



NEWS



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 Recorded message: 606-5303

PERSONAL INCOME AND OUTLAYS: DECEMBER 2004

Personal income increased \$360.9 billion, or 3.7 percent, and disposable personal income (DPI) increased \$354.4 billion, or 4.0 percent, in December, according to the Bureau of Economic Analysis. Personal consumption expenditures (PCE) increased \$66.4 billion, or 0.8 percent. In November, personal income increased \$41.4 billion, or 0.4 percent, DPI increased \$36.9 billion, or 0.4 percent, and PCE increased \$31.5 billion, or 0.4 percent, based on revised estimates.

	2004				
	<u>Aug.</u>	<u>Sept.</u>	<u>Oct.</u>	<u>Nov.</u>	<u>Dec.</u>
	(Percent change from preceding month)				
Personal income, current dollars	0.4	0.2	0.8	0.4	3.7
Disposable personal income:					
Current dollars	0.4	0.2	0.7	0.4	4.0
Chained (2000) dollars	0.3	0.1	0.3	0.2	4.2
Personal consumption expenditures:					
Current dollars	0.1	0.6	0.8	0.4	0.8
Chained (2000) dollars	0.0	0.5	0.3	0.2	0.9

The 3.7 percent increase in December personal income mainly reflected the payment of a special dividend by the Microsoft Corporation. Excluding this special factor, which is discussed more fully below, personal income increased \$62.7 billion, or 0.6 percent, in December, after increasing \$41.4 billion, or 0.4 percent, in November.

NOTE.--Monthly estimates are expressed at seasonally adjusted annual rates, unless otherwise specified. Month-to-month dollar changes are differences between these published estimates. Month-to-month percent changes are calculated from unrounded data and are not annualized. "Real" estimates are in chained (2000) dollars.

This news release is available on BEA's Web site at <www.bea.gov/bea/rels.htm>.

This release includes revised estimates of population, per capita disposable personal income (DPI), and per capita real DPI. The revised population estimates reflect newly available estimates from the Census Bureau for April 2000 through January 2005. The revised per capita estimates reflect the revisions to the population estimates. Estimates for the complete revision period are available on BEA's Web site at www.bea.gov/bea/dn/nipaweb/SelectTable.asp?Selected=Y#S2.

Wages and salaries

Private wage and salary disbursements increased \$20.0 billion in December, compared with an increase of \$9.2 billion in November. Goods-producing industries' payrolls increased \$4.1 billion, compared with an increase of \$2.0 billion; manufacturing payrolls increased \$2.6 billion, compared with an increase of \$0.8 billion. Services-producing industries' payrolls increased \$15.9 billion, compared with an increase of \$7.2 billion. Government wage and salary disbursements increased \$3.2 billion, compared with an increase of \$2.3 billion.

Other personal income

Supplements to wages and salaries increased \$4.9 billion in December, compared with an increase of \$4.5 billion in November.

Proprietors' income increased \$13.9 billion in December, compared with an increase of \$11.5 billion in November. Farm proprietors' income increased \$2.2 billion, compared with an increase of \$3.8 billion. Nonfarm proprietors' income increased \$11.6 billion, compared with an increase of \$7.8 billion.

Rental income of persons increased less than \$0.1 billion in December, in contrast to a decrease of \$1.4 billion in November.

Personal income receipts on assets (personal interest income plus personal dividend income) increased \$307.0 billion in December, compared with an increase of \$8.8 billion in November. Personal interest income increased \$5.4 billion, compared with an increase of \$5.3 billion. Personal dividend income increased \$301.7 billion, compared with an increase of \$3.4 billion. Personal dividend income was boosted \$298.2 billion at an annual rate (\$24.8 billion at a monthly rate) in December by the payment of a special dividend by the Microsoft Corporation.

Personal current transfer receipts increased \$14.8 billion in December, compared with an increase of \$8.1 billion in November. The December increase in personal current transfer receipts reflected retroactive social security benefit payments of \$7.4 billion at an annual rate, resulting from a recalculation of the earnings base underlying the benefits for recent retirees.

Contributions for government social insurance -- a subtraction in calculating personal income -- increased \$2.7 billion in December, compared with an increase of \$1.6 billion in November.

Personal current taxes and disposable personal income

Personal current taxes increased \$6.5 billion in December, compared with an increase of \$4.5 billion in November. Disposable personal income (DPI) -- personal income less personal current taxes -- increased \$354.4 billion, or 4.0 percent, in December, compared with an increase of \$36.9 billion, or 0.4 percent, in November. The increase in DPI reflected the effects of the special dividend paid by the Microsoft Corporation.

Personal outlays and personal saving

Personal outlays -- PCE, personal interest payments, and personal current transfer payments increased \$69.4 billion in December, compared with an increase of \$34.5 billion in November. PCE increased \$66.4 billion, compared with an increase of \$31.5 billion.

Personal saving -- DPI less personal outlays -- was \$308.0 billion in December, compared with \$23.1 billion in November. Personal saving as a percentage of disposable personal income was 3.4 percent in December, compared with 0.3 percent in November.

