

Investment Rise Small

Overall investment increased only \$½ billion in the quarter to reach an annual rate of \$77 billion. The increase over the past 4 quarters amounted to about \$17 billion, at an annual rate. This represents 36 percent of the rise in GNP over the period, as compared with 42 and 47 percent, respectively, for the initial 4 quarters of the 1958-59 and 1954-55 recoveries.

Rise in inventory accumulation

The first quarter increase in business inventory investment—\$1½ billion—reflected mixed trends in the economy. There was a step-up of nearly \$3 billion in durable goods factories, where steel consumers were hedging against a strike in that industry. In addition, industries holding nondurable goods stocks stepped up the rate of accumulation by about \$1¼ billion in this period. A sharp rise in auto sales in the later weeks of the quarter was not fully reflected in higher production schedules; in consequence, there was a net decline of \$1¼ billion in the rate of accumulation of auto stocks at retail, and other durable goods holdings in trade also fell.

To date the inventory buildup has contributed some \$11 billion to the \$48 billion expansion in GNP. The proportion was significantly higher in 1958-59 and somewhat higher in the initial four recovery quarters in 1954-55. The first quarter 1962 rate of accumulation was affected by the threat to future steel production and was the highest in recent years except for two quarters preceding and one following the 1959 steel strike. In general, inventories appear to be under close control by buyers. Liquidation of abnormal steel stocks accumulated during the first quarter are currently resulting in a lowering of steel output.

Business fixed investment weak but moving up

Business capital outlays are programmed to be higher this year but here, as elsewhere, there was an adverse weather element in the first quarter. While the cumulative advance since early 1961 has carried these outlays to about the 1960 peak in dollars, in

Table 1.—Gross National Product in Current and Constant Dollars (I-3, I-5)

	1961												1962						
	1959	1960	1961	I				II				1959	1960	1961	1961				1962
				I	II	III	IV	I	II	III	IV				I	II	III	IV	
	Seasonally adjusted at annual rates												Seasonally adjusted at annual rates						
Billions of current dollars												Billions of 1954 dollars							
Gross national product	482.8	504.4	521.3	500.8	516.1	525.8	542.2	548.3	428.4	440.8	448.8	433.2	445.5	451.8	464.6	468.2			
Personal consumption expenditures	314.0	328.9	339.0	330.7	336.1	341.0	348.4	352.0	289.3	298.3	303.6	297.0	301.6	305.0	310.8	312.8			
Durable goods.....	43.5	44.3	42.3	39.4	42.0	42.3	45.5	44.8	41.0	41.8	40.1	37.6	35.8	39.9	43.1	42.6			
Nondurable goods.....	147.3	152.4	155.5	153.7	154.1	156.2	158.1	159.8	138.8	141.8	143.6	141.6	142.6	144.5	145.9	147.0			
Services.....	123.2	132.2	141.2	137.5	139.9	142.4	144.9	147.3	109.5	114.7	119.9	117.8	119.2	120.6	121.9	123.2			
Gross private domestic investment	72.4	72.4	69.6	59.8	68.8	73.2	76.6	77.0	61.1	60.6	57.7	49.6	57.3	60.4	63.5	63.7			
New construction.....	40.2	40.7	41.7	39.6	41.3	42.7	43.3	41.8	34.3	33.9	34.4	32.9	34.1	35.1	35.6	34.2			
Residential nonfarm.....	22.3	21.1	21.2	19.3	20.6	22.1	23.0	21.4	19.4	18.0	18.1	16.5	17.6	18.7	19.5	18.1			
Other.....	17.9	19.6	20.5	20.4	20.7	20.6	20.3	20.5	14.8	16.0	16.4	16.4	16.6	16.4	16.2	16.1			
Producers' durable equipment.....	25.9	27.5	25.7	24.2	24.7	26.0	28.0	28.5	21.3	22.7	21.2	19.9	20.3	21.4	23.1	23.4			
Change in business inventories.....	6.3	4.2	2.2	-4.0	2.8	4.5	5.3	6.8	5.5	4.0	2.1	-3.2	2.9	3.9	4.7	6.1			
Nonfarm.....	6.2	4.0	1.8	-4.3	2.4	4.1	5.1	6.6	5.6	3.8	1.7	-3.5	2.4	3.5	4.5	5.9			
Farm.....	.1	.3	.3	.3	.4	.4	.2	.2	-.0	.2	.3	.3	.4	.4	.2	.2			
Net exports of goods and services	-7	3.0	4.0	5.3	3.9	2.6	4.0	3.5	-2.1	1.7	2.0	3.3	1.9	.6	2.0	1.3			
Exports.....	23.1	26.7	27.4	27.6	26.4	27.0	28.5	28.2	22.2	25.3	25.5	25.7	24.5	25.2	26.7	26.2			
Imports.....	23.8	23.6	23.4	22.3	22.5	24.3	24.5	24.7	24.3	23.6	23.5	22.4	22.6	24.5	24.7	24.9			
Government purchases of goods and services	97.1	100.1	108.7	105.0	107.3	109.0	113.2	115.9	80.1	80.2	85.5	83.3	84.7	85.7	88.3	90.3			
Federal.....	53.5	52.9	57.3	54.7	56.6	57.4	60.0	61.5	43.9	42.3	44.9	43.1	44.7	45.0	46.8	48.4			
National defense.....	46.2	45.5	49.2	47.2	48.8	49.0	51.7	52.8	-----	-----	-----	-----	-----	-----	-----	-----			
Other.....	7.8	8.0	8.6	8.0	8.3	8.9	9.0	9.4	-----	-----	-----	-----	-----	-----	-----	-----			
Less: Government sales.....	.5	.6	.6	.5	.5	.6	.7	.7	-----	-----	-----	-----	-----	-----	-----	-----			
State and local.....	43.6	47.2	51.4	50.3	50.6	51.6	53.2	54.3	36.2	38.0	40.6	40.2	40.0	40.8	41.4	41.9			

