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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

Preliminary estimates indicate that gross national product rose by \$16½ billion (seasonally adjusted annual rate) in the fourth quarter.

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

Period	Persons					Government						
	Disposable personal income					Net receipts			Expenditures			Surplus or deficit (—), income and product accounts
	Total ¹	Less: Interest paid and transfer payments to foreigners	Equals: Total excluding interest and transfers	Personal consumption expenditures	Personal saving or dis-saving (—)	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	
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.....	438.1	10.7	427.4	401.2	26.2	174.1	46.7	127.3	175.4	46.7	128.7	-1.4
1965.....	472.2	11.9	460.3	433.1	27.2	188.8	49.7	139.1	186.1	49.7	136.4	2.7
1966.....	508.8	13.1	495.7	465.9	29.8	213.0	55.5	157.5	209.8	55.5	154.3	3.2
1967 ^p	544.6	14.2	530.4	491.6	38.7	227.3	63.7	163.6	240.0	63.7	176.3	-12.7
1966: I.....	497.5	12.6	484.9	458.2	26.6	204.3	53.4	150.9	199.8	53.4	146.5	4.6
II.....	503.3	13.0	490.3	461.6	28.7	210.6	53.1	157.5	204.4	53.1	151.2	6.1
III.....	512.4	13.1	499.3	470.1	29.2	216.3	56.1	160.2	213.7	56.1	157.7	2.6
IV.....	522.0	13.5	508.5	473.8	34.6	220.9	59.4	161.5	221.2	59.4	161.7	-3
1967: I.....	532.7	13.8	518.9	480.2	38.8	222.8	63.2	159.6	233.6	63.2	170.4	-10.8
II.....	540.0	14.3	525.7	489.7	36.0	223.2	63.1	160.1	238.1	63.1	175.0	-15.0
III.....	548.2	14.3	533.9	495.3	38.5	229.3	64.4	164.9	242.6	64.4	178.2	-13.3
IV ^p	557.5	14.5	543.0	501.4	41.6	-----	64.7	-----	246.2	64.7	181.5	-----

Period	Business			International					Total income or receipts	Statistical discrepancy	Gross national product or expenditure
	Gross retained earnings ³	Gross private domestic investment ⁴	Excess of investment (—)	Net transfers to foreigners by persons and Government	Net exports of goods and services			Excess of transfers or of net exports (—) ⁵			
					Exports	Less: Imports	Equals: Net exports				
1960-----	56.8	74.8	—18.0	2.4	27.2	23.2	4.0	—1.7	504.8	—1.0	503.7
1961-----	58.7	71.7	—13.0	2.6	28.6	23.0	5.6	—3.0	520.8	— .8	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-----	76.2	94.0	—17.8	2.8	37.1	28.6	8.5	—5.7	633.7	—1.3	632.4
1965-----	83.7	107.4	—23.8	2.8	39.1	32.2	6.9	—4.1	685.8	—2.0	683.9
1966-----	89.7	118.0	—28.3	2.9	43.0	37.9	5.1	—2.2	745.9	—2.6	743.3
1967 ^p -----	90.4	112.1	—21.7	3.0	45.4	40.4	5.0	—2.0	787.3	—2.2	785.1
1966: I-----	87.6	115.2	—27.6	3.4	42.0	36.0	6.1	—2.7	726.8	— .9	725.9
II-----	88.4	118.5	—30.1	2.9	42.5	37.1	5.4	—2.5	738.8	—2.2	736.7
III-----	89.5	116.4	—26.9	2.8	43.7	39.0	4.6	—1.8	751.9	—3.2	748.8
IV-----	93.6	122.2	—28.6	2.5	44.0	39.7	4.3	—1.8	765.9	—3.8	762.1
1967: I-----	88.9	110.4	—21.5	2.9	45.3	39.9	5.3	—2.5	770.3	—4.0	766.3
II-----	89.1	105.1	—16.0	3.1	45.1	39.8	5.3	—2.3	777.9	—2.8	775.1
III-----	90.4	112.2	—21.8	3.1	45.6	40.2	5.4	—2.3	792.4	—1.2	791.2
IV ^p -----	-----	120.7	-----	2.8	45.6	41.6	4.0	—1.2	-----	-----	807.6

¹ Personal income (p. 5) less personal tax 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.

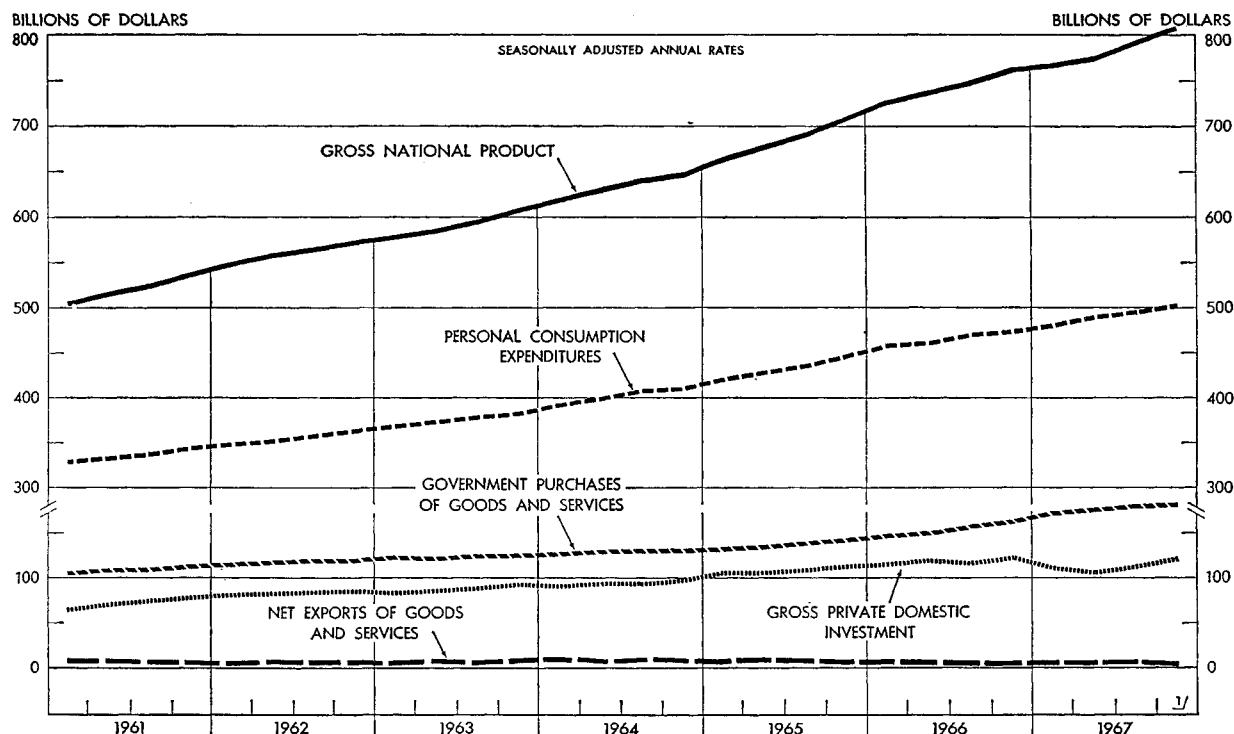
⁵ Net foreign investment with sign changed.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

GROSS NATIONAL PRODUCT OR EXPENDITURE

Gross national product (seasonally adjusted) continued to advance at an annual rate of 8½ percent in the fourth quarter, according to preliminary estimates. About half of the increase represented a rise in physical output and the rest higher prices.



1/ PRELIMINARY.

SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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				Implicit price deflator for total GNP, 1958=100 ²
						Total	Federal		State and local	
							Total	National defense ¹	Other	
Billions of dollars; quarterly data at seasonally adjusted annual rates										
1957	452.5	441.1	281.4	67.8	5.7	86.1	49.5	44.2	5.3	97.5
1958	447.3	447.3	290.1	60.9	2.2	94.2	53.6	45.9	7.7	100.0
1959	475.9	483.7	311.2	75.3	.1	97.0	53.7	46.0	7.6	101.6
1960	487.7	503.7	325.2	74.8	4.0	99.6	53.5	44.9	8.6	103.3
1961	497.2	520.1	335.2	71.7	5.6	107.6	57.4	47.8	9.6	104.6
1962	529.8	560.3	355.1	83.0	5.1	117.1	63.4	51.6	11.8	105.8
1963	551.0	590.5	375.0	87.1	5.9	122.5	64.2	50.8	13.5	107.2
1964	581.1	632.4	401.2	94.0	8.5	128.7	65.2	50.0	15.2	108.8
1965	616.7	683.9	433.1	107.4	6.9	136.4	66.8	50.1	16.7	110.9
1966	652.6	743.3	465.9	118.0	5.1	154.3	77.0	60.5	16.5	113.9
1967 ²	669.2	785.1	491.6	112.1	5.0	176.3	89.9	72.6	17.3	117.3
1966: I	645.4	725.9	458.2	115.2	6.1	146.5	72.1	55.1	17.1	112.5
II	649.3	736.7	461.6	118.5	5.4	151.2	74.9	58.4	16.6	113.5
III	654.8	748.8	470.1	116.4	4.6	157.7	79.5	63.0	16.6	114.4
IV	661.1	762.1	473.8	122.2	4.3	161.7	81.5	65.6	15.9	115.3
1967: I	660.7	766.3	480.2	110.4	5.3	170.4	87.1	70.2	16.8	116.0
II	664.7	775.1	489.7	105.1	5.3	175.0	89.5	72.5	17.0	116.6
III	672.0	791.2	495.3	112.2	5.4	178.2	90.9	73.3	17.6	117.7
IV ²	679.4	807.6	501.4	120.7	4.0	181.5	92.0	74.3	17.7	118.9

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

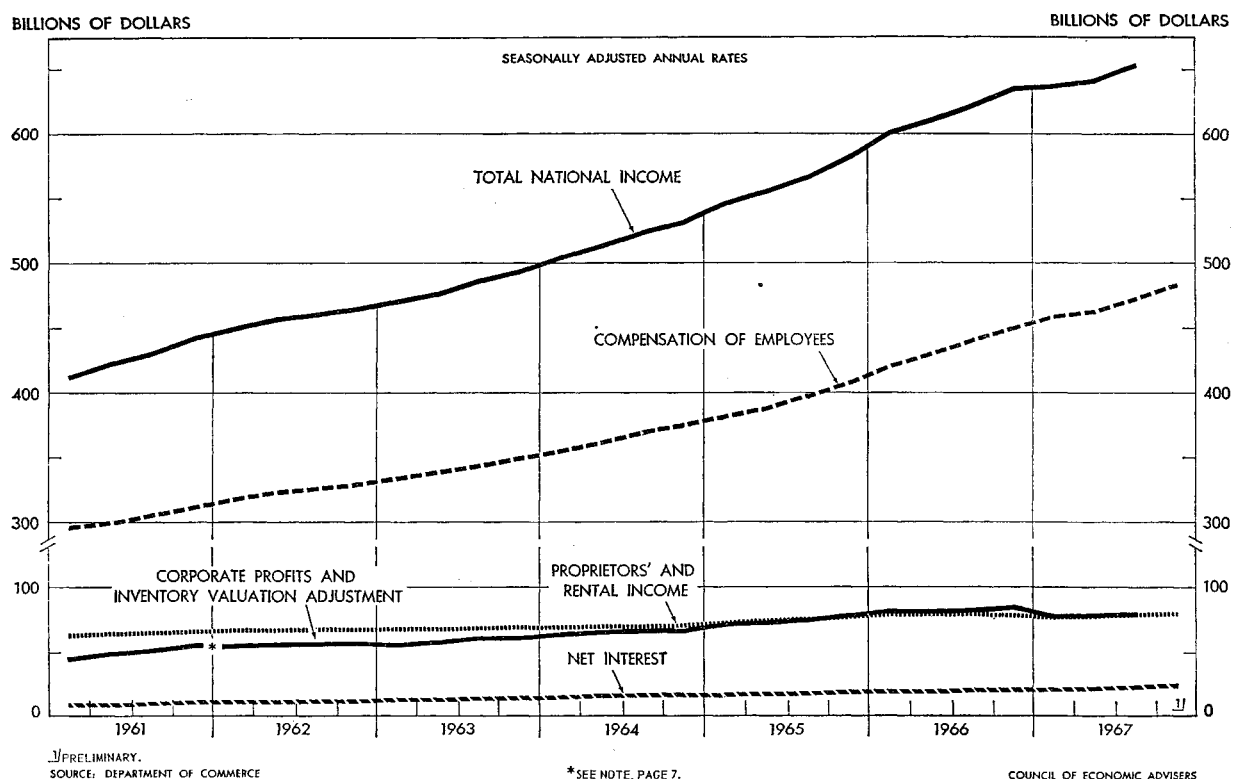
² Gross national product in current prices divided by gross national product in 1958 prices.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

NATIONAL INCOME

National income rose almost \$12 billion (seasonally adjusted annual rate) in the third quarter. According to preliminary estimates for the fourth quarter, employee compensation increased \$10½ billion and net interest rose \$½ billion.



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

Period	Total national income	Compensation of employees ¹	Proprietors' income		Rental income of persons	Net interest	Corporate profits and inventory valuation adjustment ²		
			Farm ²	Business and professional			Total	Profits before taxes ³	Inventory valuation adjustment
1958.....	367.8	257.8	13.4	33.2	15.4	6.8	41.1	41.4	-0.3
1959.....	400.0	279.1	11.4	35.1	15.6	7.1	51.7	52.1	-0.5
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	-0.1
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	-0.5
1964.....	518.1	365.7	12.1	40.2	18.0	15.8	66.3	66.8	-0.5
1965.....	562.4	393.9	14.8	41.9	19.0	17.9	74.9	76.6	-1.7
1966.....	616.7	435.7	16.1	43.2	19.4	20.2	82.2	83.8	-1.6
1967 ^p	649.6	469.6	14.8	43.6	20.1	22.4	79.1	80.1	-1.0
1966: I.....	600.3	420.8	17.1	42.8	19.2	19.3	81.1	83.7	-2.6
II.....	610.4	430.7	16.0	43.3	19.3	19.8	81.3	83.6	-2.3
III.....	622.1	441.2	15.9	43.3	19.4	20.4	81.9	84.0	-2.2
IV.....	634.1	450.2	15.1	43.4	19.6	21.1	84.6	83.9	.7
1967: I.....	636.4	459.1	14.6	43.2	19.8	21.6	78.1	79.0	-0.8
II.....	641.6	463.4	14.3	43.4	20.0	22.1	78.3	78.9	-0.7
III.....	653.4	472.6	15.0	43.8	20.2	22.7	79.2	80.0	-0.8
IV ^p		483.2	15.2	44.1	20.4	23.3			

¹Includes employer contributions for social insurance. (See also p. 4.)

²Excludes 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.

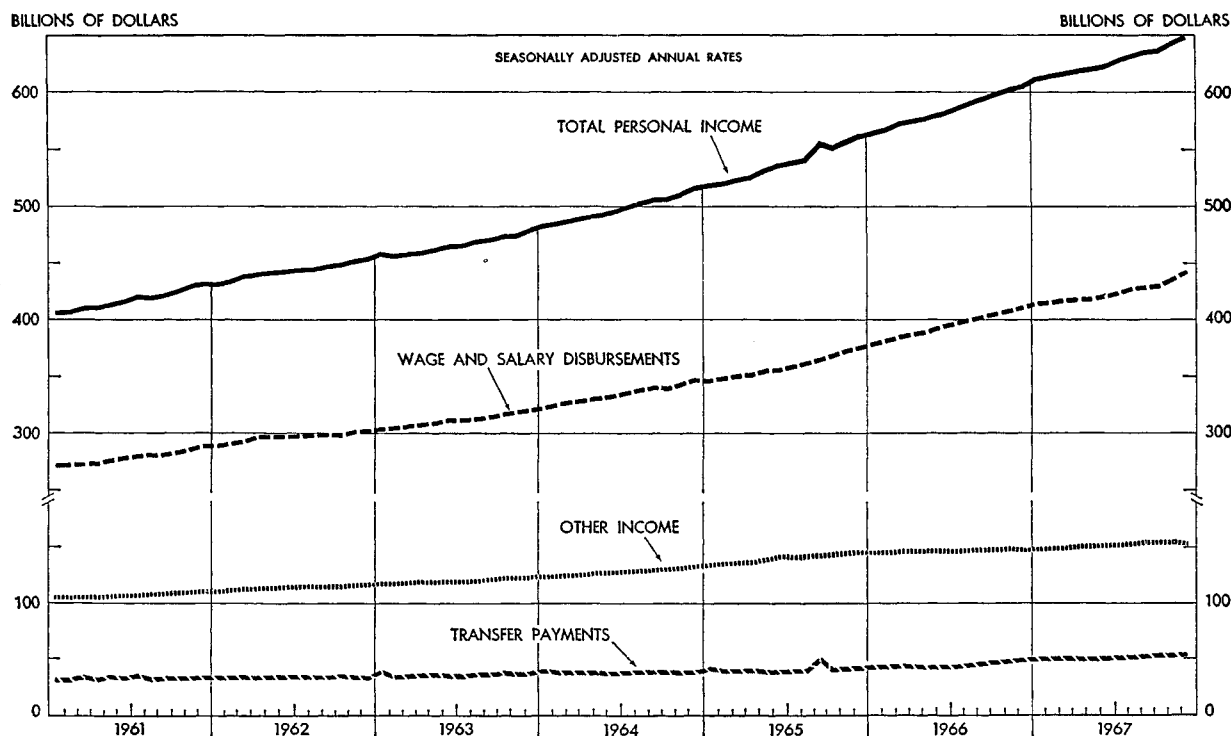
³See Note, p. 7.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

SOURCES OF PERSONAL INCOME

In December personal income registered its second largest 1967 monthly increase with a rise of \$5.7 billion to reach seasonally adjusted annual rate of \$648.1 billion. Wages and salaries increased \$6.7 billion but dividends declined \$2.1 billion.



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		Rental income of persons	Dividends	Personal interest income	Transfer payments	Less: Personal contributions for social insurance	Nonagricultural personal income ³
				Farm	Business and professional						
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-----	497.5	333.7	16.6	12.1	40.2	18.0	17.8	34.9	36.7	12.5	480.9
1965-----	537.8	359.1	18.6	14.8	41.9	19.0	19.8	38.4	39.7	13.4	518.4
1966-----	584.0	394.6	20.8	16.1	43.2	19.4	21.5	42.4	43.9	17.9	563.1
1967 ^p -----	626.3	423.7	23.2	14.8	43.6	20.1	22.8	46.5	51.9	20.4	606.4
1966: Nov-----	602.1	407.6	21.7	15.1	43.5	19.6	21.6	44.3	47.4	18.7	581.9
Dec-----	605.0	410.0	21.9	15.3	43.5	19.7	20.2	44.8	48.5	18.8	584.8
1967: Jan-----	610.4	413.8	22.1	15.0	43.3	19.7	21.8	45.0	49.7	20.0	590.2
Feb-----	612.6	414.2	22.2	14.6	43.2	19.8	22.3	45.2	51.1	20.0	593.0
Mar-----	615.6	416.2	22.4	14.3	43.1	19.9	22.6	45.5	51.7	20.1	596.2
Apr-----	616.5	416.7	22.6	14.4	43.3	20.0	22.8	45.8	51.0	20.1	596.9
May-----	618.2	417.2	22.8	14.4	43.4	20.0	23.1	46.0	51.5	20.1	598.8
June-----	622.6	420.9	23.1	14.3	43.6	20.1	23.3	46.1	51.6	20.3	603.2
July-----	627.0	423.4	23.3	14.7	43.7	20.2	23.5	46.4	52.2	20.4	607.2
Aug-----	631.6	426.7	23.6	15.0	43.8	20.2	23.5	46.9	52.4	20.6	611.4
Sept-----	634.4	428.5	23.8	15.3	43.9	20.3	23.4	47.3	52.5	20.6	614.0
Oct-----	635.9	429.4	24.0	15.1	44.0	20.3	23.2	47.6	52.8	20.6	615.7
Nov-----	642.4	435.3	24.3	15.2	44.1	20.4	23.1	48.0	52.8	20.8	622.0
Dec ^p -----	648.1	442.0	24.6	15.3	44.2	20.4	21.0	48.4	53.1	21.0	627.6

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.

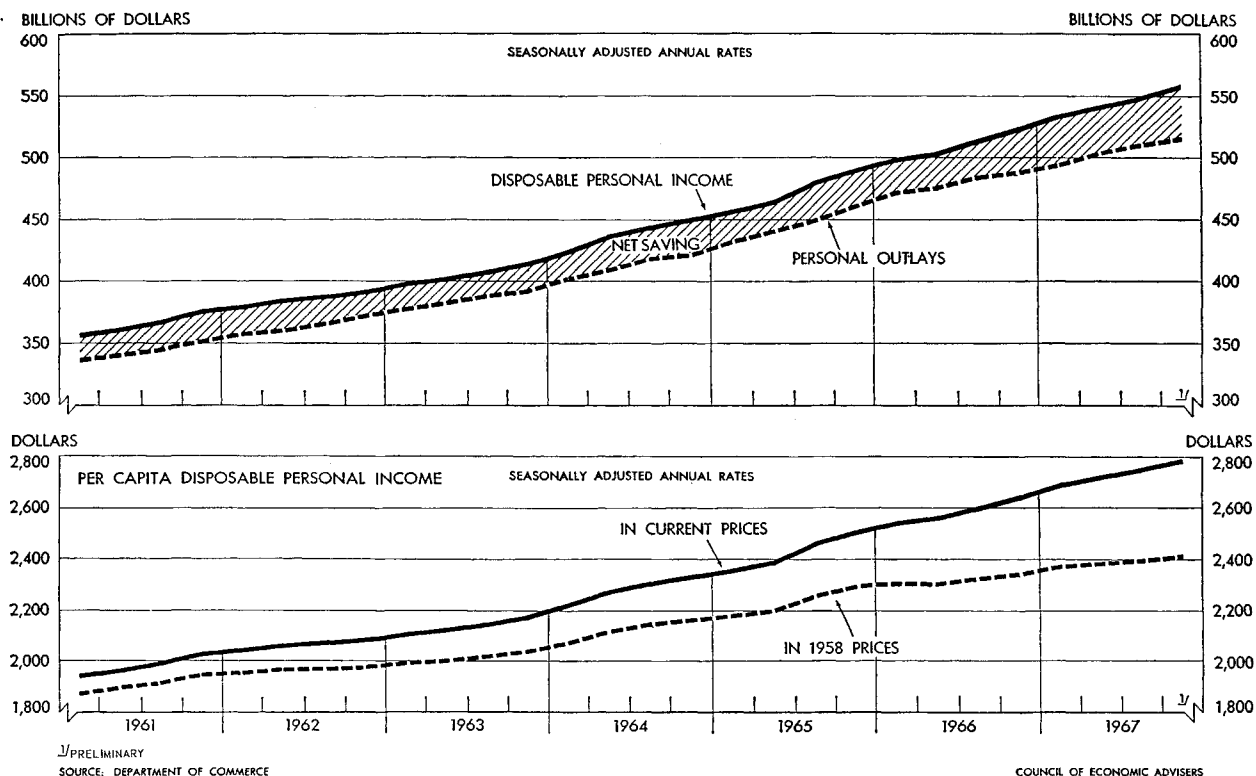
³ Personal income exclusive of net income of unincorporated farm enterprises, farm wages, agricultural net interest, and net dividends paid by agricultural corporations.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

DISPOSITION OF PERSONAL INCOME

Preliminary data indicate that personal income advanced \$11 billion (seasonally adjusted annual rate) in the fourth quarter and disposable income increased \$9½ billion. Personal outlays rose \$6½ billion and the saving rate jumped from 7.0 to 7.5 percent.



1/ PRELIMINARY

SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Personal income	Less: Personal tax and nontax payments	Equals: Disposable personal income	Less: Personal outlays				Equals: Personal saving	Per capita disposable personal income		Saving as percent of disposable personal income (percent)	Population (thousands) ³
				Total personal outlays ¹	Personal consumption expenditures ²				Current prices	1958 prices		
					Durable goods	Non-durable goods	Services					
	Billions of dollars								Dollars			
1959-----	383.5	46.2	337.3	318.3	44.3	146.6	120.3	19.1	1,905	1,881	5.6	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	343.3	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-----	497.5	59.4	438.1	411.9	59.2	178.7	163.3	26.2	2,280	2,123	6.0	192,120
1965-----	537.8	65.6	472.2	445.0	66.0	191.2	175.9	27.2	2,427	2,232	5.8	194,592
1966-----	584.0	75.2	508.8	479.0	70.3	207.5	188.1	29.8	2,584	2,317	5.9	196,920
1967-----	626.3	81.7	544.6	505.8	72.1	217.5	202.1	38.7	2,735	2,391	7.1	199,118
	Seasonally adjusted annual rates											
1966: I----	567.8	70.4	497.5	470.9	71.6	203.2	183.5	26.6	2,537	2,304	5.3	196,096
II-----	577.3	74.1	503.3	474.6	68.2	207.1	186.3	28.7	2,560	2,302	5.7	196,629
III-----	589.3	76.9	512.4	483.2	70.9	209.5	189.8	29.2	2,598	2,324	5.7	197,216
IV-----	601.6	79.6	522.0	487.4	70.6	210.3	192.9	34.6	2,639	2,341	6.6	197,834
1967: I----	612.9	80.2	532.7	493.9	69.4	214.2	196.6	38.8	2,686	2,373	7.3	198,356
II-----	619.1	79.1	540.0	504.0	72.5	217.2	200.0	36.0	2,716	2,388	6.7	198,852
III-----	631.0	82.8	548.2	509.6	72.7	218.5	204.1	38.5	2,749	2,394	7.0	199,425
IV-----	642.1	84.6	557.5	515.9	73.7	220.2	207.5	41.6	2,787	2,409	7.5	200,006

¹ Includes personal consumption expenditures, interest paid by consumers, and personal transfer payments to foreigners.