Real DPI and real PCE

Real DPI -- DPI adjusted to remove price changes -- increased 4.2 percent in December, compared with an increase of 0.2 percent in November. In December, the larger increase in real DPI than in current-dollar DPI reflected a decrease in the PCE implicit price deflator, which is used to deflate DPI. The decrease in the PCE implicit price deflator was largely accounted for by large decreases in energy prices.

Real PCE -- PCE adjusted to remove price changes -- increased 0.9 percent in December, compared with an increase of 0.2 percent in November. Purchases of durable goods increased 4.3 percent, in contrast to a decrease of 0.5 percent. Purchases of motor vehicles and parts accounted for most of the December increase and more than accounted for the November decrease. Purchases of nondurable goods increased 0.6 percent in December, compared with an increase of 0.3 percent in November. Purchases of services increased 0.4 percent, compared with an increase of 0.3 percent.

Revisions

Estimates have been revised for October and November. Changes in personal income, current-dollar and chained (2000) dollar DPI, and current-dollar and chained (2000) dollar PCE for October and November -- revised and as published in last month's release -- are shown below.

	<u>Change from preceding month</u>							
	<u>October</u>				<u>November</u>			
	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>
	(Billions of dollars)		(Percent)		(Billions of dollars)		(Percent)	
Personal Income:								
Current dollars.....	62.6	76.0	0.6	0.8	30.4	41.4	0.3	0.4
Disposable personal income:								
Current dollars.....	54.4	64.7	0.6	0.7	26.5	36.9	0.3	0.4
Chained (2000) dollars.....	18.9	24.7	0.2	0.3	13.5	19.8	0.2	0.2
Personal consumption expenditures:								
Current dollars.....	66.5	64.7	0.8	0.8	13.5	31.5	0.2	0.4
Chained (2000) dollars.....	31.2	26.1	0.4	0.3	2.0	15.3	0.0	0.2

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Summary BEA estimates are available on recorded messages at the time of public release at the following telephone numbers:

- (202) 606-5306 Gross domestic product
- (202) 606-5303 Personal income and outlays
- (202) 606-5362 U.S. international transactions

Most of BEA's estimates and analyses appear in the Survey of Current Business, BEA's monthly journal. Subscriptions and single copies of the printed Survey are for sale by the Superintendent of Documents, U.S. Government Printing Office. Internet: <bookstore.gpo.gov>; phone: 202-512-1800; fax: 202-512-2250; mail: Stop SSOP, Washington, DC 20402-0001.

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Next release -- Personal Income and Outlays for January will be released on February 28, 2005, at 8:30 A.M. EST.

Release dates in 2005

December 2004..	January 31	April 2005....	May 27	August 2005.....	September 30
January 2005.....	February 28	May 2005.....	June 30	September 2005...	October 31
February 2005.....	March 31	June 2005.....	August 2	October 2005.....	December 1
March 2005.....	April 29	July 2005.....	September 1	November 2005...	December 22

Table 1.—Personal Income and Its Disposition (Months)

