

U.S. National Income and Product Accounts:

- Revised Estimates, First Quarter of 1974 to First Quarter of 1977
- Preliminary Estimates, Second Quarter of 1977

NATIONAL income and product estimates for 1973-76 and the first two quarters of 1977 are presented on the following pages. Previous estimates for the first quarter of 1974 to the first quarter of 1977 have been revised. A review of major aspects of the revisions and of the second-quarter estimates is provided in the "Business Situation." The quarterly series that are shown separately each month in the National Income and Product Tables are not shown separately in this issue; their separate presentation will be resumed next month.

The revised estimates incorporate data that were not available when the 1976 annual revision of the national income and product accounts was prepared. The most important new source data and the estimates into which they were incorporated are listed below: Final 1974 and preliminary 1975 Internal Revenue Service business tax return tabulations (corporate profits, proprietors' income, interest, inventories other than manufacturing and trade, and capital consumption allowances); 1976 State unemployment insurance and 1976 Census tabulations of State and local government payroll data (wages and salaries); preliminary 1975 data from the Department of Health, Education, and Welfare (employer contributions to the health insurance compo-

nent of "other labor income"); final 1974 and preliminary 1975 Census tabulations from the Annual Survey of Manufactures of product shipments (producers' durable equipment) and of the book value of inventories and the methods of determining inventory cost (change in business inventories); final 1975 Census tabulations of retail trade inventories from the Annual Retail Trade Survey (change in business inventories); revised Census data on private construction expenditures and construction price and cost indexes for 1974-76 (nonresidential and residential structures); the Federal budget for fiscal year 1978 and other Government financial reports (Federal Government receipts and expenditures); and final Census data on the finances of State and local governments for fiscal year 1975 and preliminary data for fiscal year 1976 (State and local government receipts and expenditures). Seasonal adjustment factors have been updated.

The industrial classification underlying the national income and product estimates that provide industrial detail has been revised. This classification is now based on the 1972 Standard Industrial Classification (SIC); it replaces the 1967 SIC. Industries affected are marked with an asterisk (*). Pre-1973 estimates based on the 1972 SIC are available on request.

Seasonally unadjusted estimates of GNP, personal consumption expenditures, government receipts and expenditures, foreign transactions, and corporate profits are available on request and will be published in a subsequent issue.

Several series not previously shown have been added to the tables: gross and net product and national income for the domestic nonfarm business less housing sector (tables 1.7, 1.8, 1.11, 1.12, 7.5, and 7.7); corporate profits after tax and undistributed profits after tax with inventory valuation and capital consumption adjustments (table 1.13); the fixed-weighted price index for the domestic nonfarm business sector (table 7.2); and percent changes in current and constant dollars, in implicit price deflators, and in the fixed-weighted and chain price indexes for final sales and domestic nonfarm business and percent changes in current and constant dollars for disposable personal income (table 8.9).

Pre-1973 estimates for the two profits series were published in the November 1976 SURVEY; estimates for the other new series shown are available on request. Pre-1973 estimates for all other series are in *The National Income and Product Accounts of the United States, 1929-74: Statistical Tables*.

Table A.—Summary National Income and Product Accounts, 1976¹

[Billions of dollars]

