

Table 2.—National Income and Product, 1950, and First Two Quarters, 1951¹

[Billions of dollars]

	1950	Unadjusted						Seasonally adjusted at annual rates					
		1950				1951		1950				1951	
		I	II	III	IV	I	II	I	II	III	IV	I	II
NATIONAL INCOME BY DISTRIBUTIVE SHARES													
National income.....	239.0	53.8	57.6	62.0	65.6	66.0	(?)	219.3	230.6	245.8	260.1	269.4	(?)
Compensation of employees.....	153.3	35.0	37.1	39.5	41.8	42.4	44.2	142.2	148.6	157.3	165.2	172.1	177.4
Wages and salaries.....	145.8	33.1	35.2	37.5	40.0	40.2	42.0	135.2	141.3	149.7	157.2	163.6	168.8
Private.....	123.6	27.8	29.8	32.3	33.7	33.4	34.8	114.3	120.1	127.2	132.7	137.1	140.5
Military.....	5.1	1.1	1.1	1.3	1.6	(?)	(?)	4.4	4.4	5.0	6.6	(?)	(?)
Government civilian.....	17.2	4.2	4.3	4.0	4.6	(?)	(?)	16.4	16.8	17.5	17.9	(?)	(?)
Supplements to wages and salaries.....	7.5	1.9	1.9	1.9	1.8	2.3	2.3	7.0	7.4	7.7	7.9	8.5	8.7
Proprietors' and rental income ²	44.0	10.4	10.5	11.4	11.8	12.2	12.0	41.4	41.8	45.6	47.2	48.8	48.1
Business and professional.....	22.3	5.3	5.5	5.8	5.8	6.0	5.9	21.1	21.9	23.2	23.0	24.1	23.6
Farm.....	13.7	3.1	3.0	3.6	4.0	4.1	4.1	12.5	12.2	14.3	15.8	16.4	16.3
Rental income of persons.....	8.0	2.0	2.0	2.0	2.1	2.1	2.0	7.8	7.8	8.1	8.4	8.3	8.2
Corporate profits and inventory valuation adjustment.....	36.2	7.1	8.8	9.7	10.6	10.0	(?)	30.5	34.8	37.4	42.2	42.9	(?)
Corporate profit before tax.....	41.4	7.5	9.4	11.8	12.7	12.2	(?)	31.9	37.5	45.7	50.3	51.8	(?)
Corporate profits tax liability.....	18.6	3.4	4.2	5.3	5.7	6.7	(?)	14.4	16.9	20.5	22.5	28.5	(?)
Corporate profits after tax.....	22.8	4.1	5.2	6.5	7.0	5.5	(?)	17.5	20.6	25.2	27.8	23.3	(?)
Inventory valuation adjustment.....	-5.1	-3	-7	-2.1	-2.0	-2.2	-6	-1.4	-2.7	-8.3	-8.2	-8.9	-2.3
Net interest.....	5.4	1.3	1.3	1.4	1.4	1.4	1.4	5.2	5.3	5.5	5.6	5.6	5.7
Addendum: Compensation of general government employees.....	20.9	5.0	5.1	5.0	5.9	6.4	6.8	19.6	19.8	21.1	23.1	25.2	26.9
GROSS NATIONAL PRODUCT OR EXPENDITURE													
Gross national product.....	282.6	63.8	66.6	72.4	79.8	77.6	78.6	264.4	275.0	287.4	303.7	318.5	325.6
Personal consumption expenditures.....	193.6	43.6	46.6	49.7	53.6	49.4	49.7	184.7	188.7	202.5	198.4	208.2	201.7
Durable goods.....	29.2	5.8	6.4	8.5	8.4	6.9	6.3	26.3	26.6	34.3	29.4	31.5	25.9
Nondurable goods.....	102.3	22.7	24.7	25.7	29.2	26.0	26.8	98.4	100.4	105.5	104.9	111.5	109.5
Services.....	62.1	15.1	15.5	15.5	16.0	16.4	16.7	60.1	61.6	62.7	64.0	65.2	66.2
Gross private domestic investment.....	48.9	10.6	10.2	13.3	14.8	15.9	13.6	40.1	47.9	47.3	60.2	59.6	63.5
New construction.....	22.1	4.2	5.3	6.6	6.0	5.0	5.6	20.1	21.4	23.5	23.3	23.9	22.3
Residential nonfarm.....	12.6	2.2	3.1	3.9	3.4	2.6	2.7	11.2	12.4	13.7	13.1	12.9	10.7
Other.....	9.5	1.9	2.2	2.7	2.6	2.4	2.9	8.9	9.0	9.7	10.3	10.9	11.6