² See p. 2 for total personal consumption expenditures.

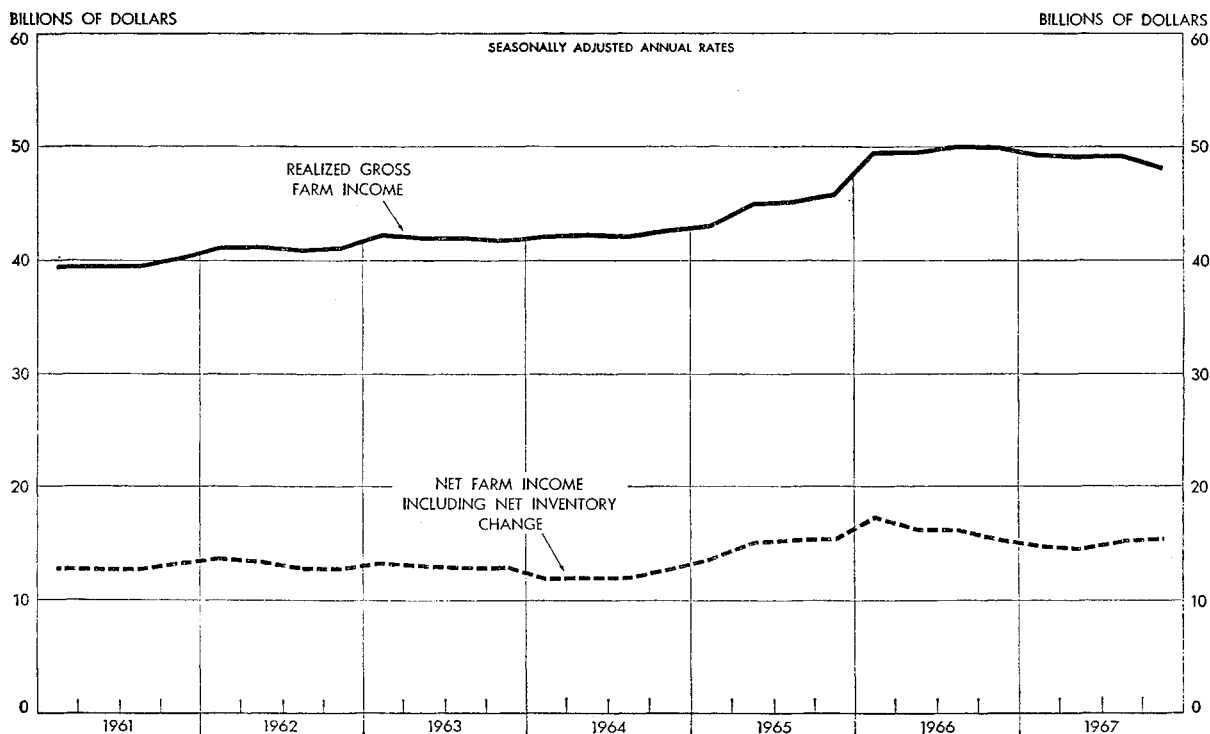
³ Includes armed forces abroad. Annual data are for July 1; quarterly data are for middle of period, interpolated from monthly data.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Sources: Department of Commerce and Council of Economic Advisers.

FARM INCOME

Net farm income excluding inventory change (seasonally adjusted) declined about 6 percent in the fourth quarter, according to preliminary estimates. Including inventory change, there was a small rise.



SOURCE: DEPARTMENT OF AGRICULTURE

COUNCIL OF ECONOMIC ADVISERS

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		Produc- tion ex- penses	Net to farm operators		Current prices	1967 prices ⁴		
				Total ¹	Cash receipts from market- ings		Exclud- ing net in- ventory change	Includ- ing net in- ventory change ²				
Billions of dollars									Dollars			
1959	18.1	11.0	7.0	37.5	33.5	26.1	11.4	11.5	2,795	3,106		
1960	18.7	11.4	7.2	37.9	34.0	26.2	11.7	12.0	3,043	3,381		
1961	19.0	12.1	6.9	39.6	34.9	27.0	12.6	12.9	3,389	3,724		
1962	19.2	12.2	7.0	41.1	36.2	28.5	12.5	13.1	3,562	3,872		
1963	18.7	12.0	6.7	42.1	37.2	29.6	12.5	13.1	3,671	3,947		
1964	18.0	11.2	6.8	42.4	37.1	29.4	13.0	12.2	3,510	3,774		
1965	20.3	13.4	6.9	44.8	39.1	30.9	13.9	14.9	4,413	4,645		
1966	21.3	14.4	6.9	49.7	43.2	33.3	16.4	16.2	4,988	5,090		
1967	20.1	13.2	6.9	48.9	42.5	34.4	14.5	14.9	4,705	4,705		
Seasonally adjusted annual rates												
1966: I				49.5	43.3	32.6	16.9	17.3	5,320	5,480		
II				49.5	43.1	33.1	16.4	16.2	4,980	5,080		
III				50.0	43.3	33.5	16.5	16.1	4,950	5,000		
IV				49.9	43.2	34.0	15.9	15.3	4,710	4,760		
1967: I				49.3	42.6	34.3	15.0	14.8	4,670	4,720		
II				49.1	42.4	34.5	14.6	14.5	4,580	4,580		
III				49.2	42.9	34.4	14.8	15.2	4,800	4,750		
IV				48.1	42.1	34.2	13.9	15.4	4,860	4,810		

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.

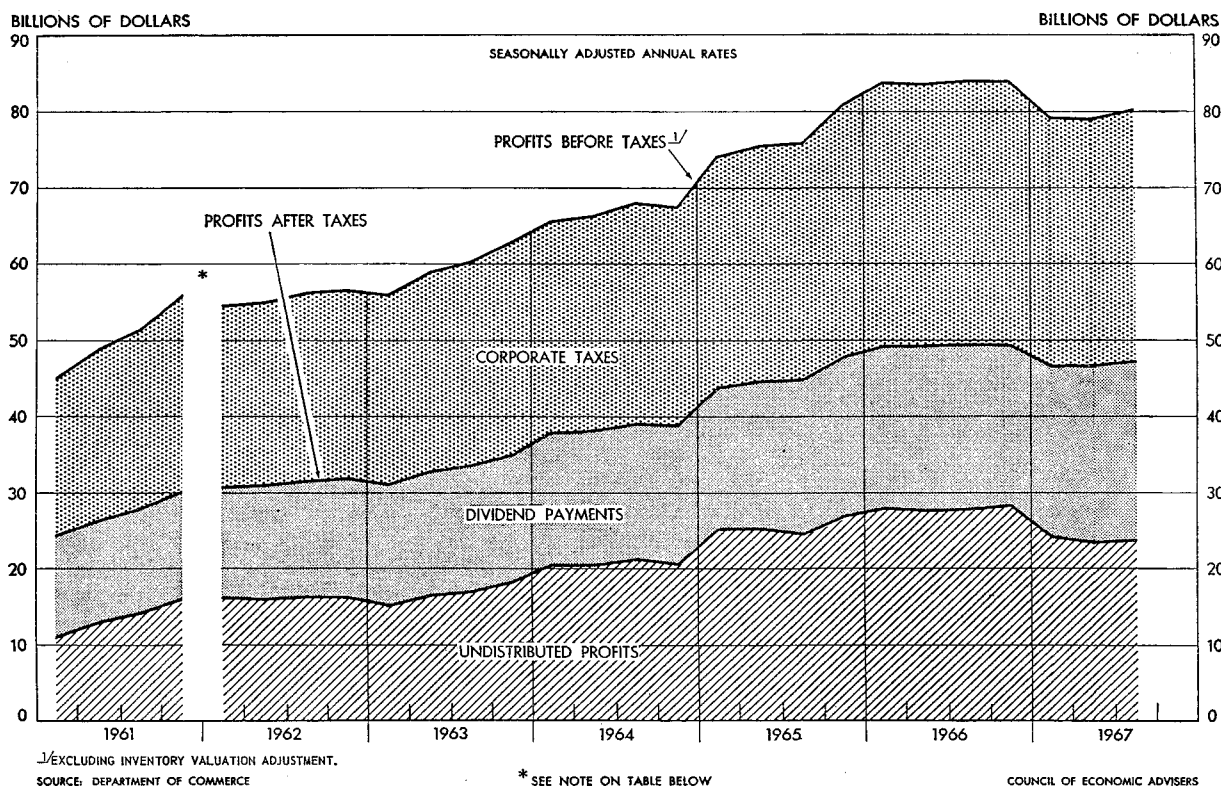
³ Based on 1959 Census of Agriculture definition of a farm. The number of farms is held constant within a year.

⁴ Income in current prices divided by the index of prices paid by farmers for family living items on a 1967 base.

Source: Department of Agriculture.

CORPORATE PROFITS

Corporate profits (before taxes) and inventory valuation adjustment (seasonally adjusted) rose slightly in the third quarter. Preliminary estimates for 1967 indicate a decline of about \$3 billion for the year.



[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 ²	Profits plus capital consumption allowances ³
	All industries	Manufacturing			Transportation, communications, and public utilities	All other ¹			Total	Dividend payments	Undistributed profits		
		Total	Durable goods industries	Non-durable goods industries									
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	20.6	59.4	26.3	33.1	16.5	16.6	31.8	64.8
1964.....	66.3	32.7	17.8	14.9	10.1	23.5	66.8	28.3	38.4	17.8	20.6	33.9	72.3
1965.....	74.9	38.7	22.2	16.5	11.2	25.0	76.6	31.4	45.2	19.8	25.4	36.5	81.7
1966.....	82.2	43.1	24.4	18.7	11.9	27.2	83.8	34.5	49.3	21.5	27.8	39.0	88.3
1967 ^p	79.1	39.0	21.0	18.0	12.0	28.1	80.1	33.0	47.2	22.8	24.4	41.4	88.6
1966: I.....	81.1	42.7	24.3	18.3	11.7	26.7	83.7	34.5	49.2	21.4	27.8	38.3	87.5
II.....	81.3	42.5	24.0	18.5	12.0	26.8	83.6	34.5	49.2	21.6	27.6	38.7	87.9
III.....	81.9	42.7	23.9	18.8	11.8	27.3	84.0	34.6	49.4	21.6	27.8	39.2	88.6
IV.....	84.6	44.4	25.3	19.2	12.0	28.2	83.9	34.6	49.3	21.2	28.2	39.8	89.1
1967: I.....	78.1	39.6	21.1	18.4	11.7	26.9	79.0	32.5	46.5	22.2	24.2	40.3	86.7
II.....	78.3	38.9	21.1	17.8	11.9	27.5	78.9	32.5	46.5	23.1	23.4	40.9	87.4
III.....	79.2	38.2	20.5	17.7	12.1	28.9	80.0	32.9	47.1	23.4	23.6	41.8	88.8
IV ^p										22.4		42.5	

¹ Includes all other industries and financial institutions.

² Includes depreciation, capital outlays charged to current account, and accidental damages.

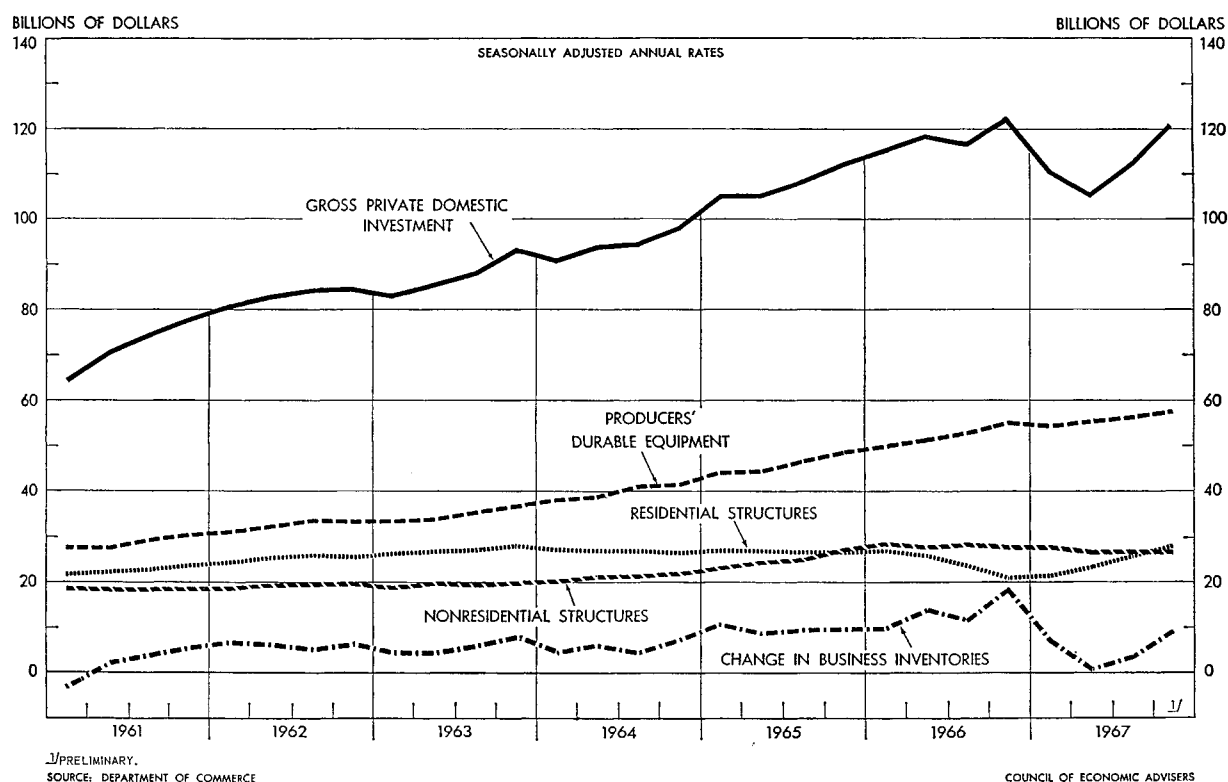
³ Corporate profits after taxes plus corporate capital consumption allowances.

NOTE.—Data beginning 1962 adjusted for effects of new depreciation guidelines (\$2½ billion for 1962) and therefore not comparable with preceding data. Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

GROSS PRIVATE DOMESTIC INVESTMENT

Gross private domestic investment gained \$8½ billion (seasonally adjusted annual rate) in the fourth quarter, according to preliminary estimates. Business fixed investment gained \$1 billion to reach a new record high. Residential construction continued its recovery with a gain of almost \$2½ billion. Inventory investment increased \$5 billion—the second straight increase after two quarters of substantial decline.



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

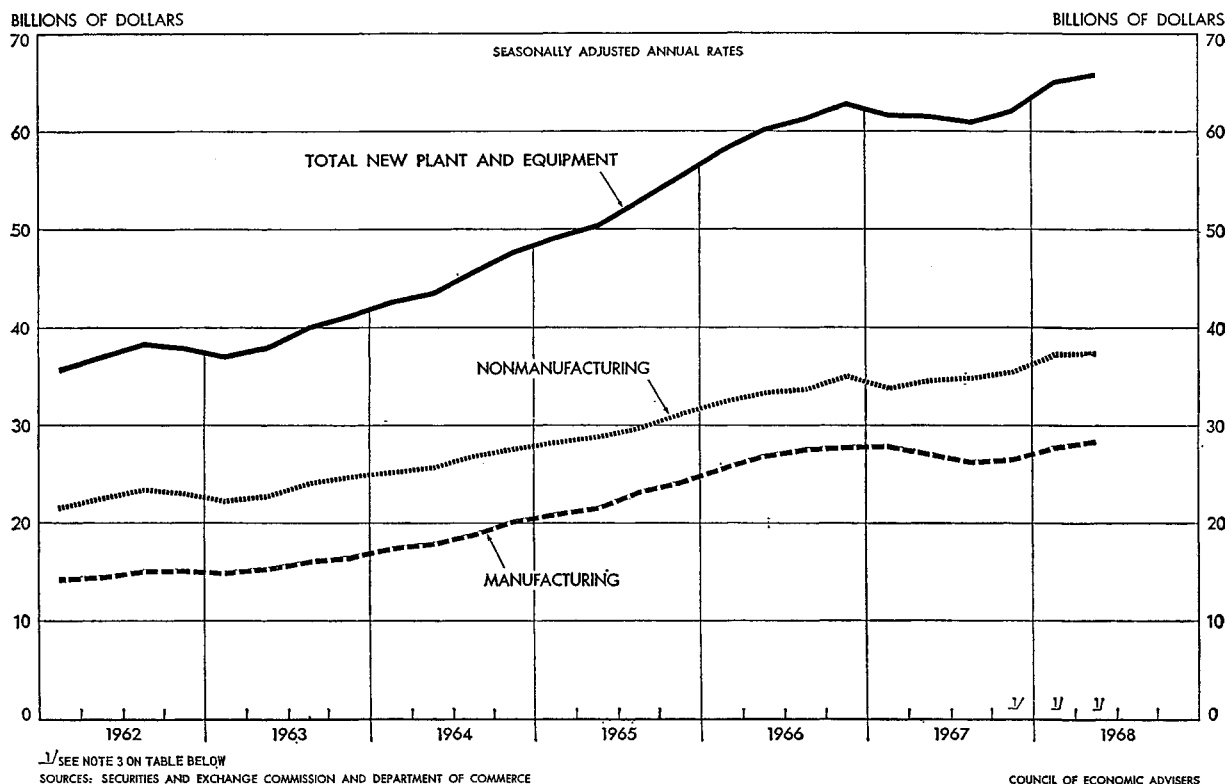
Period	Total gross private domestic investment	Fixed investment								Change in business inventories	
		Total	Nonresidential					Residential structures		Total	Non-farm
			Total	Structures		Producers' durable equipment		Total	Non-farm		
				Total	Non-farm	Total	Non-farm				
1957	67.8	66.5	46.4	18.0	17.2	28.4	25.9	20.2	19.5	1.3	0.8
1958	60.9	62.4	41.6	16.6	15.8	25.0	22.2	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	94.0	88.2	61.1	21.2	20.5	39.9	36.3	27.1	26.6	5.8	6.4
1965	107.4	98.0	71.1	25.1	24.4	46.0	41.9	27.0	26.4	9.4	8.4
1966	118.0	104.6	80.2	27.9	27.2	52.3	47.8	24.4	23.8	13.4	13.7
1967 ^p	112.1	107.0	82.5	26.8	26.1	55.7	51.3	24.5	23.9	5.1	4.7
1966: I	115.2	105.3	78.3	28.3	27.6	50.0	45.5	27.0	26.5	9.9	9.6
II	118.5	104.5	78.7	27.5	26.8	51.2	46.9	25.8	25.3	14.0	14.4
III	116.4	104.9	81.2	28.2	27.4	53.1	48.7	23.7	23.2	11.4	12.0
IV	122.2	103.7	82.8	27.7	26.9	55.1	50.1	20.9	20.4	18.5	19.0
1967: I	110.4	103.3	81.9	27.7	26.9	54.2	50.0	21.4	20.9	7.1	7.3
II	105.1	104.6	81.5	26.3	25.6	55.2	50.6	23.1	22.5	.5	.6
III	112.2	108.4	82.8	26.6	25.9	56.2	51.9	25.6	25.0	3.8	3.4
IV ^p	120.7	111.7	83.8	26.5	25.8	57.3	52.9	27.9	27.4	9.0	7.5

NOTE.—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 for 1967 are now expected to total \$61.5 billion, or 1½ percent above 1966, according to the latest Commerce-SEC survey of intentions. The survey also shows that a jump of almost 5 percent is expected in the first quarter of 1968 on a seasonally adjusted basis.



[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-----	60.63	26.99	13.99	13.00	1.47	1.98	3.44	8.41	18.36
1967 ³ -----	61.48	26.84	13.78	13.07	1.43	1.55	3.88	9.59	18.20
1966: III-----	61.25	27.55	14.35	13.20	1.45	1.85	3.40	8.55	18.45
1966: IV-----	62.80	27.75	14.50	13.25	1.45	2.35	3.50	8.50	19.25
1967: I-----	61.65	27.85	14.20	13.70	1.40	1.80	3.05	9.20	18.30
1967: II-----	61.50	27.00	13.75	13.25	1.30	1.55	3.90	9.70	18.05
1967: III-----	60.90	26.15	13.50	12.65	1.45	1.40	4.10	9.80	17.95
1967: IV ³ -----	62.05	26.55	13.75	12.80	1.50	1.45	4.45	9.60	18.50
1968: I ³ -----	65.05	27.75	14.60	13.15	1.60	1.50	4.75	11.15	18.35
1968: II ³ -----	65.85	28.40	15.00	13.40					
37.45									

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 October and November 1967. 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.

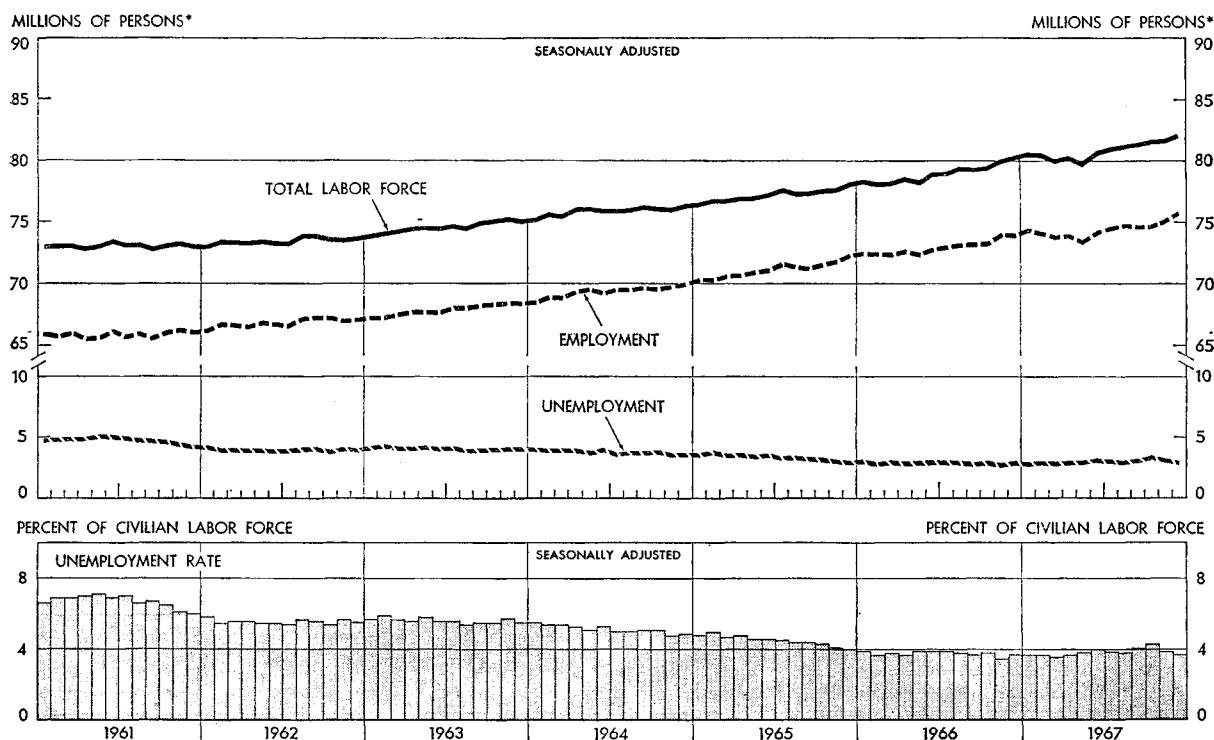
These figures do not agree with the totals included in the gross national product estimates of the Department of Commerce, principally because the latter cover agricultural investment and also certain equipment and construction outlays charged to current expense.

Sources: Securities and Exchange Commission and Department of Commerce.

EMPLOYMENT, UNEMPLOYMENT, AND WAGES

STATUS OF THE LABOR FORCE

The civilian labor force, seasonally adjusted, increased by 476,000 in December. Total civilian employment increased 598,000. As a result unemployment dropped 122,000.