Table 2.—Personal Income and Its Use (II-2)

[Billions of dollars]

	1961												1962			
	1959	1960	1961	I				II				1959	1960	1961		
				I	II	III	IV	I	II	III	IV					
Seasonally adjusted at annual rates																
Personal income	383.3	402.2	416.7	404.7	413.2	420.3	428.6	432.9	-----	-----	-----	-----	-----	-----	-----	-----
Wage and salary disbursements	258.5	271.3	279.7	270.1	277.3	282.7	288.7	292.5	-----	-----	-----	-----	-----	-----	-----	-----
Commodity-producing industries.....	107.2	110.4	111.2	106.1	110.7	112.8	115.2	115.7	-----	-----	-----	-----	-----	-----	-----	-----
Manufacturing.....	84.7	87.4	87.8	83.8	87.5	88.9	90.8	91.8	-----	-----	-----	-----	-----	-----	-----	-----
Distributive industries.....	68.2	71.8	73.4	71.8	72.8	74.3	74.8	76.0	-----	-----	-----	-----	-----	-----	-----	-----
Service industries.....	37.7	40.7	43.1	41.8	42.5	43.6	44.7	45.4	-----	-----	-----	-----	-----	-----	-----	-----
Government.....	45.3	48.4	51.9	50.4	51.3	52.1	54.0	55.3	-----	-----	-----	-----	-----	-----	-----	-----
Other labor income	10.3	10.9	11.1	10.8	10.8	11.2	11.5	11.9	-----	-----	-----	-----	-----	-----	-----	-----
Proprietors' income	46.3	48.2	49.6	48.9	49.2	49.4	50.8	50.6	-----	-----	-----	-----	-----	-----	-----	-----
Business and professional.....	35.0	36.2	36.5	36.0	36.3	36.6	37.2	37.6	-----	-----	-----	-----	-----	-----	-----	-----
Farm.....	11.3	12.0	13.1	12.9	12.9	12.8	13.6	13.0	-----	-----	-----	-----	-----	-----	-----	-----
Rental income of persons	11.9	11.7	11.5	11.5	11.5	11.5	11.5	11.5	-----	-----	-----	-----	-----	-----	-----	-----
Dividends	13.4	14.1	14.4	14.2	14.2	14.3	15.0	15.0	-----	-----	-----	-----	-----	-----	-----	-----
Personal interest income	23.6	26.2	27.3	26.8	27.0	27.4	28.0	28.7	-----	-----	-----	-----	-----	-----	-----	-----
Transfer payments	27.2	29.1	32.9	32.0	32.9	33.5	33.2	33.3	-----	-----	-----	-----	-----	-----	-----	-----
Old-age and survivors insurance benefits.....	10.2	11.1	12.6	11.8	12.5	12.7	13.4	13.7	-----	-----	-----	-----	-----	-----	-----	-----
State unemployment insurance benefits.....	2.5	2.8	4.0	3.8	4.5	4.0	3.8	3.4	-----	-----	-----	-----	-----	-----	-----	-----
Veterans' benefits.....	4.5	4.6	4.8	4.7	4.8	4.8	4.8	4.7	-----	-----	-----	-----	-----	-----	-----	-----
Other.....	10.0	10.6	11.5	11.7	11.1	11.9	11.3	11.5	-----	-----	-----	-----	-----	-----	-----	-----
Less: Personal contributions for social insurance	7.9	9.3	9.7	9.5	9.7	9.8	10.0	10.5	-----	-----	-----	-----	-----	-----	-----	-----
Less: Personal tax and nontax payments	46.0	50.4	51.8	50.3	51.4	52.5	53.1	54.7	-----	-----	-----	-----	-----	-----	-----	-----
Federal.....	39.6	43.2	43.9	42.6	43.6	44.5	44.8	46.0	-----	-----	-----	-----	-----	-----	-----	-----
State and local.....	6.4	7.2	8.0	7.7	7.8	8.0	8.3	8.7	-----	-----	-----	-----	-----	-----	-----	-----
Equals: Disposable personal income	337.3	351.8	364.9	354.3	361.8	367.7	375.6	378.2	-----	-----	-----	-----	-----	-----	-----	-----
Less: Personal consumption expenditures	314.0	328.9	339.0	330.7	336.1	341.0	348.4	352.0	-----	-----	-----	-----	-----	-----	-----	-----
Equals: Personal saving	23.4	22.9	25.8	23.7	25.8	26.8	27.1	26.2	-----	-----	-----	-----	-----	-----	-----	-----
Addendum: Disposable personal income in constant (1954) dollars	310.6	319.0	326.8	318.4	324.8	329.0	335.0	336.2	-----	-----	-----	-----	-----	-----	-----	-----