Producers' durable equipment.....	22.5	4.7	5.5	6.0	6.3	6.6	6.9	18.9	21.4	24.5	25.0	26.5	26.7
Change in business inventories, total.....	4.3	1.8	-6	7	2.5	4.3	1.2	1.1	5.2	-7	11.8	9.3	14.4
Nonfarm only.....	3.6	1.8	-8	5	2.2	4.0	9	1.1	4.4	-1.8	10.6	8.1	13.3
Net foreign investment.....	-2.3	-4	-4	-9	-6	-6	1	-1.7	-1.6	-3.2	-2.7	-2.3	5
Government purchases of goods and services.....	42.5	10.0	10.2	10.3	12.0	12.9	15.1	41.3	40.1	40.8	47.8	52.9	60.0
Federal.....	23.1	5.6	5.3	5.3	6.9	8.0	9.7	22.2	21.1	21.4	27.5	32.1	38.7
Less: Government sales.....	2	1	1	1	1	1	0	3	2	2	2	2	2
State and local.....	19.7	4.5	5.0	5.0	5.2	4.9	5.5	19.3	19.2	19.7	20.4	21.1	21.4
DISPOSITION OF PERSONAL INCOME													
Personal income.....	224.7	53.3	54.1	56.5	60.8	60.0	62.2	216.3	217.1	227.3	238.3	244.1	250.0
Less: Personal tax and nontax payments.....	20.5	7.0	3.9	4.8	4.7	10.4	5.5	19.0	19.5	20.2	23.1	26.6	27.1
Federal.....	17.8	6.2	3.2	4.2	4.2	9.5	4.8	16.4	16.9	17.5	20.3	23.8	24.2
State and local.....	2.7	8	7	6	6	9	7	2.6	2.7	2.7	2.7	2.8	2.9
Equals: Disposable personal income.....	204.3	46.3	50.2	51.7	56.1	49.6	56.6	197.3	197.5	207.1	215.2	217.5	222.8
Less: Personal consumption expenditures.....	193.6	43.6	46.6	49.7	53.6	49.4	49.7	184.7	188.7	202.5	198.4	208.2	201.7
Equals: Personal saving.....	10.7	2.6	3.5	2.0	2.5	3	6.9	12.5	8.9	4.6	16.8	9.3	21.1
RELATION OF GROSS NATIONAL PRODUCT, NATIONAL INCOME, AND PERSONAL INCOME													
Gross national product.....	282.6	63.8	66.6	72.4	79.8	77.6	78.6	264.4	275.0	287.4	303.7	318.5	325.6
Less: Capital consumption allowances.....	21.2	5.0	5.2	5.4	5.5	5.7	5.7	20.1	20.7	21.8	22.2	22.6	22.9
Indirect business tax and nontax liability.....	23.8	5.4	5.8	6.4	6.2	6.3	6.2	22.3	23.3	25.3	24.3	25.9	24.8
Business transfer payments.....	8	2	2	2	2	2	2	7	7	8	8	8	8
Statistical discrepancy.....	-1.8	-5	-2.0	-1.6	2.3	-4	(?)	2.3	4	-6.4	-3.4	5	(?)
Plus: Subsidies less current surplus of government enterprises.....	3	1	2	0	1	2	1	2	7	-1	2	8	3
Equals: National income.....	239.0	53.8	57.6	62.0	65.6	66.0	(?)	219.3	230.6	245.8	260.1	269.4	(?)
Less: Corporate profits and inventory valuation adjustment.....	36.2	7.1	8.8	9.7	10.6	10.0	(?)	30.5	34.8	37.4	42.2	42.9	(?)
Contributions for social insurance.....	7.0	1.8	1.8	1.8	1.6	2.3	2.3	6.6	6.8	7.0	7.4	8.3	8.4
Excess of wage accruals over disbursements.....	0	0	0	0	0	0	0	0	0	0	0	0	0
Plus: Government transfer payments.....	14.3	5.3	3.6	2.7	2.8	2.9	2.9	21.0	14.2	11.0	11.1	11.5	11.8
Net interest paid by government.....	4.7	1.1	1.4	1.0	1.2	1.1	1.4	4.7	4.7	4.7	4.7	4.8	4.8
Dividends.....	9.2	1.9	1.9	2.2	3.3	2.1	2.2	7.8	8.4	9.4	11.1	8.8	9.7
Business transfer payments.....	8	2	2	2	2	2	2	7	7	8	8	8	8
Equals: Personal income.....	224.7	53.3	54.1	56.5	60.8	60.0	62.2	216.3	217.1	227.3	238.3	244.1	250.0

Detail will not necessarily add to totals because of rounding.

