0	55. 8	1, 566	1, 539	154	54	1, 245	154	100
July	143. 9	141. 3	139. 0	91. 8	47. 2	1, 473	1, 447	151	52	1, 234	165	95
Aug	138. 0	134. 7	132. 8	86. 5	46. 3	1, 427	1, 409	148	48	1, 228	186	95
Sept	125. 9	124. 3	122. 7	78. 4	44. 3	1, 453	1, 436	160	47	1, 180	189	97
Oct	135. 7	133. 6	130. 9	84. 4	46. 5	1, 411	1, 380	167	49	1, 244	192	94
Nov	118. 3	116. 1	114. 9	70. 2	44. 7	1, 547	1, 531	173	54	1, 280	222	100
Dec	103. 2	102. 3	100. 8	58. 3	42. 5	1, 769	1, 735	189	48	1, 292	219	105
1966: Jan	87. 3	84. 6	83. 7	47. 2	36. 5	1, 611	1, 585	181	53	1, 255	214	89
Feb	81. 0	78. 2	76. 7	45. 3	31. 4	1, 374	1, 349	177	40	1, 197	179	72
Mar	130. 9	126. 3	124. 1	78. 7	45. 4	1, 569	1, 538	187	45	1, 268	160	92
Apr	149. 2	147. 1	144. 8	93. 0	51. 8	1, 502	1, 481	151	37	1, 185	168	111
May	139. 3	135. 4	132. 2	83. 4	46. 5	1, 318	1, 287	128	38	1, 098	133	98
June [3]	129. 6	126. 3	123. 9	84. 0	41. 3	1, 273	1, 249	121	44	954	127	90
July [3]	102. 7	101. 9	100. 2	-------	-------	1, 064	1, 044	117	42	902	124	100

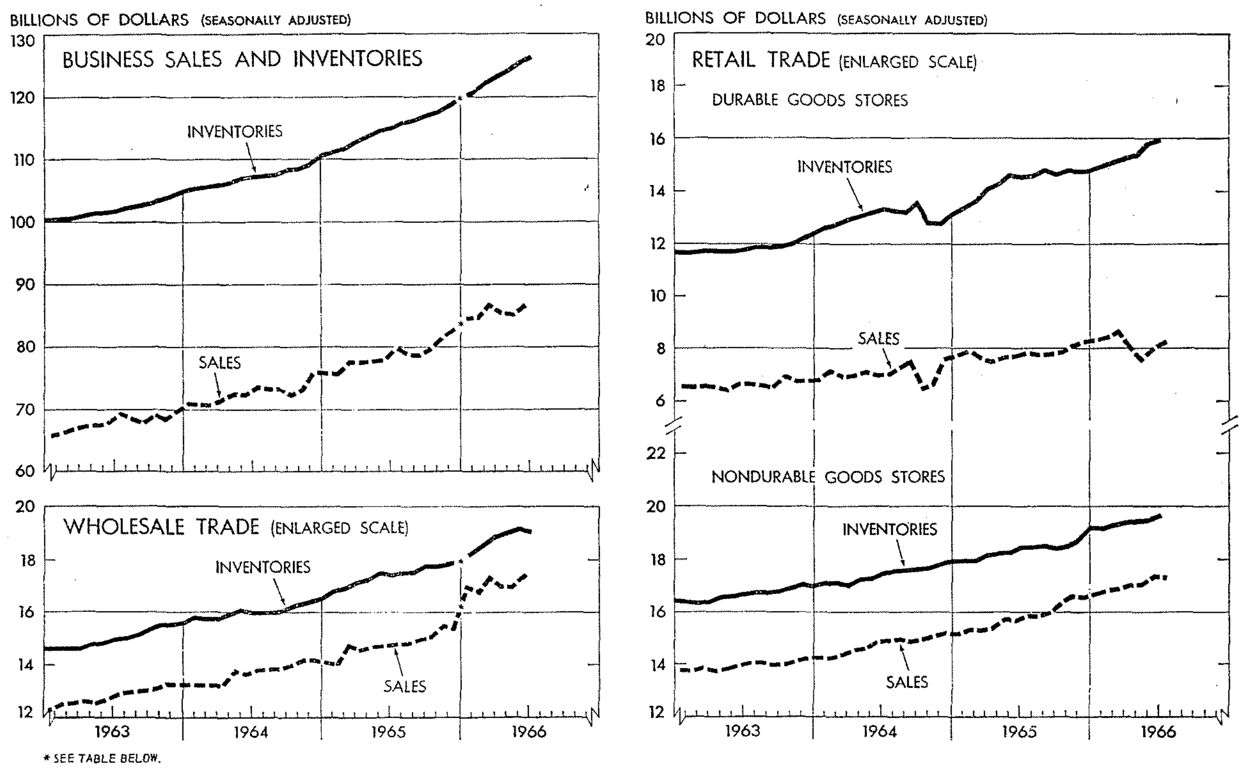
[1] Authorized by issuance of local building permit; in 10,000 permit-issuing places prior to 1963, and 12,000 or more thereafter.
[2] Units represented by mortgage applications for new home construction.
[3] Preliminary.

NOTE.—Data include Alaska and Hawaii.

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

BUSINESS SALES AND INVENTORIES — TOTAL AND TRADE

Preliminary estimates of retail sales for July indicate a gain of ½ percent (seasonally adjusted) on top of June's gain of 3½ percent. Business sales in June rose 1⅙ percent while inventories were up $1.1 billion.



* SEE TABLE BELOW.
SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

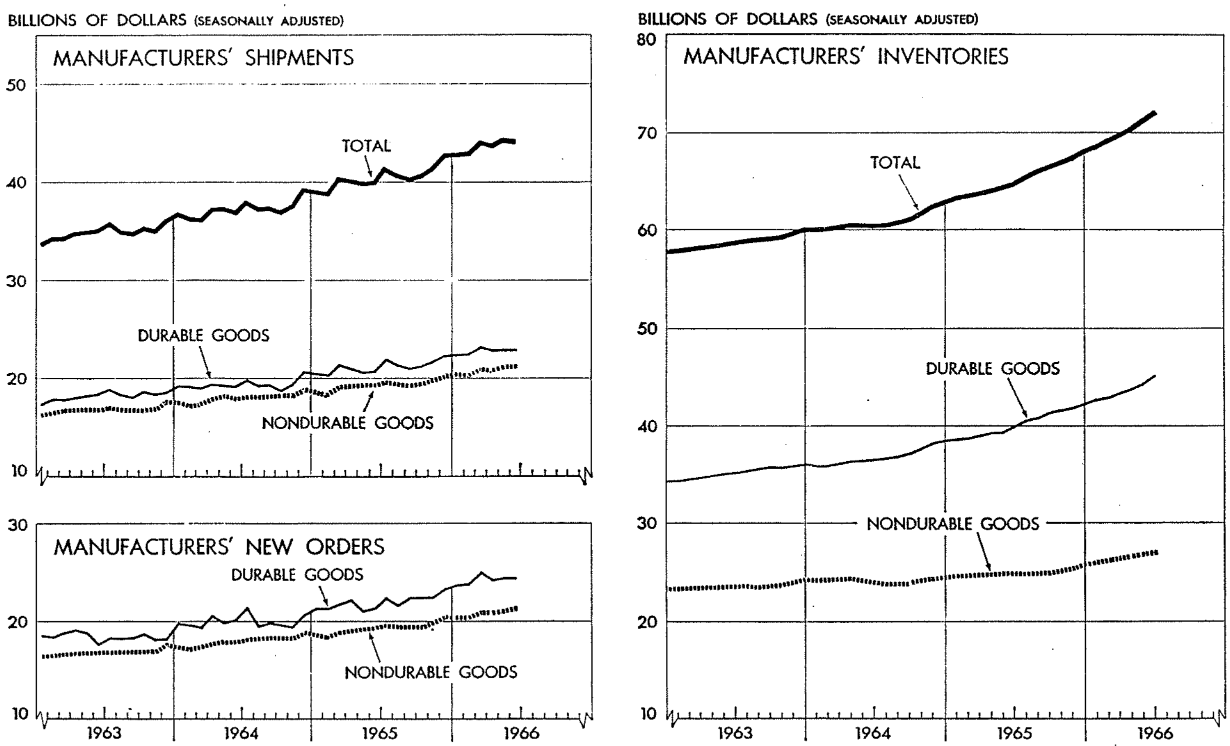
Period	Total business [1] Sales [2]	Total business [1] Inventories [3]	Wholesale [4] Sales [2]	Wholesale [4] Inventories [3]	Retail [5] Sales [2] Total	Retail [5] Sales [2] Durable goods stores	Retail [5] Sales [2] Nondurable goods stores	Retail [5] Inventories [3] Total	Retail [5] Inventories [3] Durable goods stores	Retail [5] Inventories [3] Nondurable goods stores
	Millions of dollars, seasonally adjusted									
1958	54, 233	86, 922	10, 257	12, 739	16, 696	5, 284	11, 412	24, 113	10, 526	13, 587
1959	59, 583	91, 964	11, 413	13, 952	17, 951	5, 967	11, 984	25, 305	11, 029	14, 276
1960	60, 530	94, 610	11, 440	13, 983	18, 294	5, 880	12, 414	26, 813	11, 923	14, 890
1961	60, 748	95, 576	11, 629	14, 251	18, 234	5, 581	12, 654	26, 238	10, 965	15, 273
1962	65, 078	100, 271	12, 158	14, 580	19, 613	6, 210	13, 402	27, 938	11, 656	16, 282
1963	68, 002	105, 127	12, 692	15, 597	20, 536	6, 627	13, 909	29, 383	12, 386	16, 997
1964	72, 647	110, 535	13, 715	16, 461	21, 802	7, 014	14, 788	31, 130	13, 136	17, 994
1965	78, 740	119, 847	14, 799	17, 875	23, 662	7, 810	15, 853	33, 957	14, 782	19, 175
1965: May	77, 849	114, 542	14, 718	17, 450	23, 317	7, 616	15, 701	32, 823	14, 566	18, 257
June	78, 001	115, 049	14, 736	17, 410	23, 322	7, 665	15, 657	33, 014	14, 546	18, 468
July	79, 948	116, 012	14, 828	17, 530	23, 668	7, 827	15, 841	33, 088	14, 592	18, 496
Aug	78, 932	116, 683	14, 829	17, 535	23, 585	7, 755	15, 830	33, 360	14, 819	18, 541
Sept	78, 862	116, 967	14, 936	17, 655	23, 753	7, 768	15, 985	33, 045	14, 621	18, 424
Oct	79, 737	117, 653	14, 995	17, 715	24, 194	7, 865	16, 329	33, 296	14, 782	18, 514
Nov	81, 555	118, 500	15, 505	17, 775	24, 647	8, 092	16, 555	33, 533	14, 774	18, 759
Dec	82, 810	119, 847	15, 372	17, 875	24, 816	8, 252	16, 564	33, 957	14, 782	19, 175
1966: Jan	[6] 84, 669	[6] 120, 938	[6] 16, 981	[6] 18, 231	25, 023	8, 324	16, 699	34, 113	14, 949	19, 164
Feb	84, 744	122, 047	16, 779	18, 580	25, 263	8, 399	16, 864	34, 427	15, 113	19, 314
Mar	86, 991	123, 085	17, 334	18, 881	25, 536	8, 649	16, 887	34, 556	15, 201	19, 355
Apr	85, 455	124, 091	16, 966	19, 008	24, 949	7, 939	17, 010	34, 737	15, 336	19, 401
May [7]	85, 429	125, 523	16, 883	19, 154	24, 475	7, 506	16, 969	35, 266	15, 813	19, 453
Jun [7]	86, 824	126, 659	17, 465	19, 070	25, 359	8, 000	17, 359	35, 595	15, 927	19, 668
July [7]					25, 507	8, 215	17, 292			

[1] The term "business" here includes wholesale and retail trade, and manufacturing (see page 22).
[2] Monthly average for year and total for month.
[3] Book value, end of period, seasonally adjusted.
[4] Beginning 1961, data include Alaska and Hawaii.
[5] Beginning 1960, data include Alaska and Hawaii.
[6] New sample; not comparable with preceding data.
[7] Preliminary.

Source: Department of Commerce.