*16 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	Non-agri-cultural				Total	Agri-cultural	Non-agri-cultural		Unad-justed	Season-ally ad-justed	
Thousands of persons 16 years of age and over											Percent		
1963---	74, 571	67, 762	63, 076	4, 070	74, 571	71, 833	67, 762	4, 687	63, 076	4, 070	5. 7	-----	59. 6
1964---	75, 830	69, 305	64, 782	3, 786	75, 830	73, 091	69, 305	4, 523	64, 782	3, 786	5. 2	-----	59. 6
1965---	77, 178	71, 088	66, 726	3, 366	77, 178	74, 455	71, 088	4, 361	66, 726	3, 366	4. 5	-----	59. 7
1966---	78, 893	72, 895	68, 915	2, 875	78, 893	75, 770	72, 895	3, 979	68, 915	2, 875	3. 8	-----	60. 1
1967---	80, 793	74, 372	70, 527	2, 975	80, 793	77, 347	74, 372	3, 844	70, 527	2, 975	3. 8	-----	60. 6
Unadjusted					Seasonally adjusted								
1966:													
Nov.	79, 895	73, 995	70, 180	2, 577	79, 934	76, 612	73, 897	3, 892	70, 005	2, 715	3. 4	3. 5	60. 5
Dec.	79, 642	73, 599	70, 239	2, 653	80, 154	76, 764	73, 893	4, 011	69, 882	2, 871	3. 5	3. 7	60. 3
1967:													
Jan.	78, 706	72, 160	68, 826	3, 160	80, 473	77, 087	74, 255	4, 015	70, 240	2, 832	4. 2	3. 7	59. 5
Feb.	79, 107	72, 506	69, 225	3, 183	80, 443	77, 025	74, 137	3, 890	70, 247	2, 888	4. 2	3. 7	59. 7
Mar.	78, 949	72, 560	69, 149	2, 954	79, 959	76, 523	73, 747	3, 855	69, 892	2, 776	3. 9	3. 6	59. 5
Apr.	79, 560	73, 445	69, 724	2, 666	80, 189	76, 740	73, 910	3, 890	70, 020	2, 830	3. 5	3. 7	59. 9
May.	79, 551	73, 637	69, 812	2, 457	79, 645	76, 189	73, 289	3, 652	69, 637	2, 900	3. 2	3. 8	59. 8
June.	82, 464	75, 391	70, 996	3, 628	80, 681	77, 237	74, 147	3, 727	70, 420	3, 090	4. 6	4. 0	61. 9
July.	82, 920	76, 221	71, 705	3, 250	80, 954	77, 505	74, 489	3, 856	70, 633	3, 016	4. 1	3. 9	62. 2
Aug.	82, 571	76, 170	71, 792	2, 942	81, 160	77, 701	74, 718	3, 992	70, 726	2, 983	3. 7	3. 8	61. 8
Sept.	80, 982	74, 631	70, 700	2, 895	81, 259	77, 803	74, 625	3, 676	70, 949	3, 178	3. 7	4. 1	60. 5
Oct.	81, 595	75, 181	71, 148	2, 951	81, 460	77, 997	74, 630	3, 707	70, 923	3, 367	3. 8	4. 3	60. 9
Nov.	81, 582	75, 218	71, 460	2, 894	81, 576	78, 106	75, 083	3, 829	71, 254	3, 023	3. 7	3. 9	60. 8
Dec.	81, 527	75, 338	71, 793	2, 719	82, 051	78, 582	75, 681	4, 264	71, 417	2, 901	3. 5	3. 7	60. 7

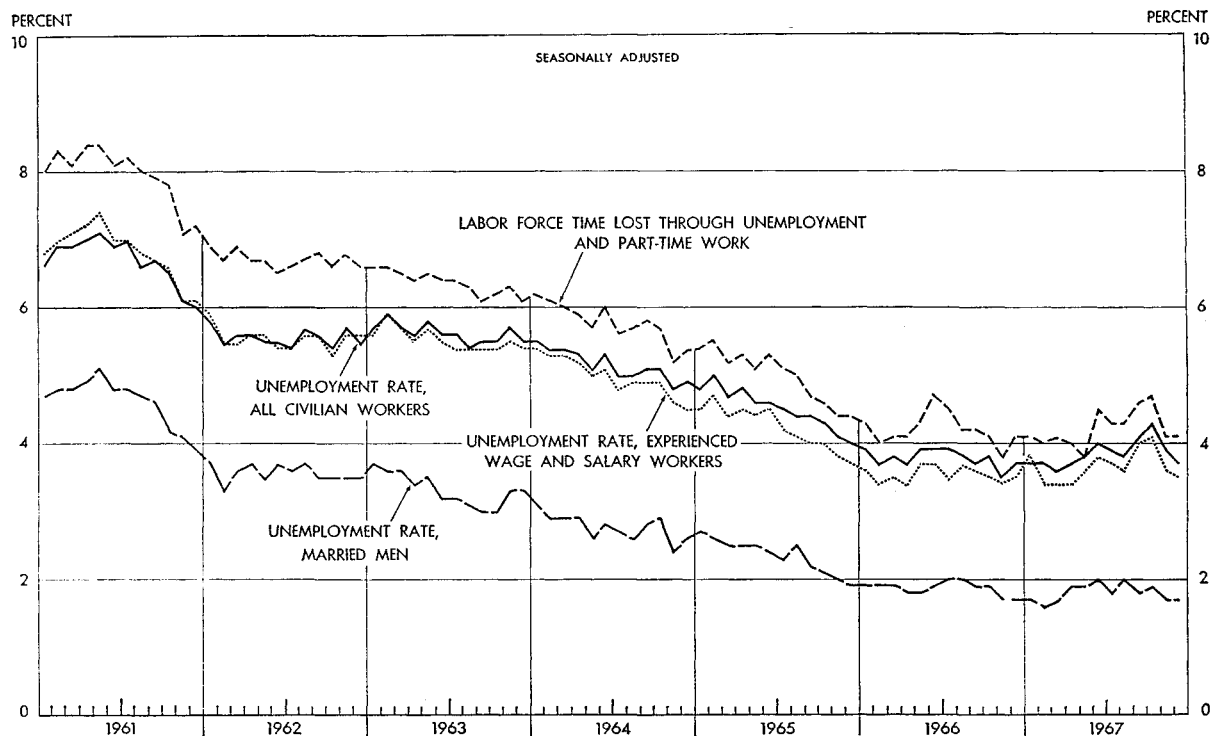
¹Total labor force as percent of noninstitutional population.

Source: Department of Labor.

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

SELECTED MEASURES OF UNEMPLOYMENT AND PART-TIME EMPLOYMENT

The unemployment rate (seasonally adjusted) dropped from 3.9 percent in November to 3.7 percent in December. For the year, unemployment averaged 3.8 percent of the civilian labor force—the same as in 1966.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

Period	Unemployment rate (percent of civilian labor force in group)			Labor force time lost through unem- ployment and part- time work ¹	Persons at work in nonagricultural industries by hours worked per week ²						
	All workers	Experi- enced wage and salary workers	Married men (wife present)		Over 40 hours	35-40 hours	Total	Under 35 hours			
								Part-time for economic reasons		Part-time for economic reasons	
								Usually full- time ³	Usually part- time ⁴	Usually full- time ³	Usually part- time ⁴
Percent					Thousands of persons 16 years of age and over						
1963.....	5.7	5.5	3.4	16.4	19,271	29,100	13,101	1,069	1,222		
1964.....	5.2	5.0	2.8	5.8	20,788	30,768	11,818	986	1,151		
1965.....	4.5	4.3	2.4	5.0	21,334	32,088	12,034	897	1,031		
1966.....	3.8	3.5	1.9	4.2	21,334	32,088	12,034	871	793		
1967.....	3.8	3.6	1.8	4.2	20,920	32,616	13,290	1,060	853		
Seasonally adjusted					Unadjusted					Seasonally adjusted	
1966: Nov.....	3.5	3.4	1.7	3.8	20,384	28,585	18,862	774	658	775	716
Dec.....	3.7	3.5	1.7	4.1	22,221	33,175	12,614	948	726	981	816
1967: Jan.....	3.7	3.5	1.7	4.1	21,317	32,069	13,215	1,143	765	1,035	872
Feb.....	3.7	3.4	1.6	4.0	20,625	31,050	15,243	1,171	830	1,178	899
Mar.....	3.6	3.4	1.7	4.1	20,490	32,506	13,777	1,213	765	1,229	843
Apr.....	3.7	3.4	1.9	4.0	20,759	32,858	13,791	1,179	730	1,181	827
May.....	3.8	3.6	1.9	3.8	20,677	33,273	13,473	885	568	910	629
June.....	4.0	3.8	2.0	4.5	20,577	33,082	12,323	1,133	1,091	1,072	867
July.....	3.9	3.7	1.8	4.3	22,143	32,608	12,477	997	1,226	1,058	953
Aug.....	3.8	3.6	2.0	4.3	22,485	33,390	12,066	1,012	1,163	992	863
Sept.....	4.1	4.0	1.8	4.6	22,019	33,145	12,219	1,073	810	1,081	896
Oct.....	4.3	4.1	1.9	4.7	21,411	31,641	15,246	922	765	949	864
Nov.....	3.9	3.6	1.7	4.1	21,628	33,413	13,952	1,078	751	1,080	814
Dec.....	3.7	3.5	1.7	4.1	21,954	33,628	14,026	⁵ 911	⁵ 774	939	862

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.

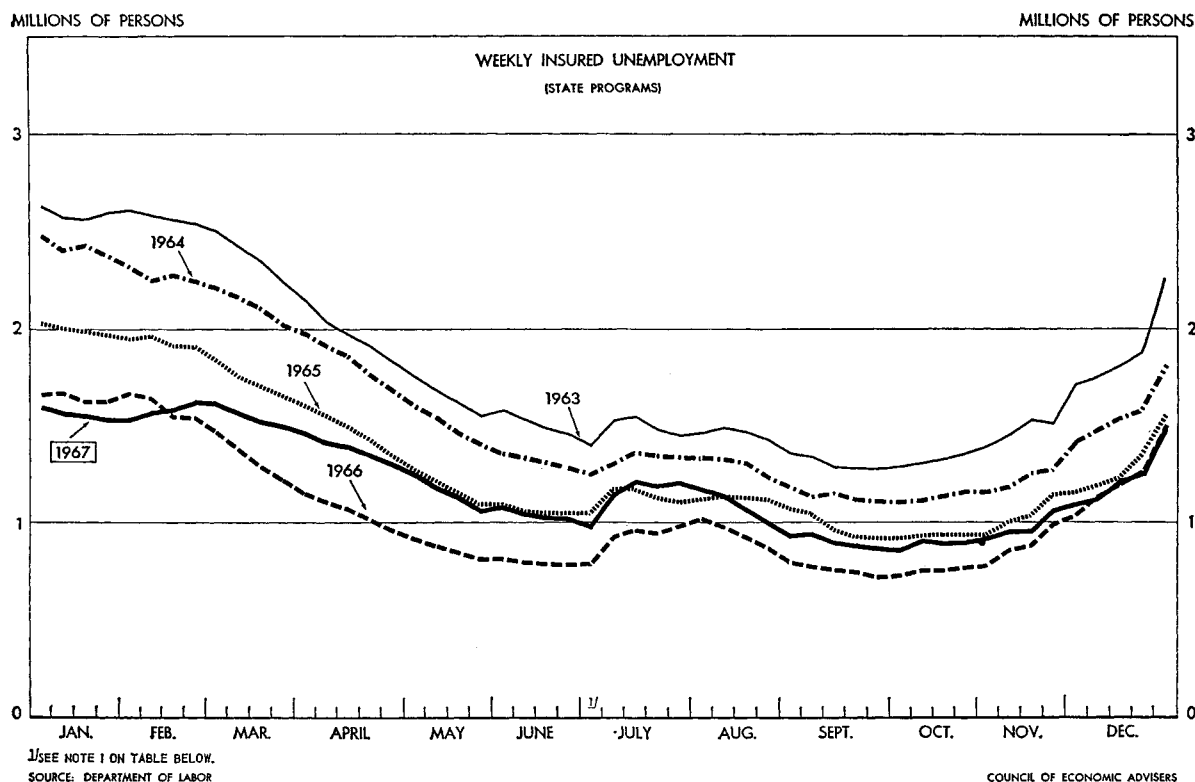
⁵ Average hours worked: usually full-time, 23.4; usually part-time, 18.6.

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

Source: Department of Labor.

UNEMPLOYMENT INSURANCE PROGRAMS

In December, insured unemployment under State programs averaged only 6,000 higher than in December 1966. The insured unemployment rate, seasonally adjusted, remained at 2.2 percent—as low as any month in 1967.



Period	All programs			State programs						
	Covered employment	Insured unem- employ- ment (weekly average)	Total benefits paid (mil- lions of dol- lars)	Insured unem- employ- ment	Initial claims	Exhaus- tions	Insured unem- ployment as per- cent of covered employment		Benefits paid	
							Unad- justed	Season- ally ad- justed	Total (mil- lions of dollars)	Average weekly check (dollars)
	Thousands			Weekly average, thousands			Percent			
1964	49,637	1,753	2,749.2	1,605	268	26	3.8		2,522.1	35.92
1965	51,580	1,450	2,360.4	1,328	232	21	3.0		2,166.0	37.19
1966	54,739	1,129	1,890.9	1,061	203	15	2.3		1,771.3	39.75
1967 ^p		1,268	2,236.9	1,206	227	17	2.5		2,101.8	41.20
1966: Nov	55,984	955	122.6	903	208	12	1.9	2.2	114.8	40.57
Dec	56,482	1,313	166.4	1,254	299	13	2.7	2.4	157.6	41.39
1967: Jan	^p 54,768	1,631	235.8	1,558	300	15	3.3	2.3	224.8	41.70
Feb	^p 54,659	1,654	230.9	1,583	267	16	3.4	2.5	219.5	41.97
Mar	^p 55,097	1,603	270.1	1,533	239	17	3.3	2.6	257.5	42.07
Apr	^p 55,591	1,423	210.5	1,360	244	20	2.9	2.7	200.6	41.81
May	^p 55,985	1,197	193.1	1,142	188	19	2.4	2.7	183.6	40.99
June	^p 57,017	1,071	165.4	1,019	186	19	2.1	2.6	156.1	39.99
July		1,245	155.3	1,184	288	17	2.4	2.8	147.3	40.10
Aug		1,123	184.0	1,060	187	17	2.2	2.6	172.8	41.08
Sept		956	132.3	894	158	15	1.8	2.4	122.6	40.10
Oct		953	133.0	889	180	15	1.8	2.4	122.1	40.70
Nov		1,068	146.5	997	208	15	2.0	2.2	134.9	41.19
Dec ^p		1,338	180.0	1,260	278	15	2.6	2.2	160.0	41.50
Week ended:										
1967: Dec 16		1,280		1,201	242		2.5			
23		1,336		1,259	290		2.6			
30		1,570		1,484	333		3.0			
1968: Jan 6		1,713		*1,618	358		3.3			
13 ^p		1,744		*1,647	373		3.4			
20 ^p					294					

*Not charted.

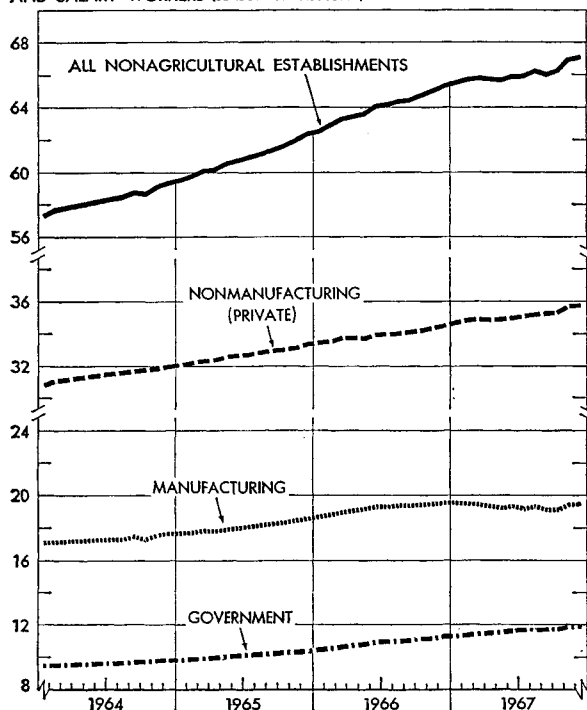
NOTE.—For definitions and coverage, see the 1967 Supplement to Economic Indicators. Data for Alaska and Hawaii included for all periods and for Puerto Rico since January 1961.

Source: Department of Labor.

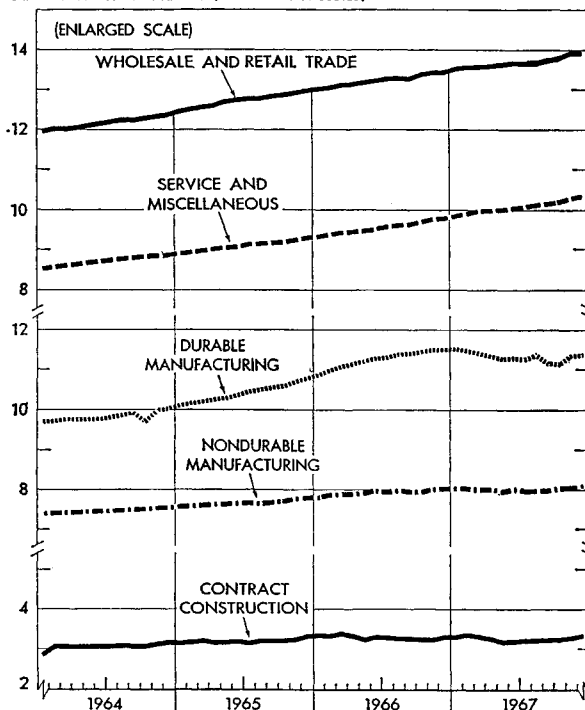
NONAGRICULTURAL EMPLOYMENT

Total nonagricultural payroll employment, seasonally adjusted, increased almost 200,000 in December. Of the major groups, only Federal employment showed a decline.

MILLIONS OF WAGE
AND SALARY WORKERS (SEASONALLY ADJUSTED)



MILLIONS OF WAGE
AND SALARY WORKERS (SEASONALLY ADJUSTED)



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	Non-durable 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
1961-----	54,042	16,326	9,070	7,256	29,122	672	2,816	3,903	11,337	2,731	7,664	2,279	6,315
1962-----	55,596	16,853	9,480	7,373	29,853	650	2,902	3,906	11,566	2,800	8,028	2,340	6,550
1963-----	56,702	16,995	9,616	7,380	30,481	635	2,963	3,903	11,778	2,877	8,325	2,358	6,868
1964-----	58,332	17,274	9,816	7,458	31,461	634	3,050	3,951	12,160	2,957	8,709	2,348	7,249
1965-----	60,832	18,062	10,406	7,656	32,678	632	3,186	4,036	12,716	3,023	9,087	2,378	7,714
1966-----	63,982	19,186	11,256	7,930	33,925	625	3,292	4,151	13,211	3,102	9,545	2,564	8,307
1967 ^p -----	66,066	19,336	11,325	8,012	35,114	613	3,265	4,262	13,676	3,228	10,072	2,719	8,897
1966: Nov.	65,014	19,498	11,485	8,013	34,356	621	3,241	4,212	13,406	3,132	9,744	2,616	8,544
Dec.	65,251	19,526	11,496	8,030	34,473	623	3,291	4,218	13,416	3,144	9,781	2,653	8,599
1967: Jan.	65,564	19,558	11,507	8,051	34,685	625	3,311	4,242	13,515	3,152	9,840	2,667	8,654
Feb.	65,692	19,507	11,482	8,025	34,812	624	3,352	4,247	13,541	3,165	9,883	2,673	8,700
Mar.	65,749	19,445	11,434	8,011	34,865	624	3,313	4,246	13,557	3,179	9,946	2,685	8,754
Apr.	65,653	19,331	11,322	8,009	34,847	620	3,276	4,212	13,572	3,194	9,973	2,688	8,787
May.	65,639	19,238	11,283	7,955	34,877	617	3,192	4,267	13,609	3,205	9,987	2,698	8,826
June.	65,903	19,285	11,285	8,000	34,982	619	3,187	4,266	13,648	3,227	10,035	2,747	8,889
July.	65,939	19,169	11,218	7,951	35,101	623	3,231	4,292	13,647	3,234	10,074	2,759	8,910
Aug.	66,190	19,318	11,351	7,967	35,159	606	3,223	4,283	13,664	3,253	10,130	2,746	8,967
Sept.	66,055	19,142	11,149	7,993	35,245	601	3,238	4,262	13,719	3,264	10,161	2,715	8,953
Oct.	66,243	19,169	11,143	8,026	35,329	597	3,236	4,251	13,776	3,270	10,199	2,712	9,033
Nov. ^p	66,929	19,418	11,358	8,060	35,684	597	3,299	4,288	13,909	3,290	10,301	2,698	9,129
Dec. ^p	67,128	19,469	11,380	8,089	35,783	597	3,350	4,289	13,910	3,302	10,335	2,692	9,184

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 force, 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 enu-

meration of population, whereas the estimates in this table are based on reports from employing establishments.

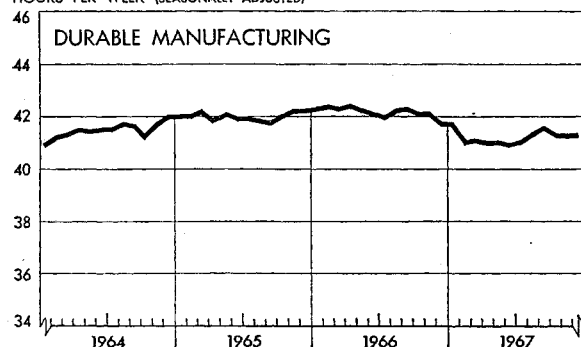
NOTE.—Beginning 1959, data include Alaska and Hawaii.

Source: Department of Labor.

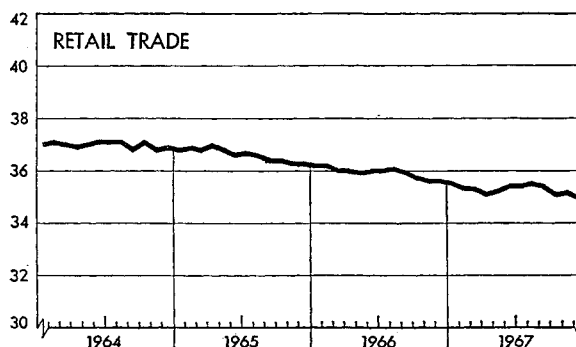
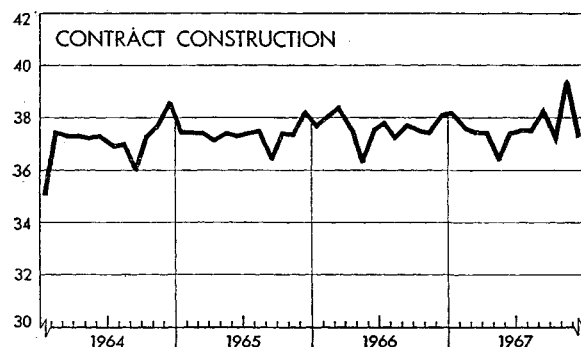
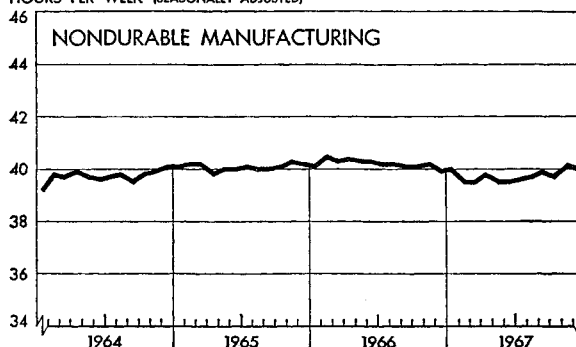
WEEKLY HOURS OF WORK - SELECTED INDUSTRIES

The seasonally adjusted workweek in manufacturing increased from 40.7 hours in November to 40.8 hours in December. Hours declined in construction and retail trade.

HOURS PER WEEK (SEASONALLY ADJUSTED)



HOURS PER WEEK (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[Average hours per week; ¹ seasonally adjusted]

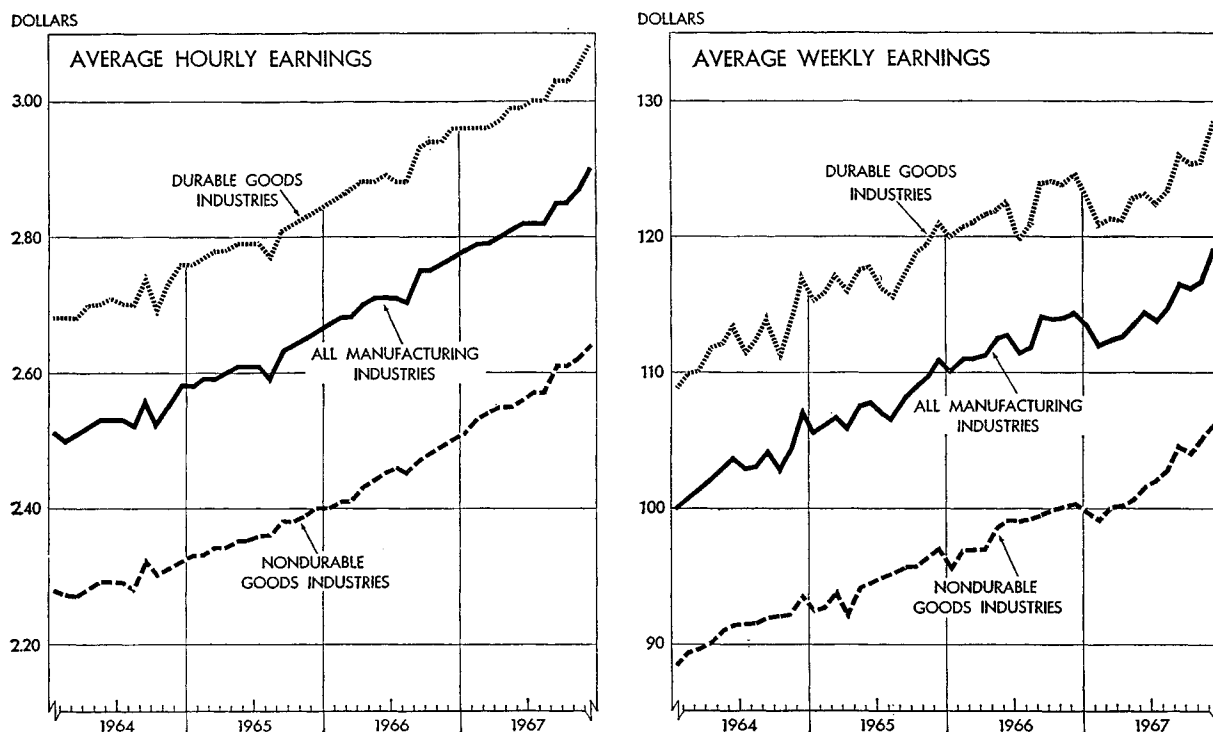
Period	Manufacturing industries			Contract construction	Retail trade ²
	All	Durable goods	Nondurable goods		
1958.....	39.2	39.5	38.8	36.8	38.1
1959.....	40.3	40.7	39.7	37.0	38.2
1960.....	39.7	40.1	39.2	36.7	38.0
1961.....	39.8	40.3	39.3	36.9	37.6
1962.....	40.4	40.9	39.6	37.0	37.4
1963.....	40.5	41.1	39.6	37.3	37.3
1964.....	40.7	41.4	39.7	37.2	37.0
1965.....	41.2	42.0	40.1	37.4	36.6
1966.....	41.3	42.1	40.2	37.6	35.9
1967 ²	40.6	41.2	39.7	37.6	35.3
1966: Nov.....	41.3	42.1	40.2	37.4	35.6
Dec.....	41.0	41.7	39.9	38.1	35.6
1967: Jan.....	41.0	41.7	40.0	38.2	35.5
Feb.....	40.3	41.0	39.5	37.6	35.3
Mar.....	40.4	41.1	39.5	37.4	35.3
Apr.....	40.5	41.0	39.8	37.4	35.1
May.....	40.3	41.0	39.5	36.4	35.2
June.....	40.3	40.9	39.5	37.4	35.4
July.....	40.4	41.0	39.6	37.5	35.4
Aug.....	40.7	41.3	39.7	37.5	35.5
Sept.....	40.8	41.6	39.9	38.3	35.4
Oct.....	40.7	41.3	39.7	37.1	35.1
Nov ²	40.7	41.2	40.1	39.4	35.2
Dec ²	40.8	41.3	40.0	37.8	35.0

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

² Includes eating and drinking places.
Source: Department of Labor.

