

EMBARGOED UNTIL RELEASE AT 8:30 A.M. EST, MONDAY, FEBRUARY 2, 2009

James E. Rankin: (202) 606-5301 (Personal Income)
Brendan Leary: (202) 606-5302 (Personal Outlays)

BEA 09-03

PERSONAL INCOME AND OUTLAYS: DECEMBER 2008

Personal income decreased \$25.3 billion, or 0.2 percent, and disposable personal income (DPI) decreased \$25.1 billion, or 0.2 percent, in December, according to the Bureau of Economic Analysis. Personal consumption expenditures (PCE) decreased \$102.4 billion, or 1.0 percent. In November, personal income decreased \$44.0 billion, or 0.4 percent, DPI decreased \$33.9 billion, or 0.3 percent, and PCE decreased \$77.8 billion, or 0.8 percent, based on revised estimates.

Real disposable income increased 0.3 percent in December, compared with an increase of 0.8 percent in November. Real PCE decreased 0.5 percent, in contrast to an increase of 0.3 percent. The price index for PCE decreased 0.5 percent, compared with a decrease of 1.1 percent.

	2008				
	<u>Aug.</u>	<u>Sept.</u>	<u>Oct.</u>	<u>Nov.</u>	<u>Dec.</u>
	(Percent change from preceding month)				
Personal income, current dollars	0.3	0.0	-0.1	-0.4	-0.2
Disposable personal income:					
Current dollars	-1.1	0.1	0.0	-0.3	-0.2
Chained (2000) dollars	-1.1	0.0	0.5	0.8	0.3
Personal consumption expenditures:					
Current dollars	-0.2	-0.4	-1.1	-0.8	-1.0
Chained (2000) dollars	-0.1	-0.5	-0.6	0.3	-0.5

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/newsreleases/rels.htm.

Wages and salaries

Private wage and salary disbursements decreased \$23.5 billion in December, compared with a decrease of \$12.1 billion in November. Goods-producing industries' payrolls decreased \$15.7 billion, compared with a decrease of \$4.4 billion; manufacturing payrolls decreased \$9.6 billion, compared with a decrease of \$3.1 billion. Services-producing industries' payrolls decreased \$7.8 billion, compared with a decrease \$7.7 billion. Government wage and salary disbursements increased \$2.3 billion, compared with an increase of \$1.7 billion.

Other personal income

Proprietors' income decreased \$6.8 billion in December, compared with a decrease of \$17.6 billion in November. Farm proprietors' income decreased \$0.9 billion, compared with a decrease of \$1.3 billion. Nonfarm proprietors' income decreased \$5.9 billion, compared with a decrease of \$16.3 billion.

Rental income of persons increased \$4.3 billion in December, compared with an increase of \$2.8 billion in November. Personal income receipts on assets (personal interest income plus personal dividend income) decreased \$29.0 billion, compared with a decrease of \$28.8 billion.

Personal current transfer receipts increased \$24.4 billion in December, compared with an increase of \$7.5 billion in November. The December increase in personal current transfer receipts reflected retroactive social security benefits payments of \$7.4 billion at an annual rate, resulting from a recalculation of the earnings base underlying the benefits for recent retirees. The December increase in personal current transfer receipts also reflected provisions of the Supplemental Appropriations Act of 2008, which provides up to 13 weeks of additional unemployment compensation benefits to those who have exhausted their regular unemployment benefits. The additional unemployment benefits boosted the level of personal current transfer receipts by \$7.1 billion in December.

Contributions for government social insurance -- a subtraction in calculating personal income -- decreased \$3.1 billion in December, compared with a decrease of \$1.9 billion in November.

Personal current taxes and disposable personal income

Personal current taxes decreased \$0.2 billion in December, compared with a decrease of \$10.1 billion in November. Disposable personal income (DPI) -- personal income less personal current taxes -- decreased \$25.1 billion, or 0.2 percent, in December, compared with a decrease of \$33.9 billion, or 0.3 percent, in November.

Personal outlays and personal saving

Personal outlays -- PCE, personal interest payments, and personal current transfer payments decreased \$104.6 billion in December, compared with a decrease of \$80.0 billion in November. PCE decreased \$102.4 billion, compared with a decrease of \$77.8 billion.

Personal saving -- DPI less personal outlays -- was \$378.6 billion in December, compared with \$299.1 billion in November. Personal saving as a percentage of disposable personal income was 3.6 percent in December, compared with 2.8 percent in November. For a comparison of personal saving in BEA's national income and product accounts with personal saving in the Federal Reserve Board's flow of funds accounts and data on changes in net worth, which help finance consumption, go to www.bea.gov/national/nipaweb/Nipa-Frb.asp.

Real DPI and real PCE

Real DPI -- DPI adjusted to remove price changes -- increased 0.3 percent in December, compared with an increase of 0.8 percent in November.