real terms, they are still below any quarter of 1956 or 1957.

Capital outlays currently represent a lesser proportion of GNP than in the mid-1950's. In fact, if the average ratio of fixed investment to GNP is computed for 5-year periods (to minimize the effect of cyclical factors) the recent decline appears to be but a continuation of postwar adjustments.

Period	GNP	Business Fixed Investment	
		Percent	Percent
[Billions of constant (1954) dollars]			
(5-year averages)			
1947-51.....	314	33	10.5
1952-56.....	387	38	9.8
1957-61.....	430	37	8.6

Capital investment during the decade or so following World War II reflected a number of special factors. In the 1947-51 period, activity in certain areas was abnormally stimulated by the absence of normal growth during the depression and war periods; in others, it was curtailed by materials shortages or by the conversion of Government facilities erected during the war. Finally, the outbreak of the Korean war stimulated capital outlays in certain strategic areas of the economy.

During the 1952-56 period, materials were generally abundant and investment in many areas, notably durable goods manufacturing, was still feeling the stimulating effects of the Korean expansion program, and the introduction of accelerated amortization. Thus, the last 4 or 5 years are the first in the postwar period when business investment has not been greatly distorted by the effects of severe depression and war. The problem of raising investment to more satisfactory levels in relation to GNP must be viewed in this light.

Residential construction lower

The decline in residential construction was an important factor in moderating the first quarter advance in GNP. In the previous quarter, activity had come close to matching the 1959 second quarter peak of \$23.5 billion, though in real terms it was still 5 percent below that quarter.

The weather in many areas of the country may have had some effect on

the rate of construction activity in late 1961 and early 1962. The number of new private housing units authorized by local building permits during the winter months (December-February) reached a volume not achieved since early 1959. On the other hand, housing starts during this period, at an annual rate of 1,225,000 units, were off sharply from the 1,400,000 units started in October. Building permits were off slightly in March, but starts rose sharply to regain the October level, and in April residential construction activity moved above the first quarter average.

As noted in the article on "Capital Formation, Savings, and Credit" in this issue of the SURVEY, financial conditions in the mortgage market have remained relatively favorable with in-

terest rates on mortgage debt continuing to move down slightly in the opening months of the year.

Government Purchases Rising; Net Exports Off

Government purchases of goods and services increased another 2½ percent in the first quarter, with higher Federal defense expenditures and increased State and local outlays. The recent increases in Federal Government purchases reflect the full impact of the measures taken to meet the Berlin crisis and accelerate the growth of military strength.

Net exports were off \$½ billion, following a rise which had contributed nearly \$1½ billion to the fourth quarter rise in GNP.

National Income and Purchasing Power Move Higher

HIGHER employee compensation accounted for most of the first quarter increase in national income. On the basis of preliminary evidence, corporate profits do not appear to have changed much from the \$52 billion (annual rate) of the first quarter, following three successive quarterly rises cumulating to \$12 billion.

Within manufacturing, where half of all corporate profits originate, earnings were nearly one-third above the

cyclical lows of the first quarter of 1961, though about the same as in the fourth quarter of last year. Small declines in a number of manufacturing industries were counterbalanced by a sharp increase in profits of primary metal producers.

Outside of manufacturing, still low rail profits advanced as recovery from the recession was extended; earnings of the communications and public

(Continued on page 20)

Table 3.—Gross National Product by Major Type of Product in Current and Constant Dollars (I-6, I-7)

