

Rise in National Income and Product

Review of National Accounts in Third Quarter

THE expansion in economic activity continued through the third quarter with Gross National Product increasing about \$10 billion at an annual rate to a new high of \$526 billion. The third quarter rise in output, though not so large as in the preceding quarter, was more widely diffused than in the initial months of the advance. With changes in inventory investment playing a continuing but lesser role in the third quarter advance, the increase in final purchases was of about the same magnitude—\$8 billion—as in the preceding quarter.

Most of the GNP increase in the third quarter, as in the second, reflected a higher physical volume of output, as prices continued relatively stable. Real GNP thus rose approximately 4 percent above the recession low and was 2 percent above the prerecession high in the second quarter of 1960.

About one-half of the third quarter gain in GNP, \$5 billion, was in consumer buying. In contrast with the spring quarter, when automobiles had accounted for a large proportion of the gain, the third quarter increase in consumer buying was about equally divided between nondurable goods and services, with durables showing little change. Lesser gains in residential construction, business fixed investment, inventories, and government purchases—principally State and local—all contributed to the increase in GNP. Net exports of goods and services declined again in this quarter by approximately \$1½ billion.

Comparable increases in income flows accompanied the third quarter rise in output. Employee compensation rose approximately \$6 billion, compared with the \$7½ billion increase in the preceding quarter. Other distributive shares also went up, although on the basis of preliminary data it appears that the profit increase was not so large

as the \$5 billion (annual rate) reported for the initial quarter of cyclical revival.

Consumer purchases rise

Total personal consumption expenditures increased about \$5 billion in the third quarter to \$341 billion at seasonally adjusted rates, roughly matching the second quarter increase. Over the past two quarters about \$10½ billion of the \$13½ billion increase in disposable income has been translated into consumption expenditures. This rate of expenditure of additional income is about in line with the experience of the two quarters after the low point in the 1957-58 recovery.

Durable goods outlays rose only \$¼

billion in the third quarter, with an advance in furniture and appliance buying offsetting a small decline in auto purchases. Auto buying showed the influence of the model changeover and remained relatively low. At an annual rate of \$16.5 billion, it was about \$3 billion less than in the second quarter of last year, despite a \$15 billion advance in disposable personal income over this period. Sales were picking up at the end of the quarter, and auto production and sales may be expected to contribute a substantial increase to GNP in the final quarter.

The third quarter rise in furniture and appliances—\$½ billion at annual rates—matched the increase in the

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

[Seasonally adjusted at annual rates]