MANUFACTURERS' SHIPMENTS, INVENTORIES, AND NEW ORDERS

Manufacturers' inventories rose nearly $900 million (seasonally adjusted) in June with durables accounting for $750 million. With shipments virtually unchanged, the inventory-shipments ratio rose to 1.64.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

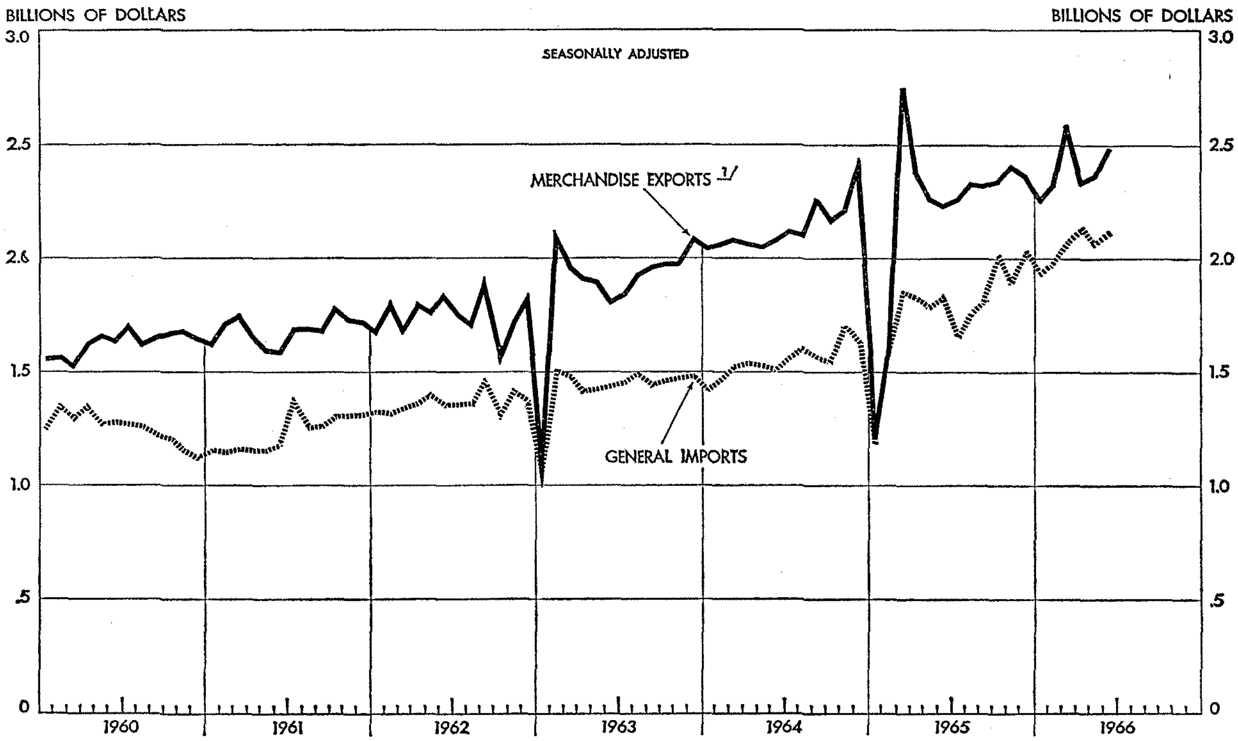
Period	Manufacturers' shipments [1]			Manufacturers' inventories [2]			Manufacturers' new orders [1]				Manufacturers' inventory-shipments ratio [3]
	Total	Durable goods	Nondurable goods	Total	Durable goods	Nondurable goods	Total	Durable goods: Total	Durable goods: Machinery and equipment	Nondurable goods	
	Millions of dollars, seasonally adjusted										
1958	27, 280	13, 572	13, 708	50, 070	30, 095	19, 975	26, 901	13, 170	2, 354	13, 731	1. 84
1959	30, 219	15, 544	14, 675	52, 707	31, 839	20, 868	30, 679	15, 951	2, 878	14, 728	1. 70
1960	30, 796	15, 817	14, 979	53, 814	32, 360	21, 454	30, 115	15, 223	2, 791	14, 892	1. 76
1961	30, 884	15, 532	15, 352	55, 087	32, 646	22, 441	31, 061	15, 664	2, 854	15, 397	1. 74
1962	33, 308	17, 184	16, 124	57, 753	34, 326	23, 427	33, 167	17, 085	3, 090	16, 082	1. 70
1963	34, 774	18, 071	16, 704	60, 147	36, 028	24, 119	35, 036	18, 300	3, 326	16, 736	1. 69
1964	37, 129	19, 231	17, 898	62, 944	38, 412	24, 532	37, 697	19, 803	3, 706	17, 895	1. 64
1965	40, 279	21, 020	19, 258	68, 015	42, 324	25, 691	41, 023	21, 728	4, 140	19, 295	1. 61
1965: Apr	40, 044	20, 915	19, 129	63, 999	39, 233	24, 766	41, 120	22, 043	4, 078	19, 077	1. 60
May	39, 814	20, 513	19, 301	64, 269	39, 475	24, 794	40, 181	20, 992	4, 069	19, 189	1. 61
June	39, 943	20, 652	19, 291	64, 625	39, 951	24, 674	40, 689	21, 310	4, 091	19, 379	1. 62
July	41, 452	21, 820	19, 632	65, 394	40, 600	24, 794	41, 846	22, 195	4, 348	19, 651	1. 58
Aug	40, 518	21, 191	19, 327	65, 788	40, 814	24, 974	40, 926	21, 509	4, 159	19, 417	1. 62
Sept	40, 173	20, 924	19, 249	66, 267	41, 300	24, 967	41, 483	22, 163	4, 153	19, 320	1. 65
Oct	40, 548	21, 146	19, 402	66, 642	41, 523	25, 119	41, 843	22, 425	4, 249	19, 418	1. 64
Nov	41, 403	21, 606	19, 797	67, 192	41, 869	25, 323	42, 234	22, 389	4, 325	19, 845	1. 62
Dec	42, 622	22, 316	20, 306	68, 015	42, 324	25, 691	43, 868	23, 403	4, 583	20, 465	1. 60
1966: Jan	42, 665	22, 307	20, 358	68, 594	42, 589	26, 005	43, 986	23, 578	4, 450	20, 408	1. 61
Feb	42, 702	22, 433	20, 269	69, 040	42, 884	26, 156	44, 129	23, 741	4, 584	20, 388	1. 62
Mar	44, 121	23, 238	20, 883	69, 648	43, 273	26, 375	45, 833	24, 888	4, 587	20, 945	1. 58
Apr	43,540	22,708	20,832	70,346	43,779	26,567	45,064	24,197	4,788	20,867	1. 62
May	44, 071	22, 915	21, 156	71, 103	44, 275	26, 828	45, 321	24, 276	4, 845	21, 045	1. 61
June [4]	44, 000	22, 839	21, 161	71, 994	45, 019	26, 975	45, 482	24, 293	4, 656	21, 189	1. 64
July [4]	--------	23, 089	--------	--------	--------	--------	--------	24, 013	4, 807	--------	--------

[1] Monthly average for year and total for month.
[2] Book value, end of period, seasonally adjusted.
[3] For annual periods, ratio of weighted average inventories to average monthly shipments; for monthly data, ratio of inventories at end of month to shipments for month.
[4] Preliminary; July not charted.

Source: Department of Commerce.

MERCHANDISE EXPORTS AND IMPORTS

The seasonally adjusted trade balance showed further improvement in June as exports advanced 5 percent and imports rose 2 percent. The June export surplus of $371 million was somewhat above the average of the first 5 months of 1966, but still below the rate prevailing in recent years.



1/SEE NOTE 1 BELOW.
SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

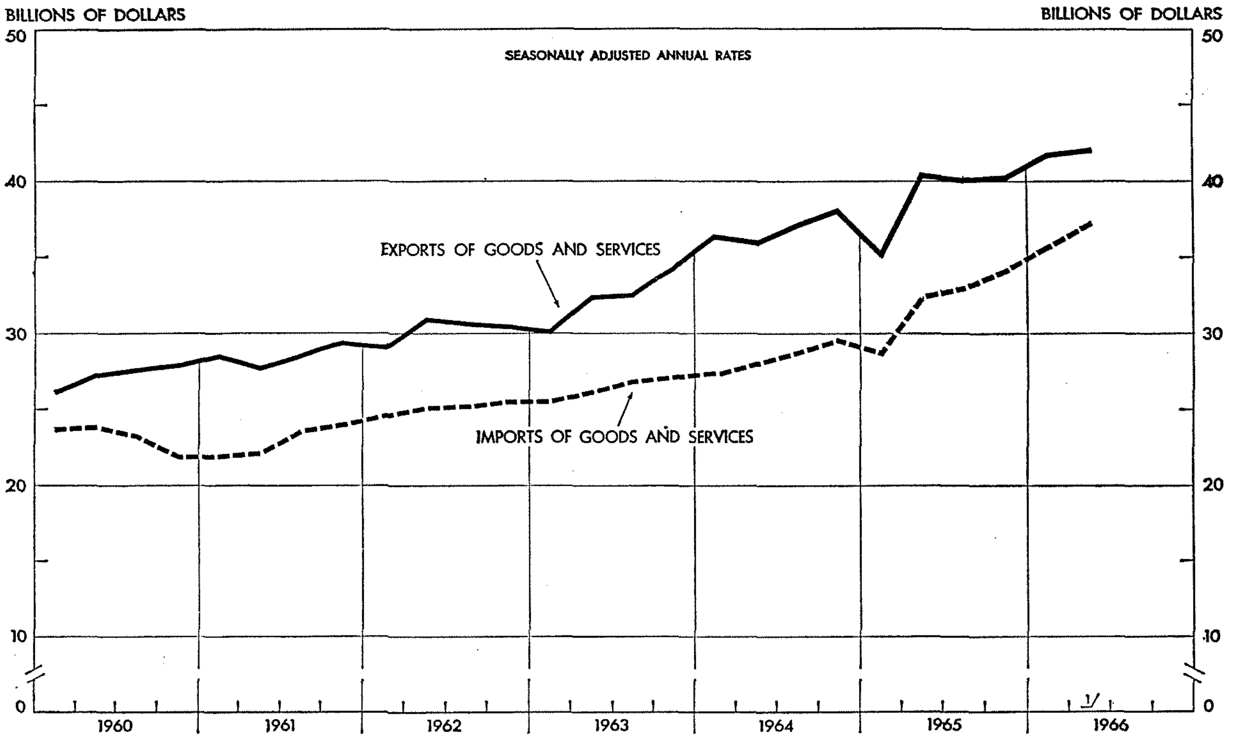
Period	Merchandise exports: Total (including reexports) [1]: *Seasonally adjusted*	Merchandise exports: Total (including reexports) [1]: Unadjusted	Domestic exports: Total [1 4]	Domestic exports: Food, beverages, and tobacco	Domestic exports: Crude materials and fuel	Domestic exports: Manufactured goods	Merchandise imports: General imports [2]: *Seasonally adjusted*	Merchandise imports: General imports [2]: Unadjusted	Imports for consumption [3]: Total [4]	Imports for consumption [3]: Food, beverages, and tobacco	Imports for consumption [3]: Crude materials and fuel	Imports for consumption [3]: Manufactured goods	Merchandise trade surplus, *seasonally adjusted*
Monthly average:													
1958	-------	1,364	1,351	224	254	962	-------	1,105	1,101	296	342	433	259
1959	-------	1,367	1,352	238	250	931	-------	1,302	1,285	296	382	575	65
1960	-------	1,634	1,617	263	324	1,072	-------	1,251	1,251	283	379	556	383
1961	-------	1,679	1,659	286	318	1,083	-------	1,226	1,221	286	361	539	453
1962	-------	1,745	1,723	307	277	1,157	-------	1,366	1,354	306	381	630	379
1963	-------	1,869	1,846	342	311	1,218	-------	1,429	1,417	320	386	666	440
1964	-------	2,139	2,110	387	362	1,364	-------	1,557	1,550	332	413	756	582
1965	-------	2,214	2,185	377	356	1,438	-------	1,781	1,773	335	448	933	433
		Unadjusted						Unadjusted					
1965: June	*2,230*	2,219	2,191	382	382	1,455	*1,830*	1,907	1,878	349	474	989	*401*
July	*2,256*	2,172	2,139	414	362	1,343	*1,741*	1,633	1,635	261	410	902	*514*
Aug	*2,333*	2,124	2,096	363	322	1,393	*1,854*	1,716	1,727	315	449	909	*479*
Sept	*2,324*	2,140	2,110	401	303	1,371	*1,865*	1,798	1,795	353	431	946	*460*
Oct	*2,342*	2,420	2,387	431	383	1,530	*1,885*	1,997	2,004	409	462	1,061	*457*
Nov	*2,408*	2,440	2,407	459	403	1,525	*1,952*	1,967	1,953	417	424	1,034	*456*
Dec	*2,356*	2,551	2,520	444	416	1,614	*1,892*	2,160	2,130	429	494	1,140	*463*
1966: Jan	*2,249*	2,133	2,105	374	324	1,359	*1,936*	1,829	1,801	325	461	974	*313*
Feb	*2,335*	2,210	2,177	396	332	1,468	*1,993*	1,822	1,806	352	419	956	*342*
Mar	*2,594*	2,747	2,708	486	366	1,822	*2,073*	2,246	2,232	414	523	1,225	*522*
Apr	*2,331*	2,465	2,422	437	339	1,624	*2,138*	2,071	2,004	378	446	1,111	*193*
May	*2,363*	2,506	2,457	405	372	1,650	*2,070*	2,092	2,066	359	456	1,181	*293*
June	*2,486*	2,468	2,430	412	379	1,617	*2,115*	2,194	2,176	388	500	1,207	*371*

[1] Total excludes Department of Defense shipments of grant-aid military supplies and equipment under the Military Assistance Program.
[2] Total arrivals of imported goods other than intransit shipments.
[3] Imported merchandise released from Customs custody for entry into U.S. consumption channels, entries into bonded manufacturing warehouses, and ores and crude metals (after smelting and refining) in bonded warehouses.
[4] Total includes commodities and transactions not classified according to kind.

Source: Department of Commerce.

U.S. EXPORTS AND IMPORTS OF GOODS AND SERVICES

According to preliminary estimates, the U.S. surplus on goods and services declined to $4.7 billion (seasonally adjusted annual rate) in the April–June period—the lowest quarterly level recorded since the first quarter of 1963. This deterioration was due chiefly to a 4 percent rise in merchandise imports and a small drop in exports. Increases in other expenditures abroad were largely offset by higher earnings.