Real PCE -- PCE adjusted to remove price changes -- decreased 0.5 percent in December, in contrast to an increase of 0.3 percent in November. Purchases of durable goods decreased 0.8 percent, in contrast to an increase of 1.0 percent. Purchases of nondurable goods decreased 1.8 percent in December, in contrast to an increase of 0.9 percent in November. Purchases of services increased 0.1 percent, in contrast to a decrease of less than 0.1 percent.

PCE price index -- the price index for PCE decreased 0.5 percent in December, compared with a decrease of 1.1 percent in November. The PCE price index, excluding food and energy, was essentially unchanged in December and in November.

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.....	11.3	-11.3	0.1	-0.1	-20.7	-44.0	-0.2	-0.4
Disposable personal income:								
Current dollars.....	16.7	-2.0	0.2	0.0	-11.8	-33.9	-0.1	-0.3
Chained (2000) dollars.....	61.2	47.0	0.7	0.5	88.1	70.7	1.0	0.8
Personal consumption expenditures:								
Current dollars.....	-102.6	-116.2	-1.0	-1.1	-56.1	-77.8	-0.6	-0.8
Chained (2000) dollars.....	-38.6	-48.7	-0.5	-0.6	45.6	28.5	0.6	0.3

This release also 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 March 2000 through December 2008. BEA population estimates are a mid-month average of Census Bureau data. 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/national/nipaweb/SelectTable.asp?Selected=Y#S2.

BEA's national, international, regional, and industry estimates; the *Survey of Current Business*; and BEA news releases are available without charge on BEA's Web site at www.bea.gov. By visiting the site, you can also subscribe to receive free e-mail summaries of BEA releases and announcements.

* * *

Next release -- March 2, 2009, at 8:30 A.M. EST for
Personal Income and Outlays for January.

Release Dates for 2009

December 2008..	February 2	April 2009....	June 1	August 2009.....	October 1
January 2009.....	March 2	May 2009.....	June 26	September 2009...	October 30
February 2009.....	March 27	June 2009.....	August 4	October 2009.....	November 25
March 2009.....	April 30	July 2009.....	August 28	November 2009...	December 23

Table 1. Personal Income and Its Disposition (Months)