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2004							
	May	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^p
Personal income	9,603.8	9,624.2	9,642.6	9,679.7	9,700.7	9,776.7	9,818.1	10,179.0
Compensation of employees, received	6,593.0	6,594.1	6,630.4	6,657.5	6,684.2	6,721.1	6,737.2	6,765.1
Wage and salary disbursements	5,325.0	5,322.7	5,353.6	5,375.1	5,396.5	5,427.8	5,439.4	5,462.5
Private industries	4,403.0	4,399.5	4,427.8	4,446.4	4,466.3	4,496.1	4,505.3	4,525.3
Goods-producing industries	1,038.7	1,037.9	1,040.0	1,047.6	1,051.4	1,054.9	1,056.9	1,061.0
Manufacturing	683.5	682.6	683.7	689.1	690.8	690.4	691.2	693.8
Services-producing industries	3,364.3	3,361.6	3,387.8	3,398.8	3,414.8	3,441.2	3,448.4	3,464.3
Trade, transportation, and utilities	888.3	887.1	895.7	897.3	903.8	906.4	907.4	911.0
Other services-producing industries	2,475.9	2,474.5	2,492.1	2,501.5	2,511.1	2,534.7	2,541.0	2,553.3
Government	922.0	923.2	925.8	928.7	930.2	931.7	934.0	937.2
Supplements to wages and salaries	1,268.0	1,271.4	1,276.9	1,282.4	1,287.8	1,293.3	1,297.8	1,302.7
Employer contributions for employee pension and insurance funds	870.2	873.9	877.5	881.6	885.7	889.2	893.0	896.6
Employer contributions for government social insurance	397.8	397.4	399.3	400.8	402.1	404.1	404.8	406.1
Proprietors' income with inventory valuation and capital consumption adjustments	901.2	909.4	905.6	904.9	898.1	920.8	932.3	946.2
Farm	19.0	19.5	15.0	13.6	12.3	18.3	22.1	24.3
Nonfarm	882.2	889.9	890.6	891.3	885.8	902.5	910.3	921.9
Rental income of persons with capital consumption adjustment	172.8	172.9	170.5	156.8	134.2	164.0	162.6	162.6
Personal income receipts on assets	1,352.2	1,359.4	1,363.6	1,367.8	1,372.1	1,381.1	1,389.9	1,696.9
Personal interest income	941.7	945.1	945.8	946.5	947.2	952.6	957.9	963.3
Personal dividend income	410.6	414.3	417.8	421.3	424.9	428.5	431.9	733.6
Personal current transfer receipts	1,400.6	1,404.1	1,392.4	1,415.7	1,438.1	1,419.9	1,428.0	1,442.8
Government social benefits to persons	1,371.3	1,374.8	1,363.1	1,372.9	1,381.3	1,390.7	1,398.8	1,413.6
Old-age, survivors, disability, and health insurance benefits	774.7	774.6	778.0	782.3	786.9	790.3	794.2	805.6
Government unemployment insurance benefits	33.3	32.6	32.0	32.6	32.5	31.3	31.0	31.0
Other	563.2	567.5	553.2	558.0	561.9	569.1	573.7	577.1
Other current transfer receipts, from business (net)	29.3	29.3	29.2	42.8	56.8	29.2	29.2	29.2
Less: Contributions for government social insurance	815.9	815.7	819.9	823.1	826.0	830.3	831.9	834.6
Less: Personal current taxes	1,032.6	1,034.6	1,039.3	1,043.6	1,048.1	1,059.4	1,063.9	1,070.4
Equals: Disposable personal income	8,571.2	8,589.6	8,603.3	8,636.0	8,652.6	8,717.3	8,754.2	9,108.6
Less: Personal outlays	8,484.6	8,461.0	8,561.9	8,573.2	8,629.2	8,696.7	8,731.2	8,800.6
Personal consumption expenditures	8,189.8	8,163.3	8,259.7	8,267.6	8,320.2	8,384.9	8,416.4	8,482.8
Durable goods	999.8	958.7	1,016.0	996.5	1,008.4	1,013.2	1,007.9	1,050.8
Nondurable goods	2,364.6	2,365.8	2,375.6	2,384.0	2,402.1	2,442.6	2,450.0	2,450.3
Services	4,825.4	4,838.8	4,868.1	4,887.0	4,909.7	4,929.2	4,958.5	4,981.7
Personal interest payments ¹	182.6	184.9	187.8	190.6	193.5	195.9	198.4	200.8
Personal current transfer payments	112.2	112.8	114.5	115.0	115.6	115.8	116.4	117.0
To government	70.2	70.7	71.2	71.8	72.4	72.9	73.5	74.1
To the rest of the world (net)	42.1	42.1	43.2	43.2	43.2	42.9	42.9	42.9
Equals: Personal saving	86.6	128.6	41.4	62.9	23.4	20.6	23.1	308.0
Personal saving as a percentage of disposable personal income	1.0	1.5	.5	.7	.3	.2	.3	3.4
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	7,956.4	7,954.5	7,970.5	7,996.4	8,003.5	8,028.2	8,048.0	8,382.8
Per capita:								
Current dollars	29,200	29,238	29,259	29,343	29,372	29,566	29,667	30,845
Chained (2000) dollars	27,105	27,076	27,107	27,169	27,168	27,228	27,274	28,387
Population (midperiod, thousands) ³	293,537	293,783	294,042	294,315	294,587	294,846	295,083	295,303

^p Preliminary.

^r Revised.

1. Consists of nonmortgage interest paid by households.

2. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

3. Population is the total population of the United States, including the Armed Forces overseas and the institutionalized population. The monthly estimate is the average of estimates for the first of the month and the first of the following month; the annual and quarterly estimates are averages of the monthly estimates.

Table 2.—Personal Income and Its Disposition (Years and Quarters)

[Billions of dollars]