	1958			1959			1960			1960			1961				
										1960			1961				
	III	IV		I	II	III	III	IV		III	IV		I	II	III		
Billions of current dollars									Billions of 1954 dollars								
Gross national product.....	444.5	482.8	504.4	505.1	504.5	500.8	516.1	525.8	401.3	428.4	440.8	440.2	438.4	433.2	445.5	451.8	
Personal consumption expenditures.....	293.2	314.0	328.9	329.7	332.3	330.7	336.1	341.0	273.2	289.3	298.3	298.6	299.6	297.0	301.6	305.0	
Durable goods.....	37.3	43.5	44.3	43.4	43.8	39.4	42.0	42.3	35.5	41.0	41.8	40.8	41.6	37.6	39.8	39.9	
Nondurable goods.....	141.6	147.3	152.4	152.7	153.1	153.7	154.1	156.2	133.3	138.8	141.8	142.0	141.3	141.6	142.6	144.5	
Services.....	114.3	123.2	132.2	133.6	135.4	137.5	139.9	142.4	104.4	109.5	114.7	115.8	116.6	117.8	119.2	120.6	
Gross private domestic investment.....	56.6	72.4	72.4	70.5	65.6	59.8	68.8	73.2	49.0	61.1	60.6	58.6	54.9	49.6	57.3	60.4	
New construction.....	35.5	40.2	40.7	40.4	40.7	39.6	41.3	42.7	31.1	34.3	33.9	33.6	33.9	32.9	34.1	35.1	
Residential nonfarm.....	18.0	22.3	21.1	21.0	20.5	19.3	20.6	22.1	16.2	19.4	18.0	17.9	17.5	16.5	17.6	18.7	
Other.....	17.4	17.9	19.6	19.4	20.2	20.4	20.7	20.6	14.8	14.8	16.0	15.7	16.4	16.4	16.6	16.4	
Producers' durable equipment.....	23.1	25.9	27.5	27.7	26.7	24.2	24.7	26.0	19.4	21.3	22.7	22.7	22.1	19.9	20.3	21.4	
Change in business inventories.....	-2.0	6.3	4.2	2.4	-1.9	-4.0	2.8	4.5	-1.5	5.5	4.0	2.3	-1.1	-3.2	2.9	3.9	
Nonfarm.....	-2.9	6.2	4.0	2.0	-2.2	-4.3	2.4	4.1	-2.4	5.6	3.8	2.0	-1.3	-3.5	2.4	3.5	
Farm.....	.9	.1	.3	.4	.3	.3	.4	.4	.8	-.0	.2	.3	.2	.3	.4	.4	
Net exports of goods and services.....	1.2	-7	3.0	3.0	5.1	5.3	3.9	2.6	-2	-2.1	1.7	1.6	3.5	3.3	1.9	.6	
Exports.....	22.7	23.1	26.7	26.8	27.6	27.6	26.4	27.0	21.4	22.2	55.3	25.4	26.1	25.7	24.5	25.2	
Imports.....	21.5	23.8	23.6	23.8	22.4	22.3	22.5	24.3	21.6	24.3	23.6	23.7	22.6	22.4	22.6	24.5	
Government purchases of goods and services.....	93.5	97.1	100.1	101.9	101.6	105.0	107.3	109.0	79.9	80.1	80.2	81.3	80.3	83.3	84.7	85.7	
Federal.....	52.6	53.5	52.9	54.0	53.0	54.7	56.6	57.4	1.5	43.9	42.3	42.9	41.6	43.1	44.7	45.0	
National defense.....	44.8	46.2	45.5	45.4	45.7	47.2	48.8	49.0	-----	-----	-----	-----	-----	-----	-----	-----	
Other.....	8.3	7.8	8.0	9.1	7.9	8.0	8.3	8.9	-----	-----	-----	-----	-----	-----	-----	-----	
Less: Government sales.....	.5	.5	.6	.6	.6	.5	.5	.6	-----	-----	-----	-----	-----	-----	-----	-----	
State and local.....	40.8	43.6	47.2	48.0	48.6	50.3	50.6	51.6	34.8	36.2	38.0	38.4	38.7	40.2	40.0	40.8	

National Guard Units and progress on other phases of the defense buildup, the fourth quarter will see a further substantial rise in defense spending. The outlook for advancing government purchases in the current fiscal year is discussed in a following section.

National and personal income higher

In line with the increase in output, national income also rose to a new high. Compensation of employees increased \$6 billion, at an annual rate, proprietors' income and net interest rose slightly, and corporate earnings continued to advance.

The rise in employee compensation reflected mainly higher employment levels, although increases in hourly earnings, and in the workweek also contributed to the rise. Manufacturing payrolls showed some decline from July to September—largely attributable to the auto changeover mentioned earlier, and labor-management disputes—but for the quarter as a whole advanced by about \$1½ billion from the second quarter with metal and machinery industries showing the largest gains.

Payrolls in the auto industry were off with declining production for the quarter as a whole but are now moving ahead again. Contract construction payrolls, reflecting the improvement in residential activity, moved up \$½ billion. Trade payrolls advanced, and the service industries and government rose further. In transportation, communications, and public utilities, payrolls were little changed.

The third quarter advance in corporate earnings was, on the basis of incomplete data now at hand, less than the sharp initial cyclical rebound of \$5 billion (annual rate) in the second quarter and appeared to be centered in manufacturing, transportation, finance, and public utilities.

Largely reflecting the increases in employee earnings, consumer incomes moved up from \$413 billion (annual rate) in the second quarter to \$420 billion in the third. Transfer payments also increased, although the \$½ billion rise was somewhat less than that in the preceding quarter, owing principally to a drop in unemployment insurance payments. Veterans' readjustment payments declined considerably as fewer

veterans enrolled for the fall semester. Dividend payments under the National Life Insurance Program, which included a special disbursement, increased by \$1 billion at an annual rate and offset the declines noted above, and Social Security benefits continued to increase.