AVERAGE HOURLY AND WEEKLY EARNINGS - SELECTED INDUSTRIES

Average weekly earnings in manufacturing rose by \$2.38 in December to a record high of \$119.19. Average hourly earnings increased by 3 cents in manufacturing and 2 cents in construction, and fell 2 cents in retail trade.



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 ¹	Manufacturing industries			Contract construction	Retail trade ¹	Adjusted hourly earnings, 1957-59=100 ²	Average weekly earnings, 1957-59 prices ³
	All	Durable goods	Non-durable goods			All	Durable goods	Non-durable goods				
1958	2.11	2.26	1.91	2.82	1.42	82.71	89.27	74.11	103.78	54.10	100.2	82.14
1959	2.19	2.36	1.98	2.93	1.47	88.26	96.05	78.61	108.41	56.15	103.5	86.96
1960	2.26	2.43	2.05	3.08	1.52	89.72	97.44	80.36	113.04	57.76	106.6	87.02
1961	2.32	2.49	2.11	3.20	1.56	92.34	100.35	82.92	118.08	58.66	109.6	88.62
1962	2.39	2.56	2.17	3.31	1.63	96.56	104.70	85.93	122.47	60.96	112.3	91.61
1963	2.46	2.63	2.22	3.41	1.68	99.63	108.09	87.91	127.19	62.66	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	3.70	1.82	107.53	117.18	94.64	138.38	66.61	*121.1	97.84
1966	2.72	2.90	2.45	3.88	1.91	112.34	122.09	98.49	145.89	68.57	125.1	99.33
1967 ^p	2.83	3.00	2.57	4.09	2.01	114.90	123.60	102.03	153.78	70.95	130.9	98.80
1966: Nov	2.76	2.94	2.49	3.96	1.95	113.99	123.77	100.10	144.14	68.64	127.0	99.47
Dec	2.77	2.96	2.50	3.99	1.94	114.40	124.62	100.25	148.83	69.65	127.6	99.74
1967: Jan	2.78	2.96	2.51	4.02	1.97	113.42	122.84	99.65	149.14	69.15	128.4	98.88
Feb	2.79	2.96	2.53	4.00	1.98	111.88	120.77	99.18	143.60	69.10	129.0	97.46
Mar	2.79	2.96	2.54	3.99	1.98	112.44	121.36	100.08	146.83	69.30	129.4	97.77
Apr	2.80	2.97	2.55	3.99	2.00	112.56	121.18	100.22	147.23	69.80	129.9	97.62
May	2.81	2.99	2.55	4.02	2.00	113.52	122.89	100.73	149.54	69.80	130.2	98.20
June	2.82	2.99	2.56	4.02	2.01	114.49	123.19	101.63	153.56	71.56	130.5	98.70
July	2.82	3.00	2.57	4.08	2.01	113.65	122.40	102.03	157.90	72.96	130.8	97.55
Aug	2.82	3.00	2.57	4.10	2.01	114.77	123.30	102.80	159.08	72.96	131.1	98.18
Sept	2.85	3.03	2.61	4.18	2.03	116.57	126.05	104.66	162.60	71.66	131.9	99.55
Oct	2.85	3.03	2.61	4.21	2.05	116.28	125.44	104.14	160.40	71.55	132.3	98.96
Nov ^p	2.87	3.05	2.62	4.20	2.05	116.81	125.66	105.06	160.86	71.34	133.1	99.16
Dec ^p	2.90	3.08	2.64	4.22	2.03	119.19	128.44	106.13	154.03	71.66	133.6	100.84

¹ Includes eating and drinking places.

² Earnings in current prices, adjusted to exclude overtime and interindustry shifts.

³ Earnings in current prices divided by the consumer price index.

* Based on the new benchmark beginning 1965.

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

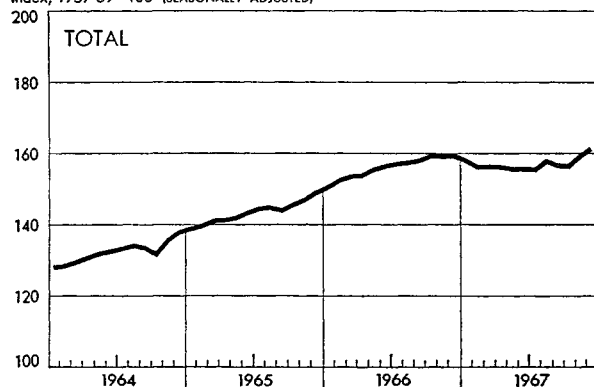
Source: Department of Labor.

PRODUCTION AND BUSINESS ACTIVITY

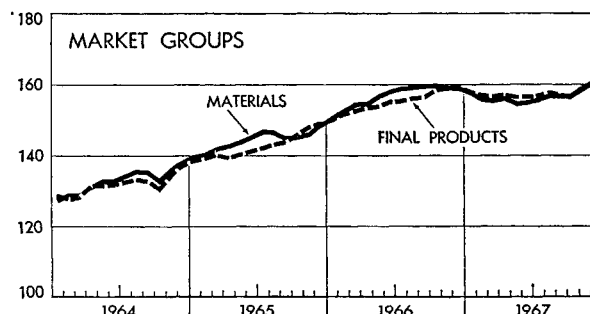
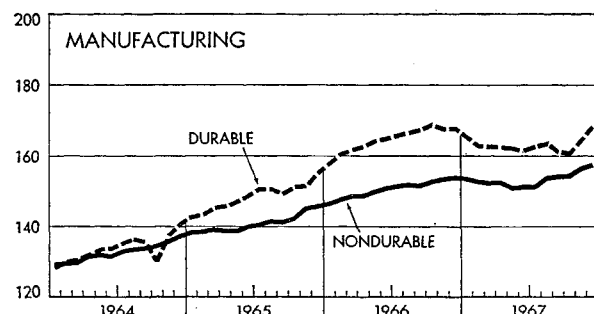
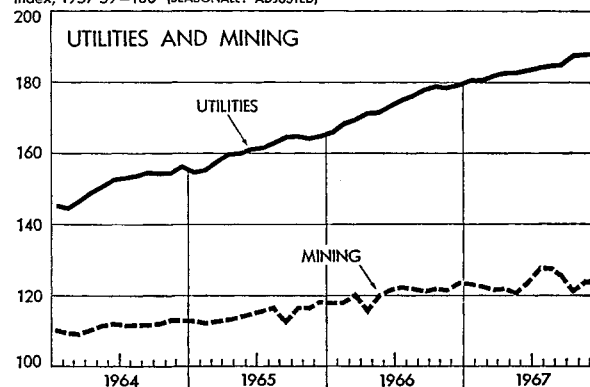
INDUSTRIAL PRODUCTION

The industrial production index (seasonally adjusted) rose 1½ percent in December, surpassing the previous record high of December 1966 by 1.3 percent. Gains in output were widespread for final products and materials.

Index, 1957-59=100 (SEASONALLY ADJUSTED)



Index, 1957-59=100 (SEASONALLY ADJUSTED)



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1957-59 = 100, seasonally adjusted]

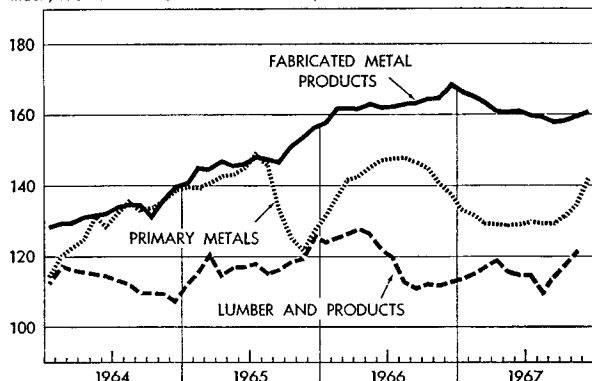
Period	Total industrial production	Industry					Market			
		Manufacturing			Mining	Utilities	Final products			Materials
		Total	Durable	Non-durable			Total	Consumer goods	Equipment	
1958.....	93.7	93.2	90.3	96.8	95.6	98.1	94.8	96.4	91.3	92.7
1959.....	105.6	106.0	105.6	106.5	99.7	108.0	105.7	106.6	104.1	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	111.5	151.3	131.8	131.7	132.0	132.8
1965.....	143.4	145.0	148.4	140.8	114.8	160.9	142.5	140.3	147.0	144.2
1966.....	156.3	158.6	164.8	150.8	120.5	173.9	155.5	147.5	172.6	157.0
1967 p.....	157.8	159.5	163.8	154.2	123.4	183.9	158.2	148.2	179.5	157.5
1966: Nov.....	159.1	161.5	167.7	153.6	121.6	178.5	159.0	149.2	180.0	159.0
Dec.....	159.5	161.7	167.7	154.1	123.8	179.4	159.6	149.8	180.7	159.2
1967: Jan.....	158.2	160.1	165.5	153.4	123.2	180.6	158.1	148.0	179.9	157.9
Feb.....	156.6	158.5	162.9	152.9	122.4	180.5	157.0	146.1	180.3	155.8
Mar.....	156.4	158.2	162.6	152.6	121.5	181.9	157.1	146.6	179.6	155.5
Apr.....	156.5	158.2	162.5	152.8	122.0	182.7	157.3	147.1	179.2	156.0
May.....	155.6	157.2	162.2	151.1	120.2	182.7	156.3	146.0	178.5	154.6
June.....	155.6	157.0	161.5	151.4	123.8	183.2	156.8	146.9	178.1	154.9
July.....	156.6	157.6	162.5	151.5	128.0	184.1	157.1	147.1	178.4	156.1
Aug.....	158.1	159.4	163.6	154.0	127.8	184.8	158.2	148.6	178.9	157.9
Sept.....	156.8	158.1	161.1	154.2	124.3	184.8	157.0	147.0	178.6	156.7
Oct.....	156.6	158.1	160.8	154.7	121.2	187.6	156.5	147.4	176.0	156.6
Nov.....	159.3	160.9	164.4	156.5	123.7	188.0	159.6	149.7	180.9	159.3
Dec p.....	161.6	163.6	168.3	157.7	123.7	188.0	161.4	152.2	181.2	161.6

Source: Board of Governors of the Federal Reserve System.

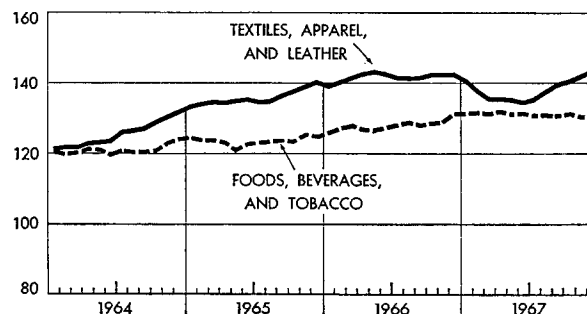
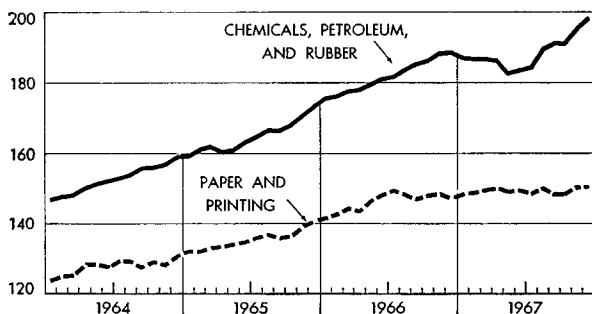
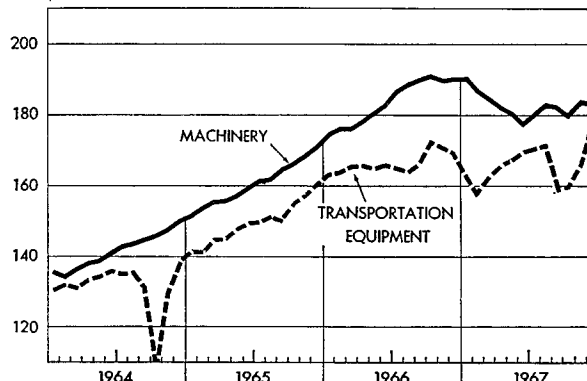
PRODUCTION OF SELECTED MANUFACTURES

Production of manufactures, seasonally adjusted, increased in December with the only exception being nonelectrical machinery. Transportation equipment output again registered the largest increase as a result of a 16½ percent rise in motor vehicles.

Index, 1957-59=100 (SEASONALLY ADJUSTED)



Index, 1957-59=100 (SEASONALLY ADJUSTED)



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1957-59=100, seasonally adjusted]

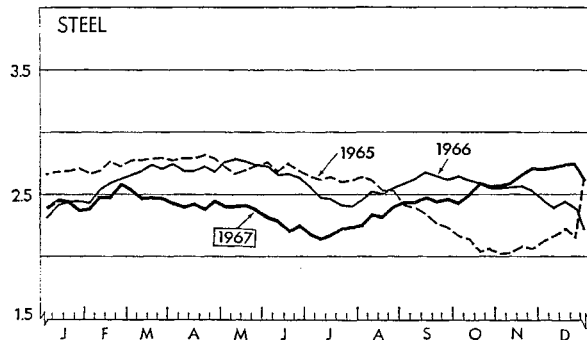
Period	Durable manufactures					Nondurable manufactures			
	Primary metals	Fabricated metal products	Machinery	Transportation equipment	Lumber and products	Textiles, apparel, and leather	Paper and printing	Chemicals, petroleum, and rubber	Foods, beverages, and tobacco
1958.....	87.5	92.9	88.8	89.5	95.6	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.....	137.6	147.8	160.5	149.2	117.4	135.8	135.3	164.6	123.4
1966.....	142.7	163.0	183.8	166.9	119.4	141.6	146.4	181.9	128.1
1967 p.....	132.6	161.6	183.4	165.9	-----	138.9	149.7	189.2	131.4
1966: Nov.....	140.5	164.7	189.8	170.6	111.8	142.2	148.5	188.5	128.9
Dec.....	137.6	168.7	190.3	169.1	112.8	142.2	147.4	188.6	131.2
1967: Jan.....	132.6	166.7	190.3	162.6	113.7	140.3	148.4	187.1	131.0
Feb.....	131.9	165.0	186.8	157.5	115.2	137.6	148.7	186.5	131.5
Mar.....	129.2	162.9	184.5	162.6	117.3	135.5	149.5	186.8	131.1
Apr.....	129.1	161.0	182.1	165.7	119.1	135.5	149.9	186.4	131.8
May.....	128.9	160.8	180.5	167.5	115.6	135.3	149.1	182.2	130.9
June.....	129.0	160.8	177.5	169.3	114.9	134.8	149.4	183.0	131.3
July.....	129.6	159.8	180.0	170.8	115.5	135.3	148.6	184.0	130.9
Aug.....	129.3	159.1	182.8	171.9	109.2	137.6	150.3	189.5	131.0
Sept.....	129.2	158.1	182.2	159.2	114.3	139.1	148.5	191.2	130.4
Oct.....	131.6	158.1	179.6	159.3	117.0	140.6	148.5	190.9	131.1
Nov.....	134.8	159.6	183.2	165.7	121.5	141.9	150.2	195.3	130.8
Dec p.....	142	161	183	177	-----	143	151	198	131

Source: Board of Governors of the Federal Reserve System.

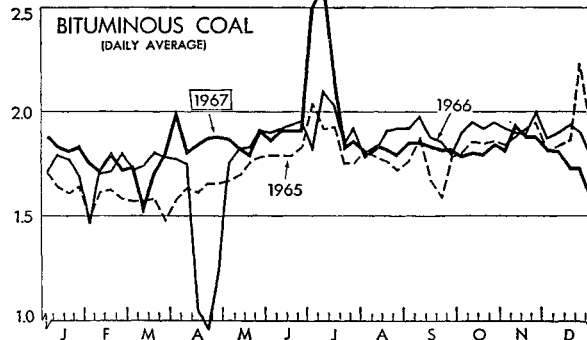
WEEKLY INDICATORS OF PRODUCTION

In December, steel production continued to increase on a seasonally unadjusted basis. Auto assemblies also rose again. Most other weekly indicators declined.

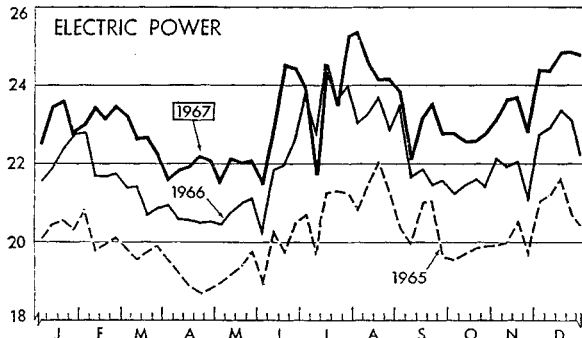
MILLIONS OF TONS



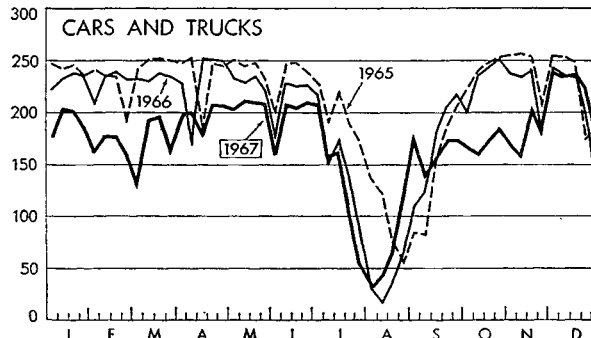
MILLIONS OF SHORT TONS



BILLIONS OF KILOWATT HOURS



THOUSANDS



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

COUNCIL OF ECONOMIC ADVISERS

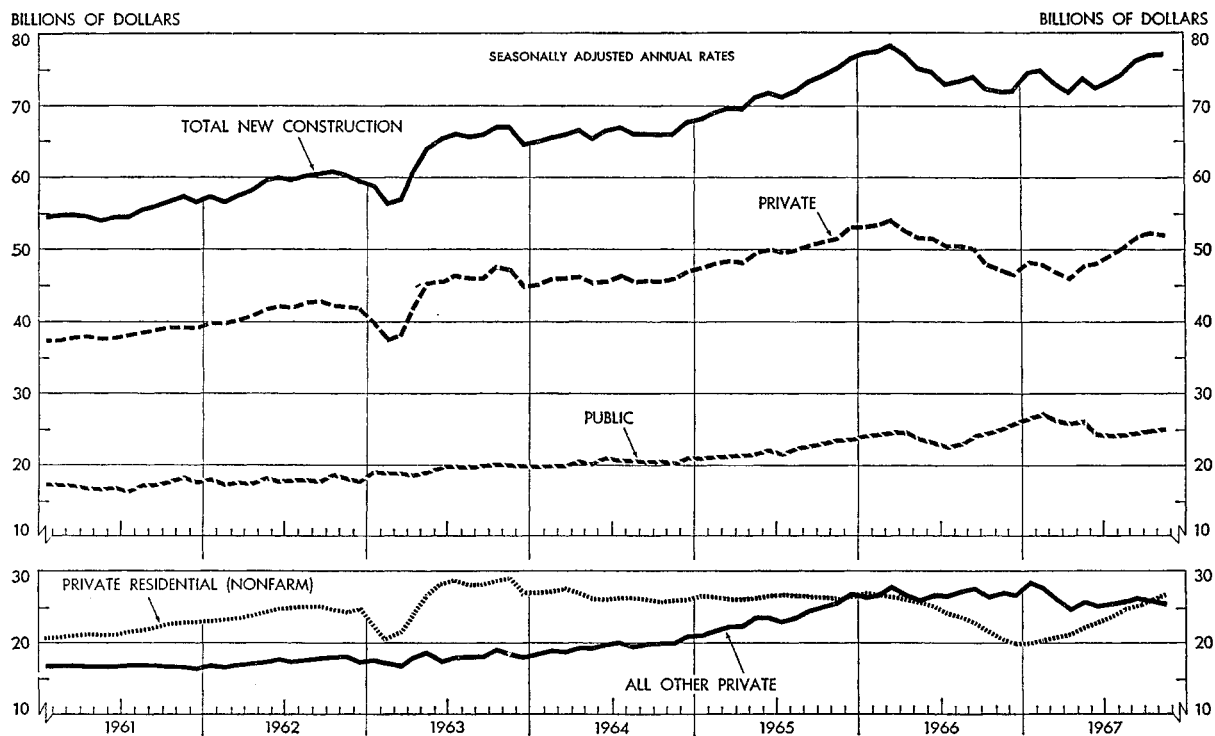
Period	Steel produced		Electric power distributed (millions of kilowatt-hours)	Bituminous coal mined (thousands of short tons) ¹	Freight loaded (thousands of cars)	Paperboard produced (thousands of tons)	Cars and trucks assembled (thousands)		
	Thousands of net tons	Index (1957-59=100)					Total	Cars	Trucks
Weekly average:									
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	558	384	178. 8	148. 8	30. 0
1965-----	2, 521	135. 3	20, 169	1, 735	562	410	213. 7	179. 4	34. 3
1966-----	2, 572	138. 1	21, 971	1, 798	570	446	199. 3	165. 4	33. 9
1967 ^p -----	2, 434	130. 7	23, 169	1, 845	539	444	172. 9	142. 4	30. 5
1966: Nov-----	2, 538	136. 2	21, 982	1, 932	581	459	227. 7	191. 9	35. 8
Dec-----	2, 361	126. 7	22, 901	1, 864	513	408	201. 2	168. 7	32. 5
1967: Jan-----	2, 400	128. 8	23, 054	1, 880	512	408	191. 8	157. 2	34. 5
Feb-----	2, 510	134. 8	23, 268	1, 766	514	456	168. 9	134. 2	34. 7
Mar-----	2, 475	132. 8	22, 465	1, 766	532	448	175. 9	142. 8	33. 0
Apr-----	2, 412	129. 5	21, 953	1, 826	555	455	198. 4	164. 4	34. 0
May-----	2, 388	128. 2	21, 841	1, 893	558	451	198. 8	164. 5	34. 2
June-----	2, 232	119. 8	23, 938	1, 925	555	458	207. 4	172. 8	34. 6
July-----	2, 176	116. 8	23, 747	1, 998	492	377	119. 0	95. 4	23. 7
Aug-----	2, 325	124. 8	24, 400	1, 869	558	452	86. 5	64. 4	22. 1
Sept-----	2, 439	130. 9	22, 871	1, 804	551	419	160. 4	135. 3	25. 0
Oct-----	2, 522	135. 4	22, 662	1, 862	586	468	171. 2	146. 7	24. 6
Nov-----	2, 634	141. 4	23, 533	1, 917	552	463	190. 1	158. 6	31. 4
Dec ^p -----	2, 702	145. 0	24, 405	1, 684	496	438	219. 8	185. 0	34. 7
Week ended:									
1967: Dec 23-----	2, 747	147. 5	24, 819	1, 730	501	473	224. 2	189. 6	34. 6
30-----	2, 615	140. 4	23, 624	1, 610	396	352	182. 8	153. 4	29. 4
1968: Jan 6 ² -----	2, 650	142. 2	24, 967	1, 637	417	225	187. 7	158. 4	29. 2
13 ^{p 2} -----	2, 635	141. 4	26, 414	1, 646	487	467	223. 7	187. 5	36. 1
20 ^{p 2} -----	2, 697	144. 8	-----	1, 671	504	471	219. 7	183. 7	36. 0

¹Daily average. Includes data for Alaska.
²Not charted.

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.