	1959	1960	1961	1961				1962				1961					1962
				I	II	III	IV	I	1959	1960	1961	I	II	III	IV	I	
				Seasonally adjusted at annual rates													
Billions of current dollars										Billions of 1954 dollars							
Gross national product	482.8	504.4	521.3	500.8	516.1	525.8	542.2	548.3	428.4	440.8	448.8	433.2	445.5	451.8	464.6	468.2	
Final sales.....	476.5	500.2	519.1	504.8	513.2	521.3	537.0	541.6	422.9	436.8	446.7	436.5	442.6	447.9	459.9	462.1	
Inventory change.....	6.3	4.2	2.2	-4.0	2.8	4.5	5.3	6.8	5.5	4.0	2.1	-3.2	2.9	3.9	4.7	6.1	
Goods output	250.3	258.5	259.0	245.7	257.1	261.4	271.6	274.9	228.6	234.6	233.6	221.9	232.5	235.4	244.6	247.1	
Final sales.....	244.0	254.3	256.8	249.7	254.3	256.9	266.3	268.1	223.1	230.6	231.5	225.2	229.7	231.6	239.8	241.0	
Inventory change.....	6.3	4.2	2.2	-4.0	2.8	4.5	5.3	6.8	5.5	4.0	2.1	-3.3	2.9	3.9	4.7	6.1	
Durable goods output.....	94.9	96.7	92.8	81.6	90.9	96.1	102.6	103.3	82.9	84.7	80.9	71.4	79.4	83.5	89.4	90.0	
Final sales.....	91.3	94.3	92.7	87.4	91.2	92.6	99.6	99.8	79.8	82.4	80.9	76.5	79.6	80.5	86.8	87.1	
Inventory change.....	3.6	2.5	1.1	-5.8	-0.3	3.5	3.1	3.5	3.1	2.3	1.1	-5.1	-2.2	3.0	2.6	2.8	
Nondurable goods output.....	155.4	161.8	166.1	164.1	166.2	165.3	168.9	171.6	145.7	150.0	152.7	150.5	153.2	151.9	155.2	157.1	
Final sales.....	152.8	160.0	164.1	162.3	163.0	164.3	166.7	168.3	143.3	148.3	150.7	148.7	150.0	151.0	153.1	153.9	
Inventory change.....	2.6	1.8	2.0	1.8	3.2	1.0	2.2	3.3	2.4	1.7	2.0	1.8	3.1	0.9	2.1	3.2	
Services	176.2	189.3	203.6	197.9	201.1	205.1	210.0	214.3	151.7	158.7	166.2	163.2	164.7	167.1	169.8	172.4	
Construction	56.2	56.6	58.8	57.2	57.9	59.2	60.7	59.1	48.1	47.5	48.9	48.0	48.3	49.2	50.3	48.7	

Current BUSINESS STATISTICS



THE STATISTICS here update series published in the 1961 edition of BUSINESS STATISTICS, biennial Statistical Supplement to the SURVEY OF CURRENT BUSINESS. That volume (price \$2.00) contains data by months, or quarters, for the years 1957 through 1960 (1951-60, for major quarterly series) and averages of monthly or quarterly data for all years back to 1939; it also provides a description of each series and references to sources of earlier figures. Series added or significantly revised after the 1961 BUSINESS STATISTICS went to press are indicated by an asterisk (*) and a dagger (†), respectively; certain revisions for 1960 issued too late for inclusion in the aforementioned volume appear in the monthly SURVEY beginning with the July 1961 issue. Except as otherwise stated, the terms "unadjusted" and "adjusted" refer to adjustment for seasonal variation.

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Unless otherwise stated, statistics through 1960 and descriptive notes are shown in the 1961 edition of BUSINESS STATISTICS	1959	1960	1961	1959				1960				1961				1962
	Annual total			I	II	III	IV	I	II	III	IV	I	II	III	IV	I
	Seasonally adjusted quarterly totals at annual rates															

