

Annual NIPA Revision: Newly Available Table

The national income and product account (NIPA) table 8.26, part of the annual NIPA revision, follows. The August SURVEY included an article describing the revision and most of the full set of NIPA tables. The remaining tables, 3.15–3.20 and 9.1–9.6, are scheduled to be published in the October SURVEY.

Table 8.26.—Comparison of Personal Income in the National Income and Product Accounts (NIPA's) with Adjusted Gross Income as Published by the Internal Revenue Service (IRS)

[Billions of dollars]

	Line	1994	1995	1996	1997
Personal income, NIPA's	1	5,757.9	6,072.1	6,425.2	6,784.0
Less: Portion of personal income not included in adjusted gross income	2	1,934.6	2,022.9	2,092.8	.....
Transfer payments except taxable military retirement and taxable government pensions.	3	770.5	817.3	856.3	.....
Other labor income except fees	4	399.9	396.4	381.5	.....
Imputed income in personal income ¹	5	230.2	240.3	260.1	.....
Investment income of life insurance carriers and private noninsured pension plans ² .	6	206.6	227.7	230.0	244.6
Investment income received by nonprofit institutions or retained by fiduciaries.	7	49.5	53.1	51.3	.....
Differences in accounting treatment between NIPA's and tax regulations, net.	8	62.0	51.2	45.8	.....
Other personal income exempt or excluded from adjusted gross income.	9	216.0	237.1	267.9	.....
Plus: Portion of adjusted gross income not included in personal income	10	665.2	739.4	873.1	.....
Personal contributions for social insurance	11	277.5	293.6	306.3	326.2
Gains, net of losses, from sales of property	12	139.1	167.4	249.5	.....
Taxable private pensions	13	150.5	169.0	184.6	.....
Small business corporation income	14	71.7	79.2	89.3	.....
Other types of income	15	26.3	30.3	43.4	.....
Equals: BEA-derived adjusted gross income	16	4,488.5	4,788.5	5,205.6	.....
Adjusted gross income, IRS	17	3,907.5	4,189.4	4,536.0	.....
Adjusted gross income (AGI) gap ³	18	581.0	599.1	669.6	.....
AGI gap (line 18) as a percentage of BEA-derived AGI (line 16)	19	12.9	12.5	12.9	.....
AGI of IRS (line 17) as a percentage of BEA-derived AGI (line 16).	20	87.1	87.5	87.1	.....

1. Consists of the imputations included in personal income shown in table 8.19 except for employer-paid health and life insurance premiums (line 115). In table 8.26, these premiums are included in line 4.

2. Equals imputed interest received by persons from life insurance carriers and private noninsured pension plans as shown in table 8.18 (line 51).

3. Consists of income earned by low-income individuals who are not required to file income tax returns, unreported income that is included in the NIPA measure, and gross errors and omissions in lines 2 through 15. Also includes the net effect of errors in the IRS adjusted gross income (line 17) and NIPA personal income (line 1) measures. Such errors can arise from the sample used by IRS to estimate line 17 and from the source data used by BEA to estimate line 1.