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

[Billions of dollars]

	1958	1959	1960	1960		1961		
				III	IV	I	II	III
				Seasonally adjusted at annual rates				
Personal income	360.3	383.3	402.2	405.1	405.4	404.7	413.2	420.3
Wage and salary disbursements	239.8	258.5	271.3	273.2	271.3	270.1	277.3	282.7
Commodity-producing industries.....	97.9	107.2	110.4	110.5	108.0	106.1	110.7	112.8
Manufacturing only.....	76.7	84.7	87.4	87.2	85.2	83.8	87.5	88.9
Distributive industries.....	63.8	68.2	71.8	72.5	72.1	71.8	72.8	74.3
Service industries.....	34.8	37.7	40.7	41.2	41.5	41.8	42.5	43.6
Government.....	43.2	45.3	48.4	49.0	49.7	50.4	51.3	52.1
Other labor income	9.4	10.3	10.9	10.9	11.2	10.8	10.8	11.2
Proprietors' income	46.1	46.3	48.2	48.7	49.0	48.9	49.2	49.4
Business and professional.....	32.5	35.0	36.2	36.3	36.3	36.0	36.3	36.6
Farm.....	13.5	11.3	12.0	12.4	12.7	12.9	12.9	12.8
Rental income of persons	12.2	11.9	11.7	11.7	11.7	11.5	11.5	11.5
Dividends	12.4	13.4	14.1	14.1	14.3	14.2	14.2	14.3
Personal interest income	21.0	23.6	26.2	26.4	26.7	26.8	27.0	27.4
Transfer payments	26.3	27.2	29.1	29.3	30.6	32.0	32.9	33.5
Old-age and survivors insurance benefits.....	8.5	10.2	11.1	11.3	11.4	11.8	12.5	12.7
State unemployment insurance benefits.....	3.9	2.5	2.8	2.9	3.8	3.8	4.5	4.0
Veterans' benefits.....	4.6	4.5	4.6	4.5	4.6	4.7	4.8	4.8
Other.....	9.4	10.0	10.6	10.6	10.8	11.7	11.1	11.9
Less: Personal contributions for social insurance.....	6.9	7.9	9.3	9.3	9.3	9.5	9.7	9.8
Less: Personal tax and nontax payments	42.3	46.0	50.4	50.8	50.5	50.3	51.4	52.5
Federal.....	36.6	39.6	43.2	43.5	43.1	42.6	43.6	44.5
State and local.....	5.7	6.4	7.2	7.3	7.4	7.7	7.8	8.0
Equals: Disposable personal income	317.9	337.3	351.8	354.4	354.9	354.3	361.8	367.8
Less: Personal consumption expenditures	293.2	314.0	328.9	329.7	332.3	330.7	336.1	341.0
Equals: Personal saving	24.7	23.4	22.9	24.6	22.7	23.7	25.8	26.8
Addendum: Disposable personal income in constant (1954) dollars	296.3	310.6	319.0	321.0	320.1	318.4	324.8	329.0

Table 3.—Gross National Product by Major Type of Product in Current and Constant Dollars (I-6, I-7) ¹

[Seasonally adjusted at annual rates]

	1958	1959	1960	1960			1961			1958	1959	1960	1960			1961		
				III	IV	I	II	III	III				IV	I	II	III		
				Billions of current dollars									Billions of 1954 dollars					
Gross national product	444.5	482.8	504.4	505.1	504.5	500.8	516.1	525.8	401.3	428.4	440.8	440.2	438.4	433.2	445.5	451.8		
Final sales.....	446.5	476.5	500.2	502.7	506.4	504.8	513.2	521.3	402.8	422.9	436.8	437.9	439.5	436.5	442.6	447.9		
Inventory change.....	-2.0	6.3	4.2	2.4	-1.9	-4.0	2.8	4.5	-1.5	5.5	4.0	2.3	-1.1	-3.2	2.9	3.9		
Goods output	229.4	250.3	258.5	257.2	252.8	245.7	257.1	261.4	211.5	228.6	234.6	233.3	228.9	221.9	232.5	235.4		
Final sales.....	231.4	244.0	254.3	254.8	254.6	249.7	254.3	256.9	213.1	223.1	230.6	231.1	230.0	225.2	229.7	231.6		
Inventory change.....	-2.0	6.3	4.2	2.4	-1.9	-4.0	2.8	4.5	-1.5	5.5	4.0	2.3	-1.1	-3.3	2.9	3.9		
Durable goods output	80.4	94.9	96.7	94.6	89.5	81.6	90.9	96.1	71.7	82.9	84.7	82.5	79.0	71.4	79.4	83.5		
Final sales.....	83.3	91.3	94.3	94.2	93.4	87.4	91.2	92.6	74.1	79.8	82.4	82.1	82.0	76.5	79.6	80.5		
Inventory change.....	-2.8	3.6	2.5	.4	-3.8	-5.8	-.3	3.5	-2.4	3.1	2.3	.4	-3.0	-5.1	-.2	3.0		
Nondurable goods output	149.0	155.4	161.8	162.6	163.2	164.1	166.2	165.3	139.8	145.7	150.0	150.8	149.8	150.5	153.2	151.9		
Final sales.....	148.1	152.8	160.0	160.6	161.3	162.3	163.0	164.3	139.0	143.3	148.3	148.0	148.0	148.7	150.0	151.0		
Inventory change.....	.9	2.6	1.8	2.0	2.0	1.8	3.2	1.0	.8	2.4	1.7	1.9	1.9	1.8	3.1	.9		
Services	164.2	176.2	189.3	191.2	194.6	197.9	201.1	205.1	145.2	151.7	158.7	159.4	161.6	163.2	164.7	167.1		
Construction	50.9	56.2	56.6	56.7	57.2	57.2	57.9	59.2	44.5	48.1	47.5	47.4	47.9	48.0	48.3	49.2		