GENERAL BUSINESS INDICATORS—Quarterly Series

NATIONAL INCOME AND PRODUCT																
National income, total.....bil. \$.	399.6	417.1	430.2	390.7	405.2	399.4	402.8	413.5	419.2	419.0	416.5	412.2	426.0	434.3	447.9	-----
Compensation of employees, total.....do....	278.4	293.7	302.9	270.6	280.0	280.5	282.4	290.2	294.6	296.0	294.0	292.6	300.2	306.2	312.7	317.9
Wages and salaries, total.....do....	258.5	271.3	279.7	251.4	260.1	260.3	261.9	268.3	272.4	273.2	271.3	270.1	277.3	282.7	288.7	292.5
Private.....do....	213.2	223.0	227.8	206.7	215.0	214.8	216.0	221.4	224.6	224.2	221.6	219.7	226.0	230.7	234.7	237.1
Military.....do....	9.9	9.9	10.4	9.9	9.9	9.9	9.8	9.8	9.8	9.9	10.0	10.1	10.1	10.2	11.1	11.6
Government civilian.....do....	35.4	38.5	41.5	34.8	35.3	35.7	36.1	37.1	38.0	39.1	39.7	40.3	41.2	41.9	42.8	43.8
Supplements to wages and salaries.....do....	20.0	22.4	23.2	19.2	19.9	20.2	20.5	21.9	22.2	22.7	22.7	22.5	22.9	23.4	24.1	25.4
Proprietors' income, total ^odo....	46.3	48.2	49.6	46.6	46.7	45.9	46.1	46.3	48.6	48.7	49.0	48.9	49.2	49.4	50.8	50.6
Business and professional ^odo....	35.0	36.2	36.5	34.1	35.2	35.3	35.3	35.8	36.4	36.3	36.3	36.0	36.3	36.6	37.2	37.6
Farm.....do....	11.3	12.0	13.1	12.5	11.5	10.6	10.8	10.5	12.3	12.4	12.7	12.9	12.9	12.8	13.6	13.0
Rental income of persons.....do....	11.9	11.7	11.5	12.0	11.9	11.8	11.7	11.7	11.7	11.7	11.7	11.5	11.5	11.5	11.5	11.5
Corporate profits and inventory valuation adjustment, total.....bil. \$.	46.4	45.1	46.2	45.3	50.2	44.4	45.5	47.4	45.9	44.1	42.9	40.0	45.5	47.0	52.1	-----
Corporate profits before tax, total.....do....	46.8	45.0	46.1	46.1	51.5	44.8	44.9	48.1	46.3	43.2	42.6	39.6	45.2	47.2	52.4	-----
Corporate profits tax liability.....do....	23.1	22.3	22.8	22.8	25.4	22.1	22.1	23.9	23.0	21.4	21.1	19.6	22.4	23.3	26.0	-----
Corporate profits after tax.....do....	23.7	22.7	23.3	23.4	26.1	22.7	22.7	24.2	23.3	21.7	21.4	20.0	22.8	23.5	26.5	-----
Inventory valuation adjustment.....do....	- 5	0	.1	- 9	- 1.3	- 4	7	- 7	- 4	9	3	4	3	- 2	- 3	-----
Net interest.....do....	16.6	18.4	20.0	16.2	16.4	16.7	17.0	17.8	18.3	18.6	18.9	19.2	19.6	20.2	20.7	21.3
Gross national product, total.....do....	482.8	504.4	521.3	472.2	488.5	482.3	483.3	501.5	506.4	505.1	504.5	500.8	516.1	525.8	542.2	548.3
Personal consumption expenditures, total.....do....	314.0	328.9	339.0	305.8	313.6	316.5	320.0	323.8	329.9	329.7	332.3	330.7	336.1	341.0	348.4	352.0
Durable goods, total ^odo....	43.5	44.3	42.3	41.6	44.5	44.4	43.7	44.7	45.3	43.4	43.8	39.4	42.0	42.3	45.5	44.8
Automobiles and parts.....do....	18.1	18.6	16.8	17.2	19.0	18.4	17.6	18.8	19.3	17.8	18.6	14.8	16.7	16.4	19.3	18.7
Furniture and household equipment.....do....	18.9	18.8	18.6	18.0	18.9	19.2	19.3	19.1	19.0	18.7	18.3	17.8	18.3	18.8	19.1	18.9
Nondurable goods, total ^odo....	147.3	152.4	155.5	144.9	147.3	147.7	149.3	150.5	153.3	152.7	153.1	153.7	154.1	156.2	158.1	159.8
Clothing and shoes.....do....	27.4	28.1	28.4	26.5	27.5	27.6	27.8	28.1	28.3	28.3	27.7	27.9	27.6	28.6	29.5	29.4