1/ PRELIMINARY.
SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

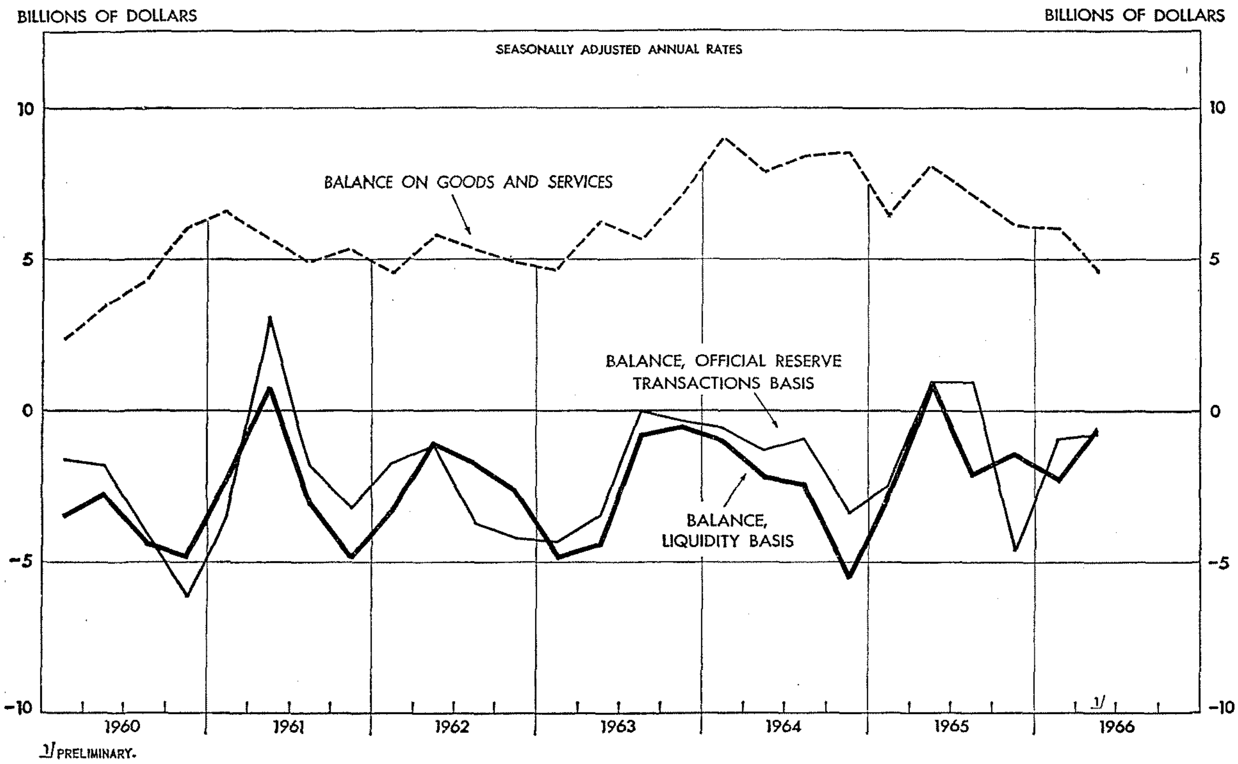
Period	Exports of goods and services						Imports of goods and services				Balance on goods and services
	Total	Merchandise [1]	Military sales	Income on investments: Private	Income on investments: Government	Other services	Total	Merchandise [1]	Military expenditures	Other services	
1959	23, 489	16, 295	302	2, 694	349	3, 849	23, 342	15, 310	3, 107	4, 925	147
1960	27, 244	19, 489	335	3, 001	349	4, 070	23, 198	14, 732	3, 069	5, 397	4, 046
1961	28, 575	19, 954	402	3, 561	380	4, 278	22, 954	14, 510	2, 981	5, 463	5, 621
1962	30, 278	20, 604	656	3, 954	471	4, 593	25, 148	16, 187	3, 083	5, 878	5, 130
1963	32, 339	22, 071	657	4, 156	498	4, 957	26, 442	16, 992	2, 936	6, 514	5, 897
1964	36, 958	25, 297	747	4, 932	460	5, 522	28, 468	18, 621	2, 834	7, 013	8, 490
1965	38, 993	26, 276	844	5, 389	512	5, 972	32, 036	21, 488	2, 881	7, 667	6, 957
	Seasonally adjusted annual rates										
1965: I	35, 104	22, 500	800	5, 688	556	5, 560	28, 656	18, 624	2, 656	7, 376	6, 448
II	40, 544	27, 192	916	5, 880	584	5, 972	32, 348	21, 924	2, 804	7, 620	8, 196
III	40, 064	27, 304	796	5, 284	596	6, 084	32, 980	22, 380	2, 980	7, 620	7, 084
IV	40, 260	28, 108	864	4, 704	312	6, 272	34, 160	23, 024	3, 084	8, 052	6, 100
1966: I	41, 664	28, 484	776	5, 532	596	6, 276	35, 632	24, 012	3, 348	8, 272	6, 032
II [2]	41, 920	28, 320					37, 256	25, 056			4, 664

[1] Adjusted from customs data for differences in timing and coverage.
[2] Preliminary.

Source: Department of Commerce.

U.S. BALANCE OF INTERNATIONAL PAYMENTS

In the second quarter, according to preliminary data, the U.S. deficit on the liquidity balance amounted to $0.7 billion (seasonally adjusted annual rate), a substantial decline from the first quarter rate of $2.2 billion. The official reserve balance deficit came to $0.8 billion, or slightly less than the $1.0 billion figure recorded in the first quarter.



1/ PRELIMINARY.
SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

Period	U.S. Government grants and capital, net [1]	U.S. private capital, net: Direct investment	U.S. private capital, net: Other long-term	U.S. private capital, net: Short-term	Foreign capital, net [1]	Errors and unrecorded transactions	Balance: Liquidity basis [2]	Balance: Official reserve transactions basis [3]	Changes in selected liabilities (decrease (—))[4]: To foreign official holders [5]: Liquid	To foreign official holders [5]: Non-liquid	To other foreign holders [6]	Changes in gold, convertible currencies and IMF gold tranche position (increase (—))
1959	−1, 986	−1, 372	−926	−77	736	423	−3, 870	--------	--------	--------	--------	1, 035
1960	−2, 769	−1, 674	−863	−1, 348	366	−941	−3, 881	−3, 402	[7] 1, 449	--------	289	2, 143
1961	−2, 780	−1, 599	−1, 025	−1, 556	707	−1, 006	−2, 370	−1, 347	[7] 681	--------	1, 083	606
1962	−3, 013	−1, 654	−1, 227	−544	1, 021	−1, 159	−2, 203	−2, 706	[7] 457	254	213	1, 533
1963	−3, 581	−1, 976	−1, 695	−785	689	−352	−2, 670	−2, 044	1, 673	−7	619	378
1964	−3, 560	−2, 416	−1, 961	−2, 146	685	−1, 011	−2, 798	−1, 546	1, 073	302	1, 554	171
1965	−3, 375	−3, 371	−1, 080	761	176	−429	−1, 355	−1, 302	−17	97	150	1, 222
	Seasonally adjusted annual rates								Quarterly totals, unadjusted			
1965:												
I	−3, 208	−4, 848	−2, 656	1, 084	1, 300	0	−2, 788	−2, 472	−860	−23	203	842
II	−3, 796	−3, 436	404	1, 648	−524	−436	904	952	−107	−15	−150	68
III	−2, 972	−2, 276	−1, 452	420	−1, 004	−960	−2, 136	944	253	−22	712	41
IV	−3, 524	−2, 924	−616	−108	932	−320	−1, 400	−4, 632	697	157	−615	271
1966:												
I	−3, 820	−2, 520	−980	−36	1, 016	−952	−2, 216	−992	−830	29	475	424
II*	--------	--------	--------	--------	--------	--------	−652	−756	74	224	43	[8] 68

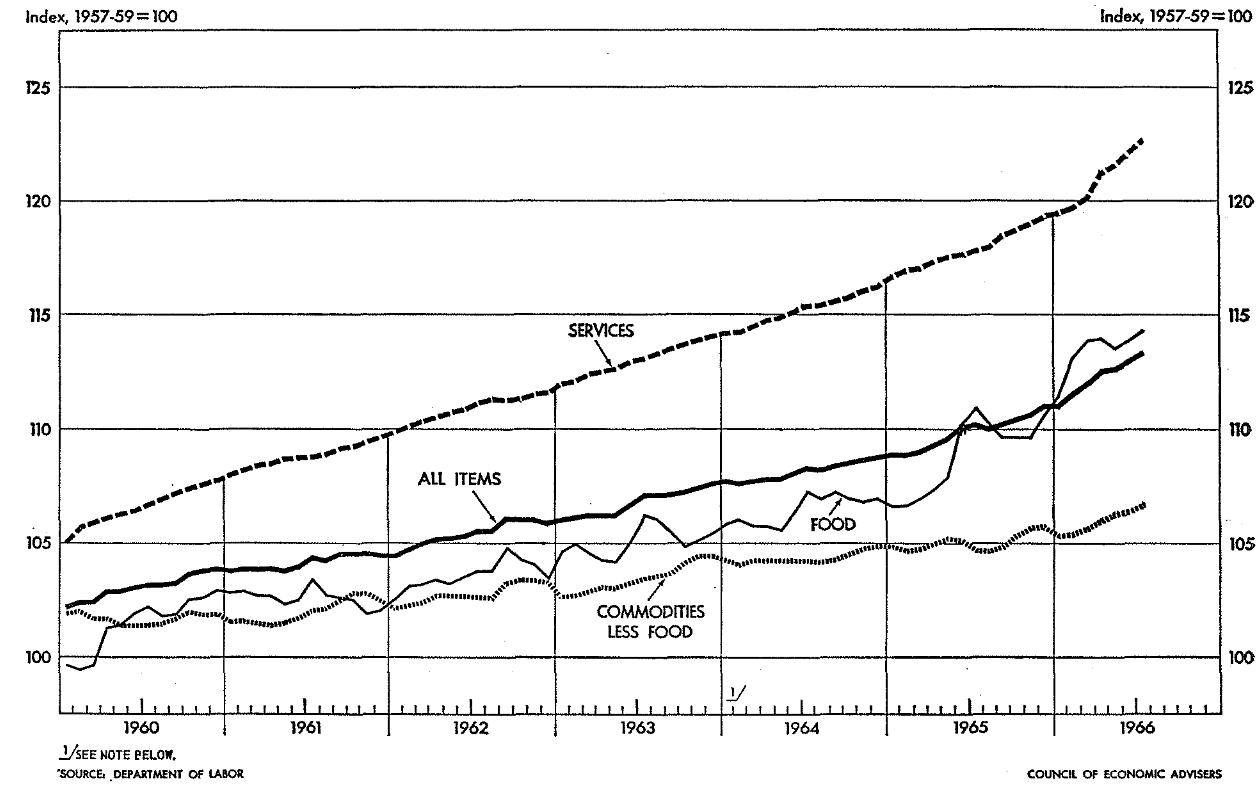
[1] Includes certain special Government transactions.
[2] Equals changes in liquid liabilities to foreign official holders, other foreign holders, and changes in official reserve assets consisting of gold, convertible currencies, and the U.S. gold tranche position in the IMF.
[3] Equals changes in liquid and nonliquid liabilities to foreign official holders and changes in official reserve assets consisting of gold, convertible currencies, and the U.S. gold tranche position in the IMF.
[4] Includes short-term official and banking liabilities and foreign holdings of U.S. Government bonds and notes.
[5] Central banks, governments, and U.S. liabilities to the IMF arising from reversible gold sales to, and gold deposits with, the U.S.
[6] Private holders; includes banks and international and regional organizations; excludes IMF.
[7] Includes change in Treasury liabilities to certain foreign military agencies; excluding these changes, data ($ millions) are 1,259 (1960), 741 (1961), and 919 (1962).
[8] On June 30, U.S. reserve assets consisted of gold stock, $13,529 million (down $209 million from Mar. 31); IMF position including gold portion of increased U.S. subscription, $707 million; convertible currencies, $722 million.
* Preliminary.

NOTE.—Data exclude military grant-aid and U.S. subscriptions to IMF.
Source: Department of Commerce.

PRICES

CONSUMER PRICES

The consumer price index increased 0.4 percent in July. Services again led the way with an 0.5 percent rise, but consumer goods prices also rose. Nondurable goods prices climbed 0.3 percent primarily because of an 0.4 percent hike in food prices, and durables rose 0.4 percent.



[1957–59=100]

Period	All items	Commodities: All commodities	Commodities: Food	Commodities less food: All	Commodities less food: Durable	Commodities less food: Nondurable	Services: All services	Services: Rent	Services: Services less rent
1955	93.3	94.6	94.0	94.9	95.3	94.4	90.5	94.8	89.4
1956	94.7	95.5	94.7	95.9	95.4	96.5	92.8	96.5	91.9
1957	98.0	98.5	97.8	98.8	98.5	99.1	96.6	98.3	96.1
1958	100.7	100.8	101.9	99.9	100.0	99.8	100.3	100.1	100.2
1959	101.5	100.9	100.3	101.2	101.5	101.0	103.2	101.6	103.6
1960	103.1	101.7	101.4	101.7	100.9	102.6	106.6	103.1	107.4
1961	104.2	102.3	102.6	102.0	100.8	103.2	108.8	104.4	110.0
1962	105.4	103.2	103.6	102.8	101.8	103.8	110.9	105.7	112.1
1963	106.7	104.1	105.1	103.5	102.1	104.8	113.0	106.8	114.5
1964[1]	108.1	105.2	106.4	104.4	103.0	105.7	115.2	107.8	117.0
1965	109.9	106.4	108.8	105.1	102.6	107.2	117.8	108.9	120.0
1965: June	110.1	106.9	110.1	105.1	102.6	107.3	117.6	108.8	119.7
July	110.2	106.9	110.9	104.7	102.3	106.9	117.8	108.9	120.0
Aug	110.0	106.6	110.1	104.7	101.8	107.1	117.9	109.0	120.0
Sept	110.2	106.6	109.7	104.9	101.7	107.7	118.5	109.1	120.7
Oct	110.4	106.9	109.7	105.3	102.1	108.0	118.7	109.2	121.0
Nov	110.6	107.1	109.7	105.6	102.4	108.3	119.0	109.3	121.3
Dec	111.0	107.4	110.6	105.7	102.4	108.4	119.3	109.5	121.6
1966: Jan	111.0	107.4	111.4	105.3	101.9	108.0	119.5	109.7	121.8
Feb	111.6	108.0	113.1	105.4	101.8	108.3	119.7	109.8	122.0
Mar	112.0	108.4	113.9	105.6	102.0	108.6	120.1	109.9	122.5
Apr	112.5	108.8	114.0	106.0	102.3	109.0	121.1	110.1	123.6
May	112.6	108.8	113.5	106.3	102.5	109.3	121.5	110.2	124.1
June	112.9	109.0	113.9	106.4	102.6	109.5	122.0	110.2	124.8
July	113.3	109.3	114.3	106.7	103.0	109.7	122.6	110.3	125.5

[1] See Note.