¹ For quarterly data beginning in 1947, see SURVEY OF CURRENT BUSINESS, July 1961, pages 34 and 35.

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	1958	1959	1960	1958		1959				1960				1961		
	Annual total			III	IV	I	II	III	IV	I	II	III	IV	I	II	III
	Seasonally adjusted quarterly totals at annual rates															

GENERAL BUSINESS INDICATORS—Quarterly Series

NATIONAL INCOME AND PRODUCT	1958	1959	1960	1958	1959	1960	1958	1959	1960	1958	1959	1960	1958	1959	1960	1958	1959	1960
National income, total.....bil. \$..	367.4	399.6	417.1	370.1	381.7	300.7	405.2	399.4	402.8	413.5	419.2	419.0	416.5	412.2	426.0	-----	-----	-----
Compensation of employees, total.....do....	257.1	278.4	293.7	258.9	263.7	270.6	280.0	280.5	282.4	290.2	294.6	296.0	294.0	292.6	300.2	306.2	-----	-----
Wages and salaries, total.....do....	239.8	258.5	271.3	241.6	245.8	251.4	260.1	260.3	261.9	268.3	272.4	273.2	271.3	270.1	277.3	282.7	-----	-----
Private.....do....	196.6	213.2	223.0	197.6	201.5	206.7	215.0	214.8	216.0	221.4	224.6	224.2	221.6	219.7	226.0	230.7	-----	-----
Military.....do....	9.8	9.9	9.9	10.0	9.9	9.9	9.9	9.9	9.8	9.8	9.8	9.9	10.0	10.1	10.1	10.2	-----	-----
Government civilian.....do....	33.5	35.4	38.5	34.0	34.4	34.8	35.3	35.7	36.1	37.1	38.0	39.1	39.7	40.3	41.2	41.9	-----	-----
Supplements to wages and salaries.....do....	17.3	20.0	22.4	17.3	17.8	19.2	19.9	20.2	20.5	21.9	22.2	22.7	22.7	22.5	22.9	23.4	-----	-----
Proprietors' income, total [♂]do....	46.1	46.3	48.2	46.2	46.5	46.6	46.7	45.9	46.1	46.3	48.6	48.7	49.0	48.9	49.2	49.2	-----	-----
Business and professional [♂]do....	32.5	35.0	36.2	32.7	33.5	34.1	35.2	35.3	35.3	35.8	36.4	36.3	36.3	36.0	36.3	36.6	-----	-----
Farm.....do....	13.5	11.3	12.0	13.4	12.9	12.5	11.5	10.6	10.8	10.5	12.3	12.4	12.7	12.9	12.9	12.8	-----	-----
Rental income of persons.....do....	12.2	11.9	11.7	12.2	12.1	12.0	11.9	11.8	11.7	11.7	11.7	11.7	11.7	11.5	11.5	11.5	-----	-----
Corporate profits and inventory valuation adjustment, total.....bil. \$..	37.2	46.4	45.1	37.9	43.8	45.3	50.2	44.4	45.5	47.4	45.9	44.1	42.9	40.0	45.5	-----	-----	-----
Corporate profits before tax, total.....do....	37.4	46.8	45.0	38.2	44.7	46.1	51.5	44.8	44.9	48.1	46.3	43.2	42.6	39.6	45.2	-----	-----	-----
Corporate profits tax liability.....do....	18.6	23.1	22.3	19.0	22.3	22.8	25.4	22.1	22.1	23.9	23.0	21.4	21.1	19.6	22.4	-----	-----	-----
Corporate profits after tax.....do....	18.8	23.7	22.7	19.1	22.4	23.4	26.1	22.7	22.7	24.2	23.3	21.7	21.4	20.0	22.8	-----	-----	-----
Inventory valuation adjustment.....do....	-3	-5	0	-2	-9	-9	-1.3	-4	7	-7	-4	9	3	4	3	-----	-----	-----
Net interest.....do....	14.8	16.6	18.4	15.0	15.6	16.2	16.4	16.7	17.0	18.3	18.6	18.9	19.2	19.6	20.2	-----	-----	-----
Gross national product, total.....do....	444.5	482.8	504.4	447.0	460.6	472.2	488.5	482.3	488.3	501.5	506.4	505.1	504.5	500.8	516.1	525.8	-----	-----
Personal consumption expenditures, total.....do....	293.2	314.0	328.9	294.5	299.8	305.8	313.6	316.5	320.0	323.8	329.9	329.7	332.3	330.7	336.1	341.0	-----	-----
Durable goods, total [⊕]do....	37.3	43.5	44.3	36.7	39.5	41.6	44.5	44.4	43.7	44.7	45.3	43.4	43.8	39.4	42.0	42.3	-----	-----
Automobiles and parts.....do....	13.9	18.1	18.6	13.2	15.6	17.2	19.0	18.4	17.6	18.8	19.3	17.8	18.6	14.8	16.7	16.4	-----	-----
Furniture and household equipment.....do....	17.4	18.9	18.8	17.6	17.8	18.0	18.9	19.2	19.3	19.1	19.0	18.7	18.3	17.8	18.3	18.8	-----	-----
Nondurable goods, total [⊕]do....	141.6	147.3	152.4	142.6	143.2	144.9	147.3	147.7	149.3	150.5	153.3	152.7	153.1	153.7	154.1	156.2	-----	-----