	2003	2004	Seasonally adjusted at annual rates					
			2003		2004			
			III	IV	I	II	III	IV
Personal income	9,161.8	9,659.1	9,209.3	9,330.0	9,445.0	9,592.7	9,674.3	9,924.6
Compensation of employees, received	6,289.0	6,616.6	6,324.7	6,406.7	6,487.9	6,580.0	6,657.4	6,741.1
Wage and salary disbursements	5,103.6	5,342.6	5,128.6	5,188.9	5,239.2	5,312.8	5,375.0	5,443.2
Private industries	4,205.6	4,416.7	4,227.5	4,283.9	4,321.8	4,389.3	4,446.8	4,508.9
Goods-producing industries	1,007.7	1,039.5	1,005.8	1,025.6	1,019.0	1,034.9	1,046.3	1,057.6
Manufacturing	668.8	682.5	665.9	680.1	669.9	680.5	687.9	691.8
Services-producing industries	3,198.0	3,377.3	3,221.6	3,258.3	3,302.9	3,354.4	3,400.5	3,451.3
Trade, transportation, and utilities	858.6	891.4	860.7	872.0	872.4	886.2	898.9	908.3
Other services-producing industries	2,339.4	2,485.8	2,360.9	2,386.4	2,430.5	2,468.3	2,501.6	2,543.0
Government	897.9	925.8	901.1	905.0	917.3	923.5	928.2	934.3
Supplements to wages and salaries	1,185.5	1,274.1	1,196.1	1,217.8	1,248.8	1,267.2	1,282.3	1,297.9
Employer contributions for employee pension and insurance funds	808.9	875.4	817.9	835.9	856.5	870.4	881.6	892.9
Employer contributions for government social insurance	376.6	398.7	378.2	381.9	392.3	396.8	400.8	405.0
Proprietors' income with inventory valuation and capital consumption adjustments	834.1	902.4	852.0	864.7	872.1	901.4	902.9	933.1
Farm	21.8	18.0	24.8	24.7	17.9	18.9	13.6	21.6
Nonfarm	812.3	884.4	827.2	840.0	854.2	882.5	889.3	911.6
Rental income of persons with capital consumption adjustment	153.8	165.6	148.8	167.1	172.8	172.6	153.8	163.1
Personal income receipts on assets	1,322.7	1,386.6	1,314.4	1,325.8	1,337.1	1,352.3	1,367.8	1,489.3
Personal interest income	929.9	945.6	922.8	932.0	936.2	941.7	946.5	957.9
Personal dividend income	392.8	441.1	391.6	393.8	400.9	410.6	421.3	531.4
Personal current transfer receipts	1,335.4	1,406.3	1,346.2	1,350.7	1,379.0	1,400.4	1,415.4	1,430.2
Government social benefits to persons	1,306.4	1,373.6	1,317.4	1,322.0	1,349.6	1,371.1	1,372.5	1,401.0
Old-age, survivors, disability, and health insurance benefits	733.8	778.8	736.6	744.9	762.1	774.0	782.4	796.7
Government unemployment insurance benefits	52.8	34.6	54.3	51.6	41.4	33.5	32.4	31.1
Other	519.8	560.2	526.5	525.5	546.1	563.6	557.7	573.3
Other current transfer receipts, from business (net)	28.9	32.7	28.9	28.8	29.3	29.3	42.9	29.2
Less: Contributions for government social insurance	773.2	818.3	776.7	785.0	803.9	814.0	823.0	832.3
Less: Personal current taxes	1,001.9	1,036.4	941.7	1,009.4	1,006.6	1,030.6	1,043.7	1,064.5
Equals: Disposable personal income	8,159.9	8,622.8	8,267.6	8,320.5	8,438.4	8,562.1	8,630.7	8,860.0
Less: Personal outlays	8,049.3	8,532.8	8,107.8	8,209.4	8,351.6	8,448.7	8,588.1	8,742.8
Personal consumption expenditures	7,760.9	8,231.1	7,822.5	7,914.9	8,060.2	8,153.8	8,282.5	8,428.1
Durable goods	950.7	995.7	972.7	971.1	976.3	975.5	1,007.0	1,023.9
Nondurable goods	2,200.1	2,376.5	2,219.2	2,250.1	2,316.6	2,354.6	2,387.2	2,447.6
Services	4,610.1	4,859.0	4,630.6	4,693.6	4,767.3	4,823.8	4,888.2	4,956.5
Personal interest payments ¹	185.3	188.2	183.3	185.9	181.1	182.6	190.6	198.4
Personal current transfer payments	103.1	113.5	102.1	108.6	110.3	112.2	115.0	116.4
To government	64.9	71.0	65.6	67.0	68.6	70.2	71.8	73.5
To the rest of the world (net)	38.2	42.5	36.5	41.6	41.7	42.1	43.2	42.9
Equals: Personal saving	110.6	90.0	159.8	111.1	86.8	113.4	42.6	117.2
Personal saving as a percentage of disposable personal income	1.4	1.0	1.9	1.3	1.0	1.3	.5	1.3
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	7,733.8	7,997.9	7,822.9	7,849.6	7,897.0	7,951.5	7,990.2	8,152.9
Per capita:								
Current dollars	28,034	29,334	28,368	28,474	28,813	29,168	29,325	30,026
Chained (2000) dollars	26,570	27,208	26,842	26,862	26,964	27,088	27,148	27,630
Population (midperiod, thousands) ³	291,073	293,951	291,442	292,217	292,872	293,540	294,315	295,077

1. Consists of nonmortgage interest paid by households.

2. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

3. Population is the total population of the United States, including the Armed Forces overseas and the institu-

tionized population. The monthly estimate is the average of estimates for the first of the month and the first of the following month; the annual and quarterly estimates are averages of the monthly estimates.