Food and alcoholic beverages.....do....	78.0	80.1	81.8	77.4	78.1	77.8	78.7	78.9	80.6	79.9	80.8	81.1	81.4	81.9	82.7	84.0
Gasoline and oil.....do....	11.0	11.6	11.8	10.7	10.9	11.1	11.1	11.4	11.6	11.6	11.8	11.7	11.7	11.8	11.8	12.0
Services, total ^odo....	123.2	132.2	141.2	119.4	121.9	124.4	127.0	128.6	131.2	133.6	135.4	137.5	139.9	142.4	144.9	147.3
Household operation.....do....	18.1	19.6	21.0	17.5	17.8	18.2	18.9	19.2	19.5	19.7	20.0	20.6	20.9	21.2	21.6	21.9
Housing.....do....	39.9	42.2	44.5	39.3	39.8	40.1	40.5	41.1	41.9	42.7	43.1	43.6	44.2	44.8	45.5	46.1
Transportation.....do....	10.0	10.5	10.8	9.5	9.8	10.2	10.2	10.4	10.5	10.5	10.5	10.5	10.7	10.9	11.0	11.2
Gross private domestic investment, total.....do....	72.4	72.4	69.6	70.4	79.1	68.2	71.8	78.9	74.6	70.5	65.6	59.8	68.8	73.2	76.6	77.0
New construction.....do....	40.2	40.7	41.7	39.0	41.2	41.0	39.6	40.9	40.7	40.4	40.7	39.6	41.3	42.7	43.3	41.8
Producers' durable equipment.....do....	25.9	27.5	25.7	24.3	26.3	26.6	26.6	27.1	28.6	27.7	26.7	24.2	24.7	26.0	28.0	28.5
Change in business inventories.....do....	6.3	4.2	2.2	7.1	11.7	7	5.6	10.9	5.4	2.4	-1.9	-4.0	2.8	4.5	5.3	6.8
Net exports of goods and services.....do....	- 7	3.0	4.0	- 6	- 1.7	- 5	0	1.8	2.3	3.0	5.1	5.3	3.9	2.6	4.0	3.5
Exports.....do....	23.1	26.7	27.4	22.1	22.3	24.0	24.1	25.6	26.7	26.8	27.6	27.6	26.4	27.0	28.5	28.2
Imports.....do....	23.8	23.6	23.4	22.7	24.0	24.5	24.0	23.9	24.4	23.8	22.4	22.3	22.5	24.3	24.5	24.7
Government purchases of goods and services, total.....bil. \$.	97.1	100.1	108.7	96.7	97.5	98.1	96.5	96.9	99.6	101.9	101.6	105.0	107.3	109.0	113.2	115.9
Federal (less Government sales).....do....	53.5	52.9	57.3	53.2	53.9	54.1	52.9	51.8	52.9	54.0	53.0	54.7	56.6	57.4	60.0	61.5
National defense ^odo....	46.2	45.5	49.2	45.9	46.5	46.3	45.9	45.5	45.5	45.4	45.7	47.2	48.8	49.0	51.7	52.8
State and local.....do....	43.6	47.2	51.4	43.5	43.6	44.0	43.6	45.0	46.8	48.0	48.6	50.3	50.6	51.6	53.2	54.3
By major type of product: [*]																
Final sales, total.....do....	476.5	500.2	519.1	465.2	476.8	481.6	482.7	490.5	501.0	502.7	506.4	504.8	513.2	521.3	537.0	541.6
Goods output, total.....do....	244.0	254.3	256.8	238.3	244.6	247.1	246.1	250.9	256.9	254.8	254.6	249.7	254.3	256.9	266.3	268.1
Durable goods output.....do....	91.3	94.3	92.7	88.1	92.4	93.6	90.9	93.1	96.3	94.2	93.4	87.4	91.2	92.6	99.6	99.8
Nondurable goods output.....do....	152.8	160.0	164.1	150.2	152.2	153.5	155.1	157.8	160.6	160.6	161.3	162.3	163.0	164.3	166.7	168.3
Services.....do....	176.2	189.3	203.6	170.7	174.2	177.6	182.2	183.8	187.7	191.2	194.6	197.9	201.1	205.1	210.0	214.3
Construction.....do....	56.3	56.6	58.8	56.2	58.1	56.9	54.4	55.8	56.4	56.7	57.2	57.2	57.9	59.2	60.7	59.1
Inventory change, total.....do....	6.3	4.2	2.2	7.1	11.7	7	5.6	10.9	5.4	2.4	-1.9	-4.0	2.8	4.5	5.3	6.8
Durable goods output.....do....	3.6	2.5	1	5.4	8.8	-2.0	2.4	9.4	3.9	4	-3.8	-5.8	-3	3.5	3.1	3.5
Nondurable goods output.....do....	2.6	1.8	2.0	1.7	2.9	2.7	3.2	1.5	1.5	2.0	2.0	1.8	3.2	1.0	2.2	3.3