Clothing and shoes.....do....	25.7	27.4	28.1	26.2	26.2	26.5	27.8	27.6	27.8	28.1	28.3	28.3	27.7	27.9	27.6	28.6	-----	-----
Food and alcoholic beverages.....do....	76.6	78.0	80.1	78.6	76.9	77.4	78.1	77.8	78.7	78.9	80.6	79.9	80.8	81.1	81.4	81.9	-----	-----
Gasoline and oil.....do....	10.5	11.0	11.6	10.6	10.6	10.7	10.9	11.1	11.1	11.4	11.6	11.6	11.8	11.7	11.7	11.8	-----	-----
Services, total [⊕]do....	114.3	123.2	132.2	115.2	117.1	119.4	121.9	124.4	127.0	128.6	131.2	133.6	135.4	137.5	139.9	142.4	-----	-----
Household operation.....do....	16.9	18.1	19.6	17.0	17.2	17.5	17.8	18.2	18.9	19.2	19.5	19.7	20.0	20.6	20.9	21.2	-----	-----
Housing.....do....	37.7	39.9	42.2	38.0	38.5	39.3	39.8	40.1	40.5	41.1	41.9	42.7	43.1	43.6	44.2	44.8	-----	-----
Transportation.....do....	9.2	10.0	10.5	9.2	9.4	9.5	9.8	10.2	10.2	10.4	10.5	10.5	10.5	10.5	10.7	10.9	-----	-----
Gross private domestic investment, total.....do....	56.6	72.4	72.4	55.8	63.6	70.4	79.1	68.2	71.8	78.9	74.6	70.5	65.6	59.8	68.8	73.2	-----	-----
New construction.....do....	35.5	40.2	40.7	35.1	36.9	39.0	41.2	41.0	39.6	40.9	40.7	40.4	40.7	39.6	41.3	42.7	-----	-----
Producers' durable equipment.....do....	23.1	25.9	27.5	22.3	23.4	24.3	26.3	26.6	26.6	27.1	28.6	27.7	24.2	24.7	26.0	-----	-----	-----
Change in business inventories.....do....	-2.0	6.3	4.2	-1.6	3.3	7.1	11.7	7	5.6	10.9	5.4	2.4	-1.9	-4.0	2.8	4.5	-----	-----
Net exports of goods and services.....do....	1.2	-7	3.0	1.6	4	-6	-1.7	-5	0	1.8	2.3	3.0	5.1	5.3	3.9	2.6	-----	-----
Exports.....do....	22.7	23.1	26.7	22.9	22.7	22.1	22.3	24.0	24.1	25.6	26.7	26.8	27.6	27.6	26.4	27.0	-----	-----
Imports.....do....	21.5	23.8	23.6	21.4	22.3	22.7	24.0	24.5	24.0	23.9	24.4	23.8	22.4	22.3	22.5	24.3	-----	-----
Government purchases of goods and services, total.....bil. \$..	93.5	97.1	100.1	95.1	96.7	96.7	97.5	98.1	96.5	96.9	99.6	101.9	101.6	105.0	107.3	109.0	-----	-----
Federal (less Government sales).....do....	52.6	53.5	52.9	53.7	54.3	53.2	53.9	54.1	52.9	51.8	52.9	54.0	53.0	54.7	56.6	57.4	-----	-----
National defense [♀]do....	44.8	46.2	45.5	44.9	45.5	45.9	46.5	46.3	45.9	45.5	45.5	45.4	45.7	47.2	48.8	49.0	-----	-----
State and local.....do....	40.8	43.6	47.2	41.4	42.3	43.5	43.6	44.0	43.6	45.0	46.8	48.0	48.6	50.3	50.6	51.6	-----	-----
By major type of product: [*]																		
Final sales, total.....do....	446.5	476.5	500.2	448.0	457.3	465.2	476.8	481.6	482.7	490.5	501.0	502.7	506.4	504.8	513.2	521.3	-----	-----
Goods output, total.....do....	231.4	244.0	254.3	231.9	234.3	238.3	244.6	247.1	246.1	250.9	256.9	254.8	254.6	249.7	254.3	256.9	-----	-----
Durable goods output.....do....	83.3	91.3	94.3	81.8	84.0	88.1	92.4	93.6	90.9	93.1	96.3	94.2	93.4	87.4	91.2	92.6	-----	-----
Nondurable goods output.....do....	148.1	152.8	160.0	150.1	150.2	150.2	152.2	153.5	155.1	157.8	160.6	160.6	161.3	162.3	163.0	164.3	-----	-----
Services.....do....	164.2	176.2	189.3	166.0	169.6	170.7	174.2	177.6	182.2	183.8	187.7	191.2	194.6	197.9	201.1	205.1	-----	-----
Construction.....do....	50.9	55.3	56.6	50.8	53.5	56.2	58.1	56.9	54.4	55.8	56.4	56.7	57.2	57.2	57.9	59.2	-----	-----
Inventory change, total.....do....	-2.0	6.3	4.2	-1.6	3.3	7.1	11.7	7	5.6	10.9	5.4	2.4	-1.9	-4.0	2.8	4.5	-----	-----
Durable goods output.....do....	-2.8	3.6	2.5	-2.0	1.4	5.4	8.8	-2.0	2.4	9.4	3.9	4	-3.8	-5.8	-3	3.5	-----	-----
Nondurable goods output.....do....	.9	2.6	1.8	.4	1.9	1.7	2.9	2.7	3.2	1.5	1.5	2.0	2.0	1.8	3.2	1.0	-----	-----