NEW CONSTRUCTION

Total spending for new construction (seasonally adjusted) registered its fifth consecutive monthly advance in November. Homebuilding continued its upward trend with a 2½ percent increase while commercial and industrial construction dropped more than 5 percent.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total new construction expenditures	Private						Federal, State, and local	Construction contracts ²	
		Total	Residential nonfarm		Commercial and industrial	Other	Total value (index, 1957-59= 100)		Commercial and industrial floor space (millions of square feet)	
			Total ¹	New housing units						
Billions of dollars										
1962.....	59.7	41.8	24.3	18.6	8.0	9.5	17.9	119.7	500	
1963.....	63.4	44.1	26.2	20.4	7.9	10.0	19.4	132.0	534	
1964.....	66.2	45.8	26.3	20.4	9.0	10.6	20.4	137.0	599	
1965.....	71.9	49.8	26.3	20.4	11.9	11.7	22.1	142.8	680	
1966.....	74.4	50.4	23.8	18.0	13.6	13.0	23.9	145.3	753	
1967 ^p	74.7	49.6	23.6	17.9	13.1	12.9	25.1	153.3	694	
Seasonally adjusted annual rates								Seasonally adjusted	Seasonally adjusted annual rates	
1966: Oct.....	72.3	47.9	21.6	15.9	13.4	12.9	24.4	139	657	
Nov.....	72.0	47.1	20.3	14.6	13.6	13.2	24.9	130	773	
Dec.....	72.2	46.4	19.8	14.2	13.5	13.1	25.8	133	723	
1967: Jan.....	74.8	48.3	19.9	14.0	15.1	13.4	26.5	126	589	
Feb.....	75.0	48.0	20.3	14.3	14.8	12.9	27.0	143	694	
Mar.....	73.1	46.9	20.8	15.0	13.3	12.8	26.2	149	674	
Apr.....	72.0	46.0	21.1	15.5	12.5	12.4	25.9	138	708	
May.....	73.9	47.8	22.1	16.5	13.1	12.6	26.1	154	638	
June.....	72.4	48.1	22.9	17.3	12.6	12.6	24.3	164	768	
July.....	73.4	49.2	23.7	18.0	12.9	12.6	24.2	149	663	
Aug.....	74.4	50.2	24.6	18.9	12.4	13.1	24.2	165	756	
Sept.....	76.3	51.7	25.3	19.6	13.3	13.1	24.6	168	744	
Oct ^p	76.9	52.2	26.0	20.3	13.2	13.0	24.7	171	661	
Nov ^p	77.2	52.1	26.6	20.9	12.5	13.0	25.1	168	786	

¹ Includes nonhousekeeping residential construction and additions and alterations, not shown separately.

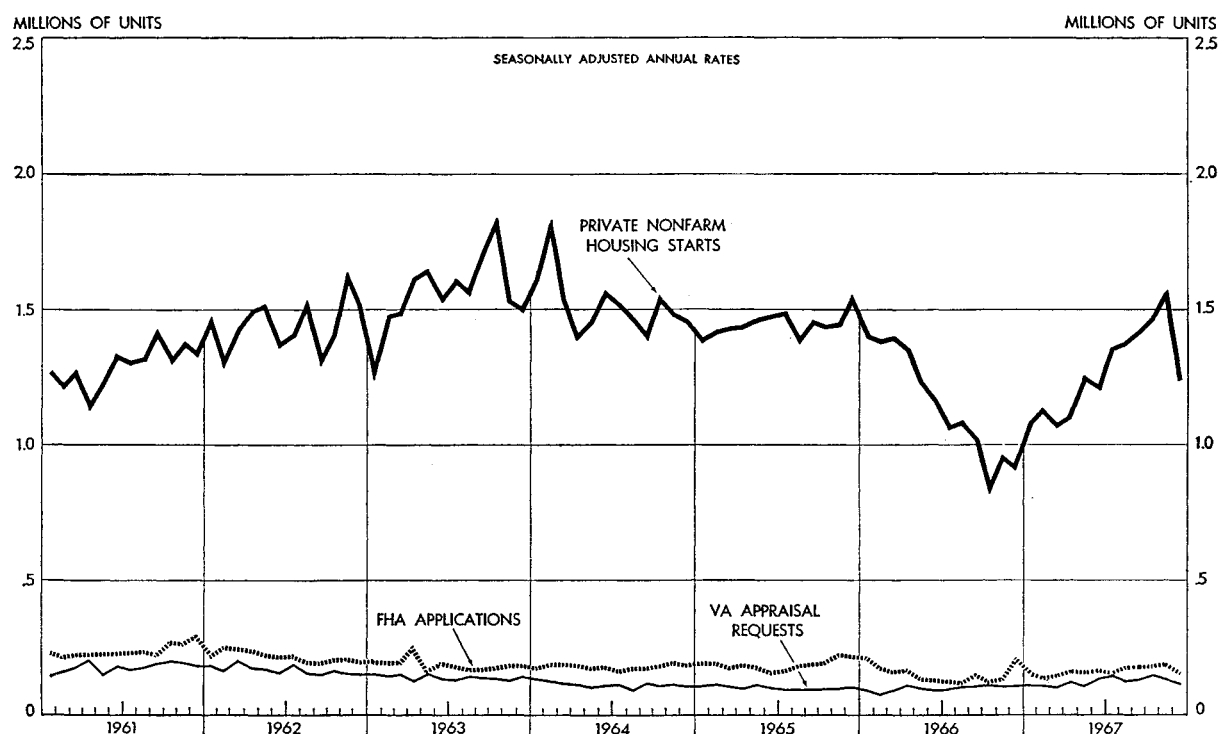
² Compiled by F. W. Dodge Company and relates to 48 States.

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

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

NEW HOUSING STARTS AND APPLICATIONS FOR FINANCING

After five consecutive monthly increases, private nonfarm housing starts fell 21 percent to 1,241,000 units (seasonally adjusted annual rate) in December. However, permits for future housing starts increased 18 percent.



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

COUNCIL OF ECONOMIC ADVISERS

[Thousands of units]

(Thousands of units)

Period	Housing starts								New private housing units authorized ¹	Proposed home construction		
	Total private and public (including farm)	Total private (including farm)	Private nonfarm			Total private (including farm)	Private nonfarm			Applications for FHA commitments ²	Requests for VA appraisals ²	
			Total	One-family	Two or more families		Total	Government home programs				
								FHA	VA			
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-----	1,642.0	1,610.3	1,582.9	993.2	589.7	1,610.3	1,582.9	166.2	71.0	1,334.7	190.2	139.3
1964-----	1,561.6	1,529.3	1,502.3	944.5	557.8	1,529.3	1,502.3	154.0	59.2	1,285.8	182.1	113.6
1965-----	1,509.6	1,472.9	1,450.6	941.4	509.2	1,472.9	1,450.6	159.9	49.4	1,239.8	188.9	102.1
1966-----	1,196.2	1,165.0	1,141.5	755.3	386.2	1,165.0	1,141.5	129.1	36.8	971.9	153.0	99.2
1967 p-----	1,322.0	1,291.8	1,268.4	819.8	448.6	1,291.8	1,268.4	141.9	52.5	1,080.9	167.2	124.3
Seasonally adjusted annual rates												
1966: Nov..	75.1	72.8	71.4	48.8	22.6	975	956	107	36	719	135	103
Dec..	62.3	60.2	58.9	36.7	22.2	931	910	105	37	761	203	104
1967: Jan..	61.7	59.1	57.7	38.8	18.9	1,111	1,079	150	52	942	157	107
Feb..	63.2	61.4	60.2	39.1	21.1	1,149	1,132	139	48	894	135	104
Mar..	92.9	91.5	89.2	64.3	24.9	1,094	1,067	130	50	928	152	103
Apr..	115.9	113.7	112.0	78.1	33.9	1,116	1,099	125	50	1,028	162	125
May..	134.2	132.0	129.7	85.0	44.7	1,274	1,254	143	49	1,033	160	108
June..	131.6	125.4	123.4	85.6	37.8	1,233	1,214	143	52	1,109	166	135
July..	126.1	125.3	124.0	81.1	42.9	1,369	1,356	139	52	1,093	150	145
Aug..	130.2	127.4	123.6	80.0	43.6	1,407	1,381	139	55	1,127	176	124
Sept..	125.8	121.9	119.5	75.8	43.7	1,445	1,415	147	55	1,159	178	129
Oct..	137.0	135.4	133.1	79.4	53.7	1,496	1,478	152	57	1,212	181	155
Nov p.	120.0	118.2	116.5	67.4	49.1	1,587	1,564	154	54	1,158	194	136
Dec p.	83.4	80.5	79.5	45.2	34.3	1,256	1,241	149	56	1,362	168	126

¹Authorized by issuance of local building permit; in 10,000 permit-issuing places prior to 1963, and 12,000 or more thereafter.

²Units represented by mortgage applications for new home construction.

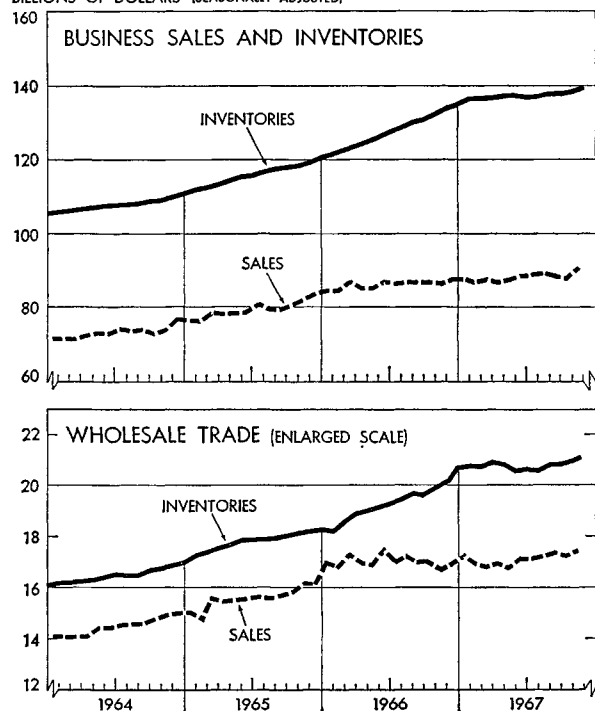
NOTE.—Data include Alaska and Hawaii.

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

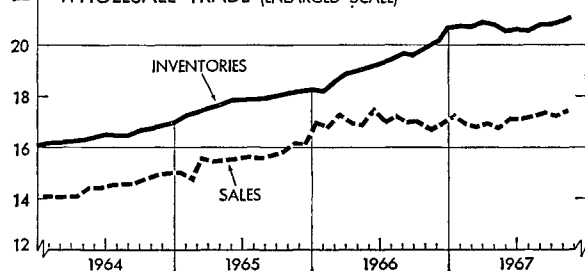
BUSINESS SALES AND INVENTORIES — TOTAL AND TRADE

According to preliminary estimates, seasonally adjusted retail sales dropped ½ percent in December. Total business sales increased 3 percent in November and business inventories rose over \$1 billion.

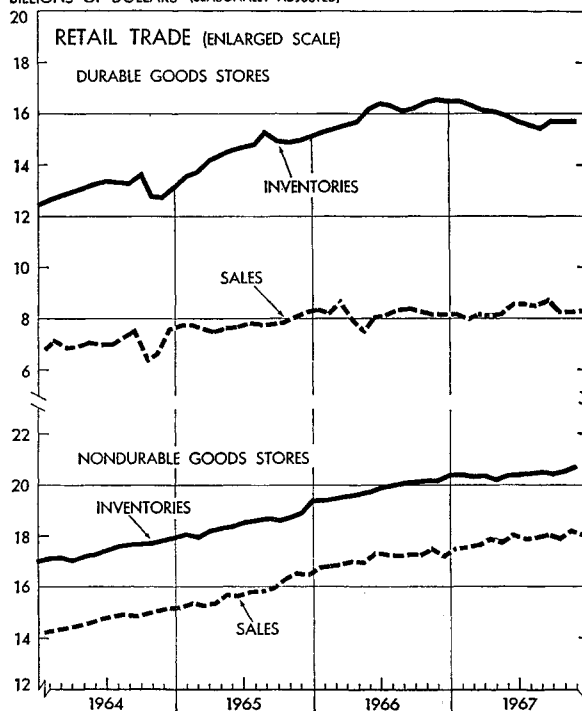
BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



WHOLESALE TRADE (ENLARGED SCALE)



BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

Period	Total business ¹		Wholesale ⁴		Retail ⁵					
					Sales ²			Inventories ³		
	Sales ²	Inventories ³	Sales ²	Inventories ³	Total	Durable goods stores	Non-durable goods stores	Total	Durable goods stores	Non-durable goods stores
Millions of dollars, seasonally adjusted										
1960.....	60,746	94,747	11,656	14,120	18,294	5,880	12,414	26,813	11,923	14,890
1961.....	61,106	95,813	11,988	14,488	18,234	5,581	12,654	26,238	10,965	15,273
1962.....	65,594	100,627	12,674	14,936	19,613	6,210	13,402	27,938	11,656	16,282
1963.....	68,692	105,578	13,382	16,048	20,536	6,627	13,909	29,383	12,386	16,997
1964.....	73,459	111,051	14,527	16,977	21,802	7,014	14,788	31,130	13,136	17,994
1965.....	79,528	120,896	15,595	18,274	23,654	7,810	15,844	34,607	15,194	19,413
1966.....	86,323	135,549	16,979	20,691	25,306	8,151	17,155	36,961	16,536	20,425
1967 ^p	88,338	139,685	17,127	21,111	26,111			36,474	15,728	20,746
1966: Oct.....	87,066	132,392	17,029	19,924	25,550	8,276	17,274	36,680	16,496	20,184
Nov.....	86,699	133,856	16,696	20,226	25,610	8,143	17,467	36,734	16,581	20,153
Dec.....	87,875	135,549	16,996	20,691	25,368	8,156	17,212	36,961	16,536	20,425
1967: Jan.....	87,386	136,590	17,239	20,780	25,687	8,200	17,487	36,924	16,491	20,433
Feb.....	86,299	136,780	16,897	20,742	25,470	7,955	17,515	36,644	16,315	20,329
Mar.....	87,458	137,093	16,853	20,859	25,739	8,150	17,589	36,526	16,142	20,384
Apr.....	86,833	137,351	16,972	20,785	25,918	8,104	17,814	36,236	16,033	20,203
May.....	87,611	137,428	16,769	20,587	25,897	8,187	17,710	36,263	15,904	20,359
June.....	88,549	137,076	17,117	20,599	26,544	8,546	17,998	36,087	15,661	20,426
July.....	88,991	137,405	17,145	20,511	26,444	8,592	17,852	35,997	15,549	20,448
Aug.....	89,295	138,187	17,198	20,789	26,422	8,508	17,914	36,028	15,503	20,525
Sept.....	88,785	138,129	17,330	20,810	26,732	8,743	17,989	36,143	15,711	20,432
Oct ^p	87,996	138,643	17,195	20,945	26,089	8,235	17,854	36,217	15,681	20,536
Nov.....	90,777	139,668	17,462	21,111	26,467	8,256	18,211	36,474	15,728	20,746
Dec ^p					26,343	8,316	18,027			

¹The term "business" also includes manufacturing (see page 22).

²Monthly average for year and total for month.

³Book value, end of period, seasonally adjusted.

⁴Beginning 1961, data include Alaska and Hawaii.

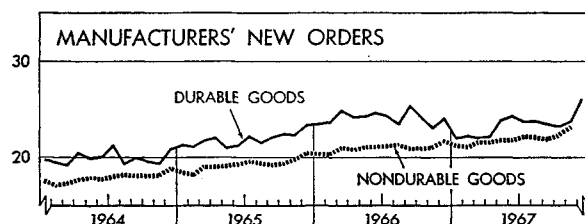
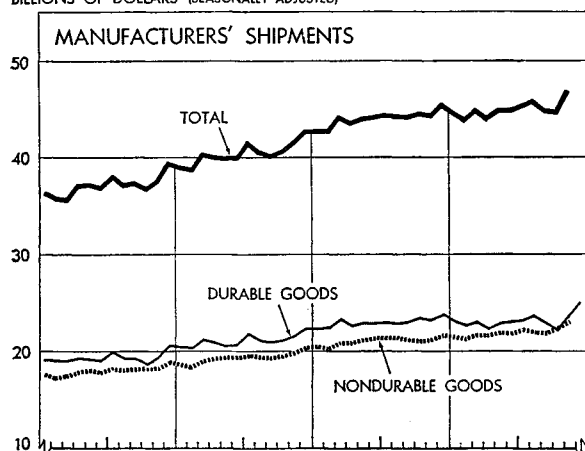
⁵Beginning 1960, data include Alaska and Hawaii.

Source: Department of Commerce.

MANUFACTURERS' SHIPMENTS, INVENTORIES, AND NEW ORDERS

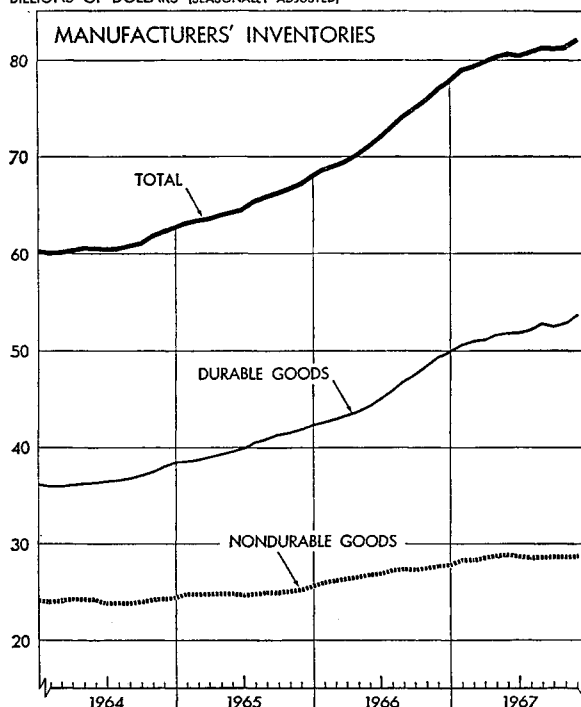
Manufacturers' new orders (seasonally adjusted) increased 3 percent in November. With an increase in shipments of \$2.1 billion and an increase in inventories of \$0.6 billion, the inventory-shipments ratio fell to 1.75. Preliminary data indicate that new orders for durable goods increased sharply in December.

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



SOURCE: DEPARTMENT OF COMMERCE

BILLIONS OF DOLLARS (SEASONALLY ADJUSTED)



COUNCIL OF ECONOMIC ADVISERS

Period	Manufacturers' shipments ¹			Manufacturers' inventories ²			Manufacturers' new orders ¹				Manu- fac- turers' inven- tory- ship- ments ratio ³
	Total	Durable goods	Non- durable goods	Total	Durable goods	Non- durable goods	Total	Durable goods		Non- durable goods	
								Total	Machinery and equipment		
	Millions of dollars, seasonally adjusted										
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
1966.....	44,037	23,006	21,032	77,897	50,037	27,860	45,182	24,153	4,731	21,029	1.64
1966: ^p	45,100	23,000	22,100	82,100	53,500	28,600	45,300	23,200	4,700	22,100	1.82
Oct.....	44,487	23,451	21,036	75,788	48,352	27,436	45,243	24,244	4,816	20,999	1.70
Nov.....	44,393	23,237	21,156	76,896	49,310	27,586	44,052	23,027	4,647	21,025	1.73
Dec.....	45,511	23,715	21,796	77,897	50,037	27,860	45,845	23,960	4,603	21,885	1.71
1967: Jan.....	44,460	23,060	21,400	78,886	50,620	28,266	43,408	22,072	4,545	21,336	1.77
Feb.....	43,932	22,622	21,310	79,394	51,079	28,315	43,527	22,329	4,242	21,198	1.81
Mar.....	44,866	23,137	21,729	79,708	51,216	28,492	43,700	22,065	4,315	21,635	1.78
Apr.....	43,943	22,269	21,674	80,330	51,593	28,737	43,849	22,226	4,443	21,623	1.83
May.....	44,945	22,900	22,045	80,578	51,784	28,794	45,738	23,857	4,607	21,881	1.79
June.....	44,888	23,052	21,836	80,390	51,809	28,581	46,087	24,263	4,794	21,824	1.79
July.....	45,402	23,192	22,210	80,897	52,346	28,551	45,977	23,715	4,853	22,262	1.78
Aug.....	45,675	23,633	22,042	81,370	52,784	28,586	45,900	23,726	5,058	22,174	1.78
Sept.....	44,723	22,949	21,774	81,176	52,572	28,604	45,274	23,416	4,665	21,858	1.82
Oct.....	44,712	22,311	22,401	81,481	52,918	28,563	45,782	23,381	4,614	22,401	1.82
Nov ^p	46,848	23,654	23,194	82,083	53,505	28,578	47,088	23,843	4,872	23,245	1.75
Dec ^p		25,175						26,111	5,133		

¹ Monthly average for year and total for month.

² Book value, end of period, seasonally adjusted.

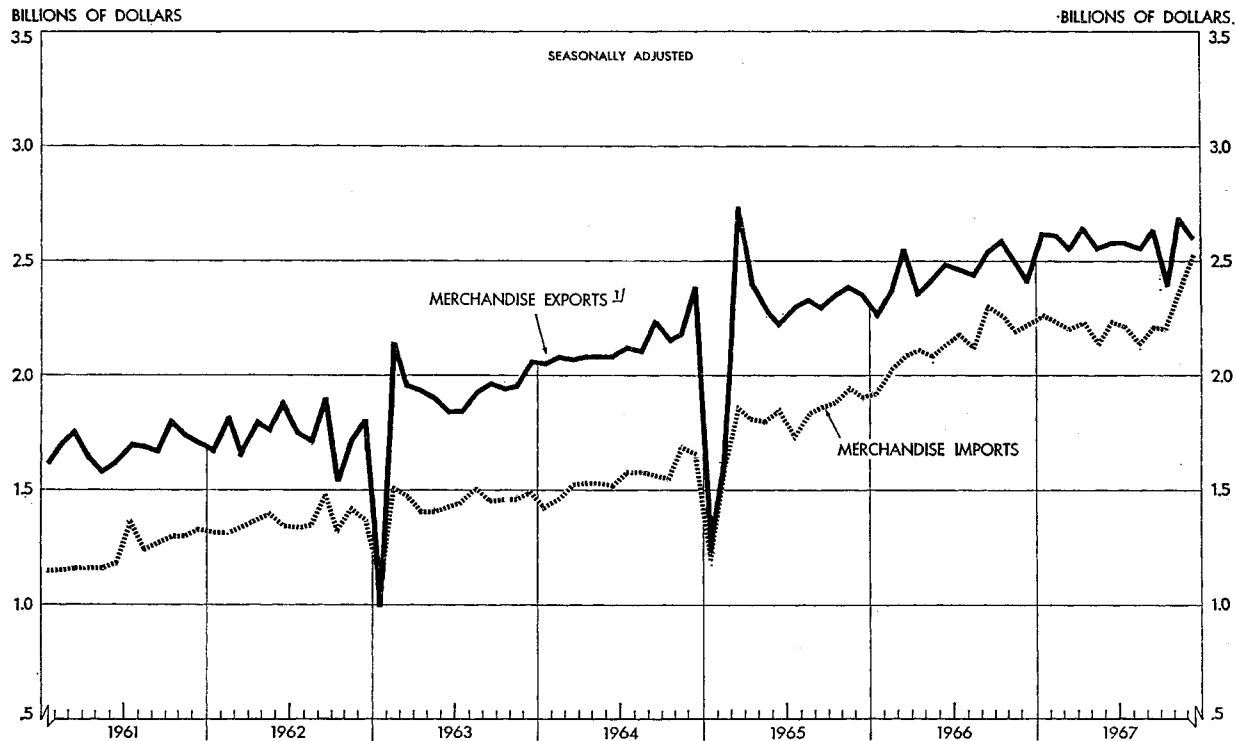
³ For annual periods, ratio of weighted average inventories to average monthly shipments; for monthly data, ratio of inventories at end of month to shipments for month.

NOTE.—Data for Alaska and Hawaii included beginning 1958.

Source: Department of Commerce.

MERCHANDISE EXPORTS AND IMPORTS

The U.S. merchandise trade surplus (seasonally adjusted) decreased sharply in December to \$79 million, resulting primarily from a 6.3 percent increase in imports over the November figure.



1/SEE NOTE 1 BELOW.

SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

Period	Merchandise exports						Merchandise imports					Gross-merchan- disse trade surplus, season- ally ad- justed
	Total (includ- ing reexports) ¹		Domestic exports				General imports -					
	Season- ally ad- justed	Unad- justed	Total ^{1 3}	Food, bever- ages, and to- bacco	Crude mate- rials and fuel	Manu- fac- tured goods	Season- ally ad- justed	Unad- justed	Food, bever- ages, and to- bacco	Crude mate- rials and fuels	Manu- fac- tured goods	
Monthly average:												
1959		1, 368	1, 353	239	252	897		1, 302	298	382	591	66
1960		1, 636	1, 620	264	329	1, 047		1, 251	283	365	571	385
1961		1, 682	1, 662	289	322	1, 062		1, 226	288	359	544	456
1962		1, 748	1, 725	312	280	1, 138		1, 366	306	387	636	382
1963		1, 869	1, 845	349	315	1, 188		1, 428	322	391	672	441
1964		2, 141	2, 111	387	361	1, 366		1, 557	335	415	758	584
1965		2, 225	2, 196	377	356	1, 449		1, 780	334	449	936	444
1966		2, 448	2, 412	432	367	1, 592		2, 129	382	473	1, 201	320
1967 ²		2, 578	2, 546	393	394	1, 729		2, 235	392	445	1, 310	344
Unadjusted												
1966: Nov.	2, 503	2, 572	2, 538	469	448	1, 583	2, 186	2, 252	393	464	1, 318	317
Dec.	2, 409	2, 646	2, 619	431	419	1, 754	2, 225	2, 240	384	446	1, 331	184
1967: Jan.	2, 616	2, 470	2, 437	374	367	1, 679	2, 256	2, 261	415	495	1, 282	360
Feb.	2, 607	2, 418	2, 389	350	394	1, 617	2, 229	2, 004	364	412	1, 164	378
Mar.	2, 551	2, 797	2, 762	406	398	1, 904	2, 203	2, 355	433	478	1, 366	348
Apr.	2, 654	2, 666	2, 630	387	377	1, 835	2, 226	2, 091	385	428	1, 182	428
May	2, 547	2, 683	2, 650	388	417	1, 830	2, 140	2, 222	352	454	1, 330	407
June	2, 576	2, 618	2, 586	382	409	1, 789	2, 227	2, 270	389	465	1, 334	349
July	2, 584	2, 376	2, 347	363	380	1, 589	2, 208	2, 127	366	396	1, 273	376
Aug.	2, 548	2, 395	2, 358	366	384	1, 559	2, 125	2, 166	372	444	1, 263	423
Sept.	2, 643	2, 505	2, 473	404	364	1, 688	2, 208	2, 112	362	413	1, 245	434
Oct.	2, 392	2, 440	2, 411	390	408	1, 595	2, 202	2, 342	417	444	1, 367	191
Nov.	2, 692	2, 761	2, 730	481	452	1, 767	2, 376	2, 435	409	437	1, 482	316
Dec.	2, 604	2, 813	2, 782	425	373	1, 935	2, 625	2, 431	439	478	1, 431	79

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.