¹ Not available.² Includes noncorporate inventory adjustment.

Source: U. S. Department of Commerce, Office of Business Economics.

ures receded after emphatic spurts, the tempo of civilian production was generally maintained at a uniform pace.

In each case, the resultant excess of output was absorbed by business inventories. However, whereas this absorption was accomplished quite readily in the earlier period, a substantial portion of the accumulation of stocks from March through June appears to have been unplanned and invol-

untary, resulting from more conservative purchasing by consumers than had been expected. During the second quarter, widespread efforts were made by businessmen to limit the growth of their inventory-sales ratios. These efforts, partially successful as far as distributors were concerned, played a key role in the general tapering-off of prices during the quarter.

Monthly BUSINESS STATISTICS



THE DATA here are a continuation of the statistics published in the 1949 Statistical Supplement to the SURVEY OF CURRENT BUSINESS. That volume (price \$1.25) contains monthly data for the years 1945 to 1948, and monthly averages for earlier years back to 1935 insofar as available; it also provides a description of each series and references to sources of monthly figures prior to 1945. Series added or revised since publication of the 1949 Supplement are indicated by an asterisk (*) and a dagger (†), respectively, the accompanying footnote indicating where historical data and a descriptive note may be found. The terms "unadjusted" and "adjusted" used to designate index numbers and dollar values refer to adjustment of monthly figures for seasonal variation.

Data subsequent to June 1951 for selected series will be found in the Weekly Supplement to the SURVEY.

Unless otherwise stated, statistics through 1948 and descriptive notes are shown in the 1949 Statistical Supplement to the Survey	1950							1951					
	June	July	August	September	October	November	December	January	February	March	April	May	June