^o Revised. ^o Includes inventory valuation adjustment.
^o Includes data not shown separately. ^o Government sales are not deducted.
^{*} For quarterly data back to 1947, see p. 34 of the July 1961 SURVEY.

Unless otherwise stated, statistics through 1960 and descriptive notes are shown in the 1961 edition of BUSINESS STATISTICS	1959	1960	1961	1959			1960				1961				1962	
	Annual total			II	III	IV	I	II	III	IV	I	II	III	IV	I	II
GENERAL BUSINESS INDICATORS—Quarterly Series—Continued																
NATIONAL INCOME AND PRODUCT—Con.																
<i>Quarterly Data Seasonally Adjusted at Annual Rates</i>																
GNP in constant (1954) dollars																
Gross national product, total.....bil. \$..	428.4	440.8	448.8	434.4	426.6	430.7	441.0	443.4	440.2	438.4	433.2	445.5	451.8	464.6	468.2	-----
Personal consumption expenditures, total.....do....	289.3	298.3	303.6	289.7	290.8	292.8	295.4	299.5	298.6	299.6	297.0	301.6	305.0	310.8	312.8	-----
Durable goods.....do....	41.0	41.8	40.1	41.7	41.6	41.4	42.1	42.5	40.8	41.6	37.6	39.8	39.9	43.1	42.6	-----
Nondurable goods.....do....	138.8	141.8	143.6	139.3	139.2	140.0	140.9	142.9	142.0	141.3	141.6	142.6	144.5	145.9	147.0	-----
Services.....do....	109.5	114.7	119.9	108.8	110.0	111.4	112.4	114.2	115.8	116.6	117.8	119.2	120.6	121.9	123.2	-----
Gross private domestic investment, total.....do....	61.1	60.6	57.7	66.9	57.3	60.4	66.6	62.3	58.6	54.9	49.6	57.3	60.4	63.5	63.7	-----
New construction.....do....	34.3	33.9	34.4	35.2	34.7	33.4	34.3	33.9	33.6	33.9	32.9	34.1	35.1	35.6	34.2	-----
Producers' durable equipment.....do....	21.3	22.7	21.2	21.6	21.7	21.9	22.4	23.4	22.7	22.1	19.9	20.3	21.4	23.1	23.4	-----
Change in business inventories.....do....	5.5	4.0	2.1	10.1	.8	5.0	9.9	4.9	2.3	-1.1	-3.2	2.9	3.9	4.7	6.1	-----
Net exports of goods and services.....do....	-2.1	1.7	2.0	-3.2	-1.9	-0.9	.6	1.0	1.6	3.5	3.3	1.9	.6	2.0	1.3	-----
Government purchases of goods and services, total.....do....	80.1	80.2	85.5	81.0	80.5	78.4	78.4	80.6	81.3	80.3	83.3	84.7	85.7	88.3	90.3	-----
Federal.....do....	43.9	42.3	44.9	44.6	44.0	42.7	41.7	42.7	42.9	41.6	43.1	44.7	45.0	46.8	48.4	-----
State and local.....do....	36.2	38.0	40.6	36.4	36.5	35.8	36.7	37.8	38.4	38.7	40.2	40.0	40.8	41.4	41.9	-----
DISPOSITION OF PERSONAL INCOME																
<i>Quarterly Data Seasonally Adjusted at Annual Rates</i>																
Personal income, total.....bil. \$..	383.3	402.2	416.7	384.6	385.1	388.9	395.5	403.1	405.1	405.4	404.7	413.2	420.3	428.6	432.9	-----
Less: Personal tax and nontax payments.....do....	46.0	50.4	51.8	46.1	46.4	46.6	49.9	50.5	50.8	50.5	50.3	51.4	52.5	53.1	54.7	-----
Equals: Disposable personal income.....do....	337.3	351.8	364.9	338.4	338.7	342.3	345.7	352.7	354.4	354.9	354.3	361.8	367.7	375.6	378.2	-----
Personal saving \$.....do....	23.4	22.9	25.8	24.8	22.3	22.3	21.8	22.8	24.6	22.7	23.7	25.8	26.8	27.1	26.2	-----
NEW PLANT AND EQUIPMENT EXPENDITURES																
<i>Unadjusted quarterly totals or averages:</i>																
All industries.....bil. \$..	8.14	8.92	8.59	8.32	8.32	8.99	7.89	9.28	8.98	9.53	7.57	8.61	8.65	9.54	18.14	29.44
Manufacturing.....do....	3.02	3.62	3.42	3.02	3.02	3.57	3.09	3.76	3.62	4.01	3.00	3.46	3.34	3.88	3.18	3.75
Durable goods industries.....do....	1.44	1.80	1.57	1.45	1.44	1.74	1.55	1.88	1.80	1.95	1.41	1.58	1.50	1.79	1.54	1.82
Nondurable goods industries.....do....	1.57	1.82	1.85	1.57	1.58	1.83	1.54	1.88	1.81	2.06	1.59	1.88	1.84	2.09	1.64	1.92
Mining.....do....	.25	.25	.24	.24	.26	.27	.22	.27	.25	.24	.21	.26	.25	.26	.24	.27
Railroads.....do....	.23	.26	.17	.26	.28	.22	.25	.29	.24	.25	.17	.18	.16	.16	.19	.22
Transportation, other than rail.....do....	.51	.48	.46	.53	.54	.55	.47	.55	.47	.46	.41	.48	.47	.50	.41	.50
Public utilities.....do....	1.42	1.42	1.38	1.47	1.48	1.51	1.18	1.42	1.50	1.58	1.09	1.39	1.50	1.54	1.07	1.31
Commercial and other.....do....	2.72	2.89	2.92	2.79	2.74	2.87	2.69	2.99	2.90	2.99	2.69	2.85	2.94	3.20	3.05	3.40
Seas. adj. qtrly. totals at annual rates:																
All industries.....do....				32.51	33.35	33.58	35.15	36.30	35.90	35.50	33.85	33.50	34.70	35.40	36.10	36.60