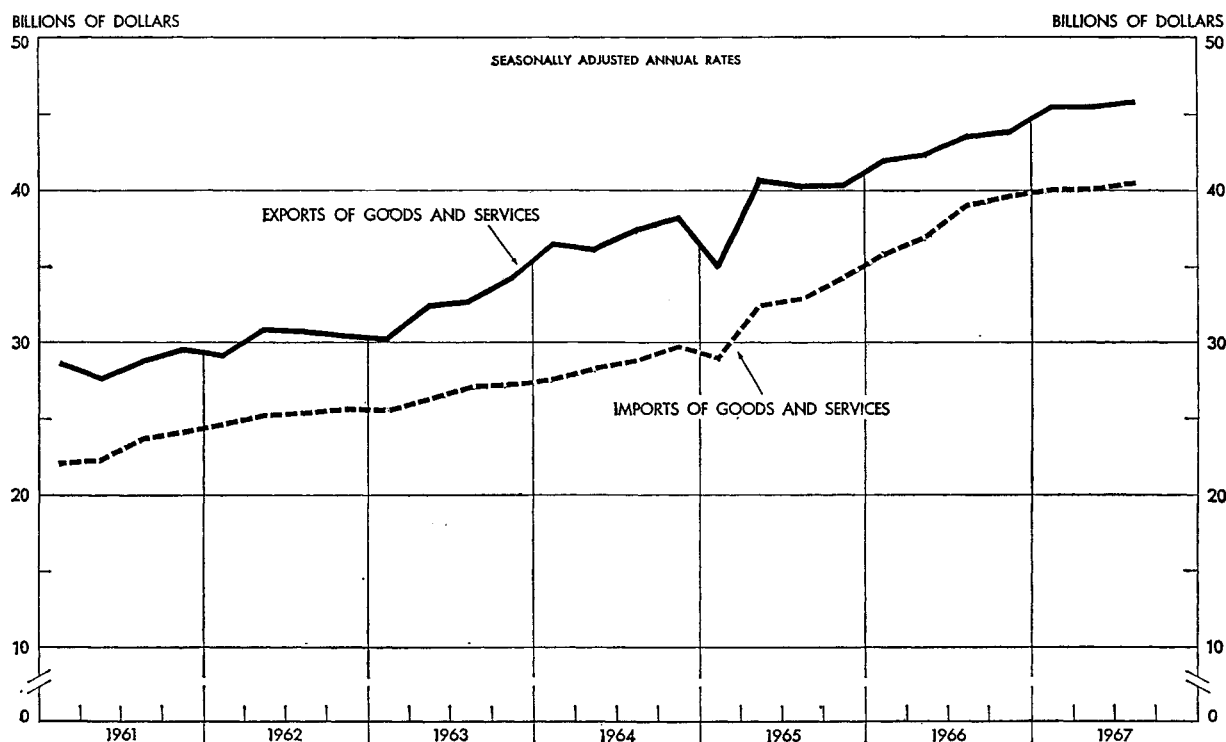
3 Total includes commodities and transactions not classified according to kind.

NOTE.—Series revised beginning 1966. Because of revisions, subgroups do not include all data in totals. Data include uranium ore and thorium.

Source: Department of Commerce.

U.S. EXPORTS AND IMPORTS OF GOODS AND SERVICES

The surplus in the balance on goods and services increased \$180 million (seasonally adjusted annual rate) in the third quarter reflecting a sharp increase of income on private investments.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

Period	Exports of goods and services						Imports of goods and services				Bal- ance on goods and serv- ices
	Total	Mer- chan- dise ¹	Mili- tary sales	Income on investments		Other serv- ices	Total	Mer- chan- dise ¹	Mili- tary expend- itures	Other serv- ices	
				Pri- vate	Gov- ern- ment						
1963-----	32, 426	22, 071	657	4, 151	498	5, 049	26, 573	16, 992	2, 936	6, 645	5, 853
1964-----	37, 099	25, 297	747	4, 929	460	5, 666	28, 637	18, 621	2, 861	7, 155	8, 462
1965-----	39, 147	26, 244	844	5, 376	512	6, 171	32, 203	21, 472	2, 921	7, 810	6, 944
1966-----	43, 039	29, 168	847	5, 650	595	6, 779	37, 937	25, 510	3, 694	8, 733	5, 102
1967 ² -----	45, 603	30, 716	1, 173	5, 969	643	7, 101	40, 203	26, 367	4, 249	9, 587	5, 400
Seasonally adjusted annual rates											
1966: I-----	42, 044	28, 812	836	5, 264	612	6, 520	35, 988	24, 100	3, 444	8, 444	6, 056
II-----	42, 472	28, 724	888	5, 528	612	6, 720	37, 060	24, 900	3, 644	8, 516	5, 412
III-----	43, 652	29, 528	824	5, 776	572	6, 952	39, 048	26, 320	3, 812	8, 916	4, 604
IV-----	43, 988	29, 608	840	6, 032	584	6, 924	39, 652	26, 720	3, 876	9, 056	4, 336
1967: I-----	45, 444	30, 704	1, 356	5, 692	620	7, 072	40, 016	26, 648	4, 180	9, 188	5, 428
II-----	45, 448	30, 868	1, 344	5, 544	644	7, 048	40, 152	26, 232	4, 280	9, 640	5, 296
III-----	45, 916	30, 576	820	6, 672	664	7, 184	40, 440	26, 220	4, 288	9, 932	5, 476

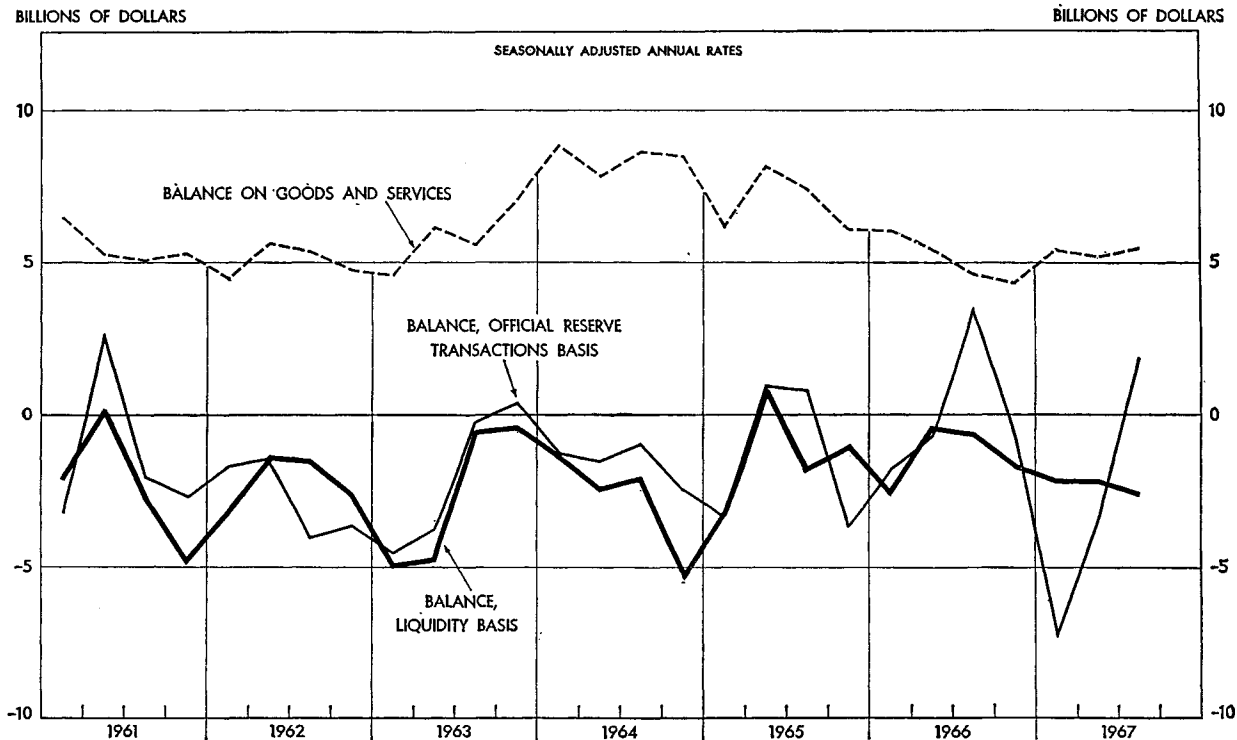
¹ Adjusted from customs data for differences in timing and coverage.

² Average for the first 3 quarters on a seasonally adjusted annual rates basis.

Source: Department of Commerce.

U.S. BALANCE OF INTERNATIONAL PAYMENTS

The U.S. deficit on the liquidity basis was \$2,544 million (seasonally adjusted annual rate) in the third quarter, up somewhat from the second quarter rate. The official reserve transactions balance of \$1,880 million surplus was a major improvement from the second quarter deficit of \$3,312 million.



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			Foreign capital, net ¹	Errors and un- recorded trans- actions	Balance		Changes in selected liabilities (decrease [—]) ⁴			Changes in gold, converti- ble curren- cies, and IMF gold tranche position (increase [—])
		Direct invest- ment	Other long- term	Short- term			Liquid- ity basis ²	Official reserve trans- actions basis ³	To foreign official holders ⁵		To other foreign holders ⁶	
									Liquid	Non- liquid		
1963	-3, 581	-1, 976	-1, 695	-785	689	-285	-2, 671	-2, 044	1, 673	-7	620	378
1964	-3, 560	-2, 435	-1, 961	-2, 146	685	-949	-2, 800	-1, 549	1, 075	303	1, 554	171
1965	-3, 375	-3, 418	-1, 078	753	278	-415	-1, 335	-1, 304	-18	100	131	1, 222
1966	-3, 446	-3, 543	-257	-413	2, 512	-302	-1, 357	225	-1, 595	802	2, 384	568
1967 ⁷	-4, 249	-2, 885	-1, 144	-1, 023	3, 897	-915	-2, 283	-2, 897				
Seasonally adjusted annual rates									Quarterly totals, unadjusted			
1966:												
I	-3, 900	-2, 536	-1, 008	-380	1, 060	-932	-2, 604	-1, 772	-852	25	475	424
II	-3, 952	-4, 024	-276	-240	4, 364	-792	-488	-700	54	263	27	68
III	-3, 036	-3, 600	-20	-108	1, 504	1, 108	-660	3, 444	-598	111	1, 211	82
IV	-2, 896	-4, 012	276	-924	3, 120	-592	-1, 676	-72	-199	403	671	-6
1967:												
I	-4, 804	-2, 488	-724	-616	3, 292	-1, 148	-2, 116	-7, 260	-78	333	-711	1, 027
II	-4, 052	-2, 592	-688	-1, 268	4, 908	-2, 212	-2, 188	-3, 312	547	562	94	-419
III	-3, 892	-3, 576	-2, 020	-1, 184	3, 492	616	-2, 544	1, 880	281	118	1, 302	-375

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 Average for the first 3 quarters on a seasonally adjusted annual rates basis.

⁸ On September 30, U.S. reserve assets consisted of gold stock, \$13,077 million (down \$92 million from June 30); IMF position including gold portion of increased U.S. subscription, \$372 million; convertible currencies, \$1,200 million.

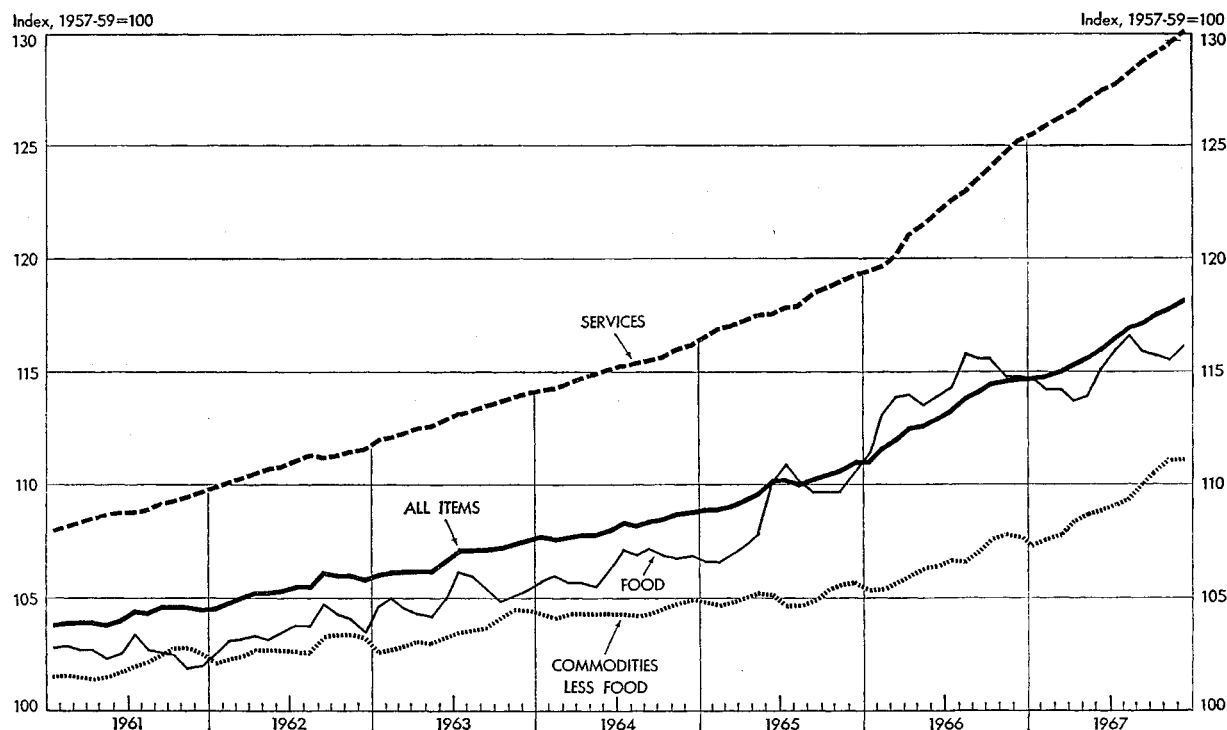
NOTE.—Data exclude military grant-aid and U.S. subscriptions to IMF.

Source: Department of Commerce.

PRICES

CONSUMER PRICES

The consumer price index rose by 0.3 percent again in December. There were increases for all groups except nonfood commodities. For the year, the all items index rose by 2.8 percent. Food prices rose by 0.9 percent, prices of other commodities by 2.5 percent, and services prices by 4.4 percent.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

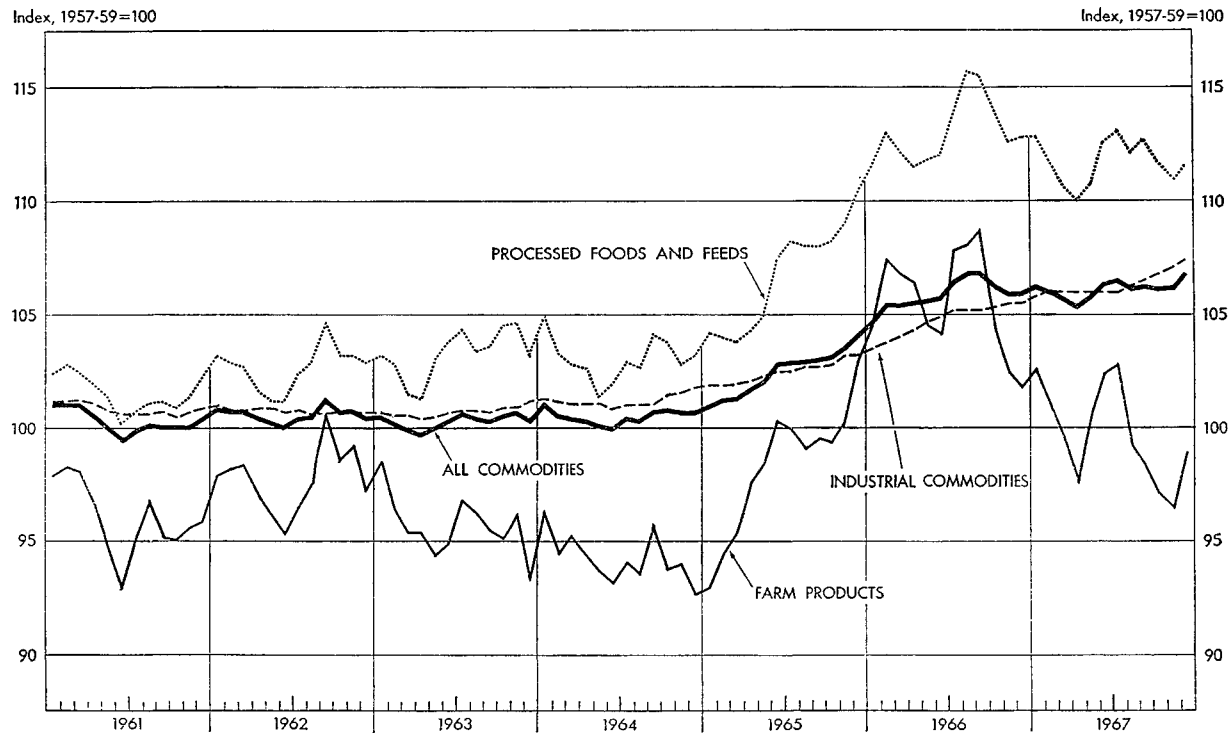
[1957-59=100]

Period	All items	Commodities					Services		
		All commodities	Food	Commodities less food			All services	Rent	Services less rent
				All	Durable	Non-durable			
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	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
1966	113.1	109.2	114.2	106.5	102.7	109.7	122.3	110.4	125.0
1967	116.3	111.2	115.2	109.2	104.3	113.1	127.7	112.4	131.1
1966: Nov	114.6	110.2	114.8	107.8	103.5	111.3	124.7	111.2	127.7
Dec	114.7	110.1	114.8	107.7	103.1	111.4	125.2	111.3	128.3
1967: Jan	114.7	109.9	114.7	107.3	102.7	111.0	125.5	111.4	128.8
Feb	114.8	109.9	114.2	107.6	102.8	111.5	125.9	111.7	129.2
Mar	115.0	110.0	114.2	107.8	102.9	111.8	126.3	111.8	129.5
Apr	115.3	110.2	113.7	108.4	103.4	112.4	126.6	111.9	130.0
May	115.6	110.5	113.9	108.7	103.9	112.7	127.0	112.1	130.4
June	116.0	111.0	115.1	108.9	104.1	112.7	127.4	112.2	130.8
July	116.5	111.5	116.0	109.1	104.4	112.8	127.7	112.4	131.2
Aug	116.9	111.9	116.6	109.4	104.7	113.2	128.2	112.6	131.7
Sept	117.1	112.0	115.9	110.0	104.8	114.1	128.7	112.8	132.3
Oct	117.5	112.4	115.7	110.6	105.7	114.5	129.1	113.0	132.7
Nov	117.8	112.6	115.6	111.1	106.0	115.2	129.6	113.2	133.2
Dec	118.2	112.9	116.2	111.1	106.1	115.2	130.1	113.5	133.8

Source: Department of Labor.

WHOLESALE PRICES

The wholesale price index rose by 0.6 percent in December, led by a 2.6 percent increase in farm product prices. Consumer goods prices were unchanged, but all other major groups rose. For the year, the over-all index increased 0.2 percent. The all-commodities index rose 0.3 percent in January, according to preliminary data.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

(1957-59=100)

Period	All commodities	Farm products	Processed foods and feeds	Industrial commodities					
				All industrials ¹	Crude materials	Intermediate materials ²	Producer finished goods	Consumer finished goods excluding food	
								Durable	Non-durable
1958	100.4	103.6	102.5	99.5	96.9	99.4	100.2	100.1	99.3
1959	100.6	97.2	99.9	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	101.6	100.8	97.2	100.1	102.5	100.5	101.5
1962	100.6	97.7	102.7	100.8	95.6	99.9	102.9	100.0	101.6
1963	100.3	95.7	103.3	100.7	94.3	99.6	103.1	99.5	101.9
1964	100.5	94.3	103.1	101.2	97.1	100.2	104.1	99.9	101.6
1965	102.5	98.4	106.7	102.5	100.9	101.5	105.4	99.6	102.8
1966	105.9	105.6	113.0	104.7	104.5	103.6	108.0	100.2	104.8
1967	106.1	99.7	111.7	106.3	100.0	104.8	111.5	101.7	107.2
1966: Dec.	105.9	101.8	112.8	105.5	101.6	104.1	110.2	101.3	105.5
1967: Jan.	106.2	102.6	112.8	105.8	101.4	104.4	110.5	101.3	105.8
Feb.	106.0	101.0	111.7	106.0	101.1	104.6	110.6	101.3	106.3
Mar.	105.7	99.6	110.6	106.0	100.2	104.6	110.7	101.3	106.4
Apr.	105.3	97.6	110.0	106.0	99.3	104.7	110.8	101.3	106.4
May	105.8	100.7	110.7	106.0	99.4	104.6	111.1	101.3	106.9
June	106.3	102.4	112.6	106.0	99.4	104.5	111.2	101.0	107.2
July	106.5	102.8	113.1	106.0	99.0	104.5	111.2	101.1	107.4
Aug.	106.1	99.2	112.1	106.3	99.0	104.6	111.4	101.2	108.0
Sept.	106.2	98.4	112.7	106.5	99.5	104.9	111.6	101.4	108.0
Oct.	106.1	97.1	111.7	106.8	99.4	105.0	112.6	102.8	107.8
Nov.	106.2	96.4	110.9	107.1	100.6	105.3	113.0	103.0	107.9
Dec.	106.8	98.9	111.5	107.4	101.3	105.7	113.4	103.0	108.0
1968: Jan. ³	107.1	99.1	112.1	107.7					

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

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

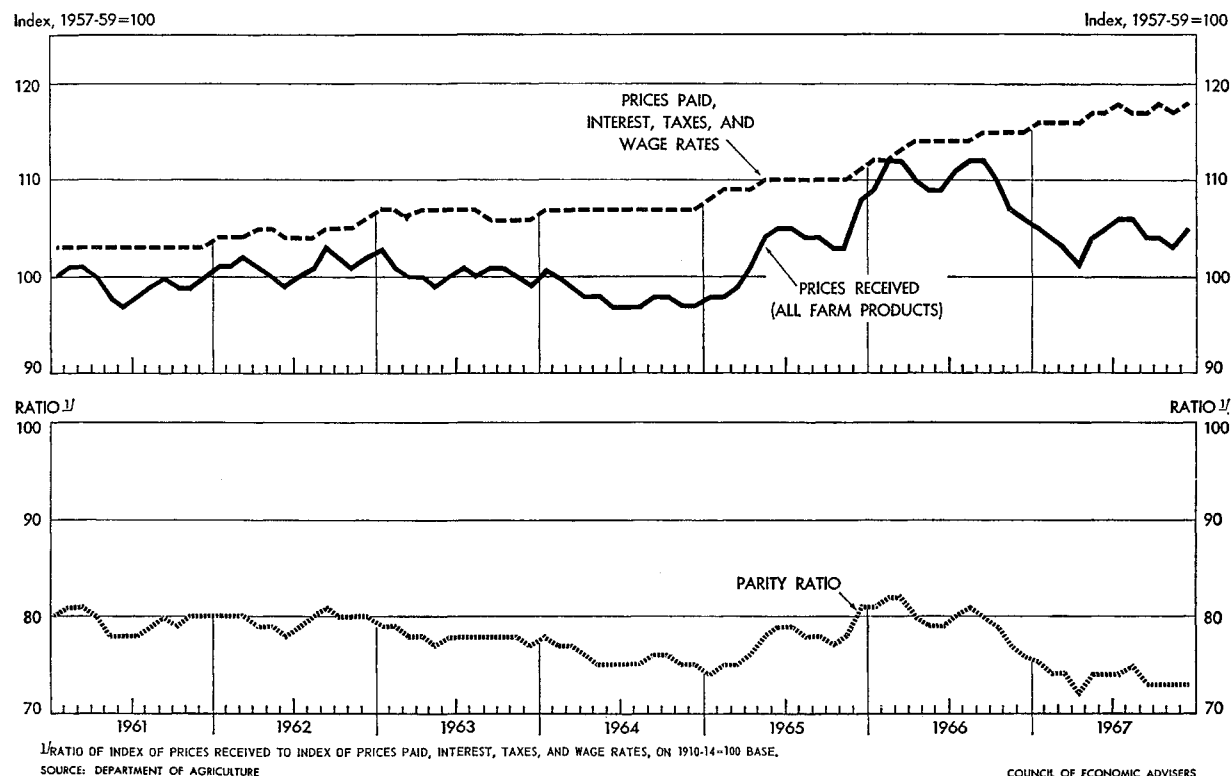
NOTE.—Beginning January 1967, the indexes incorporate a revised weighting structure reflecting 1963 values of shipments. The classification structure also changed.

³Not charted.

Source: Department of Labor.

PRICES RECEIVED AND PAID BY FARMERS

During the month ended December 15, prices received by farmers advanced almost 2 percent and prices paid increase less than 1 percent. The parity ratio, unadjusted for Government payments, remained at 73, (but the adjusted ratio advanced one point to 79). Higher prices received for oranges, cattle, and eggs were partly offset by price declines for cotton and hogs.