♂ Revised. ♀ Includes inventory valuation adjustment.
 ⊕ Includes data not shown separately. ♀ 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	1958	1959	1960	1958		1959				1960				1961		
	Annual total			III	IV	I	II	III	IV	I	II	III	IV	I	II	III
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. \$.	401.3	428.4	440.8	402.9	413.6	422.1	434.4	426.6	430.7	441.0	443.4	440.2	438.4	433.2	445.5	451.8
Personal consumption expenditures, total.....do.....	273.2	289.3	298.3	274.4	278.7	283.8	289.7	290.8	292.8	295.4	299.5	298.6	299.6	297.0	301.6	305.0
Durable goods.....do.....	35.5	41.0	41.8	35.1	37.5	39.2	41.7	41.6	41.4	42.1	42.5	40.8	41.6	37.6	39.8	39.9
Nondurable goods.....do.....	133.3	138.8	141.8	134.3	135.2	136.8	139.3	139.2	149.0	149.9	142.9	142.0	141.3	141.6	142.6	144.5
Services.....do.....	104.4	109.5	114.7	105.1	106.1	107.7	108.8	110.0	111.4	112.4	114.2	115.8	116.6	117.8	119.2	120.6
Gross private domestic investment, total.....do.....	49.0	61.1	60.6	48.1	54.7	59.9	66.9	57.3	60.4	66.6	62.3	58.6	54.9	49.6	57.3	60.4
New construction.....do.....	31.1	34.3	33.9	30.6	32.1	33.7	35.2	34.7	33.4	34.3	33.9	33.6	33.9	32.9	34.1	35.1
Producers' durable equipment.....do.....	19.4	21.3	22.7	18.8	19.5	20.1	21.6	21.7	21.9	22.4	23.4	22.7	22.1	19.9	20.3	21.4
Change in business inventories.....do.....	-1.5	5.5	4.0	-1.3	3.1	6.2	10.1	.8	5.0	9.9	4.9	2.3	-1.1	-3.2	2.9	3.9
Net exports of goods and services.....do.....	-.2	-2.1	1.7	.2	-1.1	-2.2	-3.2	-1.9	-.9	.6	1.0	1.6	3.5	3.3	1.9	.6
Government purchases of goods and services, total.....do.....	79.3	80.1	80.2	80.2	81.2	89.7	81.0	80.5	78.4	78.4	86.6	81.3	80.3	83.3	84.7	85.7
Federal.....do.....	44.5	43.9	42.3	44.9	45.4	44.2	44.6	44.0	42.7	41.7	42.7	42.9	41.6	43.1	44.7	45.0
State and local.....do.....	34.8	36.2	38.0	35.3	35.8	36.5	36.4	36.5	35.8	36.7	37.8	38.4	38.7	40.2	40.0	40.8
DISPOSITION OF PERSONAL INCOME																
<i>Quarterly Data Seasonally Adjusted at Annual Rates</i>																
Personal income, total.....bil. \$.	360.3	383.3	402.2	364.6	368.2	374.7	384.6	385.1	388.9	395.5	403.1	405.1	405.4	404.7	413.2	420.3
Less: Personal tax and nontax payments.....do.....	42.3	46.0	50.4	42.7	43.1	44.9	46.1	46.6	46.6	49.9	50.5	50.8	50.5	50.3	51.4	52.5
Equals: Disposable personal income.....do.....	317.9	337.3	351.8	321.8	325.0	329.8	338.4	338.7	342.3	345.7	352.7	354.4	354.9	354.3	361.8	367.8
Personal saving \$.....do.....	24.7	23.4	22.9	27.3	25.2	23.9	24.8	22.3	22.3	21.8	22.8	24.6	22.7	23.7	25.8	26.8
NEW PLANT AND EQUIPMENT EXPENDITURES																
Unadjusted quarterly totals or averages:																