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2008							
	May	June	July	August	September	October ^r	November ^r	December ^p
Personal income	12,219.8	12,233.6	12,136.0	12,168.8	12,173.2	12,161.9	12,117.9	12,092.6
Compensation of employees, received	8,033.1	8,049.3	8,067.8	8,091.7	8,081.5	8,080.5	8,070.7	8,049.5
Wage and salary disbursements	6,530.9	6,543.8	6,559.3	6,580.6	6,570.4	6,567.3	6,557.0	6,535.6
Private industries.....	5,407.3	5,415.4	5,425.0	5,442.0	5,428.3	5,422.0	5,409.9	5,386.4
Goods-producing industries.....	1,212.4	1,214.6	1,217.4	1,221.1	1,214.6	1,209.0	1,204.6	1,188.9
Manufacturing.....	744.9	745.6	746.3	744.5	740.0	737.1	734.0	724.4
Services-producing industries.....	4,194.9	4,200.9	4,207.6	4,220.8	4,213.6	4,213.0	4,205.3	4,197.5
Trade, transportation, and utilities.....	1,047.1	1,050.3	1,048.9	1,049.1	1,044.3	1,036.7	1,029.6	1,025.2
Other services-producing industries.....	3,147.8	3,150.6	3,158.7	3,171.7	3,169.3	3,176.3	3,175.8	3,172.3
Government.....	1,123.6	1,128.4	1,134.3	1,138.6	1,142.1	1,145.3	1,147.0	1,149.3
Supplements to wages and salaries	1,502.1	1,505.5	1,508.5	1,511.1	1,511.2	1,513.2	1,513.7	1,513.9
Employer contributions for employee pension and insurance funds..	1,024.4	1,027.4	1,029.8	1,031.3	1,032.6	1,035.0	1,036.7	1,038.4
Employer contributions for government social insurance.....	477.7	478.2	478.8	479.8	478.6	478.2	477.0	475.5
Proprietors' income with inventory valuation and capital consumption adjustments	1,076.1	1,083.5	1,090.0	1,079.8	1,071.8	1,074.5	1,056.9	1,050.1
Farm.....	38.4	36.1	35.0	32.5	29.6	27.1	25.8	24.9
Nonfarm.....	1,037.7	1,047.4	1,055.0	1,047.3	1,042.2	1,047.4	1,031.1	1,025.2
Rental income of persons with capital consumption adjustment	58.3	68.3	72.8	77.3	55.5	86.3	89.1	93.4
Personal income receipts on assets	2,052.3	2,052.8	2,054.1	2,055.6	2,057.3	2,028.5	1,999.7	1,970.7
Personal interest income.....	1,208.7	1,204.5	1,210.9	1,217.4	1,223.8	1,199.2	1,174.5	1,149.9
Personal dividend income.....	843.6	848.3	843.2	838.2	833.4	829.4	825.2	820.8
Personal current transfer receipts	1,995.3	1,976.0	1,849.0	1,864.3	1,904.8	1,889.2	1,896.7	1,921.1
Government social benefits to persons.....	1,962.9	1,943.5	1,816.5	1,831.7	1,845.3	1,856.5	1,863.9	1,888.3
Old-age, survivors, disability, and health insurance benefits.....	1,051.8	1,057.0	1,067.4	1,067.5	1,072.0	1,074.5	1,082.8	1,088.7
Government unemployment insurance benefits.....	41.5	42.0	47.6	62.4	67.5	64.6	64.2	79.6
Other.....	869.6	844.5	701.5	701.9	705.8	717.4	716.9	719.9
Other current transfer receipts, from business (net).....	32.4	32.4	32.5	32.6	59.5	32.7	32.8	32.8
Less: Contributions for government social insurance	995.4	996.3	997.7	999.8	997.8	997.1	995.2	992.1
Less: Personal current taxes	1,147.9	1,363.0	1,371.3	1,520.3	1,514.3	1,505.0	1,494.9	1,494.7
Equals: Disposable personal income	11,071.9	10,870.6	10,764.7	10,648.6	10,658.9	10,656.9	10,623.0	10,597.9
Less: Personal outlays	10,544.3	10,595.9	10,585.0	10,567.4	10,527.3	10,403.9	10,323.9	10,219.3
Personal consumption expenditures.....	10,144.2	10,196.4	10,187.1	10,170.9	10,132.4	10,016.2	9,938.4	9,836.0
Durable goods.....	1,065.5	1,049.1	1,016.6	1,033.7	998.4	946.0	949.7	937.4
Nondurable goods.....	3,025.4	3,063.0	3,068.4	3,042.4	3,022.9	2,933.2	2,852.7	2,752.2
Services.....	6,053.3	6,084.2	6,102.0	6,094.8	6,111.2	6,137.0	6,136.1	6,146.4
Personal interest payments ¹	253.8	252.9	250.9	248.9	246.9	244.1	241.3	238.5
Personal current transfer payments.....	146.4	146.7	147.1	147.5	148.0	143.6	144.1	144.8
To government.....	83.7	84.0	84.4	84.8	85.3	85.8	86.3	86.9
To the rest of the world (net).....	62.7	62.7	62.7	62.7	62.7	57.8	57.8	57.8
Equals: Personal saving	527.5	274.7	179.7	81.2	131.6	253.1	299.1	378.6
Personal saving as a percentage of disposable personal income	4.8	2.5	1.7	0.8	1.2	2.4	2.8	3.6
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	9,119.1	8,885.5	8,751.0	8,657.6	8,658.7	8,705.7	8,776.4	8,800.1
Per capita:								
Current dollars.....	36,406	35,716	35,340	34,928	34,931	34,896	34,758	34,651
Chained (2000) dollars.....	29,985	29,194	28,729	28,398	28,376	28,507	28,716	28,773
Population (midperiod, thousands) ³	304,121	304,360	304,608	304,870	305,138	305,390	305,624	305,848

^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]