Period	Prices received by farmers			Prices paid by farmers			Parity ratio ¹	
	All farm products	Crops	Livestock and products	All items, interest, taxes, and wage rates	Family living items	Production items	Actual	Adjusted ²
Index, 1957-59=100								
1958	104	100	106	100	100	100	85	88
1959	100	99	100	102	101	102	81	82
1960	99	99	98	102	102	101	80	81
1961	99	102	98	103	102	101	80	83
1962	101	104	99	105	103	103	80	83
1963	100	107	95	107	104	104	78	81
1964	98	107	91	107	105	103	76	80
1965	103	105	101	110	107	105	77	82
1966	110	105	113	114	110	108	80	86
1967	104	100	107	117	112	110	74	79
1966: Nov 15	107	103	110	115	111	109	77	83
Dec 15	106	103	109	115	111	109	76	82
1967: Jan 15	105	101	109	116	111	110	75	80
Feb 15	104	100	107	116	111	110	74	80
Mar 15	103	100	105	116	111	110	74	79
Apr 15	101	100	102	116	111	110	72	77
May 15	104	99	108	117	112	110	74	79
June 15	105	102	108	117	112	111	74	80
July 15	106	101	110	118	113	111	74	80
Aug 15	106	100	110	117	113	110	75	80
Sept 15	104	97	110	117	113	110	73	78
Oct 15	104	100	107	118	113	110	73	78
Nov 15	103	102	104	117	114	109	73	78
Dec 15	105	104	105	118	114	110	73	79

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.

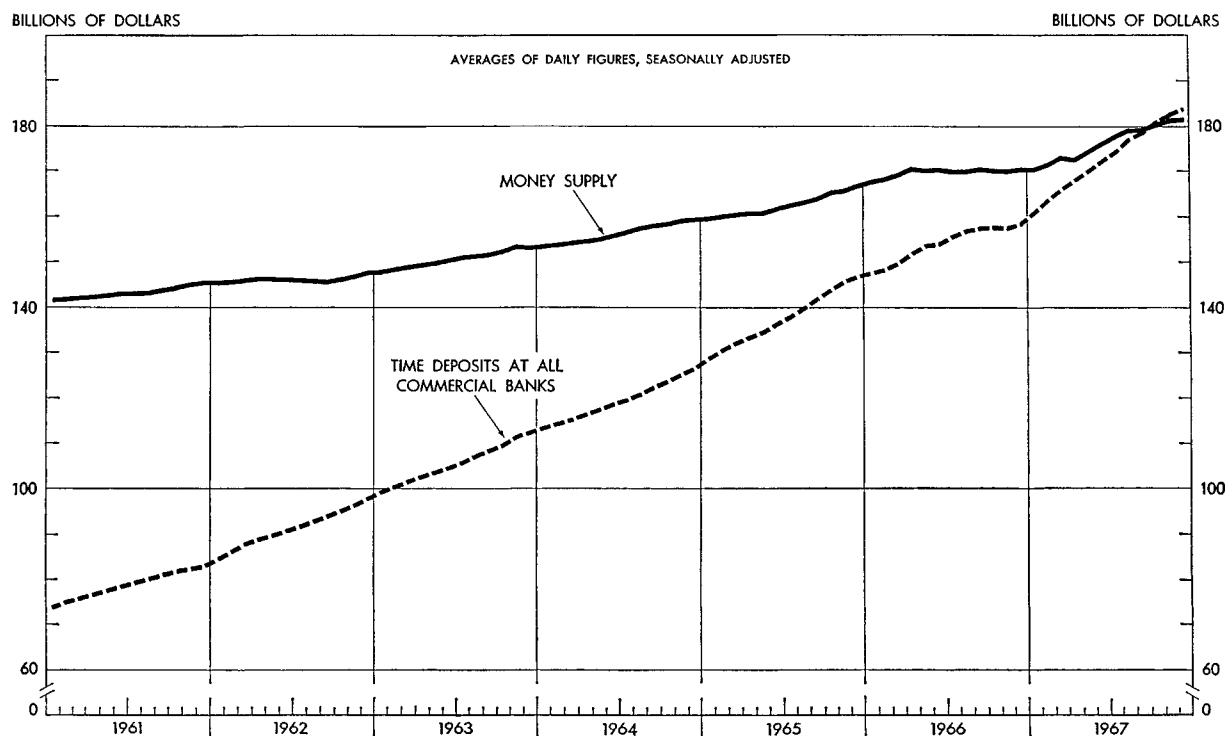
² The adjusted parity ratio reflects Government payments made directly to farmers.

Source: Department of Agriculture.

MONEY, CREDIT, AND SECURITY MARKETS

MONEY SUPPLY

The seasonally adjusted money supply rose \$0.3 billion in December, compared to a November increase of \$0.9 billion. Time deposits increased by \$1.3 billion, the smallest monthly increase of the year.



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. Gov- ernment demand deposits ¹
	Total	Cur- rency out- side banks	De- mand de- posits	Time de- posits ¹	Total	Cur- rency out- side banks	De- mand de- posits	Time de- posits ¹	
	Seasonally adjusted				Unadjusted				
1962: Dec.....	147.4	30.6	116.8	97.8	151.6	31.2	120.3	96.7	5.6
1963: Dec.....	153.0	32.5	120.5	112.2	157.3	33.1	124.1	111.0	5.1
1964: Dec.....	159.3	34.2	125.1	126.6	164.0	35.0	129.1	125.2	5.5
1965: Dec.....	166.8	36.3	130.5	146.9	172.0	37.1	134.9	145.2	4.6
1966: Dec.....	170.4	38.3	132.1	158.6	175.8	39.1	136.7	156.9	3.4
1967: Dec ^p	181.5	40.4	141.1	183.8	187.2	41.2	146.0	181.8	5.0
1966: Nov.....	170.1	38.1	132.0	157.4	171.5	38.5	133.0	156.1	3.7
Dec.....	170.4	38.3	132.1	158.6	175.8	39.1	136.7	156.9	3.4
1967: Jan.....	170.3	38.5	131.8	160.8	175.3	38.5	136.8	160.7	4.1
Feb.....	171.5	38.7	132.8	163.5	170.6	38.3	132.3	164.0	5.0
Mar.....	173.1	38.9	134.2	166.1	171.9	38.5	133.4	166.7	4.9
Apr.....	172.7	39.1	133.6	168.1	173.6	38.7	134.9	168.8	4.8
May.....	174.5	39.2	135.3	170.0	171.1	38.9	132.2	170.8	6.5
June.....	176.2	39.3	136.8	172.4	174.3	39.3	135.1	173.0	3.9
July.....	177.9	39.5	138.4	174.6	175.8	39.6	136.2	175.1	5.6
Aug.....	179.1	39.6	139.6	177.2	175.9	39.6	136.2	177.7	4.3
Sept.....	179.2	39.8	139.5	178.9	178.4	39.8	138.6	178.9	5.0
Oct.....	180.3	39.9	140.3	180.8	180.6	40.0	140.6	180.3	6.2
Nov.....	181.2	40.0	141.2	182.5	182.5	40.4	142.1	181.1	5.2
Dec ^p	181.5	40.4	141.1	183.8	187.2	41.2	146.0	181.8	5.0

¹ Deposits at all commercial banks.

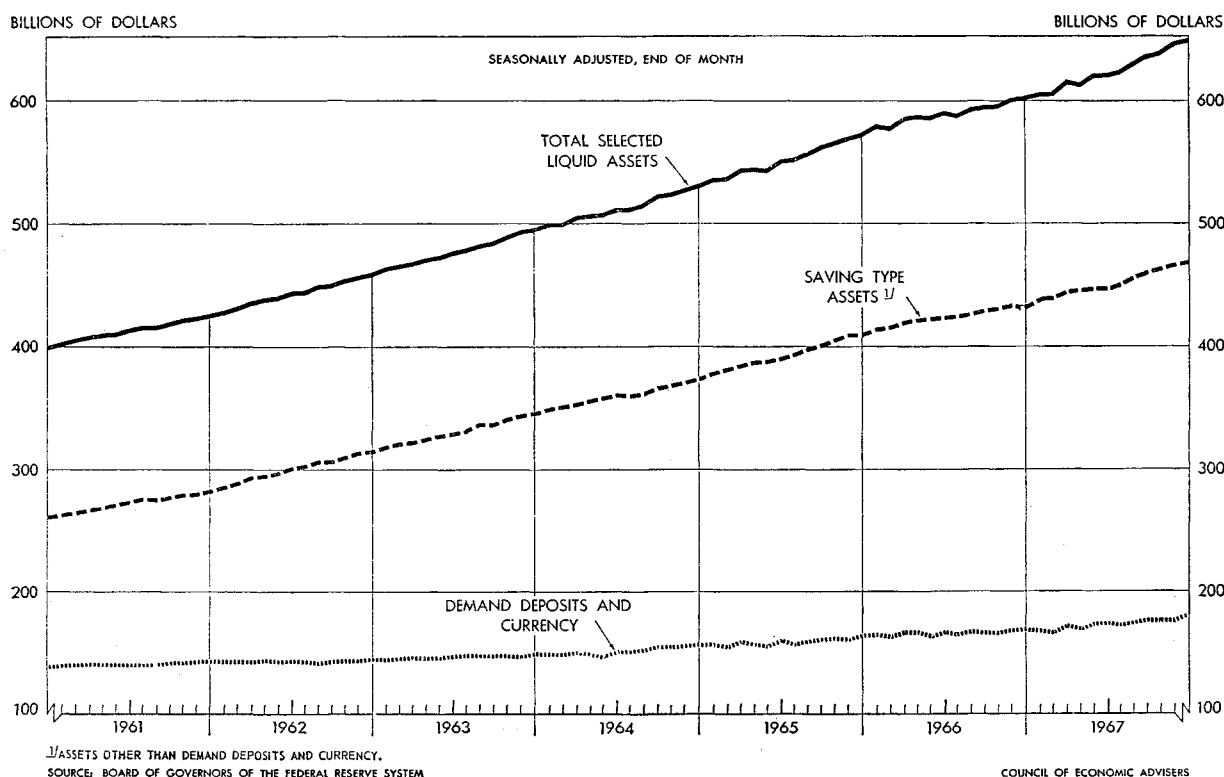
Data include Alaska and Hawaii.

NOTE.—Effective June 9, 1966, balances accumulated for payment of personal loans (about \$1.1 billion) are excluded from time deposits and from loans at all commercial banks.

Source: Board of Governors of the Federal Reserve System.

SELECTED LIQUID ASSETS HELD BY THE PUBLIC

In December, public holdings of demand deposits and currency (seasonally adjusted) increased by \$2.5 billion, somewhat more than the November increase of \$2.1 billion. Savings and loan shares outstanding increased only \$0.1 billion, the smallest increase of the year.



[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				
1961.....	424.6	142.6	82.5	38.3	0.6	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.....	573.0	164.0	147.1	52.6	.3	109.8	50.5	48.6
1966.....	601.5	168.6	159.3	55.2	.1	113.4	50.9	53.9
1967 ^p	648.8	180.3	182.5	59.9	-----	123.8	51.9	50.5
1966: Nov.....	600.6	168.0	158.3	54.8	.1	113.0	50.6	55.8
Dec.....	601.5	168.6	159.3	55.2	.1	113.4	50.9	53.9
1967: Jan.....	605.1	166.9	163.6	55.5	.1	113.7	51.0	54.2
Feb.....	604.7	165.8	165.3	55.9	.1	114.8	50.9	51.7
Mar.....	615.1	171.0	167.6	56.3	.1	116.3	51.0	52.9
Apr.....	613.2	168.6	168.6	56.8	.1	117.1	51.1	50.9
May.....	619.7	172.9	170.7	57.4	.1	118.0	51.1	49.5
June.....	620.6	173.7	172.4	57.8	.1	118.9	51.2	46.5
July ^p	623.0	171.9	174.7	58.4	.1	119.9	51.3	46.7
Aug ^p	630.2	174.1	177.2	58.7	.1	121.0	51.3	47.8
Sept ^p	635.4	176.2	178.1	58.9	.1	122.5	51.4	48.2
Oct ^p	638.1	175.7	180.1	59.5	-----	123.0	51.4	48.3
Nov ^p	645.7	177.8	183.7	59.9	-----	123.7	51.5	49.1
Dec ^p	648.8	180.3	182.5	59.9	-----	123.8	51.9	50.5

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

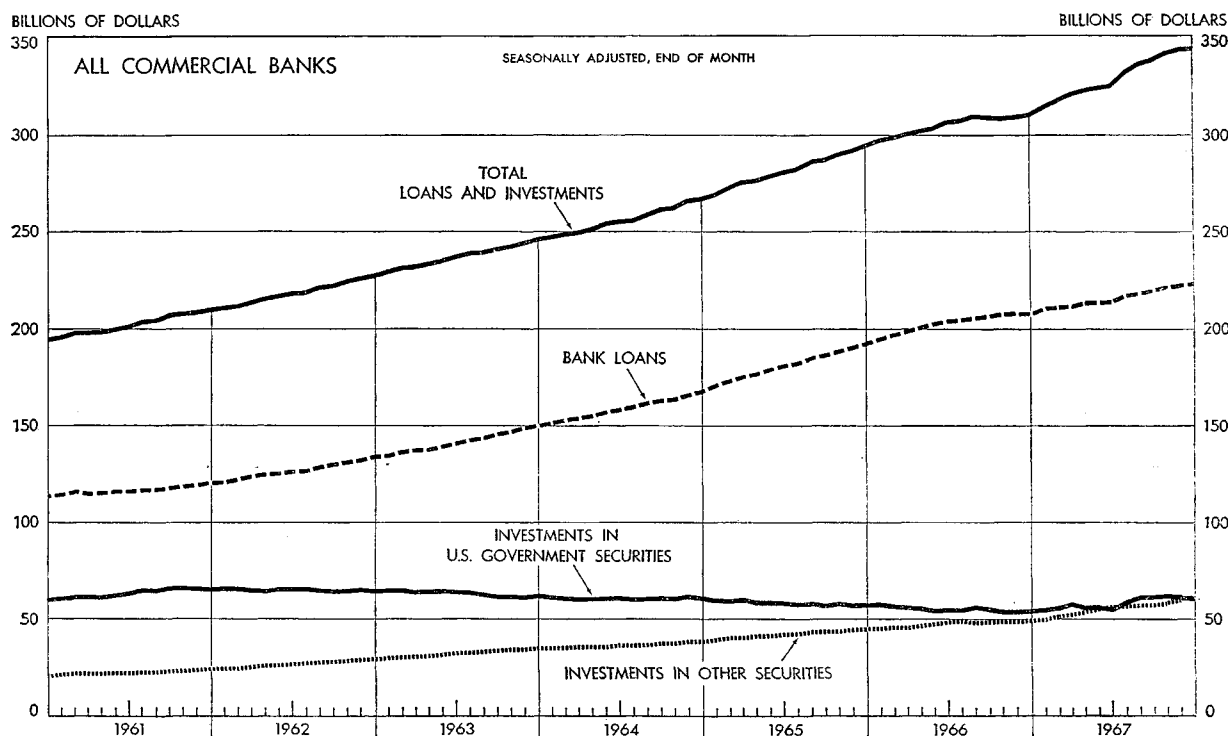
February 1960, savings and loan associations.

NOTE.—See Note, p. 29.

Source: Board of Governors of the Federal Reserve System.

BANK LOANS, INVESTMENTS, DEBITS, AND RESERVES

Total bank loans and investments (seasonally adjusted) rose by only \$0.1 billion in December, by far the smallest increase of the year. Free reserves fell by about \$160 million, to the lowest average level since February.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

End of period	All commercial banks (seasonally adjusted data)				Weekly reporting large com- mercial banks	Bank debits outside New York City (232 centers), seasonally adjusted annual rates ¹	All member banks ²			
	Total loans and invest- ments	Loans, excluding inter- bank	Investments				Total reserves	Excess reserves	Borrow- ings at Federal Reserve Banks	Free reserves
			U.S. Gov- ernment securities	Other securi- ties						
	Billions of dollars					Millions of dollars				
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	167.7	60.7	38.7	42.1	2,706	21,609	411	243	168
1965-----	291.4	192.4	57.3	44.8	53.1	3,013	22,719	452	454	-2
1966-----	310.2	207.8	53.7	48.7	60.7	3,421	23,830	392	557	-165
1967 ^p -----	344.4	224.0	60.0	60.4	65.8	3,897	25,256	341	238	103
1966: Nov-----	309.3	207.5	53.4	48.4	60.0	3,512	23,251	389	611	-222
Dec-----	310.2	207.8	53.7	48.7	60.7	3,562	23,830	392	557	-165
1967: Jan-----	314.4	210.4	54.2	49.9	60.3	3,562	24,075	373	389	-16
Feb-----	318.0	211.0	55.9	51.1	60.4	3,570	23,709	358	362	-4
Mar-----	321.4	211.3	57.8	52.3	62.0	3,559	23,405	435	199	236
Apr-----	323.2	213.5	56.1	53.6	62.3	3,690	23,362	309	134	175
May-----	324.6	213.5	56.1	55.0	61.8	3,614	23,284	370	101	269
June-----	325.6	213.9	55.4	56.3	63.8	3,733	23,518	420	123	297
July-----	332.4	217.1	58.8	56.5	63.7	3,832	23,907	359	87	272
Aug-----	337.3	218.2	61.8	57.3	62.2	3,882	23,791	387	89	298
Sept ^p -----	339.5	220.2	61.6	57.7	63.4	3,847	24,200	358	90	268
Oct ^p -----	342.6	221.8	62.3	58.6	63.1	3,891	24,608	286	126	160
Nov ^p -----	344.3	222.3	61.8	60.2	63.7	3,897	24,740	403	133	270
Dec ^p -----	344.4	224.0	60.0	60.4	65.8	3,897	25,259	347	238	109

¹Debits during period to demand deposit accounts except interbank and U.S. Government. New series beginning January 1964.

²Averages of daily figures. Annual data are for December.

³New series; see *Federal Reserve Bulletin*, March 1967.

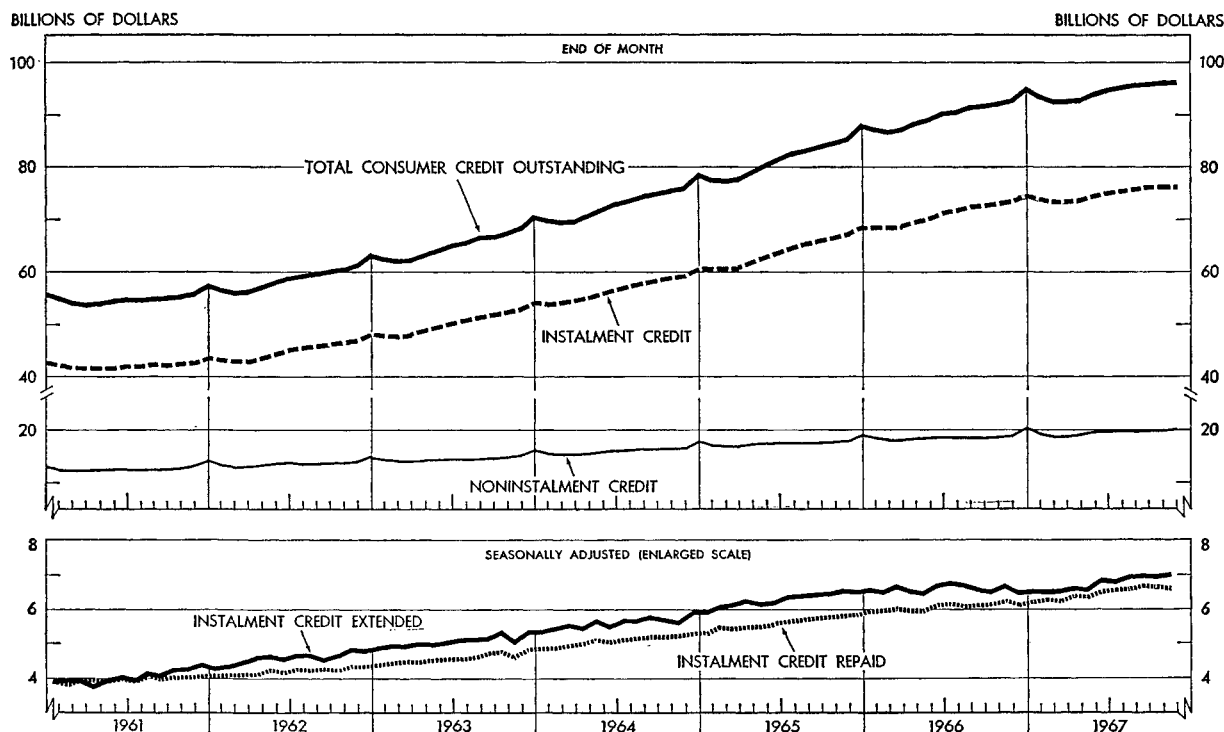
NOTE.—Effective June 1966, balances accumulated for payment of personal loans (about \$1.1 billion) are excluded from loans at all commercial banks, and

certain certificates of CCC and Export-Import Bank totaling about \$1 billion are included in other securities rather than in loans. Data include Alaska and Hawaii.

Source: Board of Governors of the Federal Reserve System.

CONSUMER AND REAL ESTATE CREDIT

Total consumer credit outstanding increased \$700 million during November, compared to \$600 million in November 1966. Seasonally adjusted instalment credit outstanding increased \$420 million, the largest monthly increase of the year.



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)				Mortgage debt out- standing nonfarm. 1- to 4- family houses ³
	Total	Instalment			Non- instal- ment ²	Total		Automobile paper		
		Total ¹	Automobile paper	Personal loans		Extended	Repaid	Extended	Repaid	
1958-----	45, 129	33, 642	14, 152	8, 116	11, 487	40, 119	40, 344	14, 226	15, 415	117, 700
1959-----	51, 542	39, 245	16, 420	9, 386	12, 297	48, 052	42, 603	17, 779	15, 579	130, 900
1960-----	56, 028	42, 832	17, 688	10, 480	13, 196	49, 560	45, 972	17, 654	16, 384	141, 300
1961-----	57, 678	43, 527	17, 223	11, 256	14, 151	48, 396	47, 700	16, 007	16, 472	153, 100
1962-----	63, 164	48, 034	19, 540	12, 643	15, 130	55, 126	50, 620	19, 796	17, 478	166, 500
1963-----	70, 461	54, 158	22, 433	14, 464	16, 303	61, 295	55, 171	22, 292	19, 400	182, 200
1964-----	78, 442	60, 548	25, 195	16, 228	17, 894	67, 505	61, 121	24, 435	21, 676	197, 600
1965-----	87, 884	68, 565	28, 843	18, 354	19, 319	75, 508	67, 495	27, 914	24, 267	213, 700
1966-----	94, 786	74, 656	30, 961	20, 110	20, 130	78, 896	72, 805	28, 491	26, 373	224, 100
1967 ^p -----	99, 100	77, 900	31, 300	21, 700	21, 200	81, 200	78, 000	27, 200	26, 900	235, 900
1966: Nov-----	92, 498	73, 491	30, 937	19, 837	19, 007	6, 657	6, 213	2, 461	2, 255	-----
Dec-----	94, 786	74, 656	30, 961	20, 110	20, 130	6, 433	6, 112	2, 297	2, 225	224, 100
1967: Jan-----	93, 479	74, 015	30, 689	19, 974	19, 464	6, 501	6, 221	2, 240	2, 202	-----
Feb-----	92, 517	73, 598	30, 530	19, 976	18, 919	6, 497	6, 281	2, 177	2, 217	-----
Mar-----	92, 519	73, 591	30, 527	20, 047	18, 928	6, 510	6, 246	2, 199	2, 193	225, 500
Apr-----	93, 089	73, 840	30, 635	20, 193	19, 249	6, 606	6, 393	2, 217	2, 235	-----
May-----	93, 917	74, 290	30, 852	20, 326	19, 627	6, 554	6, 361	2, 238	2, 219	-----
June-----	94, 813	75, 051	31, 208	20, 567	19, 762	6, 823	6, 531	2, 338	2, 281	228, 300
July-----	95, 115	75, 348	31, 364	20, 666	19, 767	6, 776	6, 551	2, 266	2, 228	-----
Aug-----	95, 684	75, 889	31, 455	20, 936	19, 795	6, 929	6, 585	2, 285	2, 240	-----
Sept-----	95, 886	76, 039	31, 296	21, 087	19, 847	6, 973	6, 689	2, 322	2, 280	232, 100
Oct-----	96, 094	76, 223	31, 237	21, 198	19, 871	6, 942	6, 631	2, 321	2, 301	-----
Nov-----	96, 802	76, 680	31, 217	21, 375	20, 122	7, 032	6, 614	2, 305	2, 240	-----

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.

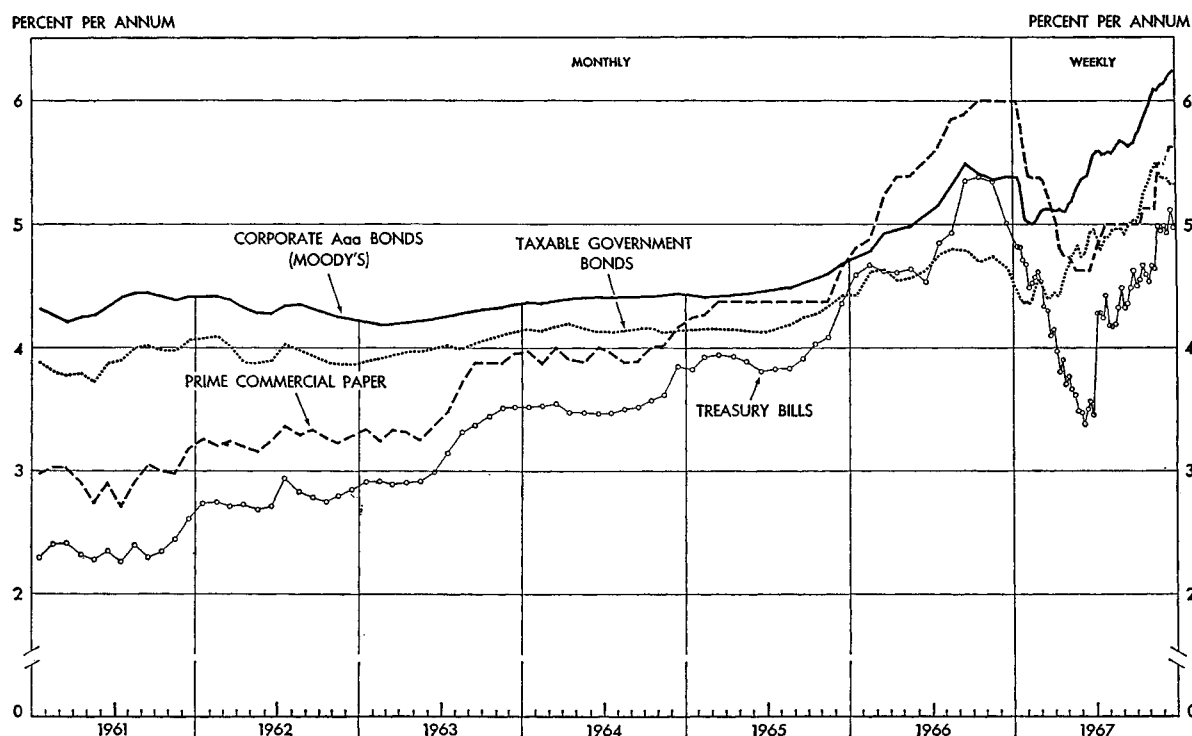
³ End of period, unadjusted.