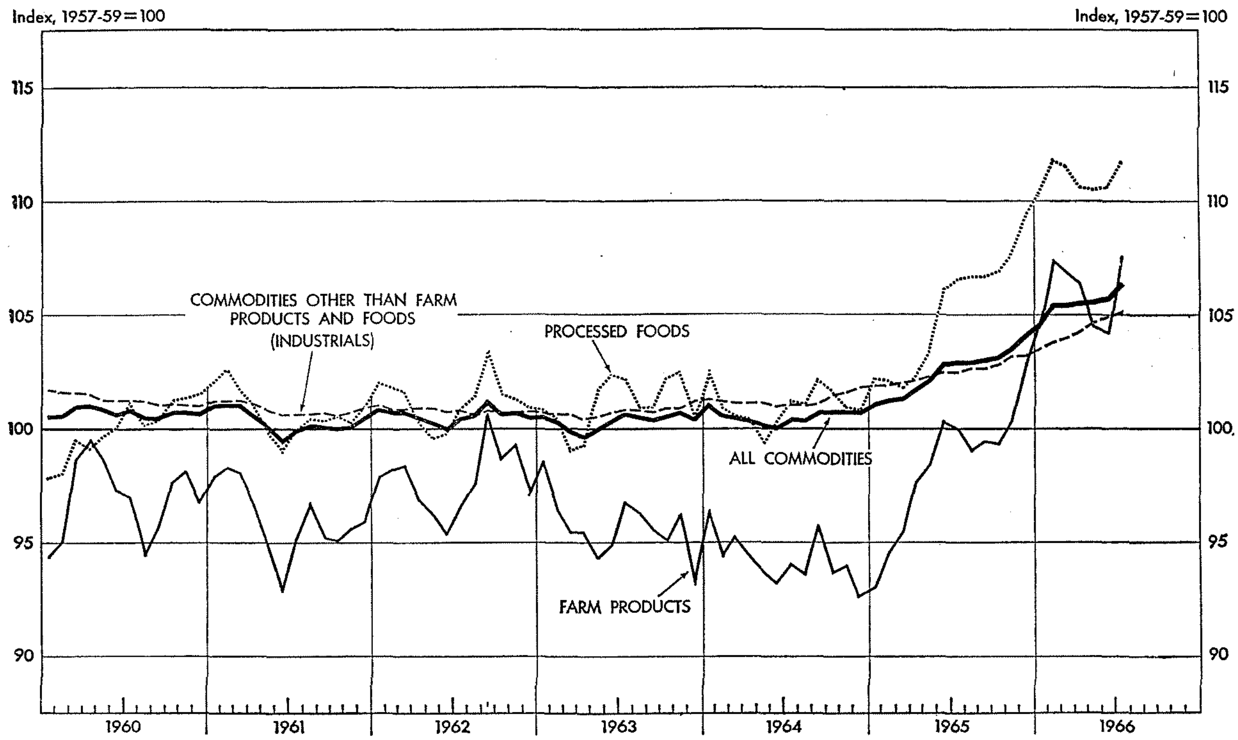
NOTE.—Prior to January 1964, indexes revised to reflect transfer of homeownership from services to durable commodities.

Beginning with January 1964, new index with revised weights, coverage, and sampling procedures. For details, see Department of Labor release, *Major Changes in the Consumer Price Index*, March 3, 1964.

Source: Department of Labor.

WHOLESALE PRICES

The wholesale price index resumed its strong upward movement in July, rising 0.7 percent after 4 months of relative stability. After four straight months of decline, farm prices increased sharply by 3.3 percent. Processed food prices rose 1.0 percent, and industrial prices increased by 0.2 percent for the seventh increase in a row.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[1957–59=100]

Period	All commodities	Farm products	Processed foods	Commodities other than farm products and foods (industrials): All industrials[1]	Industrial crude materials	Industrial intermediate materials[2]	Producer finished goods	Consumer finished goods excluding food: Durable	Nondurable
1958	100.4	103.6	102.9	99.5	96.9	99.4	100.2	100.1	99.3
1959	100.6	97.2	99.2	101.3	102.3	101.0	102.1	101.3	100.8
1960	100.7	96.9	100.0	101.3	98.3	101.4	102.3	100.9	101.5
1961	100.3	96.0	100.7	100.8	97.2	100.1	102.5	100.5	101.5
1962	100.6	97.7	101.2	100.8	95.6	99.9	102.9	100.0	101.6
1963	100.3	95.7	101.1	100.7	94.3	99.6	103.1	99.5	101.9
1964	100.5	94.3	101.0	101.2	97.1	100.2	104.1	99.9	101.6
1965	102.5	98.4	105.1	102.5	100.9	101.5	105.4	99.6	102.8
1965: June	102.8	100.3	106.1	102.5	100.5	101.5	105.4	99.7	102.6
July	102.9	100.0	106.6	102.5	100.4	101.5	105.4	99.6	102.7
Aug	102.9	99.1	106.7	102.7	101.7	101.7	105.5	99.5	102.8
Sept	103.0	99.5	106.7	102.7	101.3	101.8	105.5	99.5	103.0
Oct	103.1	99.4	106.9	102.8	102.0	101.9	105.6	99.5	103.3
Nov	103.5	100.3	107.6	103.2	102.7	102.1	105.9	99.6	103.6
Dec	104.1	103.0	109.4	103.2	102.6	102.2	106.0	99.6	103.7
1966: Jan	104.6	104.5	110.3	103.5	104.0	102.4	106.2	99.7	103.9
Feb	105.4	107.4	111.8	103.8	105.7	102.6	106.6	99.7	104.0
Mar	105.4	106.8	111.5	104.0	106.6	102.9	106.8	99.7	104.1
Apr	105.5	106.4	110.6	104.3	106.1	103.4	107.0	99.8	104.3
May	105.6	104.5	110.5	104.7	105.9	103.8	107.6	100.2	104.5
June	105.7	104.2	110.6	104.9	106.5	103.9	107.9	100.1	104.9
July[3]	106.4	107.6	111.7	105.1	106.4	104.0	108.1	100.2	105.0
Week ended:[4]									
1966: Aug 9	106.4	107.8	112.1	105.1	--------	--------	--------	--------	--------
16[3]	106.5	107.2	112.8	105.1	--------	--------	--------	--------	--------

[1] Coverage of the subgroups does not correspond exactly to coverage of this index.

[2] Excludes intermediate materials for food manufacturing and manufactured animal feeds; includes, in part, grain products for further processing.

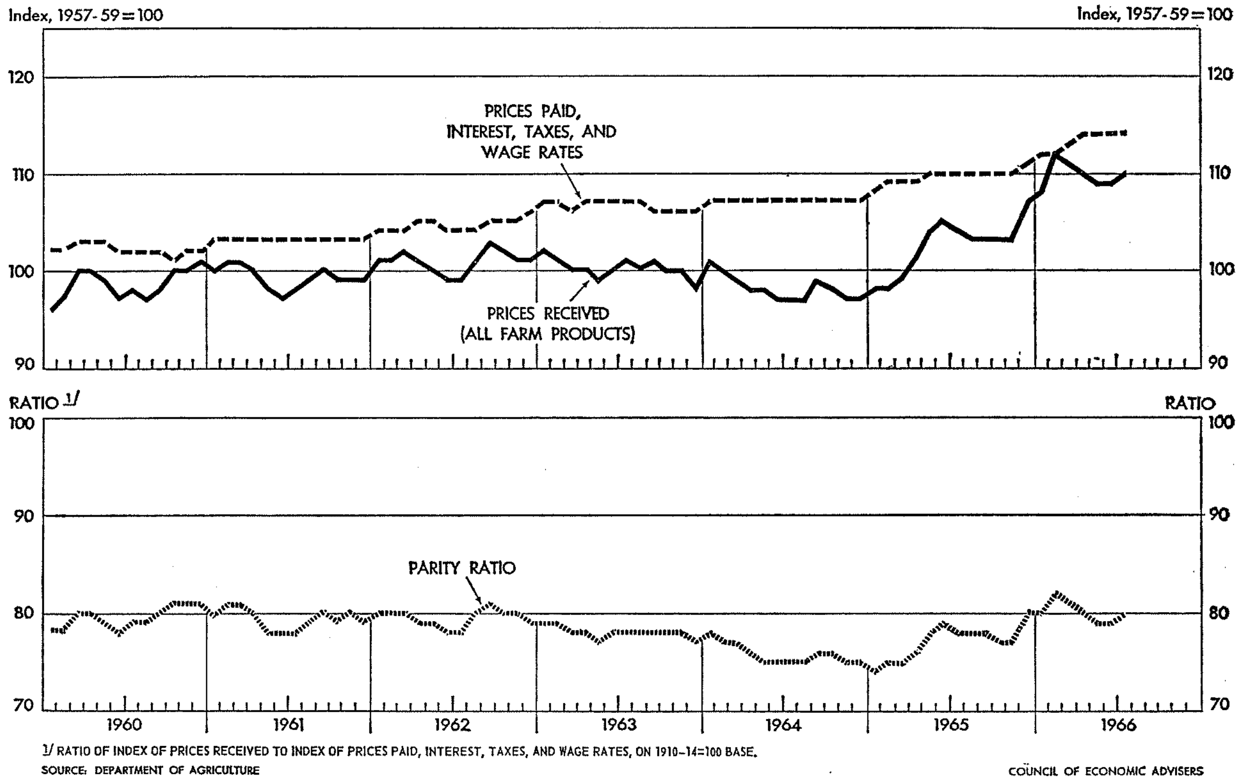
[3] Preliminary.

[4] Weekly series based on smaller sample than monthly series.

Source: Department of Labor.

PRICES RECEIVED AND PAID BY FARMERS

The parity ratio rose 1 point in the month ended July 15 as prices received by farmers rose 1 percent and prices paid were unchanged.



Period	Prices received by farmers: All farm products	Prices received by farmers: Crops	Prices received by farmers: Livestock and products	Prices paid by farmers: All items, interest, taxes, and wage rates	Prices paid by farmers: Family living items	Prices paid by farmers: Production items	Parity ratio [1]
	Index, 1957–59=100						
1956	95	105	88	95	96	95	83
1957	97	101	94	98	99	98	82
1958	104	100	106	100	100	100	85
1959	99	99	100	102	101	102	81
1960	98	99	98	102	102	101	80
1961	99	102	98	103	102	101	79
1962	101	104	99	105	103	103	80
1963	100	107	95	107	104	104	78
1964	98	107	91	107	105	103	76
1965	102	104	101	110	107	105	77
1965: June 15	105	108	103	110	107	106	79
July 15	104	104	104	110	107	106	78
Aug 15	103	100	105	110	107	106	78
Sept 15	103	100	105	110	107	106	78
Oct 15	103	99	106	110	107	105	77
Nov 15	103	98	107	110	107	105	77
Dec 15	107	100	112	111	108	106	80
1966: Jan 15	108	101	114	112	108	107	80
Feb 15	112	104	118	112	109	108	82
Mar 15	111	104	118	113	110	108	81
Apr 15	110	106	113	114	110	108	80
May 15	109	107	110	114	110	108	79
June 15	109	108	110	114	110	108	79
July 15	110	110	111	114	110	109	80

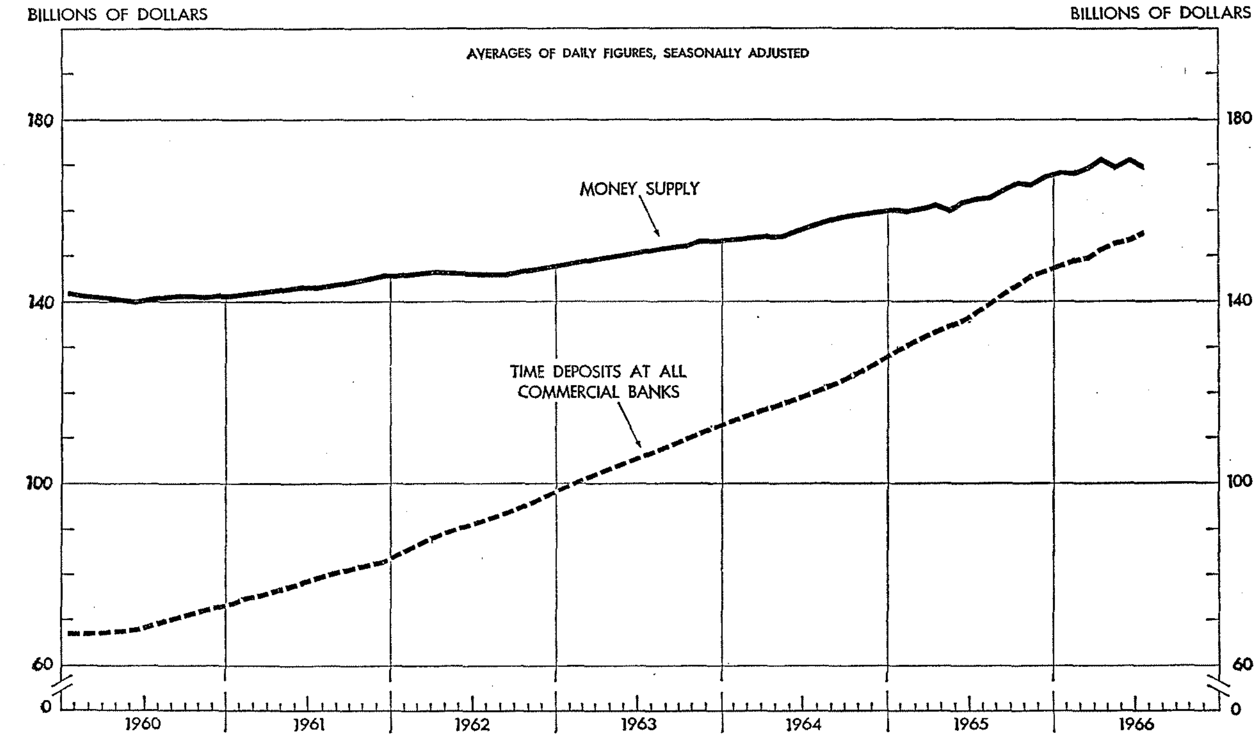
[1] Percentage ratio of index of prices received by farmers to index of prices paid, interest, taxes, and wage rates on 1910–14=100 base.