Table 3.—Personal Income and Its Disposition, Change from Preceding Period (Months)

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2004							
	May	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^p
Personal income	53.8	20.4	18.4	37.1	21.0	76.0	41.4	360.9
Compensation of employees, received	40.0	1.1	36.3	27.1	26.7	36.9	16.1	27.9
Wage and salary disbursements	34.2	-2.3	30.9	21.5	21.4	31.3	11.6	23.1
Private industries	37.4	-3.5	28.3	18.6	19.9	29.8	9.2	20.0
Goods-producing industries	10.5	-8	2.1	7.6	3.8	3.5	2.0	4.1
Manufacturing	8.2	-9	1.1	5.4	1.7	-4	.8	2.6
Services-producing industries	26.9	-2.7	26.2	11.0	16.0	26.4	7.2	15.9
Trade, transportation, and utilities	5.2	-1.2	8.6	1.6	6.5	2.6	1.0	3.6
Other services-producing industries	21.6	-1.4	17.6	9.4	9.6	23.6	6.3	12.3
Government	-3.2	1.2	2.6	2.9	1.5	1.5	2.3	3.2
Supplements to wages and salaries	5.8	3.4	5.5	5.5	5.4	5.5	4.5	4.9
Employer contributions for employee pension and insurance funds	3.2	3.7	3.6	4.1	4.1	3.5	3.8	3.6
Employer contributions for government social insurance	2.6	-4	1.9	1.5	1.3	2.0	.7	1.3
Proprietors' income with inventory valuation and capital consumption adjustments	7.7	8.2	-3.8	-7	-6.8	22.7	11.5	13.9
Farm .....	.7	.5	-4.5	-1.4	-1.3	6.0	3.8	2.2
Nonfarm	6.9	7.7	.7	.7	-5.5	16.7	7.8	11.6
Rental income of persons with capital consumption adjustment .....	.8	.1	-2.4	-13.7	-22.6	29.8	-1.4	0
Personal income receipts on assets	6.8	7.2	4.2	4.2	4.3	9.0	8.8	307.0
Personal interest income	3.5	3.4	.7	.7	.7	5.4	5.3	5.4
Personal dividend income	3.5	3.7	3.5	3.5	3.6	3.6	3.4	301.7
Personal current transfer receipts	4.0	3.5	-11.7	23.3	22.4	-18.2	8.1	14.8
Government social benefits to persons	4.0	3.5	-11.7	9.8	8.4	9.4	8.1	14.8
Old-age, survivors, disability, and health insurance benefits	2.0	-1	3.4	4.3	4.6	3.4	3.9	11.4
Government unemployment insurance benefits	-1.2	-7	-6	.6	-1	-1.2	-3	0
Other	3.1	4.3	-14.3	4.8	3.9	7.2	4.6	3.4
Other current transfer receipts, from business (net)	0	0	-1	13.6	14.0	-27.6	0	0
Less: Contributions for government social insurance	5.4	-2	4.2	3.2	2.9	4.3	1.6	2.7
Less: Personal current taxes	8.1	2.0	4.7	4.3	4.5	11.3	4.5	6.5
Equals: Disposable personal income	45.8	18.4	13.7	32.7	16.6	64.7	36.9	354.4
Less: Personal outlays	84.2	-23.6	100.9	11.3	56.0	67.5	34.5	69.4
Personal consumption expenditures	81.5	-26.5	96.4	7.9	52.6	64.7	31.5	66.4
Durable goods	31.9	-41.1	57.3	-19.5	11.9	4.8	-5.3	42.9
Nondurable goods	31.4	1.2	9.8	8.4	18.1	40.5	7.4	.3
Services	18.2	13.4	29.3	18.9	22.7	19.5	29.3	23.2
Personal interest payments ¹	2.3	2.3	2.9	2.8	2.9	2.4	2.5	2.4
Personal current transfer payments .....	.5	.6	1.7	.5	.6	.2	.6	.6
To government .....	.6	.5	.5	.6	.6	.5	.6	.6
To the rest of the world (net)	0	0	1.1	0	0	-3	0	0
Equals: Personal saving	-38.5	42.0	-87.2	21.5	-39.5	-2.8	2.5	284.9
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	12.6	-1.9	16.0	25.9	7.1	24.7	19.8	334.8

^p Preliminary.

^r Revised.

1. Consists of nonmortgage interest paid by households.

2. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

Table 4.—Personal Income and Its Disposition, Change from Preceding Period (Years and Quarters)

[Billions of dollars]