	2007	2008	Seasonally adjusted at annual rates					
			2007		2008			
			III	IV	I	II	III	IV
Personal income	11,663.2	12,099.0	11,730.4	11,872.1	11,960.5	12,152.2	12,159.4	12,124.1
Compensation of employees, received	7,818.6	8,047.6	7,839.3	7,941.0	8,009.7	8,033.5	8,080.4	8,066.9
Wage and salary disbursements	6,362.0	6,543.2	6,377.7	6,465.5	6,518.0	6,531.3	6,570.1	6,553.3
Private industries.....	5,286.7	5,413.5	5,297.0	5,373.4	5,408.3	5,407.9	5,431.7	5,406.1
Goods-producing industries.....	1,205.4	1,212.3	1,204.3	1,218.2	1,217.7	1,212.7	1,217.7	1,200.8
Manufacturing.....	746.0	742.2	743.4	750.2	748.4	745.0	743.6	731.8
Services-producing industries.....	4,081.3	4,201.3	4,092.6	4,155.3	4,190.5	4,195.2	4,214.0	4,205.3
Trade, transportation, and utilities.....	1,035.2	1,044.2	1,035.3	1,048.3	1,050.4	1,048.4	1,047.4	1,030.5
Other services-producing industries.....	3,046.1	3,157.1	3,057.4	3,106.9	3,140.2	3,146.7	3,166.6	3,174.8
Government.....	1,075.2	1,129.7	1,080.8	1,092.1	1,109.7	1,123.4	1,138.3	1,147.2
Supplements to wages and salaries	1,456.6	1,504.4	1,461.6	1,475.5	1,491.7	1,502.2	1,510.3	1,513.6
Employer contributions for employee pension and insurance funds..	991.9	1,026.9	996.5	1,005.9	1,015.3	1,024.4	1,031.2	1,036.7
Employer contributions for government social insurance	464.7	477.5	465.1	469.6	476.4	477.8	479.0	476.9
Proprietors' income with inventory valuation and capital consumption adjustments	1,056.2	1,072.4	1,063.8	1,073.8	1,071.7	1,076.9	1,080.5	1,060.5
Farm.....	44.0	34.5	47.4	47.1	41.6	38.0	32.4	25.9
Nonfarm.....	1,012.2	1,037.9	1,016.4	1,026.7	1,030.1	1,039.0	1,048.2	1,034.6
Rental income of persons with capital consumption adjustment	40.0	63.9	41.8	38.6	39.1	58.6	68.5	89.6
Personal income receipts on assets	2,000.1	2,040.4	2,030.9	2,056.2	2,054.1	2,052.3	2,055.7	1,999.6
Personal interest income	1,214.3	1,206.3	1,236.2	1,242.7	1,224.6	1,208.7	1,217.4	1,174.5
Personal dividend income.....	785.8	834.1	794.7	813.5	829.5	843.6	838.3	825.1
Personal current transfer receipts	1,713.3	1,869.8	1,720.6	1,737.8	1,778.1	1,926.3	1,872.7	1,902.3
Government social benefits to persons	1,681.4	1,835.1	1,688.0	1,704.7	1,745.8	1,893.9	1,831.2	1,869.6
Old-age, survivors, disability, and health insurance benefits.....	999.4	1,058.3	1,008.8	1,009.6	1,032.4	1,050.0	1,068.9	1,082.0
Government unemployment insurance benefits.....	32.3	52.0	32.5	34.3	38.2	41.4	59.2	69.5
Other.....	649.6	724.7	646.7	660.9	675.3	802.5	703.1	718.0
Other current transfer receipts, from business (net).....	31.9	34.7	32.5	33.1	32.2	32.4	41.5	32.8
Less: Contributions for government social insurance	965.1	995.2	966.0	975.3	992.2	995.4	998.4	994.8
Less: Personal current taxes	1,492.8	1,462.0	1,501.6	1,520.5	1,535.0	1,346.1	1,468.6	1,498.2
Equals: Disposable personal income	10,170.5	10,637.0	10,228.8	10,351.5	10,425.5	10,806.0	10,690.7	10,625.9
Less: Personal outlays	10,113.1	10,454.6	10,182.0	10,309.2	10,404.9	10,538.2	10,559.9	10,315.7
Personal consumption expenditures.....	9,710.2	10,058.5	9,765.6	9,892.7	10,002.3	10,138.0	10,163.5	9,930.2
Durable goods.....	1,082.8	1,022.7	1,086.2	1,083.0	1,071.0	1,059.3	1,016.2	944.4
Nondurable goods.....	2,833.0	2,966.9	2,846.6	2,906.2	2,950.7	3,026.2	3,044.6	2,846.0
Services.....	5,794.4	6,068.9	5,832.8	5,903.5	5,980.6	6,052.5	6,102.7	6,139.8
Personal interest payments ¹	265.4	251.4	278.2	276.7	261.7	253.8	248.9	241.3
Personal current transfer payments.....	137.5	144.7	138.1	139.8	140.8	146.4	147.5	144.2
To government.....	81.2	84.4	81.8	82.5	82.9	83.7	84.8	86.3
To the rest of the world (net).....	56.3	60.3	56.3	57.3	57.9	62.7	62.7	57.8
Equals: Personal saving	57.4	182.4	46.8	42.4	20.6	267.9	130.8	310.3
Personal saving as a percentage of disposable personal income	0.6	1.7	0.5	0.4	0.2	2.5	1.2	2.9
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	8,644.0	8,752.3	8,671.1	8,683.1	8,667.9	8,891.0	8,689.1	8,760.4
Per capita:								
Current dollars.....	33,706	34,929	33,858	34,179	34,351	35,531	35,066	34,768
Chained (2000) dollars.....	28,648	28,740	28,702	28,670	28,560	29,234	28,501	28,664
Population (midperiod, thousands) ³	301,737	304,530	302,108	302,865	303,498	304,128	304,872	305,620