Source: Department of Agriculture.

MONEY, CREDIT, AND SECURITY MARKETS

MONEY SUPPLY

The average daily supply of money, seasonally adjusted, declined in July from its June peak. The decline was a reflection of a reduction in demand deposits. Time deposits, seasonally adjusted, continued their upward trend.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Averages of daily figures, billions of dollars]

Period	Money supply				Money supply				U.S. Government demand deposits [1]
	Total	Currency outside banks	Demand deposits	Time deposits [1]	Total	Currency outside banks	Demand deposits	Time deposits [1]	
	Seasonally adjusted				Unadjusted				
1960: Dec	141.1	28.9	112.1	72.9	144.7	29.6	115.2	72.1	4.7
1961: Dec	145.5	29.6	116.0	82.7	149.4	30.2	119.2	81.8	4.9
1962: Dec	147.5	30.6	116.9	97.8	151.6	31.2	120.3	96.7	5.6
1963: Dec	153.1	32.5	120.6	112.2	157.3	33.1	124.1	111.0	5.1
1964: Dec	159.7	34.2	125.4	126.6	164.0	35.0	129.1	125.2	5.5
1965: Dec	167.4	36.3	131.2	147.0	172.0	37.0	135.0	145.3	4.5
1965: June	161.8	35.0	126.8	135.9	159.6	34.9	124.6	136.6	9.3
July	162.5	35.2	127.3	137.6	160.9	35.4	125.6	138.3	9.1
Aug	162.7	35.4	127.3	140.1	160.5	35.5	125.0	140.2	7.4
Sept	164.3	35.6	128.7	141.6	163.2	35.6	127.5	141.4	5.6
Oct	165.6	35.9	129.7	143.6	165.8	36.0	129.8	143.5	5.0
Nov	165.7	36.1	129.6	145.5	167.4	36.5	130.9	144.4	4.0
Dec	167.4	36.3	131.2	147.0	172.0	37.0	135.0	145.3	4.5
1966: Jan	168.4	36.7	131.8	148.0	173.0	36.5	136.5	147.4	3.7
Feb	168.0	36.8	131.2	148.8	167.8	36.3	131.5	148.7	5.1
Mar	169.2	36.9	132.3	149.6	167.8	36.5	131.3	150.2	4.6
Apr	171.1	37.1	134.0	151.6	171.6	36.8	134.8	152.2	3.0
May	169.5	37.3	132.2	152.9	166.9	37.0	129.9	153.9	7.2
June	171.1	37.3	133.8	[3] 153.3	168.8	37.3	131.5	[3] 154.1	6.2
July [2]	169.6	37.6	132.0	154.9	167.9	37.8	130.2	155.7	8.0

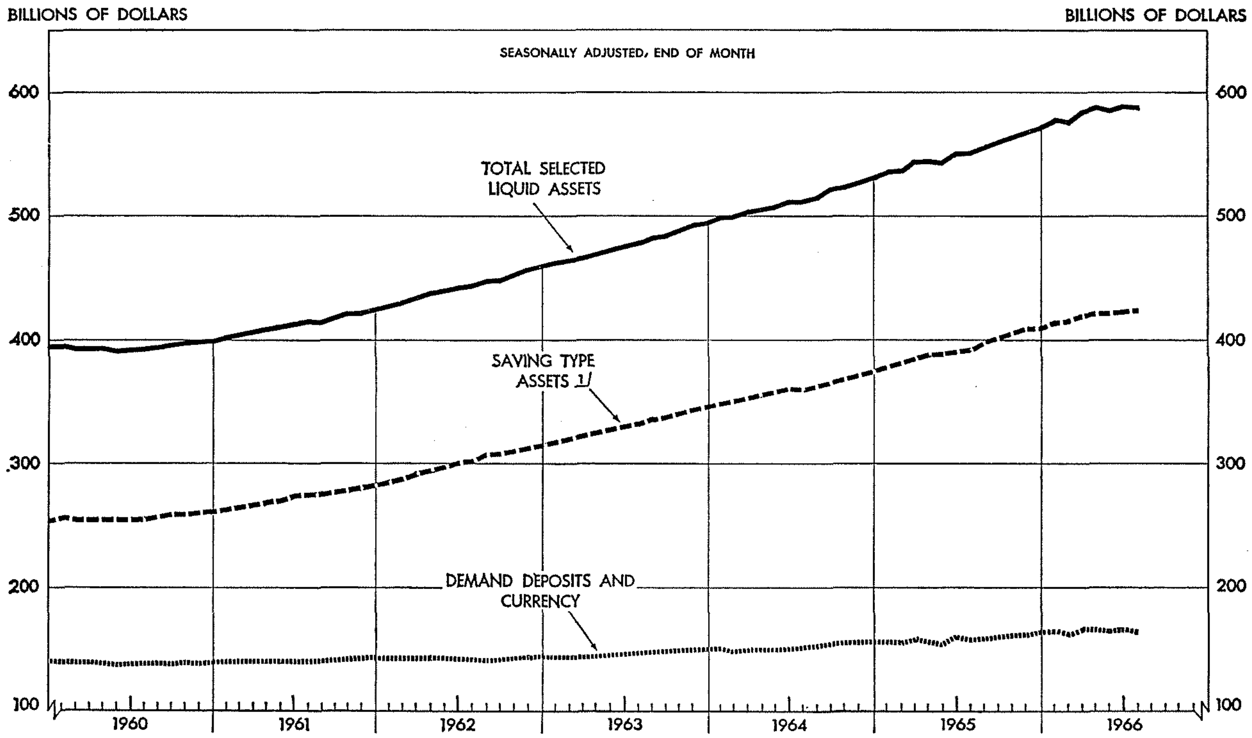
[1] Deposits at all commercial banks.
[2] Preliminary.
[3] Effective June 9, balances accumulated for payment of personal loans (about $1.1 billion at that time) are excluded from time deposits reported by member banks and from loans at all commercial banks.

NOTE.—See Note, p. 31.

Source: Board of Governors of the Federal Reserve System.

SELECTED LIQUID ASSETS HELD BY THE PUBLIC

Nonbank public holdings of liquid assets (seasonally adjusted) declined about $1 billion in July. An increase of more than $2½ billion in time deposits and savings bonds was more than offset by declines in demand deposits, short-term Government securities, and savings and loan shares.



1/ASSETS OTHER THAN DEMAND DEPOSITS AND CURRENCY.
SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars, seasonally adjusted]

End of period	Total selected liquid assets	Demand deposits and currency [1]	Time deposits		Postal Savings System	Savings and loan shares	U.S. Government savings bonds [2]	U.S. Government securities maturing within one year [2]
			Commercial banks	Mutual savings banks				
1959	393.9	139.7	67.4	34.9	0.9	54.3	47.9	48.8
1960	399.2	138.4	73.1	36.2	.8	61.8	47.0	41.9
1961	424.6	142.6	82.5	38.3	.6	70.5	47.4	42.6
1962	459.0	144.8	98.1	41.4	.5	79.8	47.6	46.8
1963	495.4	149.6	112.9	44.5	.5	90.9	49.0	48.1
1964	530.5	156.7	127.1	49.0	.4	101.4	49.9	46.1
1965	572.8	164.0	147.1	52.5	.3	109.7	50.5	48.6
1965: June	550.2	159.7	136.3	50.8	.4	105.1	50.0	48.0
July	550.9	157.7	138.3	51.1	.4	105.5	50.1	47.9
Aug	555.7	157.8	139.8	51.3	.3	106.5	50.1	49.8
Sept	560.7	160.6	141.6	51.6	.3	107.8	50.1	48.7
Oct	565.1	161.1	144.0	52.0	.3	108.4	50.1	49.1
Nov	568.3	160.4	146.5	52.3	.3	109.3	50.1	49.4
Dec	572.8	164.0	147.1	52.5	.3	109.7	50.5	48.6
1966: Jan	578.5	164.8	149.2	52.8	.3	109.8	50.5	51.2
Feb	577.5	162.8	149.4	53.0	.3	110.6	50.3	51.0
Mar [3]	585.5	167.1	151.1	53.1	.3	111.4	50.3	52.1
Apr [3]	587.0	166.6	152.3	53.1	.3	111.0	50.4	53.3
May [3]	585.8	164.1	153.2	53.3	.3	111.2	50.4	53.3
June [3]	[4] 588.5	166.4	[4] 153.4	53.4	.2	111.3	50.4	53.4
July [3]	587.6	164.2	155.6	53.7	.2	111.2	50.6	52.3

[1] Agrees in concept with money supply, p. 29, except for deduction of demand deposits held by mutual savings banks and savings and loan associations. Data for last Wednesday of month.

[2] Excludes holdings of Government agencies and trust funds, domestic commercial and mutual savings banks, Federal Reserve Banks, and beginning February 1960, savings and loan associations.

[3] Preliminary.

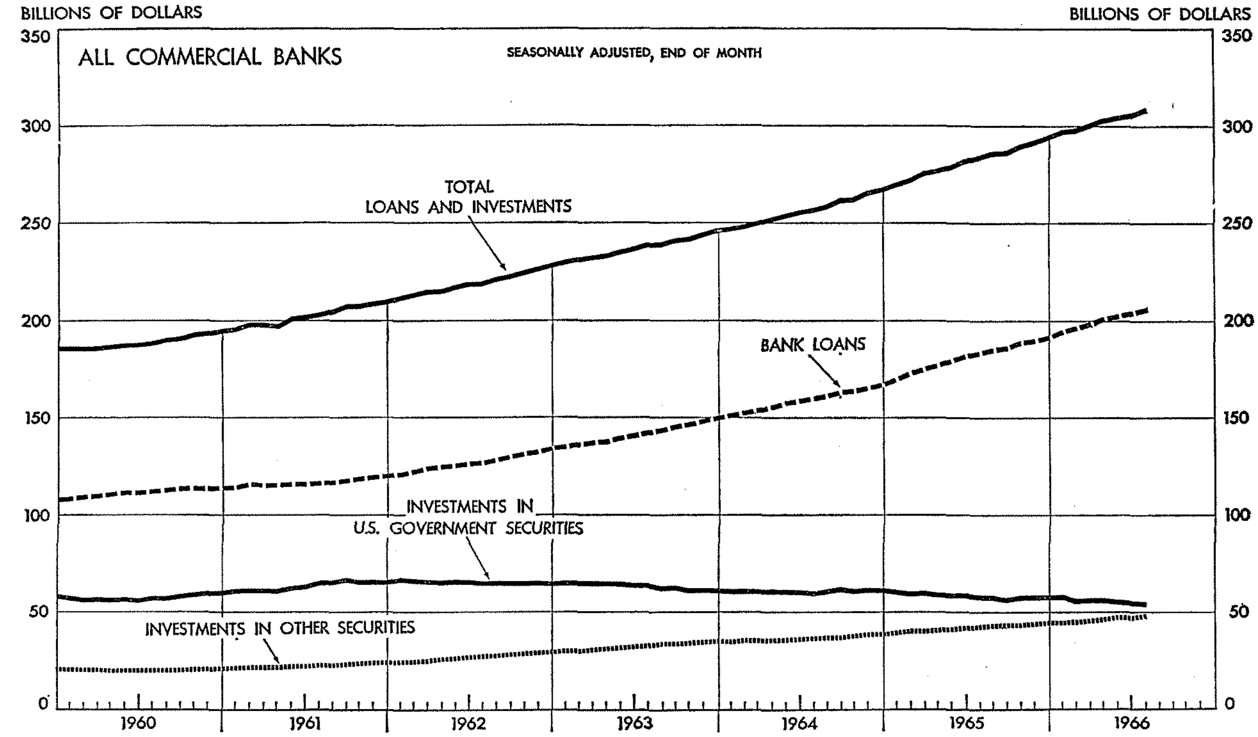
[4] See footnote 3, page 29.

NOTE.—See Note, p. 31.

Source: Board of Governors of the Federal Reserve System.