1.—National Income and Product Account

| Line | | Line | |
|------|---|------|---|
| 1 | Compensation of employees..... | 26 | Personal consumption expenditures (2-3)..... |
| 2 | Wages and salaries..... | 27 | Durable goods..... |
| 3 | Disbursements (2-7)..... | 28 | Nondurable goods..... |
| 4 | Wage accruals less disbursements (3-11)+(5-4)..... | 29 | Services..... |
| 5 | Supplements to wages and salaries..... | 30 | Gross private domestic investment (5-1)..... |
| 6 | Employer contributions for social insurance (3-19)..... | 31 | Fixed investment..... |
| 7 | Other labor income (2-8)..... | 32 | Nonresidential..... |
| 8 | Proprietors' income with inventory valuation and capital consumption adjustments (2-9)..... | 33 | Structures..... |
| 9 | Rental income of persons with capital consumption adjustment (2-10)..... | 34 | Producers' durable equipment..... |
| 10 | Corporate profits with inventory valuation and capital consumption adjustments..... | 35 | Residential..... |
| 11 | Profits before tax..... | 36 | Change in business inventories..... |
| 12 | Profits tax liability (3-16)..... | 37 | Net exports of goods and services..... |
| 13 | Profits after tax..... | 38 | Exports (4-1)..... |
| 14 | Dividends (2-11)..... | 39 | Imports (4-3)..... |
| 15 | Undistributed profits (5-6)..... | 40 | Government purchases of goods and services (3-1)..... |
| 16 | Inventory valuation adjustment (5-7)..... | 41 | Federal..... |
| 17 | Capital consumption adjustment (5-8)..... | 42 | National defense..... |
| 18 | Net interest (2-13)..... | 43 | Nondefense..... |
| 19 | NATIONAL INCOME | 44 | State and local..... |
| 20 | Business transfer payments (2-18)..... | | |
| 21 | Indirect business tax and nontax liability (3-17)..... | | |
| 22 | Less: Subsidies less current surplus of government enterprises (3-10)..... | | |
| 23 | Statistical discrepancy (5-12)..... | | |
| 24 | CHARGES AGAINST NET NATIONAL PRODUCT | | |
| 25 | Capital consumption allowances with capital consumption adjustment (5-9)..... | | |
| | CHARGES AGAINST GROSS NATIONAL PRODUCT | | GROSS NATIONAL PRODUCT |

1. Numbers in parentheses indicate accounts and items of counterentry in the accounts.

Table A.—Summary National Income and Product Accounts, 1976¹—Continued

[Billions of dollars]

2.—Personal Income and Outlay Account

| Line | | Line | |
|------|---|------|---|
| 1 | Personal tax and nontax payments (3-15)..... | 7 | Wage and salary disbursements (1-3)..... |
| | 196.9 | | 891.8 |
| 2 | Personal outlays..... | 8 | Other labor income (1-7)..... |
| | 1,119.9 | | 75.9 |
| 3 | Personal consumption expenditures (1-26)..... | 9 | Proprietors' income with inventory valuation and capital consumption adjustments (1-8)..... |
| 4 | Interest paid by consumers to business (2-16)..... | | 88.0 |
| 5 | Personal transfer payments to foreigners (net) (4-5)..... | 10 | Rental income of persons with capital consumption adjustment (1-9)..... |
| | .9 | | 23.3 |
| 6 | Personal saving (5-3)..... | 11 | Dividends (1-14)..... |
| | 65.9 | | 35.8 |
| | | 12 | Personal interest income..... |
| | | | 130.3 |
| | | 13 | Net interest (1-18)..... |
| | | | 88.4 |
| | | 14 | Interest paid by government to persons and business (3-7)..... |
| | | | 39.3 |
| | | 15 | Less: Interest received by government (3-9)..... |
| | | | 22.4 |
| | | 16 | Interest paid by consumers to business (2-4)..... |
| | | | 25.0 |
| | | 17 | Transfer payments to persons..... |
| | | | 192.8 |
| | | 18 | From business (1-20)..... |
| | | | 8.1 |
| | | 19 | From government (3-3)..... |
| | | | 184.7 |
| | | 20 | Less: Personal contributions for social insurance (3-20)..... |
| | | | 55.2 |
| | | | PERSONAL INCOME..... |
| | | | 1,382.7 |
| | | | PERSONAL TAXES, OUTLAYS, AND SAVING..... |
| | | | 1,382.7 |