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

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2008							
	May	June	July	August	September	October ^r	November ^r	December ^p
Personal income	216.7	13.8	-97.6	32.8	4.4	-11.3	-44.0	-25.3
Compensation of employees, received	15.0	16.2	18.5	23.9	-10.2	-1.0	-9.8	-21.2
Wage and salary disbursements	11.8	12.9	15.5	21.3	-10.2	-3.1	-10.3	-21.4
Private industries.....	6.2	8.1	9.6	17.0	-13.7	-6.3	-12.1	-23.5
Goods-producing industries	1.1	2.2	2.8	3.7	-6.5	-5.6	-4.4	-15.7
Manufacturing	0.4	0.7	0.7	-1.8	-4.5	-2.9	-3.1	-9.6
Services-producing industries.....	5.1	6.0	6.7	13.2	-7.2	-0.6	-7.7	-7.8
Trade, transportation, and utilities	-0.8	3.2	-1.4	0.2	-4.8	-7.6	-7.1	-4.4
Other services-producing industries	5.9	2.8	8.1	13.0	-2.4	7.0	-0.5	-3.5
Government.....	5.5	4.8	5.9	4.3	3.5	3.2	1.7	2.3
Supplements to wages and salaries	3.2	3.4	3.0	2.6	0.1	2.0	0.5	0.2
Employer contributions for employee pension and insurance funds..	2.9	3.0	2.4	1.5	1.3	2.4	1.7	1.7
Employer contributions for government social insurance	0.3	0.5	0.6	1.0	-1.2	-0.4	-1.2	-1.5
Proprietors' income with inventory valuation and capital consumption adjustments	4.9	7.4	6.5	-10.2	-8.0	2.7	-17.6	-6.8
Farm	-1.0	-2.3	-1.1	-2.5	-2.9	-2.5	-1.3	-0.9
Nonfarm.....	5.8	9.7	7.6	-7.7	-5.1	5.2	-16.3	-5.9
Rental income of persons with capital consumption adjustment	9.2	10.0	4.5	4.5	-21.8	30.8	2.8	4.3
Personal income receipts on assets	0.5	0.5	1.3	1.5	1.7	-28.8	-28.8	-29.0
Personal interest income	-4.3	-4.2	6.4	6.5	6.4	-24.6	-24.7	-24.6
Personal dividend income.....	4.8	4.7	-5.1	-5.0	-4.8	-4.0	-4.2	-4.4
Personal current transfer receipts	187.8	-19.3	-127.0	15.3	40.5	-15.6	7.5	24.4
Government social benefits to persons	187.8	-19.4	-127.0	15.2	13.6	11.2	7.4	24.4
Old-age, survivors, disability, and health insurance benefits	10.8	5.2	10.4	0.1	4.5	2.5	8.3	5.9
Government unemployment insurance benefits	0.9	0.5	5.6	14.8	5.1	-2.9	-0.4	15.4
Other	176.1	-25.1	-143.0	0.4	3.9	11.6	-0.5	3.0
Other current transfer receipts, from business (net)	0.0	0.0	0.1	0.1	26.9	-26.8	0.1	0.0
Less: Contributions for government social insurance	0.9	0.9	1.4	2.1	-2.0	-0.7	-1.9	-3.1
Less: Personal current taxes	-379.6	215.1	8.3	149.0	-6.0	-9.3	-10.1	-0.2
Equals: Disposable personal income	596.3	-201.3	-105.9	-116.1	10.3	-2.0	-33.9	-25.1
Less: Personal outlays	70.1	51.6	-10.9	-17.6	-40.1	-123.4	-80.0	-104.6
Personal consumption expenditures	70.7	52.2	-9.3	-16.2	-38.5	-116.2	-77.8	-102.4
Durable goods	2.3	-16.4	-32.5	17.1	-35.3	-52.4	3.7	-12.3
Nondurable goods	35.0	37.6	5.4	-26.0	-19.5	-89.7	-80.5	-100.5
Services.....	33.4	30.9	17.8	-7.2	16.4	25.8	-0.9	10.3
Personal interest payments ¹	-0.9	-0.9	-2.0	-2.0	-2.0	-2.8	-2.8	-2.8
Personal current transfer payments	0.3	0.3	0.4	0.4	0.5	-4.4	0.5	0.7
To government	0.3	0.3	0.4	0.4	0.5	0.5	0.5	0.6
To the rest of the world (net)	0.0	0.0	0.0	0.0	0.0	-4.9	0.0	0.0
Equals: Personal saving	526.1	-252.8	-95.0	-98.5	50.4	121.5	46.0	79.5
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	451.8	-233.6	-134.5	-93.4	1.1	47.0	70.7	23.7

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]