BANK LOANS, INVESTMENTS, DEBITS, AND RESERVES

Total commercial bank credit, seasonally adjusted, rose $2.8 billion in July. Commercial bank investments continued to show the shift in portfolio from Government into other securities.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM. COUNCIL OF ECONOMIC ADVISERS

End of period	All commercial banks (seasonally adjusted data)				Weekly reporting member banks [1]	Bank debits outside New York City (224 centers), seasonally adjusted annual rates [3]	All member banks [1 4]			
	Total loans and investments	Loans, excluding interbank	Investments: U.S. Government securities	Investments: Other securities	Business loans [2]		Total reserves	Excess reserves	Borrowings at Federal Reserve Banks	Free reserves
	Billions of dollars						Millions of dollars			
1959	185.9	107.5	57.9	20.5	30.7	*1,656*	18,932	482	906	−424
1960	194.5	113.8	59.8	20.8	32.2	*1,736*	19,283	756	87	669
1961	209.6	120.5	65.2	23.9	32.9	*1,832*	20,118	568	149	419
1962	227.9	134.1	64.5	29.2	35.2	*2,021*	20,040	572	304	268
1963	246.2	149.7	61.5	35.0	38.8	*2,199*	20,746	536	327	209
1964	267.2	167.4	61.1	38.7	42.1	[3] *2,696*	21,609	411	243	168
1965	294.4	192.0	57.7	44.8	50.6	*2,997*	22,719	452	454	−2
1965: June	281.7	181.4	58.2	42.1	46.8	*3,019*	21,709	346	528	−182
July	283.2	182.9	57.9	42.4	46.3	*3,021*	21,863	350	524	−174
Aug	286.1	185.2	57.7	43.1	46.9	*3,019*	21,617	430	564	−134
Sept	286.2	186.2	56.5	43.4	48.1	*3,023*	21,740	384	528	−144
Oct	289.9	188.6	57.4	43.9	48.2	*3,069*	21,958	344	490	−146
Nov	291.5	189.8	57.5	44.2	49.0	*3,179*	21,958	369	452	−83
Dec	294.4	192.0	57.7	44.8	50.6	*3,250*	22,719	452	454	−2
1966: Jan	297.4	194.5	58.0	44.9	50.3	*3,198*	22,750	358	402	−44
Feb	297.5	196.2	55.9	45.4	51.1	*3,264*	22,233	371	478	−107
Mar	300.3	198.6	56.0	45.7	52.6	*3,397*	22,160	305	551	−246
Apr [5]	302.7	200.7	55.8	46.2	52.5	*3,390*	22,528	358	626	−268
May [5]	304.3	202.0	55.0	47.2	53.5	*3,348*	22,487	370	722	−352
June [5]	[6] 305.4	[6] 203.7	54.5	47.1	55.8	*3,377*	22,534	322	674	−352
July [5]	308.2	205.9	54.1	48.2	[7] 58.7	*3,509*	23,093	407	766	−359

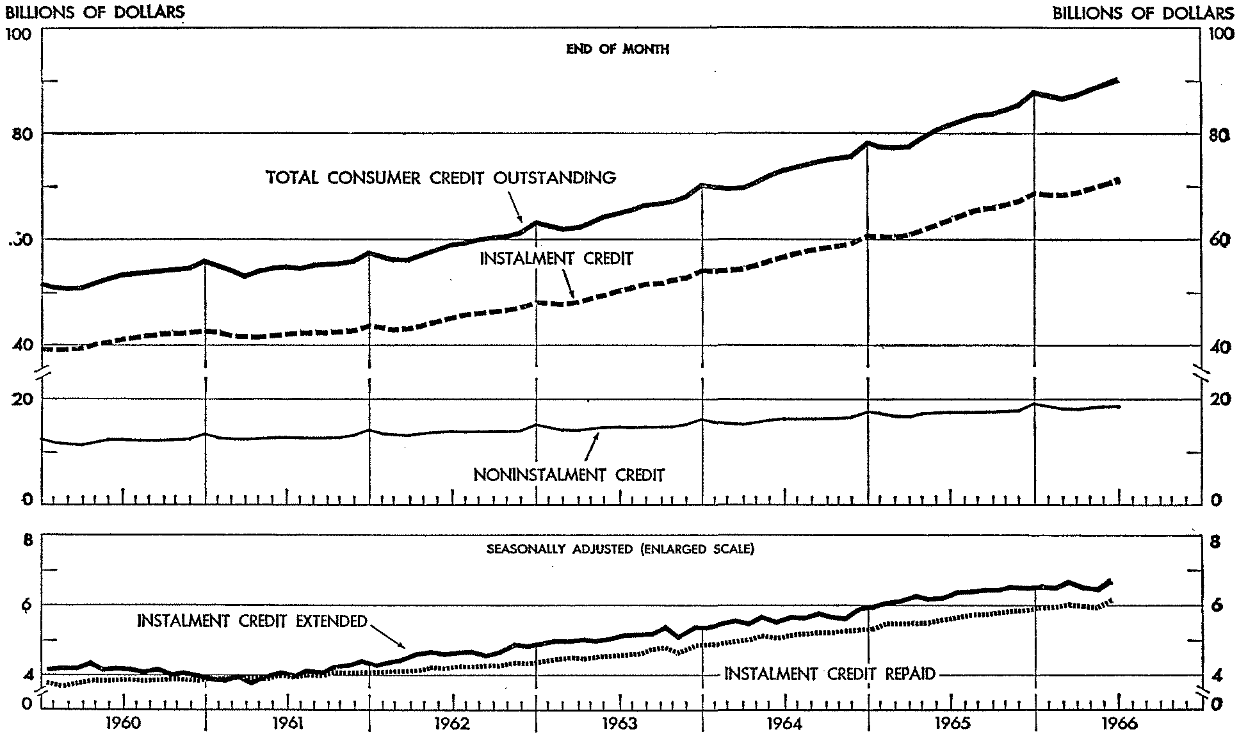
[1] Member banks are all national banks and those State banks which have taken membership in the Federal Reserve System.
[2] Commercial and industrial loans.
[3] Debits during period to demand deposit accounts except interbank and U.S. Government. New series; see *Bank Debits and Deposit Turnover, G.6 FRB, February 19, 1965.*
[4] Averages of daily figures. Annual data are for December.
[5] Preliminary.
[6] See footnote 3, page 29.
[7] New series; see *Federal Reserve Bulletin*, August 1966.

NOTE.—Between January and August 1959, series for all commercial banks expanded to include data for all banks in Alaska and Hawaii. Data for all member banks include Alaska and Hawaii beginning 1954 and 1959, respectively.

Source: Board of Governors of the Federal Reserve System.

CONSUMER AND REAL ESTATE CREDIT

Consumer credit outstanding in June increased at a rate well below that of a year earlier. Total instalment credit extended (seasonally adjusted) rose, surpassing slightly its March peak.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

Period	Consumer credit outstanding (end of period; unadjusted)					Consumer instalment credit extended and repaid (seasonally adjusted)				Mortgag debt outstanding nonfarm 1- to 4-family houses ³
	Total	Instalment			Non-instalment ²	Total		Automobile paper		
		Total ¹	Automobile paper	Personal loans		Extended	Repaid	Extended	Repaid	
1956	42, 334	31, 720	14, 420	6, 789	10, 614	39, 868	37, 054	15, 515	14, 555	99, 00
1957	44, 970	33, 867	15, 340	7, 582	11, 103	42, 016	39, 868	16, 465	15, 545	107, 60
1958	45, 129	33, 642	14, 152	8, 116	11, 487	40, 119	40, 344	14, 226	15, 415	117, 70
1959	51, 542	39, 245	16, 420	9, 386	12, 297	48, 052	42, 603	17, 779	15, 579	130, 90
1960	56, 028	42, 832	17, 688	10, 480	13, 196	49, 560	45, 972	17, 654	16, 384	141, 30
1961	57, 678	43, 527	17, 223	11, 256	14, 151	48, 396	47, 700	16, 007	16, 472	153, 10
1962	63, 164	48, 034	19, 540	12, 643	15, 130	55, 126	50, 620	19, 796	17, 478	166, 50
1963	70, 461	54, 158	22, 433	14, 464	16, 303	61, 295	55, 171	22, 292	19, 400	182, 20
1964	78, 442	60, 548	25, 195	16, 228	17, 894	67, 505	61, 121	24, 435	21, 676	197, 60
1965	87, 884	68, 565	28, 843	18, 354	19, 319	75, 508	67, 495	27, 914	24, 267	213, 00
1965: May	80, 469	62, 807	26, 717	17, 098	17, 662	6, 167	5, 511	2, 249	1, 987	--------
June	81, 717	63, 850	27, 280	17, 346	17, 867	6, 196	5, 601	2, 285	2, 007	204, 80
July	82, 539	64, 704	27, 779	17, 503	17, 835	6, 383	5, 659	2, 355	2, 007	--------
Aug	83, 319	65, 508	28, 111	17, 753	17, 811	6, 385	5, 729	2, 372	2, 068	--------
Sept	83, 801	65, 979	28, 175	17, 911	17, 822	6, 434	5, 748	2, 385	2, 056	209, 00
Oct	84, 465	66, 511	28, 393	17, 950	17, 954	6, 425	5, 805	2, 338	2, 080	--------
Nov	85, 291	67, 168	28, 612	18, 070	18, 123	6, 530	5, 831	2, 480	2, 148	--------
Dec	87, 884	68, 565	28, 843	18, 354	19, 319	6, 489	5, 855	2, 443	2, 107	213, 00
1966: Jan	87, 027	68, 314	28, 789	18, 325	18, 713	6, 544	5, 947	2, 340	2, 115	--------
Feb	86, 565	68, 279	28, 894	18, 396	18, 286	6, 492	5, 954	2, 340	2, 135	--------
Mar	87, 059	68, 827	29, 248	18, 532	18, 232	6, 673	6, 024	2, 479	2, 216	216, 10
Apr	88, 184	69, 543	29, 597	18, 747	18, 641	6, 505	5, 974	2, 302	2, 145	--------
May	89,092	70,209	29,908	18,927	18,883	6,472	5,979	2,298	2,159	--------
June	90, 070	71, 194	30, 402	19, 156	18, 876	6, 675	6, 126	2, 419	2, 211	--------

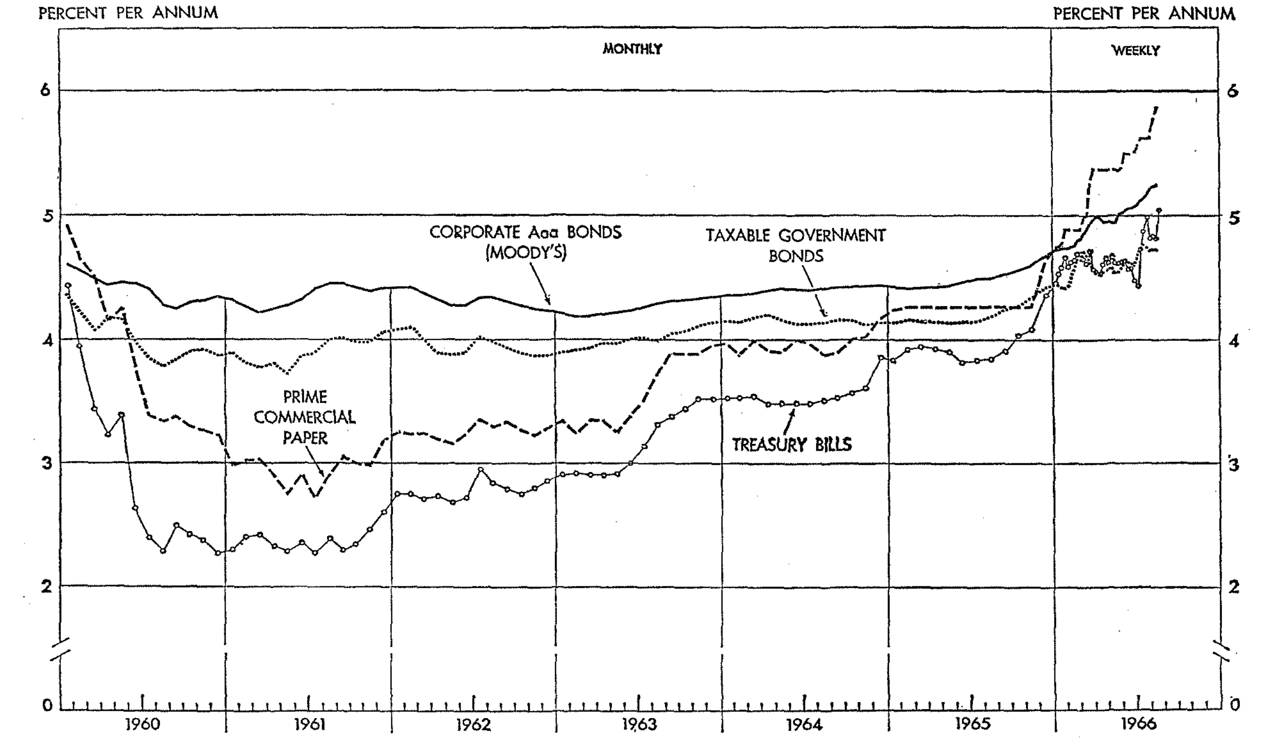
¹ Also includes other consumer goods paper, and repair and modernization loans, not shown separately.
² Consists of single-payment loans, charge accounts, and service credit.
³ End of period, unadjusted.

NOTE.—Data for Alaska and Hawaii included beginning January and Augu: 1959, respectively.

Sources: Board of Governors of the Federal Reserve System and Federal Hom Loan Bank Board.