	2003	2004	Seasonally adjusted at annual rates					
			2003		2004			
			III	IV	I	II	III	IV
Personal income	282.9	497.3	103.6	120.7	115.0	147.7	81.6	250.3
Compensation of employees, received	219.5	327.6	77.7	82.0	81.2	92.1	77.4	83.7
Wage and salary disbursements	127.3	239.0	55.3	60.3	50.3	73.6	62.2	68.2
Private industries	91.9	211.1	51.9	56.4	37.9	67.5	57.5	62.1
Goods-producing industries	-2.5	31.8	6.1	19.8	-6.6	15.9	11.4	11.3
Manufacturing	-6.4	13.7	2.5	14.2	-10.2	10.6	7.4	3.9
Services-producing industries	94.5	179.3	45.7	36.7	44.6	51.5	46.1	50.8
Trade, transportation, and utilities	15.0	32.8	7.8	11.3	.4	13.8	12.7	9.4
Other services-producing industries	79.5	146.4	38.0	25.5	44.1	37.8	33.3	41.4
Government	35.3	27.9	3.3	3.9	12.3	6.2	4.7	6.1
Supplements to wages and salaries	92.3	88.6	22.4	21.7	31.0	18.4	15.1	15.6
Employer contributions for employee pension and insurance funds	79.3	66.5	18.9	18.0	20.6	13.9	11.2	11.3
Employer contributions for government social insurance	13.0	22.1	3.6	3.7	10.4	4.5	4.0	4.2
Proprietors' income with inventory valuation and capital consumption adjustments	64.5	68.3	26.3	12.7	7.4	29.3	1.5	30.2
Farm	12.1	-3.8	.7	-1	-6.8	1.0	-5.3	8.0
Nonfarm	52.4	72.1	25.6	12.8	14.2	28.3	6.8	22.3
Rental income of persons with capital consumption adjustment	-17.1	11.8	4.7	18.3	5.7	-2	-18.8	9.3
Personal income receipts on assets	-11.9	63.9	-10.3	11.4	11.3	15.2	15.5	121.5
Personal interest income	-16.8	15.7	-9.6	9.2	4.2	5.5	4.8	11.4
Personal dividend income	4.9	48.3	-7	2.2	7.1	9.7	10.7	110.1
Personal current transfer receipts	52.7	70.9	13.1	4.5	28.3	21.4	15.0	14.8
Government social benefits to persons	57.5	67.2	13.3	4.6	27.6	21.5	1.4	28.5
Old-age, survivors, disability, and health insurance benefits	25.5	45.0	5.5	8.3	17.2	11.9	8.4	14.3
Government unemployment insurance benefits	-4	-18.2	-5	-2.7	-10.2	-7.9	-1.1	-1.3
Other	32.3	40.4	8.2	-1.0	20.6	17.5	-5.9	15.6
Other current transfer receipts, from business (net)	-4.8	3.8	-1	-1	.5	0	13.6	-13.7
Less: Contributions for government social insurance	24.9	45.1	7.8	8.3	18.9	10.1	9.0	9.3
Less: Personal current taxes	-49.3	34.5	-89.0	67.7	-2.8	24.0	13.1	20.8
Equals: Disposable personal income	332.2	462.9	192.6	52.9	117.9	123.7	68.6	229.3
Less: Personal outlays	380.8	483.5	124.9	101.6	142.2	97.1	139.4	154.7
Personal consumption expenditures	384.8	470.2	126.2	92.4	145.3	93.6	128.7	145.6
Durable goods	34.5	45.0	25.9	-1.6	5.2	-8	31.5	16.9
Nondurable goods	120.0	176.4	55.6	30.9	66.5	38.0	32.6	60.4
Services	230.3	248.9	44.7	63.0	73.7	56.5	64.4	68.3
Personal interest payments ¹	-11.9	2.9	-1.5	2.6	-4.8	1.5	8.0	7.8
Personal current transfer payments	7.8	10.4	.3	6.5	1.7	1.9	2.8	1.4
To government	5.4	6.1	1.4	1.4	1.6	1.6	1.6	1.7
To the rest of the world (net)	2.5	4.3	-1.1	5.1	.1	.4	1.1	-3
Equals: Personal saving	-48.6	-20.6	67.7	-48.7	-24.3	26.6	-70.8	74.6
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	174.3	264.1	151.8	26.7	47.4	54.5	38.7	162.7

1. Consists of nonmortgage interest paid by households.

2. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

Table 5.—Personal Income and Its Disposition, Percent Change from Preceding Period (Months)

	Seasonally adjusted at monthly rates							
	2004							
	May	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^p
Personal income	0.6	0.2	0.2	0.4	0.2	0.8	0.4	3.7
Compensation of employees, received .....	.6	0	.6	.4	.4	.6	.2	.4
Wage and salary disbursements .....	.6	0	.6	.4	.4	.6	.2	.4
Supplements to wages and salaries .....	.5	.3	.4	.4	.4	.4	.3	.4
Proprietors' income with inventory valuation and capital consumption adjustments .....	.9	.9	-.4	-.1	-.8	2.5	1.2	1.5
Rental income of persons with capital consumption adjustment .....	.5	.1	-1.4	-8.0	-14.4	22.2	-.9	0
Personal income receipts on assets .....	.5	.5	.3	.3	.3	.7	.6	22.1
Personal interest income .....	.4	.4	.1	.1	.1	.6	.6	.6
Personal dividend income .....	.8	.9	.9	.8	.9	.9	.8	69.8
Personal current transfer receipts .....	.3	.2	-.8	1.7	1.6	-1.3	.6	1.0
Less: Contributions for government social insurance .....	.7	0	.5	.4	.4	.5	.2	.3
Less: Personal current taxes .....	.8	.2	.5	.4	.4	1.1	.4	.6
Equals: Disposable personal income .....	.5	.2	.2	.4	.2	.7	.4	4.0
Addenda:								
Personal consumption expenditures	1.0	-.3	1.2	.1	.6	.8	.4	.8
Durable goods	3.3	-4.1	6.0	-1.9	1.2	.5	-.5	4.3
Nondurable goods	1.3	.1	.4	.4	.8	1.7	.3	0
Services .....	.4	.3	.6	.4	.5	.4	.6	.5
Real disposable personal income .....	.2	0	.2	.3	.1	.3	.2	4.2

^p Preliminary.
^r Revised.