All industries.....bil. \$.	7.63	8.14	8.92	7.43	8.01	6.91	8.32	8.32	8.99	7.89	9.28	8.98	9.53	7.57	8.61	8.80
Manufacturing.....do.....	2.86	3.02	3.62	2.66	2.93	2.46	3.02	3.02	3.57	3.09	3.76	3.62	4.01	3.09	3.46	3.44
Durable goods industries.....do.....	1.37	1.44	1.80	1.26	1.38	1.14	1.45	1.44	1.74	1.55	1.88	1.80	1.95	1.41	1.58	1.54
Nondurable goods industries.....do.....	1.49	1.57	1.82	1.41	1.56	1.31	1.57	1.58	1.83	1.54	1.88	1.81	2.06	1.59	1.88	1.90
Mining.....do.....	.24	.25	.25	.22	.25	.21	.24	.26	.27	.22	.27	.25	.24	.21	.26	.24
Railroads.....do.....	.19	.23	.26	.14	.16	.16	.26	.28	.22	.25	.29	.24	.25	.17	.18	.15
Transportation, other than rail.....do.....	.38	.51	.48	.32	.41	.41	.53	.54	.55	.47	.55	.47	.46	.41	.48	.53
Public utilities.....do.....	1.52	1.42	1.42	1.63	1.72	1.20	1.47	1.48	1.51	1.18	1.42	1.50	1.58	1.09	1.39	1.59
Commercial and other.....do.....	2.45	2.72	2.89	2.45	2.54	2.47	2.79	2.74	2.87	2.69	2.99	2.90	2.99	2.69	2.85	2.85
Seas. adj. qtrly. totals at annual rates:																
All industries.....do.....				29.61	29.97	30.62	32.51	33.35	33.58	35.15	36.30	35.90	35.50	33.85	33.50	34.80
Manufacturing.....do.....				10.86	10.58	11.20	11.80	12.25	12.87	14.10	14.70	14.65	14.40	13.75	13.50	13.75
Durable goods industries.....do.....				5.16	4.86	5.26	5.74	5.83	6.16	7.15	7.40	7.35	6.85	6.50	6.20	6.15
Nondurable goods industries.....do.....				5.70	5.72	5.94	6.06	6.42	6.71	6.95	7.30	7.30	7.55	7.25	7.30	7.65
Mining.....do.....				.88	.97	.95	.94	1.01	1.04	1.00	1.05	1.00	.90	.95	1.00	.95
Railroads.....do.....				.63	.58	.63	1.00	1.28	.85	1.00	1.10	1.00	1.00	.70	.70	.60
Transportation, other than rail.....do.....				1.29	1.62	1.71	2.08	2.17	2.15	2.00	2.15	1.90	1.80	1.75	1.80	2.05
Public utilities.....do.....				6.10	6.26	5.80	5.82	5.58	5.48	5.75	5.70	5.60	5.70	5.35	5.50	5.95
Commercial and other.....do.....				9.85	9.96	10.33	10.87	11.06	11.19	11.35	11.60	11.75	11.65	11.36	11.05	11.50
BUSINESS POPULATION																
Firms in operation, end of quarter (seasonally adjusted).....thous.....	2 4,533	2 4,583	2 4,660	4,580	4,595	4,615	4,635	4,655	4,670	4,690	4,710	4,725	4,730	4,740	4,755	4,770
U.S. BALANCE OF INTERNATIONAL PAYMENTS																
<i>Annual Data Are Quarterly Averages</i>																
Exports of goods and services, total.....mil. \$.	6,401	6,421	7,266	6,062	6,666	5,970	6,453	6,352	6,908	6,796	7,584	6,941	7,744	7,210		
Military transfers under grants, net.....do.....	570	494	441	455	524	507	605	402	460	443	622	282	418	312		
Merchandise, adjusted, excluding military transactions ¹mil. \$.	4,066	4,071	4,852	3,816	4,196	3,807	4,074	4,058	4,343	4,607	4,994	4,676	5,132	5,009	4,910	