BOND YIELDS AND INTEREST RATES

In late July and August bond yields and interest rates continued their upward trend initiated at the beginning of May. Treasury bill yields climbed to another all-time high in mid-August.



SOURCES: SEE TABLE BELOW

COUNCIL OF ECONOMIC ADVISERS

[Percent per annum]

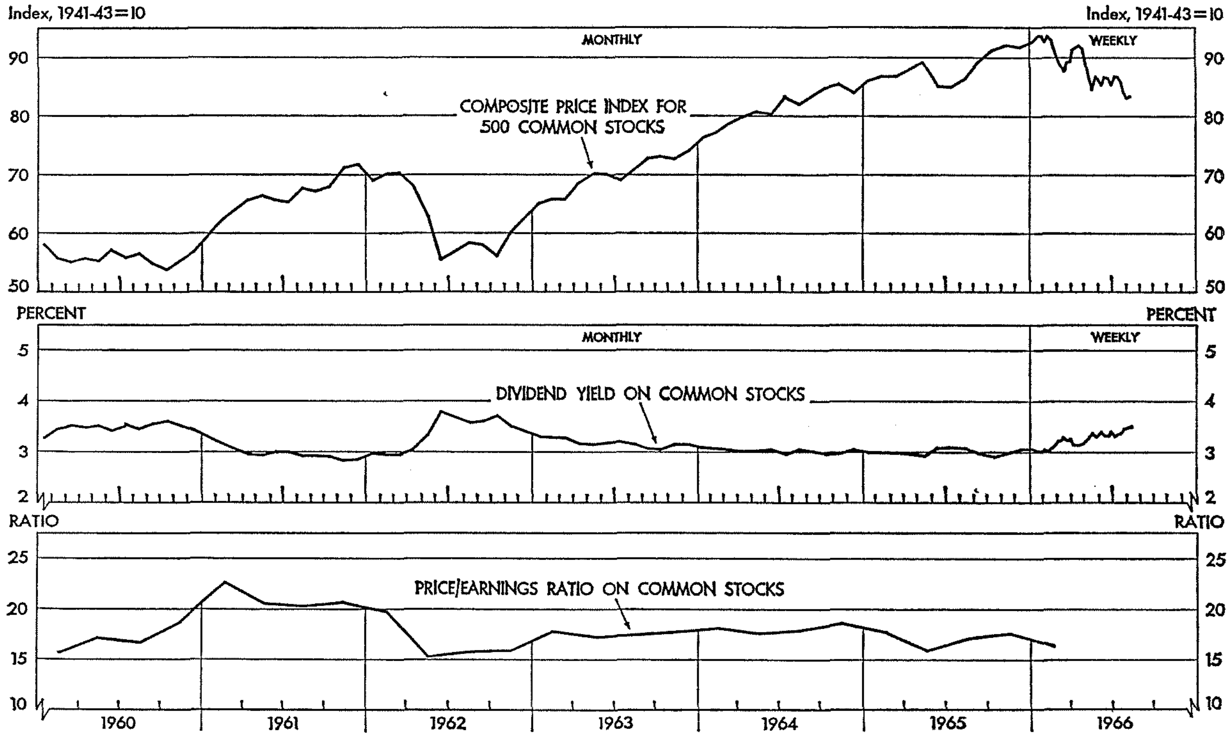
Period	U.S. Government security yields: 3-month Treasury bills [1]	3–5 year issues [2]	Taxable bonds [3]	High-grade municipal bonds (Standard & Poor's) [4]	Corporate bonds (Moody's): Aaa	Baa	Prime commercial paper, 4–6 months	FHA new home mortgage yields [5]
1959	3. 405	4. 33	4. 08	3. 95	4. 38	5. 05	3. 97	5. 77
1960	2. 928	3. 99	4. 02	3. 73	4. 41	5. 19	3. 85	6. 16
1961	2. 378	3. 60	3. 90	3. 46	4. 35	5. 08	2. 97	5. 78
1962	2. 778	3. 57	3. 95	3. 18	4. 33	5. 02	3. 26	5. 60
1963	3. 157	3. 72	4. 00	3. 23	4. 26	4. 86	3. 55	5. 46
1964	3. 549	4. 06	4. 15	3. 22	4. 40	4. 83	3. 97	5. 45
1965	3. 954	4. 22	4. 21	3. 27	4. 49	4. 87	4. 38	5. 46
1965: June	3. 810	4. 09	4. 14	3. 26	4. 46	4. 85	4. 38	5. 45
July	3. 831	4. 10	4. 15	3. 26	4. 48	4. 88	4. 38	5. 44
Aug	3. 836	4. 19	4. 19	3. 25	4. 49	4. 88	4. 38	5. 44
Sept	3. 912	4. 24	4. 25	3. 36	4. 52	4. 91	4. 38	5. 45
Oct	4. 032	4. 33	4. 28	3. 42	4. 56	4. 93	4. 38	5. 46
Nov	4. 082	4. 46	4. 34	3. 47	4. 60	4. 95	4. 38	5. 49
Dec	4. 362	4. 77	4. 43	3. 56	4. 68	5. 02	4. 65	5. 51
1966: Jan	4. 596	4. 89	4. 43	3. 52	4. 74	5. 06	4. 82	5. 62
Feb	4. 670	5. 02	4. 61	3. 63	4. 78	5. 12	4. 88	5. 70
Mar	4. 626	4. 94	4. 63	3. 72	4. 92	5. 32	5. 21	----------
Apr	4. 611	4. 86	4. 55	3. 59	4. 96	5. 41	5. 38	6. 00
May	4. 642	4. 94	4. 57	3. 68	4. 98	5. 48	5. 39	----------
June	4. 539	5. 01	4. 63	3. 77	5. 07	5. 58	5. 51	6. 32
July	4. 855	5. 22	4. 75	3. 94	5. 16	5. 68	5. 63	6. 45
Week ended:								
1966: July 16	4. 876	5. 24	4. 78	3. 95	5. 14	5. 68	5. 63	----------
23	4. 996	5. 22	4. 75	3. 93	5. 17	5. 69	5. 63	----------
30	4. 818	5. 25	4. 72	3. 95	5. 22	5. 72	5. 63	----------
Aug 6	4. 834	5. 32	4. 73	4. 01	5. 24	5. 75	5. 75	----------
13	4. 826	5. 40	4. 73	4. 14	5. 25	5. 78	5. 88	----------
20	5. 048	----------	----------	----------	----------	----------	----------	----------

[1] Rate on new issues within period.
[2] Selected note and bond issues.
[3] April 1953 to date, bonds due or callable 10 years and after.
[4] Weekly data are Wednesday figures.
[5] Data for first of the month, based on the maximum permissible interest rate (5¾ percent beginning June 1966) and 30-year mortgages paid in 15 years.

Sources: Treasury Department, Board of Governors of the Federal Reserve System, Federal Housing Administration, Standard & Poor's Corporation, and Moody's Investors Service.

COMMON STOCK PRICES, YIELD, AND EARNINGS

Stock prices have fluctuated within a narrow range since early June, but showed a downward trend in July and early August. The dividend yield has risen steadily since early July.



SOURCE: STANDARD AND POOR'S CORPORATION

COUNCIL OF ECONOMIC ADVISERS

Period	Price index [1] Total	Industrials Total	Industrials Capital goods	Industrials Consumers' goods	Public utilities	Railroads	Dividend yield [2] (percent)	Price/ earnings ratio [3]
	1941–43=10							
1960	55.85	59.43	59.75	47.21	46.86	30.31	3.47	17.09
1961	66.27	69.99	67.33	57.01	60.20	32.83	2.98	21.06
1962	62.38	65.54	58.15	54.96	59.16	30.56	3.37	16.68
1963	69.87	73.39	63.30	62.28	64.99	37.58	3.17	17.62
1964	81.37	86.19	76.34	73.84	69.91	45.46	3.01	18.08
1965	88.17	93.48	85.26	81.94	76.08	46.78	3.00	17.08
1965: July	84.91	89.92	80.54	78.80	74.63	43.31	3.09	----------
Aug	86.49	91.68	83.25	80.23	74.71	46.13	3.06	----------
Sept	89.38	94.93	86.91	82.34	76.10	46.96	2.98	17.10
Oct	91.39	97.20	90.28	83.90	76.69	48.46	2.91	----------
Nov	92.15	98.02	91.62	83.75	76.72	50.23	2.96	----------
Dec	91.73	97.66	91.42	83.31	75.39	51.03	3.05	17.61
1966: Jan	93.32	99.56	93.35	84.28	74.50	53.68	3.02	----------
Feb	92.69	99.11	93.69	83.48	71.87	54.78	3.06	----------
Mar	88.88	95.04	90.28	78.96	69.21	51.52	3.23	16.31
Apr	91.60	98.17	93.54	79.28	70.06	52.33	3.15	----------
May	86.78	92.85	88.78	75.12	68.49	47.00	3.30	----------
June	86.06	92.14	87.34	73.75	67.51	46.35	3.36	----------
July	85.84	91.95	86.38	73.87	67.30	45.50	3.36	----------
Week ended:								
1966: July 8	86.97	93.23	88.06	74.58	67.49	46.53	3.31	----------
15	86.91	93.11	87.11	74.45	67.99	46.21	3.34	----------
22	85.95	92.08	86.10	73.90	67.42	45.18	3.37	----------
29	83.80	89.68	84.24	72.56	66.42	44.21	3.44	----------
Aug 5	83.14	89.00	82.56	72.08	65.72	43.89	3.48	----------
12	83.31	89.26	82.10	71.97	65.31	43.62	3.49	----------

[1] Includes 500 common stocks: 425 are industrials: 50 are public utilities; and 25 are railroads. Weekly indexes for capital and consumer goods are Wednesday figures; all other weekly indexes are averages of daily figures.

[2] Aggregate cash dividends (based on latest known annual rate) divided by the aggregate monthly market value of the stocks in the group. Annual yields are averages of monthly data. Weekly data are Wednesday figures.

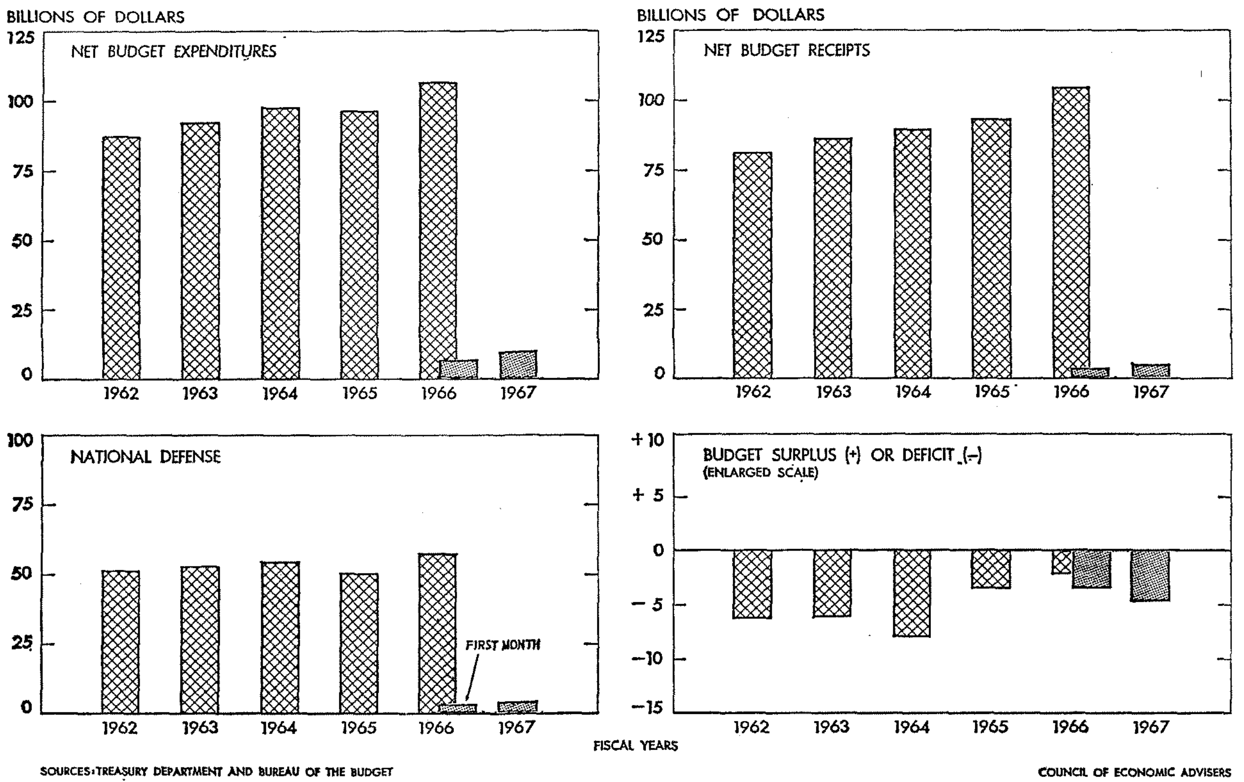
[3] Ratio of price index for last day in quarter to quarterly earnings (seasonally adjusted annual rate). Annual ratios are averages of quarterly data.

Source: Standard & Poor's Corporation.

FEDERAL FINANCE

FEDERAL ADMINISTRATIVE BUDGET RECEIPTS AND EXPENDITURES

The budget deficit for July, the first month of fiscal 1967, was $4.6 billion. In the corresponding month of fiscal 1966 the deficit was $3.4 billion.