	2007	2008	Seasonally adjusted at annual rates					
			2007		2008			
			III	IV	I	II	III	IV
Personal income	669.3	435.8	152.9	141.7	88.4	191.7	7.2	-35.3
Compensation of employees, received	386.0	229.0	79.2	101.7	68.7	23.8	46.9	-13.5
Wage and salary disbursements	334.8	181.2	67.0	87.8	52.5	13.3	38.8	-16.8
Private industries.....	282.5	126.8	54.5	76.4	34.9	-0.4	23.8	-25.6
Goods-producing industries.....	38.2	6.9	3.6	13.9	-0.5	-5.0	5.0	-16.9
Manufacturing.....	14.8	-3.8	-0.6	6.8	-1.8	-3.4	-1.4	-11.8
Services-producing industries.....	244.2	120.0	50.7	62.7	35.2	4.7	18.8	-8.7
Trade, transportation, and utilities.....	48.5	9.0	-1.2	13.0	2.1	-2.0	-1.0	-16.9
Other services-producing industries.....	195.7	111.0	52.0	49.5	33.3	6.5	19.9	8.2
Government.....	52.2	54.5	12.7	11.3	17.6	13.7	14.9	8.9
Supplements to wages and salaries	51.3	47.8	12.2	13.9	16.2	10.5	8.1	3.3
Employer contributions for employee pension and insurance funds..	35.1	35.0	8.8	9.4	9.4	9.1	6.8	5.5
Employer contributions for government social insurance	16.2	12.8	3.4	4.5	6.8	1.4	1.2	-2.1
Proprietors' income with inventory valuation and capital consumption adjustments	41.5	16.2	13.6	10.0	-2.1	5.2	3.6	-20.0
Farm.....	27.8	-9.5	5.1	-0.3	-5.5	-3.6	-5.6	-6.5
Nonfarm.....	13.6	25.7	8.5	10.3	3.4	8.9	9.2	-13.6
Rental income of persons with capital consumption adjustment	-4.3	23.9	-2.8	-3.2	0.5	19.5	9.9	21.1
Personal income receipts on assets	175.3	40.3	48.4	25.3	-2.1	-1.8	3.4	-56.1
Personal interest income.....	88.9	-8.0	30.1	6.5	-18.1	-15.9	8.7	-42.9
Personal dividend income.....	86.4	48.3	18.2	18.8	16.0	14.1	-5.3	-13.2
Personal current transfer receipts	110.3	156.5	21.4	17.2	40.3	148.2	-53.6	29.6
Government social benefits to persons.....	103.3	153.7	20.5	16.7	41.1	148.1	-62.7	38.4
Old-age, survivors, disability, and health insurance benefits.....	60.5	58.9	11.3	0.8	22.8	17.6	18.9	13.1
Government unemployment insurance benefits.....	2.4	19.7	1.3	1.8	3.9	3.2	17.8	10.3
Other.....	40.3	75.1	7.9	14.2	14.4	127.2	-99.4	14.9
Other current transfer receipts, from business (net).....	7.0	2.8	0.8	0.6	-0.9	0.2	9.1	-8.7
Less: Contributions for government social insurance	39.6	30.1	6.9	9.3	16.9	3.2	3.0	-3.6
Less: Personal current taxes	139.6	-30.8	12.2	18.9	14.5	-188.9	122.5	29.6
Equals: Disposable personal income	529.8	466.5	140.8	122.7	74.0	380.5	-115.3	-64.8
Less: Personal outlays	543.1	341.5	125.1	127.2	95.7	133.3	21.7	-244.2
Personal consumption expenditures.....	503.0	348.3	108.1	127.1	109.6	135.7	25.5	-233.3
Durable goods.....	30.7	-60.1	0.9	-3.2	-12.0	-11.7	-43.1	-71.8
Nondurable goods.....	147.8	133.9	28.9	59.6	44.5	75.5	18.4	-198.6
Services.....	324.5	274.5	78.4	70.7	77.1	71.9	50.2	37.1
Personal interest payments ¹	30.0	-14.0	15.6	-1.5	-15.0	-7.9	-4.9	-7.6
Personal current transfer payments.....	10.1	7.2	1.2	1.7	1.0	5.6	1.1	-3.3
To government.....	5.0	3.2	1.0	0.7	0.4	0.8	1.1	1.5
To the rest of the world (net).....	5.2	4.0	0.3	1.0	0.6	4.8	0.0	-4.9
Equals: Personal saving	-13.3	125.0	15.7	-4.4	-21.8	247.3	-137.1	179.5
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	237.0	108.3	66.6	12.0	-15.2	223.1	-201.9	71.3

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							
	2008							
	May	June	July	August	September	October ^r	November ^r	December ^p
	Based on current-dollar measures							
Personal income	1.8	0.1	-0.8	0.3	0.0	-0.1	-0.4	-0.2
Compensation of employees, received.....	0.2	0.2	0.2	0.3	-0.1	0.0	-0.1	-0.3
Wage and salary disbursements.....	0.2	0.2	0.2	0.3	-0.2	0.0	-0.2	-0.3
Supplements to wages and salaries.....	0.2	0.2	0.2	0.2	0.0	0.1	0.0	0.0
Proprietors' income with inventory valuation and capital consumption adjustments.....	0.5	0.7	0.6	-0.9	-0.7	0.2	-1.6	-0.6
Rental income of persons with capital consumption adjustment.....	18.9	17.0	6.6	6.2	-28.1	55.3	3.3	4.8
Personal income receipts on assets.....	0.0	0.0	0.1	0.1	0.1	-1.4	-1.4	-1.5
Personal interest income.....	-0.3	-0.4	0.5	0.5	0.5	-2.0	-2.1	-2.1
Personal dividend income.....	0.6	0.6	-0.6	-0.6	-0.6	-0.5	-0.5	-0.5
Personal current transfer receipts.....	10.4	-1.0	-6.4	0.8	2.2	-0.8	0.4	1.3
Less: Contributions for government social insurance.....	0.1	0.1	0.1	0.2	-0.2	-0.1	-0.2	-0.3
Less: Personal current taxes	-24.9	18.7	0.6	10.9	-0.4	-0.6	-0.7	0.0
Equals: Disposable personal income	5.7	-1.8	-1.0	-1.1	0.1	0.0	-0.3	-0.2
Addenda:								
Personal consumption expenditures.....	0.7	0.5	-0.1	-0.2	-0.4	-1.1	-0.8	-1.0
Durable goods.....	0.2	-1.5	-3.1	1.7	-3.4	-5.2	0.4	-1.3
Nondurable goods.....	1.2	1.2	0.2	-0.8	-0.6	-3.0	-2.7	-3.5
Services.....	0.6	0.5	0.3	-0.1	0.3	0.4	0.0	0.2
	Based on chained (2000) dollar measures							
Real disposable personal income.....	5.2	-2.6	-1.5	-1.1	0.0	0.5	0.8	0.3