Manufacturing.....do....				11.80	12.25	12.87	14.10	14.70	14.65	14.40	13.75	13.50	13.65	14.00	14.40	14.65
Durable goods industries.....do....				5.74	5.83	6.16	7.15	7.40	7.35	6.85	6.50	6.20	6.10	6.40	7.00	7.20
Nondurable goods industries.....do....				6.06	6.42	6.71	6.95	7.30	7.30	7.55	7.25	7.30	7.55	7.60	7.45	7.50
Mining.....do....				.94	1.01	1.04	1.00	1.05	1.00	.90	.95	1.00	1.00	1.00	1.10	1.05
Railroads.....do....				1.00	1.28	.85	1.00	1.10	1.00	1.00	.70	.70	.65	.60	.80	.80
Transportation, other than rail.....do....				2.08	2.17	2.15	2.00	2.15	1.90	1.80	1.75	1.80	1.90	1.95	1.75	1.90
Public utilities.....do....				5.82	5.58	5.48	5.75	5.70	5.60	5.70	5.35	5.50	5.65	5.55	5.25	5.20
Commercial and other.....do....				10.87	11.06	11.19	11.35	11.60	11.75	11.65	11.30	11.05	11.85	12.35	12.75	13.00
BUSINESS POPULATION																
Firms in operation, end of quarter (seasonally adjusted).....thous.	4,583	4,660	4,717	4,635	4,655	4,670	4,690	4,710	4,725	4,730	4,740	4,755	4,770	4,780	4,790	-----
U.S. BALANCE OF INTERNATIONAL PAYMENTS																
<i>Quarterly Data are Seasonally Adjusted</i>																
U.S. payments, recorded.....mil. \$..	29,743	31,412	32,000	7,474	7,565	7,670	7,567	7,690	7,941	8,214	7,744	7,384	7,958	8,914	-----	
Imports:																
Merchandise.....do....	15,294	14,722	14,524	3,861	3,974	3,858	3,785	3,830	3,674	3,433	3,374	3,418	3,843	3,889	-----	
Military expenditures.....do....	3,109	3,048	2,956	789	786	754	767	756	798	727	759	761	705	731	-----	
Other services.....do....	5,134	5,557	5,599	1,272	1,303	1,337	1,373	1,438	1,402	1,344	1,360	1,360	1,419	1,460	-----	
Remittances and pensions.....do....	791	848	870	187	214	206	198	213	207	230	212	219	218	221	-----	
Govt. grants and capital outflows.....do....	3,040	3,381	4,100	741	746	760	750	843	775	1,013	1,000	825	1,018	1,257	-----	
U.S. private capital.....do....	2,375	3,856	3,951	624	542	755	694	610	1,085	1,467	1,039	801	755	1,356	-----	
Direct investments.....do....	1,372	1,694	1,601	347	326	362	344	280	406	684	500	308	470	323	-----	
Long-term portfolio.....do....	926	850	967	280	205	235	194	267	145	244	12	331	147	477	-----	
Short-term.....do....	77	1,312	1,383	-3	11	158	156	83	534	539	527	102	138	556	-----	
U.S. receipts, recorded.....do....	25,472	28,131	30,162	6,137	6,495	6,731	6,914	7,069	7,041	7,107	7,454	8,005	7,072	7,631	-----	
Exports:																
Merchandise.....do....	16,282	19,409	19,916	3,924	4,299	4,193	4,650	4,837	4,927	4,995	5,053	4,765	4,947	5,151	-----	
Services and military sales.....do....	7,427	7,891	8,400	1,793	1,856	1,959	1,915	1,991	1,927	2,058	2,072	2,115	2,038	2,175	-----	
Repayments on U.S. Govt. loans.....do....	1,054	631	1,269	158	159	430	168	148	170	145	130	850	80	209	-----	
Foreign capital other than liquid funds.....do....	709	200	577	262	181	149	181	93	17	-91	199	275	7	96	-----	
Excess of recorded receipts or payments (-).....do....	-4,271	-3,281	-1,838	-1,337	-1,070	-939	-653	-621	-900	-1,107	-290	621	-886	-1,283	-----	
Unrecorded transactions.....do....	528	-648	-616	276	-103	271	33	-142	-212	-327	-54	-465	109	-206	-----	
Total, net receipts (+) or payments (-).....do....	-3,743	-3,929	-2,454	-1,061	-1,173	-668	-620	-763	-1,112	-1,434	-344	156	-777	-1,489	-450	
Major special transactions.....do....	335	-524	129	-100	-----	285	-----	-80	-----	-444	-----	724	-75	-520	-----	
Total, excluding special transactions.....do....	-4,078	-3,405	-2,583	-961	-1,173	-953	-620	-683	-1,112	-990	-344	-568	-702	-969	-----	

¹ Revised. ² Preliminary.

³ Estimates for Jan.-Mar. 1962 based on anticipated capital expenditures of business.

⁴ Estimates for Apr.-June 1962 based on anticipated capital expenditures of business.

⁵ Unadjusted. Data represent firms in operation as of Jan. 1.

⁶ Personal saving is excess of disposable income over personal consumption expenditures shown as a component of gross national product on p. S-1.

⁷ Note change in presentation; unadjusted data, as well as adjusted data for earlier periods, appear in the Mar., June, Sept., and Dec. issues of the SURVEY (front section).