SOURCES: TREASURY DEPARTMENT AND BUREAU OF THE BUDGET

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars]

Period	Net budget receipts	Net budget expenditures: Total	National defense [1]: Total	National defense [1]: Department of Defense, military	National defense [1]: Military assistance	Budget surplus or deficit (−)	Public debt (end of period) [2]
Fiscal year 1960	77.8	76.5	45.7	41.2	1.6	1.2	286.5
Fiscal year 1961	77.7	81.5	47.5	43.2	1.4	−3.9	289.2
Fiscal year 1962	81.4	87.8	51.1	46.8	1.4	−6.4	298.6
Fiscal year 1963	86.4	92.6	52.8	48.3	1.7	−6.3	306.5
Fiscal year 1964	89.5	97.7	54.2	49.8	1.5	−8.2	312.5
Fiscal year 1965	93.1	96.5	50.2	46.2	1.2	−3.4	317.9
Fiscal year 1966 [3]	104.6	106.9	57.7	54.4	.9	−2.3	320.4
1965: June	13.4	9.1	5.0	4.3	.4	4.3	317.9
July	3.8	7.2	3.8	3.6	(4)	−3.4	317.1
Aug	7.4	9.0	4.4	4.1	(4)	−1.6	318.7
Sept	11.0	9.5	4.5	4.3	.1	1.5	317.3
Oct	3.3	8.8	4.5	4.3	(4)	−5.5	319.4
Nov	8.1	9.1	4.5	4.2	.1	−1.0	322.2
Dec	9.6	9.4	5.1	4.8	.1	.1	321.4
1966: Jan	6.5	8.8	4.6	4.4	(4)	−2.4	322.4
Feb	8.3	8.2	4.5	4.2	.1	.2	323.7
Mar	11.3	10.2	5.6	5.2	.2	1.1	321.5
Apr	9.9	8.4	5.0	4.8	(4)	1.6	320.1
May	8.5	9.1	4.9	4.6	.1	−.6	322.8
June	17.1	9.4	6.2	5.9	.2	7.7	320.4
July	5.7	10.3	4.9	4.7	(4)	−4.6	319.8

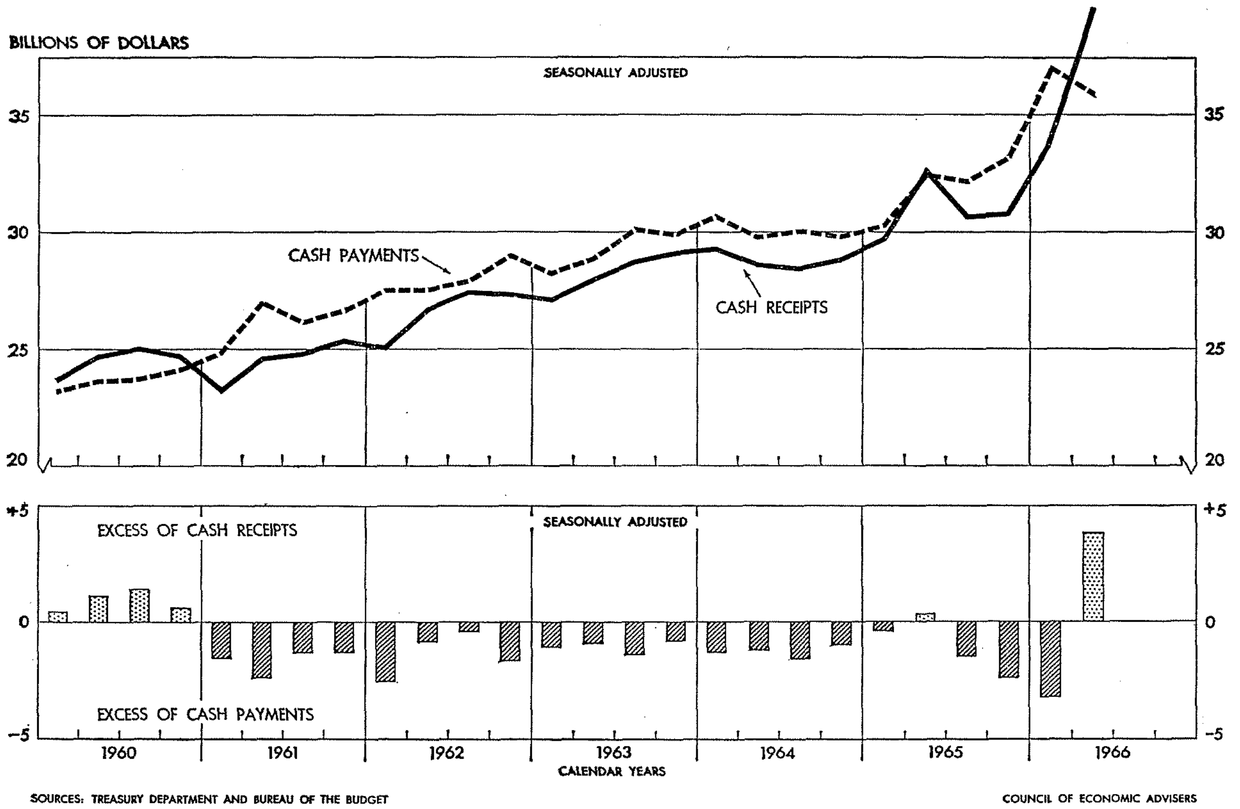
[1] In addition to items shown, also includes atomic energy and defense related services.
[2] Includes guaranteed securities held outside the Treasury. Not all of total shown is subject to statutory debt limitation.
[3] Preliminary.
[4] Less than $50 million.

NOTE.—Total budget receipts and expenditures exclude certain intragovernmental transactions.

Sources: Treasury Department and Bureau of the Budget.

FEDERAL CASH RECEIPTS FROM AND PAYMENTS TO THE PUBLIC

Strong cash receipts produced a $10.1 billion surplus in the April-June quarter ($3.8 billion seasonally adjusted and reduced the cash deficit for fiscal 1966 to $3.2 billion—less than half the January estimate.



[Billions of dollars]

Period	Cash receipts from the public	Cash payments to the public	Excess of receipts or payments (−)	Cash receipts from the public	Cash payments to the public	Excess of receipts or payments (−)
Fiscal year:						
1961	97.2	99.5	−2.3			
1962	101.9	107.7	−5.8			
1963	109.7	113.8	−4.0			
1964	115.5	120.3	−4.8			
1965	119.7	122.4	−2.7			
1966 [1]	134.4	137.6	−3.2			
Calendar year:						
1960	98.3	94.7	3.6			
1961	97.9	104.7	−6.8			
1962	106.2	111.9	−5.7			
1963	112.6	117.2	−4.6			
1964	115.0	120.3	−5.2			
1965	123.4	127.9	−4.5			
	Unadjusted			Seasonally adjusted		
Quarterly total (calendar years):						
1964: III	27.0	30.9	−3.9	28.4	30.0	−1.6
IV	24.3	30.6	−6.3	28.8	29.8	−1.0
1965: I	30.7	28.3	2.4	29.7	30.2	−.4
II	37.7	32.6	5.1	[2] 32.6	32.4	.3
III	29.2	33.1	−3.9	30.6	32.1	−1.5
IV	25.8	34.0	−8.1	30.7	33.1	−2.4
1966: I	33.3	34.6	−1.3	33.7	36.9	−3.2
II	46.1	36.0	10.1	[2] 39.6	35.8	3.8

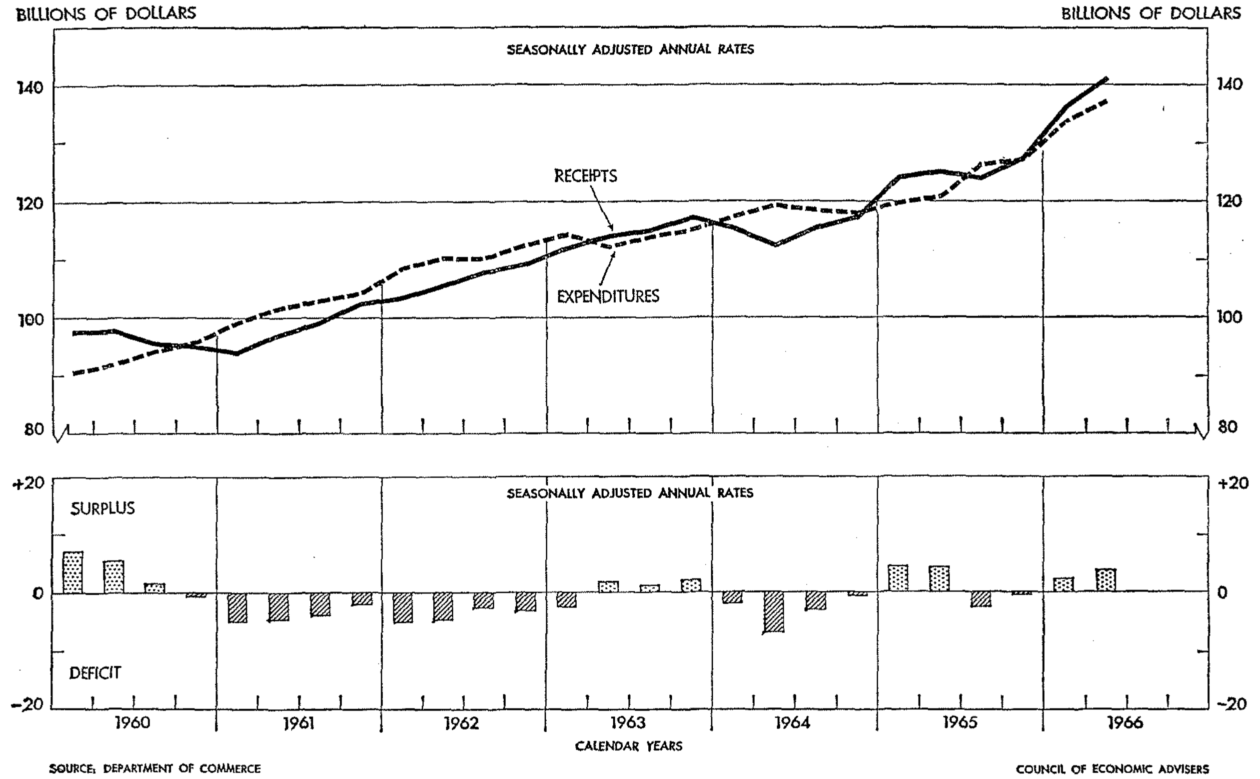
[1] Preliminary.

[2] Seasonally adjusted data include accelerated corporate tax payments of about $0.9 billion in 1965, and $2.8 billion in 1966; data also include about $0.3 billion in 1966 for initiation of graduated withholding of personal income taxes and $1.4 billion for change in schedule for depositing withheld and OASI taxes.

Sources: Treasury Department and Bureau of the Budget.

FEDERAL BUDGET, NATIONAL INCOME ACCOUNTS BASIS

In the second quarter, Federal receipts rose $5 billion (seasonally adjusted annual rate) and expenditures increased $3½ billion, yielding a surplus of nearly $4 billion.



[Billions of dollars, quarterly data at seasonally adjusted annual rates]

Period	Federal Government receipts					Federal Government expenditures						Surplus or deficit (−)
	Total	Personal tax and nontax receipts	Corporate profits tax accruals	Indirect business tax and nontax accruals	Contributions for social insurance	Total	Purchases of goods and services	Transfer payments	Grants-in-aid to State and local governments	Net interest paid	Subsidies less current surplus of Govt. enterprises	
Fiscal year:												
1962	104.2	47.3	22.9	14.2	19.9	106.4	60.9	27.2	7.6	6.8	3.8	−2.1
1963	110.2	49.6	23.5	15.0	22.1	111.4	63.4	28.5	8.4	7.5	3.6	−1.2
1964	115.5	50.7	25.6	15.6	23.6	116.9	65.7	29.6	9.8	8.1	3.9	−1.4
1965	120.6	51.3	27.8	16.9	24.6	118.3	64.3	30.4	10.9	8.5	4.1	2.3
1966 [1]	(2)	56.6	(2)	16.1	28.4	131.2	71.0	34.4	12.6	9.1	4.2	(2)
Calendar year:												
1962	106.4	48.6	22.7	14.6	20.5	110.3	63.4	27.7	8.0	7.2	4.0	−3.8
1963	114.5	51.5	24.6	15.3	23.1	113.9	64.2	29.1	9.1	7.7	3.6	.7
1964	115.1	48.6	26.5	16.2	23.9	118.1	65.2	29.9	10.4	8.3	4.2	−3.0
1965	124.9	54.2	29.1	16.8	24.8	123.4	66.8	32.4	11.2	8.7	4.2	1.6
1964: III	115.4	48.1	26.8	16.6	24.0	118.4	65.1	29.7	10.8	8.4	4.4	−3.0
IV	117.2	49.6	26.7	16.5	24.4	117.7	64.1	29.8	11.0	8.4	4.4	−.5
1965: I	124.0	53.4	28.7	17.5	24.5	119.6	64.4	31.3	11.0	8.6	4.3	4.5
II	125.0	54.9	28.7	16.8	24.6	120.6	65.6	30.9	11.1	8.7	4.2	4.4
III	123.8	53.8	28.9	16.3	24.7	126.3	67.5	34.8	11.1	8.8	4.1	−2.5
IV	126.9	54.7	30.3	16.7	25.2	127.0	69.8	32.8	11.6	8.8	4.1	−.2
1966: I	136.0	57.1	31.9	15.2	31.7	133.7	71.9	35.4	13.0	9.3	4.1	2.3
II	141.0	60.7	32.0	16.1	32.2	137.1	74.0	34.8	14.6	9.5	4.2	3.9

[1] Estimates.
[2] Not available.

NOTE.—Revised series beginning 1962. For details, see *Survey of Current Business*, July 1966. Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

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