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

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

BOND YIELDS AND INTEREST RATES

In December, Treasury bill rates and corporate bond yields averaged higher than in November, while Treasury bond yields averaged lower. On a weekly basis, most interest rates and bond yields declined in early January.



SOURCES: SEE TABLE BELOW

COUNCIL OF ECONOMIC ADVISERS

[Percent per annum]

Period	U.S. Government security yields			High-grade municipal bonds (Standard & Poor's) ⁴	Corporate bonds (Moody's)		Prime commercial paper, 4-6 months	FHA new home mortgage yields ⁵
	3-month Treasury bills ¹	3-5 year issues ²	Taxable bonds ³		Aaa	Baa		
1961	2.378	3.60	3.90	3.46	4.35	5.08	2.97	5.80
1962	2.778	3.57	3.95	3.18	4.33	5.02	3.26	5.61
1963	3.157	3.72	4.00	3.23	4.26	4.86	3.55	5.47
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
1966	4.881	5.16	4.65	3.82	5.13	5.67	5.55	6.29
1967	4.321	5.07	4.85	3.96	5.51	6.23	5.10	6.55
1966: Nov	5.344	5.43	4.74	3.93	5.35	6.13	6.00	
Dec	5.007	5.07	4.65	3.83	5.39	6.18	6.00	6.81
1967: Jan	4.759	4.71	4.40	3.58	5.20	5.97	5.73	6.77
Feb	4.554	4.73	4.47	3.56	5.03	5.82	5.38	6.62
Mar	4.288	4.52	4.45	3.60	5.13	5.85	5.24	6.46
Apr	3.852	4.46	4.51	3.66	5.11	5.83	4.83	6.35
May	3.640	4.68	4.76	3.92	5.24	5.96	4.67	6.29
June	3.480	4.96	4.86	3.99	5.44	6.15	4.65	6.44
July	4.308	5.17	4.86	4.05	5.58	6.26	4.92	6.51
Aug	4.275	5.28	4.95	4.03	5.62	6.33	5.00	6.53
Sept	4.451	5.40	4.99	4.15	5.65	6.40	5.00	6.60
Oct	4.588	5.52	5.19	4.31	5.82	6.52	5.07	6.63
Nov	4.762	5.73	5.44	4.36	6.07	6.72	5.28	6.65
Dec	5.012	5.72	5.36	4.49	6.19	6.93	5.56	6.77
Week ended:								
1967: Dec 23	5.127	5.68	5.34	4.49	6.22	6.96	5.63	
30	4.989	5.75	5.34	4.51	6.24	6.97	5.63	
1968: Jan 6*	5.103	5.61	5.23	4.46	6.24	6.96	5.63	
13*	5.080	5.48	5.12	4.35	6.20	6.86	5.63	
20*	5.072	5.52	5.18	4.34	6.14	6.79	5.63	
27*	5.068	5.55	5.20	4.30	6.12	6.80	5.63	

¹ Rate on new issues within period. ² Selected note and bond issues.

³ April 1963 to date, bonds due or callable 10 years and after.

⁴ Weekly data are Wednesday figures.

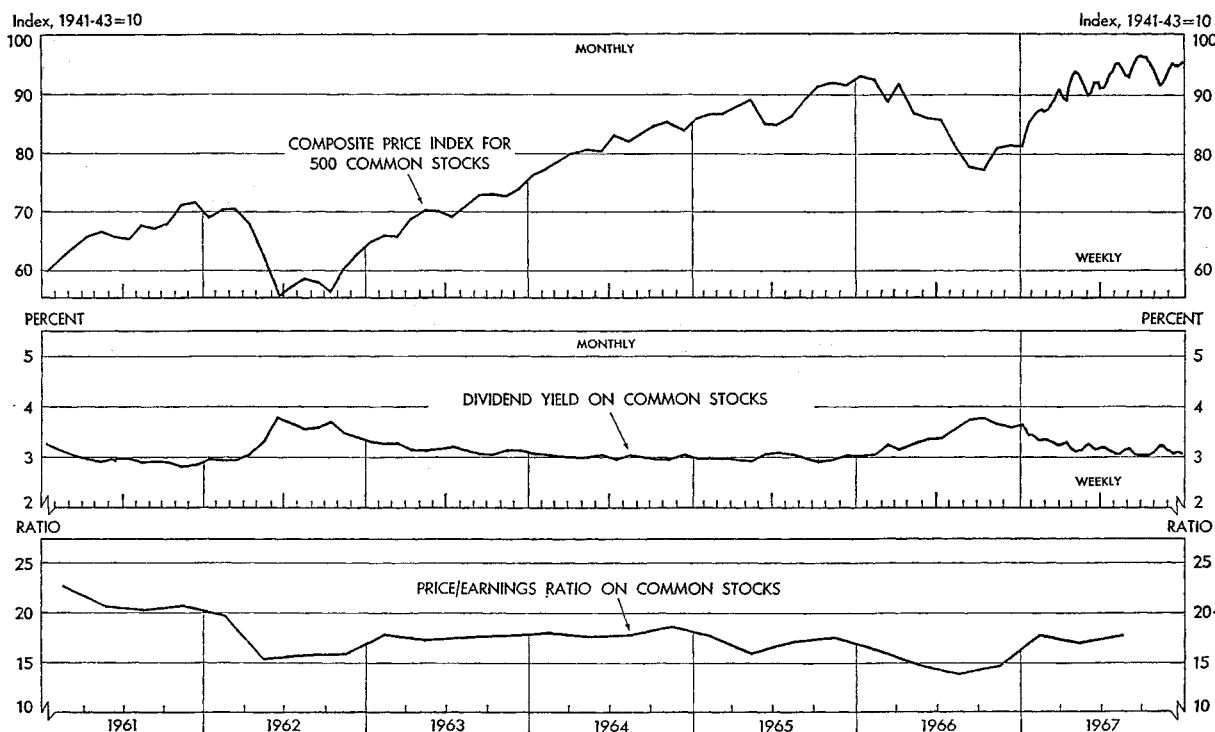
⁵ Not charted.

⁶ Data for first of the month, based on the maximum permissible interest rate (6 percent beginning October 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

The common stock price index rose during December and early January.



SOURCE: STANDARD & POOR'S CORPORATION

COUNCIL OF ECONOMIC ADVISERS

Period	Price index ¹						Dividend yield ² (percent)	Price/ earnings ratio ³
	Total	Industrials			Public utilities	Railroads		
		Total	Capital goods	Consumers' goods				
1941-43=10								
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
1966.....	85.26	91.09	84.86	74.10	68.21	46.34	3.40	14.92
1967.....	91.93	99.18	96.97	79.22	68.10	46.72	3.20	-----
1966: Dec.....	81.33	86.50	79.83	67.76	68.86	41.44	3.59	14.74
1967: Jan.....	84.45	89.88	82.70	69.97	70.63	44.48	3.51	-----
Feb.....	87.36	93.35	86.72	73.78	70.45	46.13	3.36	-----
Mar.....	89.42	95.86	90.08	75.10	70.03	46.78	3.29	17.86
Apr.....	90.96	97.54	92.37	77.53	71.70	45.80	3.24	-----
May.....	92.59	99.59	95.10	79.13	70.70	47.00	3.19	-----
June.....	91.43	98.61	96.34	78.94	67.39	48.19	3.19	17.01
July.....	93.01	100.38	98.35	81.27	67.77	49.91	3.15	-----
Aug.....	94.49	102.11	101.01	83.88	68.03	50.43	3.11	-----
Sept.....	95.81	103.84	104.17	84.62	67.45	49.27	3.07	17.81
Oct.....	95.66	104.16	106.64	83.60	64.93	46.28	3.07	-----
Nov.....	92.66	100.90	103.58	80.47	63.48	42.95	3.18	-----
Dec.....	95.30	103.91	106.52	82.40	64.61	43.46	3.09	-----
Week ended:								
1967: Dec 15.....	95.19	103.86	107.11	83.28	64.01	43.59	3.09	-----
22.....	95.03	103.61	105.48	81.45	64.55	43.07	3.10	-----
29.....	95.88	104.46	106.26	81.91	65.77	43.41	3.08	-----
1968: Jan 5.....	*95.77	104.13	104.72	81.57	66.96	43.73	*3.09	-----
12.....	*96.60	104.77	104.46	82.49	69.42	43.88	*3.06	-----
19.....	*95.74	103.80	104.32	81.93	69.01	43.63	*3.09	-----
26.....	*93.52	101.43	101.39	80.21	67.18	42.76	*3.19	-----

¹ Includes 500 common stocks: 425 are industrials; 55 are public utilities; and 20 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.

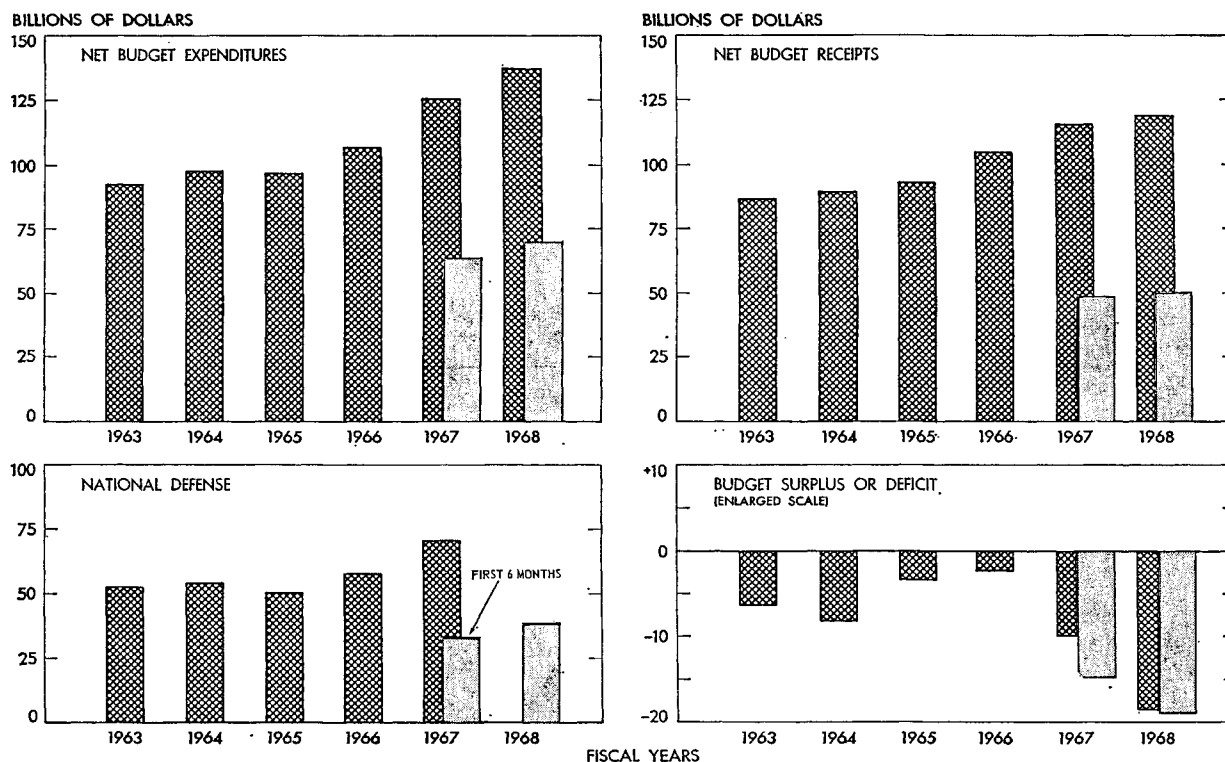
* Not charted.

Source: Standard & Poor's Corporation.

FEDERAL FINANCE

FEDERAL ADMINISTRATIVE BUDGET RECEIPTS AND EXPENDITURES

Administrative budget expenditures for the first 6 months of fiscal 1968 were \$70.0 billion. In the corresponding period of fiscal 1967 expenditures were \$64.1 billion. Receipts for the same period were \$51.0 billion in fiscal 1968 and \$49.2 billion in fiscal 1967.



SOURCES: TREASURY DEPARTMENT AND BUREAU OF THE BUDGET

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars]

Period	Net budget receipts	Net budget expenditures				Budget surplus or deficit (—)	Public debt (end of period) ²
		Total	National defense ¹				
			Total	Department of Defense, military	Military assistance		
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.....	104.7	107.0	57.7	54.4	1.0	—2.3	320.4
Fiscal year 1967.....	115.8	125.7	70.8	67.7	.9	—9.9	326.7
Fiscal year 1968.....	118.6	137.2				—18.6	351.6
Fiscal year 1969.....	135.6	147.4				—11.8	363.5
1967: Jan.....	9.4	10.0	6.2	5.9	.1	— .6	329.4
Feb.....	7.8	9.5	5.8	5.5	.1	—1.7	330.1
Mar.....	11.4	11.7	6.9	6.6	.1	— .3	331.5
Apr.....	13.5	9.5	6.3	6.1	.1	4.1	328.3
May.....	6.3	10.9	6.1	5.8	.1	—4.6	331.4
June.....	18.3	10.1	6.1	5.8	.2	8.2	326.7
July.....	6.4	11.5	6.4	6.2	(³)	—5.1	331.2
Aug.....	7.3	12.7	6.8	6.6	(³)	—5.4	336.4
Sept.....	12.4	12.5	6.6	6.3	(³)	— .1	336.4
Oct.....	6.8	11.5	6.6	6.4	.1	—4.7	341.0
Nov.....	7.5	11.7	6.4	6.1	.1	—4.2	345.6
Dec.....	10.6	10.1	6.0	5.8	(*)	.5	345.2
Cumulative totals, first 6 months:							
Fiscal year 1967.....	49.2	64.1	33.4	32.0	.3	—14.9	329.8
Fiscal year 1968.....	51.0	70.0	38.8	37.3	.2	—19.0	345.2

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 Less than \$50 million.

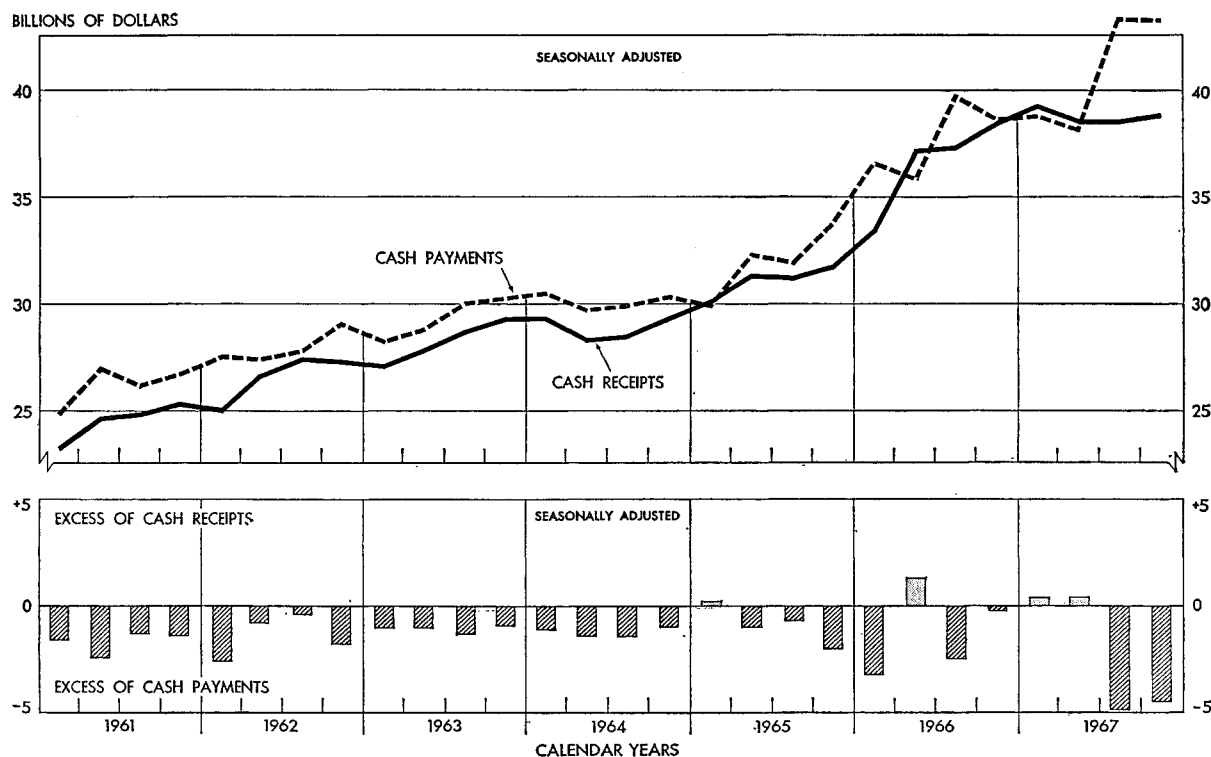
Sources: Treasury Department and Bureau of the Budget.

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

New concepts of Federal receipts and outlays presented in "The Budget of the United States Government, Fiscal Year 1969" will be used in this table as soon as data are available on a monthly basis.

FEDERAL CASH RECEIPTS FROM AND PAYMENTS TO THE PUBLIC

On a seasonally adjusted basis, cash receipts rose slightly from the third to the fourth quarter while cash payments changed little, resulting in a cash deficit of \$4½ billion.



SOURCES: TREASURY DEPARTMENT AND BUREAU OF THE BUDGET

COUNCIL OF ECONOMIC ADVISERS

[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:						
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	134.5	137.8	-3.3			
1967	153.6	155.1	-1.5			
1968 ¹	158.8	176.0	-17.2			
1969 ¹	181.1	188.7	-7.6			
Calendar year:						
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			
1966 ²	145.1	150.9	-5.7			
1967	156.2	163.9	-7.4			
Quarterly total (calendar years):						
	Unadjusted			Seasonally adjusted ¹		
1966: I	33.3	34.6	-1.3	33.4	36.6	-3.2
II	46.2	36.2	10.0	37.1	35.8	1.3
III	34.6	41.3	-6.7	37.3	39.7	-2.5
IV	31.1	38.8	-7.7	38.4	38.6	-.2
1967: I	38.0	36.7	1.4	39.2	38.8	.4
II	49.8	38.6	11.3	38.5	38.1	.4
III	35.9	45.1	-9.2	38.5	43.4	-4.9
IV	32.5	43.5	-10.9	38.8	43.3	-4.5

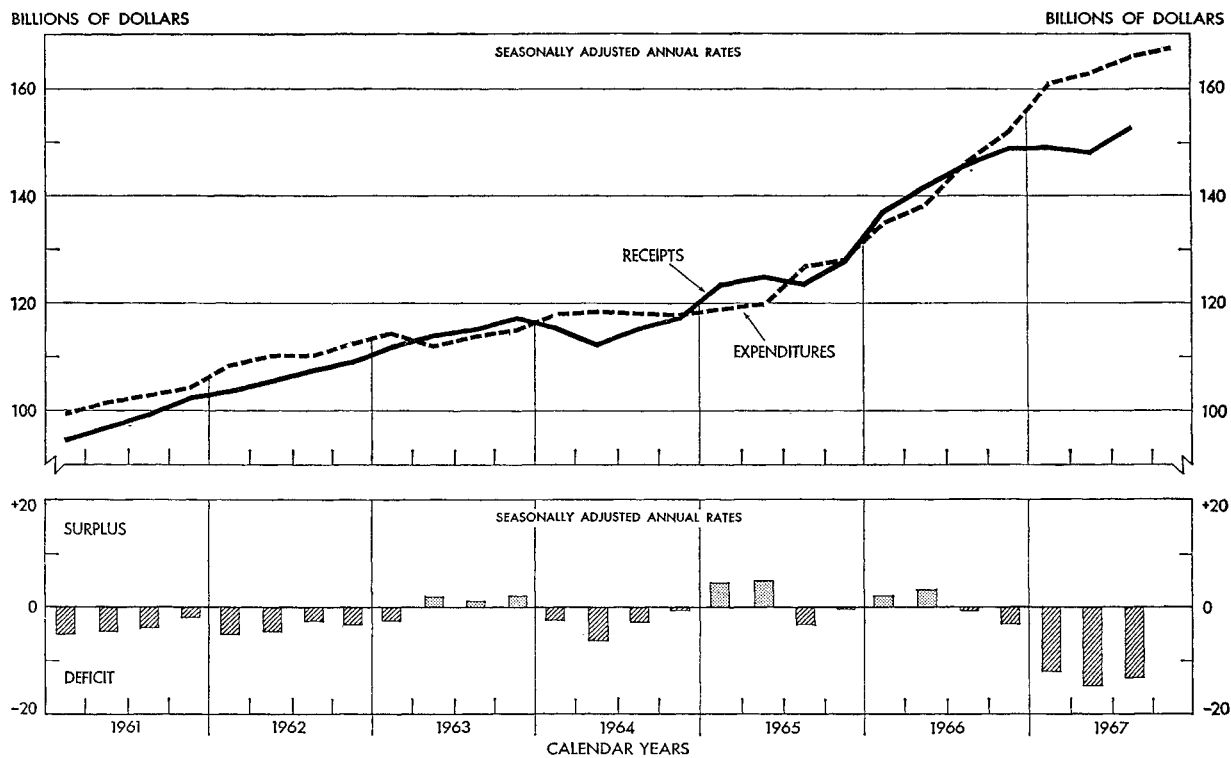
¹ Estimates.

² Seasonally adjusted data include accelerated corporate tax payments of about \$3 billion in calendar year 1966 and \$5 billion in calendar year 1967.

Sources: Treasury Department and Bureau of the Budget.

FEDERAL SECTOR, NATIONAL INCOME ACCOUNTS BASIS

In the third quarter, Federal receipts rose more than \$4½ billion (seasonally adjusted annual rate) and expenditures rose about \$3 billion, yielding a deficit of over \$13 billion. Preliminary data for the fourth quarter indicate that expenditures rose \$1½ billion.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

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

Period	Federal Government receipts					Federal Government expenditures						Surplus or deficit (-), income and product accounts
	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:												
1964	115.5	50.7	25.7	15.6	23.5	116.9	65.7	29.5	9.8	8.1	3.8	-1.4
1965	120.6	51.3	27.8	16.9	24.5	118.3	64.3	30.4	10.9	8.5	4.1	2.3
1966	132.9	57.5	31.0	15.8	28.6	131.9	71.7	34.1	12.7	9.0	4.5	-0.9
1967	147.6	64.6	31.4	15.9	35.7	155.1	84.5	39.8	15.4	10.1	5.3	-7.5
1968 ¹	161.1	71.0	34.3	17.1	38.7	171.1	92.8	44.9	18.0	10.7	4.5	-10.0
1969 ¹	182.5	83.8	37.2	18.1	43.4	185.0	99.4	49.9	20.0	11.2	4.5	-2.5
Calendar year:												
1964	115.0	48.6	26.4	16.1	23.8	118.1	65.2	29.9	10.4	8.3	4.2	-3.0
1965	124.8	53.8	29.3	16.5	25.2	123.4	66.8	32.4	11.2	8.7	4.3	1.4
1966	143.2	61.7	32.3	15.9	33.3	142.9	77.0	36.0	14.8	9.5	5.4	-0.3
1967 ¹	151.5	66.5	30.7	16.6	37.7	164.1	89.9	42.9	15.8	10.4	5.2	-12.6
1966: I	137.0	57.7	32.2	15.2	31.9	134.8	72.1	35.2	13.8	9.1	4.6	2.2
II	141.6	60.9	32.2	15.9	32.5	138.4	74.9	34.1	14.6	9.4	5.3	3.2
III	145.6	63.1	32.4	16.2	34.0	146.3	79.5	35.9	15.3	9.6	6.0	-0.7
IV	148.6	65.2	32.3	16.3	34.7	151.9	81.5	38.8	15.6	10.0	5.9	-3.3
1967: I	149.1	65.5	30.3	16.2	37.0	160.9	87.1	42.2	15.6	10.4	5.6	-11.9
II	148.1	64.0	30.3	16.5	37.2	162.8	89.5	42.4	15.3	10.4	5.3	-14.7
III	152.7	67.5	30.6	16.7	38.0	165.9	90.9	43.5	16.0	10.5	5.0	-13.2
IV ¹	69.0			17.0	38.6	167.5	92.0	43.5	16.4	10.7	4.9	

¹ Estimates.

NOTE.—Data for Alaska and Hawaii included beginning 1960.

Source: Department of Commerce.

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NOTE.—Detail in these tables will not necessarily add to totals because of rounding.
Data for Alaska and Hawaii are not included unless specifically noted.
Unless otherwise stated, all dollar figures are in current prices.
* Indicates preliminary and not available.