Income on investments abroad.....do.....	731	761	801	703	913	633	668	716	1,026	695	752	735	1,023	817	872	
Other services and military transactions.....do.....	1,035	1,096	1,172	1,088	1,033	1,023	1,106	1,176	1,079	1,051	1,216	1,248	1,171	1,072	1,243	
Imports of goods and services, total.....do.....	5,263	5,884	5,832	5,388	5,416	5,401	5,964	6,228	5,944	5,769	6,074	6,057	5,427	5,322	5,634	
Merchandise, adjusted ²do.....	3,238	3,824	3,680	3,124	3,522	3,594	3,879	3,847	3,974	3,830	3,857	3,550	3,485	3,407	3,469	
Income on foreign investments in U.S.....do.....	169	208	232	164	188	180	193	207	250	249	233	220	227	215	211	
Military expenditures.....do.....	853	777	762	839	829	780	786	754	767	756	798	727	759	748		
Other services ³do.....	1,004	1,076	1,157	1,261	907	847	1,103	1,388	966	923	1,228	1,489	988	941	1,206	
Balance on goods and services.....do.....	+1,138	+537	+1,434	+674	+1,220	+569	+480	+124	+964	+1,027	+1,510	+884	+2,317	+1,888		
Unilateral transfers (net), total.....do.....	-1,155	-1,100	-1,064	-999	-1,157	-1,128	-1,186	-949	-1,135	-1,022	-1,253	-900	-1,079	-1,012		
Private.....do.....	-135	-144	-158	-124	-152	-135	-140	-144	-156	-142	-164	-154	-173	-155	-163	
Government.....do.....	-1,020	-956	-905	-875	-1,005	-993	-1,046	-805	-979	-880	-1,089	-746	-906	-857		
U.S. long- and short-term capital (net), total.....do.....	-954	-682	-1,241	-784	-893	-494	-1,032	-607	-595	-875	-1,110	-1,075	-1,905	-1,400	-589	
Private.....do.....	-711	-594	-964	-451	-726	-412	-738	-387	-838	-651	-724	-924	-1,557	-980	-934	
Direct investments.....do.....	-274	-343	-424	-156	-372	-287	-442	-224	-419	-303	-331	-327	-733	-464	-431	
Government.....do.....	-243	-88	-277	-333	-167	-82	-294	-220	+243	-224	-386	-151	-348	-420	+345	
Foreign long- and short-term capital (net).....do.....	+307	+930	+607	+451	+554	+858	+1,042	+1,273	+548	+771	+887	+571	+198	+187	+491	
Gold sales [purchases (-)].....do.....	+569	+183	+426	+483	+347	+95	+397	+167	+72	+50	+94	+637	+921	+346		
Errors and omissions.....do.....	+95	+132	-162	+175	-71	+100	+290	-8	+146	+49	-128	-117	-452	-9	-282	

¹ Revised.

² Estimates for Oct.-Dec. 1961, based on anticipated capital expenditures of business, anticipated expenditures for the year 1961, and comparative data for 1959-60, appear on p. 6 of the Sept. 1961 SURVEY.

³ Unadjusted. Data represent firms in operation as of Jan. 1; estimate for Jan. 1, 1961 (based on incomplete data) is 4,717,000.

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

² Adjusted for balance-of-payments purposes, mainly for valuation, coverage, and timing.

³ Excludes military expenditures.