p Preliminary
r Revised

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

	2007	2008	Seasonally adjusted at annual rates					
			2007		2008			
			III	IV	I	II	III	IV
	Based on current-dollar measures							
Personal income	6.1	3.7	5.4	4.9	3.0	6.6	0.2	-1.2
Compensation of employees, received.....	5.2	2.9	4.1	5.3	3.5	1.2	2.4	-0.7
Wage and salary disbursements.....	5.6	2.8	4.3	5.6	3.3	0.8	2.4	-1.0
Supplements to wages and salaries.....	3.7	3.3	3.4	3.9	4.5	2.8	2.2	0.9
Proprietors' income with inventory valuation and capital consumption adjustments.....	4.1	1.5	5.3	3.8	-0.8	2.0	1.3	-7.2
Rental income of persons with capital consumption adjustment.....	-9.6	59.7	-22.7	-27.3	5.3	401.3	87.6	192.3
Personal income receipts on assets.....	9.6	2.0	10.1	5.1	-0.4	-0.3	0.7	-10.5
Personal interest income.....	7.9	-0.7	10.4	2.1	-5.7	-5.1	2.9	-13.4
Personal dividend income.....	12.4	6.1	9.8	9.8	8.1	7.0	-2.5	-6.1
Personal current transfer receipts.....	6.9	9.1	5.1	4.1	9.6	37.8	-10.7	6.5
Less: Contributions for government social insurance.....	4.3	3.1	2.9	3.9	7.1	1.3	1.2	-1.4
Less: Personal current taxes	10.3	-2.1	3.3	5.1	3.9	-40.8	41.7	8.3
Equals: Disposable personal income	5.5	4.6	5.7	4.9	2.9	15.4	-4.2	-2.4
Addenda:								
Personal consumption expenditures.....	5.5	3.6	4.6	5.3	4.5	5.5	1.0	-8.9
Durable goods.....	2.9	-5.5	0.3	-1.2	-4.3	-4.3	-15.3	-25.4
Nondurable goods.....	5.5	4.7	4.2	8.7	6.3	10.6	2.4	-23.6
Services.....	5.9	4.7	5.6	4.9	5.3	4.9	3.4	2.5
	Based on chained (2000) dollar measures							
Real disposable personal income.....	2.8	1.3	3.1	0.6	-0.7	10.7	-8.8	3.3

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

	2008							
	May	June	July	August	September	October ^r	November ^r	December ^p
	Billions of chained (2000) dollars, seasonally adjusted at annual rates							
Personal consumption expenditures	8,355.1	8,334.4	8,281.4	8,269.3	8,231.0	8,182.3	8,210.8	8,167.5
Durable goods.....	1,237.1	1,217.0	1,178.5	1,200.4	1,161.4	1,103.2	1,114.3	1,105.4
Nondurable goods.....	2,427.3	2,415.9	2,392.0	2,378.5	2,358.3	2,332.6	2,353.8	2,312.0
Services.....	4,712.8	4,717.9	4,716.6	4,703.9	4,713.4	4,730.8	4,729.9	4,734.2
	Change from preceding period in billions of chained (2000) dollars, seasonally adjusted at annual rates							
Personal consumption expenditures	20.5	-20.7	-53.0	-12.1	-38.3	-48.7	28.5	-43.3
Durable goods.....	6.3	-20.1	-38.5	21.9	-39.0	-58.2	11.1	-8.9
Nondurable goods.....	8.3	-11.4	-23.9	-13.5	-20.2	-25.7	21.2	-41.8
Services.....	7.1	5.1	-1.3	-12.7	9.5	17.4	-0.9	4.3
	Percent change from preceding period in chained (2000) dollars, seasonally adjusted at monthly rates							
Personal consumption expenditures	0.2	-0.2	-0.6	-0.1	-0.5	-0.6	0.3	-0.5
Durable goods.....	0.5	-1.6	-3.2	1.9	-3.2	-5.0	1.0	-0.8
Nondurable goods.....	0.3	-0.5	-1.0	-0.6	-0.8	-1.1	0.9	-1.8
Services.....	0.2	0.1	0.0	-0.3	0.2	0.4	0.0	0.1