3.—Government Receipts and Expenditures Account

| | | | |
|----|--|----|--|
| 1 | Purchases of goods and services (1-40)..... | 15 | Personal tax and nontax payments (2-1)..... |
| | 361.4 | | 196.9 |
| 2 | Transfer payments..... | 16 | Corporate profits tax liability (1-12)..... |
| | 188.0 | | 64.7 |
| 3 | To persons (2-19)..... | 17 | Indirect business tax and nontax liability (1-21)..... |
| 4 | To foreigners (net) (4-6)..... | | 150.5 |
| | 184.7 | 18 | Contributions for social insurance..... |
| | 3.2 | | 123.8 |
| 5 | Net interest paid..... | 19 | Employer (1-6)..... |
| | 21.4 | | 68.6 |
| 6 | Interest paid..... | 20 | Personal (2-20)..... |
| | 43.8 | | 55.2 |
| 7 | To persons and business (2-14)..... | | |
| 8 | To foreigners (4-7)..... | | |
| | 39.3 | | |
| | 4.5 | | |
| 9 | Less: Interest received by government (2-15)..... | | |
| | 22.4 | | |
| 10 | Subsidies less current surplus of government enterprises (1-22)..... | | |
| | .8 | | |
| 11 | Less: Wage accruals less disbursements (1-4)..... | | |
| | 0 | | |
| 12 | Surplus or deficit (-), national income and product accounts (5-10)..... | | |
| | -35.6 | | |
| 13 | Federal..... | | |
| | -54.0 | | |
| 14 | State and local..... | | |
| | 18.4 | | |
| | GOVERNMENT EXPENDITURES AND SURPLUS..... | | GOVERNMENT RECEIPTS..... |
| | 535.9 | | 535.9 |

4.—Foreign Transactions Account

| | | | |
|---|--|---|--|
| 1 | Exports of goods and services (1-38)..... | 3 | Imports of goods and services (1-39)..... |
| | 162.9 | | 155.1 |
| 2 | Capital grants received by the United States (net) (5-11)..... | 4 | Transfer payments to foreigners (net)..... |
| | 0 | | 4.2 |
| | | 5 | From persons (net) (2-5)..... |
| | | | .9 |
| | | 6 | From government (net) (3-4)..... |
| | | | 3.2 |
| | | 7 | Interest paid by government to foreigners (3-8)..... |
| | | | 4.5 |
| | | 8 | Net foreign investment (5-2)..... |
| | | | - .9 |
| | | | PAYMENTS TO FOREIGNERS..... |
| | | | 162.9 |
| | | | RECEIPTS FROM FOREIGNERS..... |
| | | | 162.9 |

5.—Gross Saving and Investment Account

| | | | |
|---|---|----|---|
| 1 | Gross private domestic investment (1-30)..... | 3 | Personal saving (2-6)..... |
| | 243.3 | | 65.9 |
| 2 | Net foreign investment (4-8)..... | 4 | Wage accruals less disbursements (1-4)..... |
| | - .9 | | 0 |
| | | 5 | Undistributed corporate profits with inventory valuation and capital consumption adjustments..... |
| | | | 27.6 |
| | | 6 | Undistributed corporate profits (1-15)..... |
| | | | 56.4 |
| | | 7 | Inventory valuation adjustment (1-16)..... |
| | | | -14.1 |
| | | 8 | Capital consumption adjustment (1-17)..... |
| | | | -14.7 |
| | | 9 | Capital consumption allowances with capital consumption adjustment (1-25)..... |
| | | | 179.0 |
| | | 10 | Government surplus or deficit (-), national income and product accounts (3-12)..... |
| | | | -35.6 |
| | | 11 | Capital grants received by the United States (net) (4-2)..... |
| | | | 0 |
| | | 12 | Statistical discrepancy (1-23)..... |
| | | | 5.5 |
| | | | GROSS SAVING AND STATISTICAL DISCREPANCY..... |
| | | | 242.5 |
| | | | GROSS INVESTMENT..... |
| | | | 242.5 |

1. Numbers in parentheses indicate accounts and items of counterentry in the accounts.