GENERAL BUSINESS INDICATORS

NATIONAL INCOME AND PRODUCT†													
Seasonally adjusted quarterly totals at annual rates:													
National income, total..... bil. of dol.	230.6			245.8			260.1			269.4			
Compensation of employees, total..... do.	148.6			157.3			165.2			172.1		177.4	
Wages and salaries, total..... do.	141.3			149.7			157.2			163.6		168.8	
Private..... do.	120.1			127.2			132.7			137.1		140.5	
Military..... do.	4.4			5.0			6.6						
Government civilian..... do.	16.8			17.5			17.9						
Supplements to wages and salaries..... do.	7.4			7.7			7.9		8.5			8.7	
Proprietors' and rental income, total‡..... do.	41.8			45.6			47.2		48.8			48.1	
Business and professional..... do.	21.9			23.2			23.0		24.1			23.6	
Farm..... do.	12.2			14.3			15.8		16.4			16.3	
Rental income of persons..... do.	7.8			8.1			8.4		8.3			8.2	
Corporate profits and inventory valuation adjustment, total..... bil. of dol.	34.8			37.4			42.2		42.9				
Corporate profits before tax, total..... do.	37.5			45.7			50.3		51.8				
Corporate profits tax liability..... do.	16.9			20.5			22.5		28.5				
Corporate profits after tax..... do.	20.6			25.2			27.8		23.3				
Inventory valuation adjustment..... do.	-2.7			-8.3			-8.2		-8.9			-2.3	
Net interest..... do.	5.3			5.6			5.6		5.6			5.7	
Gross national product, total..... do.	275.0			287.4			303.7		318.5			325.6	
Personal consumption expenditures, total..... do.	188.7			202.5			198.4		208.2			201.7	
Durable goods..... do.	26.6			34.3			29.4		31.5			25.9	
Nondurable goods..... do.	100.4			105.5			104.9		111.5			109.5	
Services..... do.	61.6			62.7			64.0		65.2			66.2	
Gross private domestic investment..... do.	47.9			47.3			60.2		59.6			63.5	
New construction..... do.	21.4			23.5			23.3		23.9			22.3	
Producers' durable equipment..... do.	21.4			24.5			25.0		26.5			26.7	
Change in business inventories..... do.	5.2			-7			11.8		9.3			14.4	
Net foreign investment..... do.	-1.6			-3.2			-2.7		-2.3			.5	
Government purchases of goods and services, total..... bil. of dol.	40.1			40.8			47.8		52.9			60.0	
Federal (less Government sales)..... do.	20.9			21.2			27.3		31.9			38.5	
State and local..... do.	19.2			19.7			20.4		21.1			21.4	
Personal income, total..... do.	217.1			227.3			238.3		244.1			250.0	
Less: Personal tax and nontax payments..... do.	19.5			20.2			23.1		26.6			27.1	
Equals: Disposable personal income..... do.	197.5			207.1			215.2		217.5			222.8	
Personal savings..... do.	8.9			4.6			16.8		9.3			21.1	
PERSONAL INCOME, BY SOURCE†													
Seasonally adjusted, at annual rates:													
Total personal income..... bil. of dol.	219.0	222.7	227.7	231.5	234.1	236.4	244.4	243.6	243.3	245.5	249.0	* 249.8	251.1
Wage and salary receipts, total..... do.	141.1	143.2	147.2	149.7	152.4	154.2	155.9	158.0	160.0	162.2	164.8	* 165.1	166.1
Employer disbursements, total..... do.	144.1	146.1	150.3	152.6	155.6	157.3	158.9	161.6	163.4	165.9	168.2	* 168.8	169.6
Commodity-producing industries..... do.	62.8	63.9	66.2	67.1	69.3	69.9	70.8	71.7	72.4	73.7	75.0	* 74.6	74.9
Distributive industries..... do.	41.3	41.9	42.8	42.8	43.1	43.2	43.6	44.3	44.5	44.9	45.3	* 45.6	45.7
Service industries..... do.	18.7	18.8	18.9	19.1	19.3	19.5	19.6	19.9	19.8	20.0	20.1	* 20.2	20.2
Government..... do.	21.3	21.5	22.4	23.6	23.9	24.7	24.9	25.7	26.7	27.3	27.8	* 28.4	28.8
Less employee contributions for social insurance..... bil. of dol.	3.0	2.9	3.1	2.9	3.2	3.1	3.0	3.6	3.4	3.7	3.4	* 3.7	3.5
Other labor income..... do.	3.5	3.6	3.6	3.6	3.6	3.7	3.7	3.7	3.8	3.8	3.8	* 3.8	3.8
Proprietors' and rental income..... do.	42.5	45.3	46.1	45.3	46.3	47.2	48.1	50.5	48.2	47.7	48.1	* 48.0	48.2
Personal interest income and dividends..... do.	18.4	18.4	18.9	21.6	19.7	19.5	25.0	18.8	19.2	19.7	20.2	* 20.2	20.2
Total transfer payments..... do.	13.5	12.2	11.9	11.3	12.1	11.8	11.7	12.6	12.1	12.1	12.1	* 12.7	12.8
Total nonagricultural income..... do.	202.6	204.0	208.6	212.9	214.3	215.5	223.4	221.4	222.9	225.2	227.8	* 229.0	230.0
NEW PLANT AND EQUIPMENT EXPENDITURES													
All industries, quarterly total..... mil. of dol.													
Manufacturing..... do.	4,330			4,700			5,830			5,160			16,420
Mining..... do.	1,860			2,050			2,790			2,460			13,240
Railroad..... do.	160			180			200			180			1,220
Other transportation..... do.	300			290			320			300			1,440
Electric and gas utilities..... do.	90			120			140			120			1,140
Commercial and miscellaneous..... do.	1,160			1,240			1,440			1,340			11,420

* Revised. † Estimates for April-June 1951, based on anticipated capital expenditures of business.

‡ Revised series. Quarterly estimates of national income, gross national product, and personal income and monthly estimates of personal income have been revised beginning 1948; for these revisions and for earlier revisions (covering data for 1946-47), see tables 41, 43, 45, and 48 in part V of the National Income Supplement to the Survey, July 1951.

§ Includes inventory valuation adjustment.

¶ Personal saving is excess of disposable income over personal consumption expenditures shown as a component of gross national product above.