p Preliminary
r Revised

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

	2007	2008	Seasonally adjusted at annual rates					
			2007		2008			
			III	IV	I	II	III	IV
	Billions of chained (2000) dollars							
Personal consumption expenditures	8,252.8	8,276.2	8,278.5	8,298.2	8,316.1	8,341.3	8,260.6	8,186.9
Durable goods.....	1,242.4	1,188.3	1,249.4	1,250.6	1,237.0	1,228.3	1,180.1	1,107.7
Nondurable goods.....	2,392.6	2,381.9	2,398.6	2,400.2	2,397.9	2,420.7	2,376.3	2,332.8
Services.....	4,646.2	4,714.8	4,659.8	4,676.1	4,704.3	4,712.1	4,711.3	4,731.6
	Change from preceding period in billions of chained (2000) dollars							
Personal consumption expenditures	223.8	23.4	41.2	19.7	17.9	25.2	-80.7	-73.7
Durable goods.....	57.3	-54.1	7.1	1.2	-13.6	-8.7	-48.2	-72.4
Nondurable goods.....	57.3	-10.7	7.1	1.6	-2.3	22.8	-44.4	-43.5
Services.....	116.3	68.6	27.1	16.3	28.2	7.8	-0.8	20.3
	Percent change from preceding period in chained (2000) dollars							
Personal consumption expenditures	2.8	0.3	2.0	1.0	0.9	1.2	-3.8	-3.5
Durable goods.....	4.8	-4.4	2.3	0.4	-4.3	-2.8	-14.8	-22.4
Nondurable goods.....	2.5	-0.4	1.2	0.3	-0.4	3.9	-7.1	-7.1
Services.....	2.6	1.5	2.4	1.4	2.4	0.7	-0.1	1.7

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

	2008							
	May	June	July	August	September	October ^r	November ^r	December ^p
	Chain-type price indexes (2000=100), seasonally adjusted							
Personal consumption expenditures (PCE)	121.419	122.346	123.017	123.002	123.106	122.419	121.047	120.434
Durable goods.....	86.123	86.205	86.264	86.110	85.957	85.744	85.223	84.799
Nondurable goods.....	124.646	126.793	128.282	127.920	128.186	125.766	121.205	119.050
Services.....	128.451	128.967	129.379	129.574	129.661	129.730	129.735	129.836
Addenda:								
PCE excluding food and energy.....	116.742	117.072	117.286	117.493	117.664	117.657	117.651	117.621
Market-based PCE ¹	119.578	120.574	121.348	121.292	121.406	120.634	119.042	118.336
Market-based PCE excluding food and energy ¹	113.482	113.775	114.025	114.230	114.427	114.456	114.461	114.439
	Percent change from preceding period in price indexes, seasonally adjusted at monthly rates							
PCE	0.5	0.8	0.5	0.0	0.1	-0.6	-1.1	-0.5
Durable goods.....	-0.3	0.1	0.1	-0.2	-0.2	-0.2	-0.6	-0.5
Nondurable goods.....	0.8	1.7	1.2	-0.3	0.2	-1.9	-3.6	-1.8
Services.....	0.4	0.4	0.3	0.2	0.1	0.1	0.0	0.1
Addenda:								
PCE excluding food and energy.....	0.2	0.3	0.2	0.2	0.1	0.0	0.0	0.0
Market-based PCE ¹	0.5	0.8	0.6	0.0	0.1	-0.6	-1.3	-0.6
Market-based PCE excluding food and energy ¹	0.2	0.3	0.2	0.2	0.2	0.0	0.0	0.0

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**

	2008							
	May	June	July	August	September	October ^r	November ^r	December ^p
Disposable personal income	6.1	3.2	1.2	-0.2	-0.4	0.2	1.2	1.3
Personal consumption expenditures	1.4	1.1	0.2	-0.2	-0.6	-1.1	-1.2	-1.7
Durable goods.....	-1.7	-1.6	-4.4	-4.4	-7.8	-12.2	-11.0	-11.1
Nondurable goods.....	1.4	0.7	-0.6	-0.5	-1.7	-2.6	-2.1	-3.7
Services.....	2.0	1.7	1.4	0.7	1.2	1.6	1.0	1.0

p Preliminary

r Revised

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

	2008							
	May	June	July	August	September	October ^r	November ^r	December ^p
Personal consumption expenditures (PCE)	3.5	4.1	4.5	4.4	4.1	3.2	1.4	0.6
Durable goods.....	-1.3	-1.3	-1.1	-0.9	-0.9	-1.2	-1.6	-1.9
Nondurable goods.....	5.6	7.2	8.2	8.0	7.7	5.3	-0.3	-2.6
Services.....	3.4	3.5	3.7	3.5	3.2	3.0	2.8	2.6
Addenda:								
PCE excluding food and energy.....	2.2	2.3	2.4	2.4	2.3	2.0	1.9	1.7
Market-based PCE ¹	3.5	4.1	4.6	4.6	4.3	3.3	1.3	0.4
Market-based PCE excluding food and energy ¹	1.9	2.0	2.1	2.2	2.1	1.9	1.8	1.6

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.