Table 6.—Personal Income and Its Disposition, Percent Change from Preceding Period (Years and Quarters)

	2003	2004	Seasonally adjusted at annual rates					
			2003		2004			
			III	IV	I	II	III	IV
Personal income	3.2	5.4	4.6	5.3	5.0	6.4	3.4	10.8
Compensation of employees, received	3.6	5.2	5.1	5.3	5.2	5.8	4.8	5.1
Wage and salary disbursements	2.6	4.7	4.4	4.8	3.9	5.7	4.8	5.2
Supplements to wages and salaries	8.4	7.5	7.9	7.5	10.6	6.0	4.9	4.9
Proprietors' income with inventory valuation and capital consumption adjustments	8.4	8.2	13.4	6.1	3.5	14.1	.7	14.1
Rental income of persons with capital consumption adjustment	-10.0	7.6	13.6	59.0	14.6	-.6	-36.8	26.3
Personal income receipts on assets	-.9	4.8	-3.1	3.5	3.5	4.6	4.7	40.5
Personal interest income	-1.8	1.7	-4.1	4.1	1.8	2.4	2.1	4.9
Personal dividend income	1.3	12.3	-.7	2.2	7.4	10.1	10.8	153.0
Personal current transfer receipts	4.1	5.3	4.0	1.3	8.6	6.4	4.3	4.3
Less: Contributions for government social insurance	3.3	5.8	4.1	4.3	10.0	5.1	4.5	4.6
Less: Personal current taxes	-4.7	3.4	-30.3	32.0	-1.1	9.9	5.2	8.2
Equals: Disposable personal income	4.2	5.7	9.9	2.6	5.8	6.0	3.2	11.1
Addenda:								
Personal consumption expenditures	5.2	6.1	6.7	4.8	7.5	4.7	6.5	7.2
Durable goods	3.8	4.7	11.4	-.6	2.2	-.4	13.6	6.9
Nondurable goods	5.8	8.0	10.7	5.7	12.3	6.7	5.7	10.5
Services	5.3	5.4	4.0	5.6	6.4	4.8	5.5	5.7
Real disposable personal income	2.3	3.4	8.2	1.4	2.4	2.8	2.0	8.4

Table 7.—Real Personal Consumption Expenditures by Major Type of Product (Months)

	Seasonally adjusted at annual rates							
	2004							
	May	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^p
	Billions of chained (2000) dollars							
Personal consumption expenditures	7,602.4	7,559.7	7,652.2	7,655.2	7,696.0	7,722.1	7,737.4	7,806.8
Durable goods	1,101.2	1,057.1	1,124.8	1,108.9	1,121.1	1,124.8	1,118.7	1,166.3
Nondurable goods	2,192.3	2,184.9	2,202.8	2,211.3	2,225.5	2,235.7	2,242.9	2,255.3
Services	4,323.3	4,324.9	4,342.2	4,349.7	4,365.5	4,377.8	4,390.4	4,407.3
	Change from preceding period in billions of chained (2000) dollars							
Personal consumption expenditures	47.2	-42.7	92.5	3.0	40.8	26.1	15.3	69.4
Durable goods	35.4	-44.1	67.7	-15.9	12.2	3.7	-6.1	47.6
Nondurable goods	5.4	-7.4	17.9	8.5	14.2	10.2	7.2	12.4
Services	11.6	1.6	17.3	7.5	15.8	12.3	12.6	16.9
	Percent change from preceding period in chained (2000) dollars at monthly rates							
Personal consumption expenditures .....	.6	-.6	1.2	0	.5	.3	.2	.9
Durable goods	3.3	-4.0	6.4	-1.4	1.1	.3	-.5	4.3
Nondurable goods .....	.2	-.3	.8	.4	.6	.5	.3	.6
Services .....	.3	0	.4	.2	.4	.3	.3	.4

^p Preliminary.
^r Revised.

Table 8.—Real Personal Consumption Expenditures by Major Type of Product (Years and Quarters)

	2003	2004	Seasonally adjusted at annual rates					
			2003		2004			
			III	IV	I	II	III	IV
	Billions of chained (2000) dollars							
Personal consumption expenditures	7,355.6	7,634.7	7,401.7	7,466.8	7,543.0	7,572.4	7,667.8	7,755.4
Durable goods	1,030.6	1,101.3	1,059.6	1,069.7	1,075.5	1,074.7	1,118.3	1,136.6
Nondurable goods	2,112.4	2,208.3	2,125.3	2,152.0	2,187.3	2,188.0	2,213.2	2,244.7
Services	4,220.3	4,339.0	4,227.9	4,256.7	4,291.7	4,320.0	4,352.4	4,391.8
	Change from preceding period in billions of chained (2000) dollars							
Personal consumption expenditures	232.2	279.1	90.3	65.1	76.2	29.4	95.4	87.6
Durable goods	71.0	70.7	39.6	10.1	5.8	-.8	43.6	18.3
Nondurable goods	75.0	95.9	35.2	26.7	35.3	.7	25.2	31.5
Services	91.7	118.7	20.2	28.8	35.0	28.3	32.4	39.4
	Percent change from preceding period in chained (2000) dollars at annual rates							
Personal consumption expenditures	3.3	3.8	5.0	3.6	4.1	1.6	5.1	4.6
Durable goods	7.4	6.9	16.5	3.9	2.2	-.3	17.2	6.7
Nondurable goods	3.7	4.5	6.9	5.1	6.7	.1	4.7	5.8
Services	2.2	2.8	1.9	2.8	3.3	2.7	3.0	3.7

Table 9.—Price Indexes for Personal Consumption Expenditures: Level and Percent Change From Preceding Period (Months)

	Seasonally adjusted							
	2004							
	May	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^p
	Chain-type price indexes (2000=100)							
Personal consumption expenditures (PCE)	107.732	107.989	107.943	108.004	108.116	108.588	108.780	108.664
Durable goods	90.753	90.645	90.291	89.827	89.904	90.034	90.050	90.057
Nondurable goods	107.868	108.286	107.848	107.815	107.944	109.258	109.237	108.648
Services	111.619	111.885	112.115	112.358	112.470	112.600	112.945	113.039
Addenda:								
PCE excluding food and energy	106.508	106.625	106.661	106.726	106.872	107.059	107.243	107.242
Market-based PCE ¹	107.339	107.676	107.623	107.666	107.732	108.263	108.470	108.380
Market-based PCE excluding food and energy ¹	105.768	105.955	105.999	106.043	106.139	106.342	106.543	106.600
	Percent change from preceding period in price indexes at monthly rates							
PCE .....	.4	.2	0	-.1	.1	.4	.2	-.1
Durable goods	0	-.1	-.4	-.5	-.1	.1	0	0
Nondurable goods	1.1	.4	-.4	0	.1	1.2	0	-.5
Services .....	.1	.2	.2	.2	.1	.1	.3	.1
Addenda:								
PCE excluding food and energy .....	.1	.1	0	-.1	.1	.2	.2	0
Market-based PCE ¹ .....	.4	.3	0	0	.1	.5	.2	-.1
Market-based PCE excluding food and energy ¹ .....	.1	.2	0	0	.1	.2	.2	.1

^p Preliminary.

^r Revised.

¹ This index is a supplemental measure that is based on household expenditures for which there are observable price measures. It excludes most implicit prices (for example, the services furnished without payment by financial intermediaries) and the expenses of nonprofit institutions.

Table 10.—Real Disposable Personal Income and Real Personal Consumption Expenditures: Percent Change From Month One Year Ago

	2004							
	May	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^p
Disposable personal income	3.6	3.3	2.0	1.6	2.8	2.8	2.4	6.4
Personal consumption expenditures	4.1	3.0	3.8	3.0	4.0	4.1	3.5	4.0
Durable goods	8.0	3.2	7.9	3.1	5.7	7.9	4.7	6.2
Nondurable goods	5.3	3.8	4.1	3.4	4.9	4.6	3.7	4.5
Services	2.7	2.6	2.8	2.9	3.2	3.2	3.1	3.3

^p Preliminary.

^r Revised.

Table 11.—Price Indexes for Personal Consumption Expenditures: Percent Change From Month One Year Ago

	2004							
	May	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^p
Personal consumption expenditures (PCE)	2.4	2.5	2.4	2.2	2.1	2.5	2.7	2.4
Durable goods	-2.1	-1.9	-2.0	-2.2	-1.6	-1.1	-.8	-.5
Nondurable goods	4.5	4.7	4.0	3.2	2.7	4.3	4.7	3.9
Services	2.3	2.4	2.5	2.6	2.6	2.4	2.5	2.2
Addenda:								
PCE excluding food and energy	1.5	1.5	1.4	1.5	1.6	1.6	1.6	1.5
Market-based PCE ¹	2.5	2.7	2.5	2.2	2.0	2.6	2.9	2.7
Market-based PCE excluding food and energy ¹	1.4	1.6	1.4	1.4	1.4	1.5	1.7	1.7

^p Preliminary.

^r Revised.

¹ This index is a supplemental measure that is based on household expenditures for which there are observable price measures. It excludes most implicit prices (for example, the services furnished without payment by financial intermediaries) and the expenses of nonprofit institutions.