

January 28, 1981

CONFIDENTIAL - FR  
CLASS II FOMCPERCENT CHANGES IN GROSS NATIONAL PRODUCT  
AND RELATED ITEMS  
(Annual rates compounded quarterly)

	1981				1982			
	Q1	Q2	Q3	Projected Q4	Q1	Q2	Q3	Q4
<u>Constant (1972) dollars</u>								
Gross national product	1.3	-2.2	.6	.7	.7	.3	.6	1.0
Final purchases	.2	-1.4	1.7	.4	.0	.3	.6	1.1
Private	.2	-1.8	2.0	.4	-.1	.2	.5	1.1
Excluding net exports	-.4	-2.2	1.4	-.2	.1	.5	.6	.9
Personal consumption expenditures	.0	-1.0	2.2	.3	.4	.6	.5	.6
Goods	-2.4	-2.8	1.8	.7	.2	.6	.5	.5
Services	2.6	1.0	2.7	-.0	.5	.7	.4	.9
Gross private domestic investment	6.1	-12.8	-10.2	-.2	4.0	-.3	1.1	2.0
Residential structures	-4.4	-25.9	-5.8	-.5	-.7	-.8	.8	4.1
Business fixed investment	-1.6	-1.1	-1.6	-2.7	-1.4	.1	1.0	1.7
Gov't. purchases of goods and services	.2	.1	.4	.7	.8	.8	1.0	1.1
Federal	1.2	1.5	2.5	3.3	3.8	4.1	5.0	5.1
State and local	-.5	-.7	-.8	-.8	-1.0	-1.2	-1.4	-1.5
Disposable personal income	-3.8	-2.3	7.7	.1	-.7	.2	1.6	.4
<u>Current dollars</u>								
Gross national product	13.2	6.3	9.3	9.9	8.8	7.9	8.1	9.2
Final purchases	11.0	7.3	10.5	9.6	8.0	7.9	8.1	9.2
Private	11.9	7.1	11.2	9.0	8.0	7.9	8.1	8.5
Excluding net exports	11.7	7.2	10.2	7.6	8.1	8.3	8.3	8.3
Personal consumption expenditures	13.3	9.2	11.5	8.2	8.6	8.6	8.3	8.0
Goods	13.9	7.7	10.9	7.9	8.0	8.1	8.0	7.5
Services	12.6	10.9	12.1	8.6	9.2	9.2	8.7	8.5
Gross private domestic investment	20.0	-6.9	-3.3	7.2	11.0	6.7	8.2	9.3
Residential structures	3.8	-19.6	1.9	7.6	7.5	7.4	9.1	12.6
Business fixed investment	5.7	6.1	5.3	4.2	5.2	6.7	7.7	8.4
Gov't. purchases of goods and services	7.6	7.9	7.6	11.9	8.3	7.9	8.1	11.9
Federal	7.1	8.4	8.0	19.7	10.6	10.1	11.1	21.1
State and local	7.9	7.6	7.3	7.2	6.8	6.5	6.2	6.1
Disposable personal income	9.0	7.8	17.4	8.0	7.4	8.1	9.5	7.8
Personal income	10.1	8.6	11.0	8.8	7.9	8.7	9.8	8.6
Wage and salary disbursements	9.4	5.6	6.6	8.3	7.4	6.8	6.9	8.5
Corporate profits with IVA & C.C. Adj.	-8.3	-18.0	21.7	18.0	1.7	-3.6	10.6	17.1
Corporate profits before tax	-10.3	-14.8	15.2	12.7	2.8	-1.6	8.8	13.8
Nonfarm payroll employment	2.2	-1.5	-.1	-.3	.0	.5	.6	.7
Manufacturing	4.3	-3.1	-2.8	-1.5	-.8	.6	.8	.8
Nonfarm business sector								
Output per hour	-.2	-1.3	1.3	.8	.8	.3	.5	.6
Compensation per hour	12.1	9.1	8.8	8.4	9.2	7.9	7.7	7.7
Unit labor costs	12.3	10.5	7.4	7.5	8.3	7.6	7.2	7.1
GNP implicit deflator 1/	11.7	8.7	8.6	9.1	8.0	7.6	7.5	8.1
Gross domestic business product								
fixed-weighted price index 2/	12.9	9.9	8.9	8.0	8.1	7.9	7.8	7.5
Excluding food and energy	8.3	8.1	8.0	7.8	7.7	7.4	7.3	7.1
Consumer price index (all urban)	16.5	13.2	11.5	8.6	8.2	8.0	8.0	8.0
Industrial production	5.2	-4.7	.0	2.7	-2.6	1.3	1.3	5.4

1/ Excluding Federal pay increases, the rates of change are: 1981-Q1, 11.7 percent; 1981-Q4, 8.5 percent; 1982-Q1, 8.0 percent; 1982-Q4, 8.1 percent.

2/ Uses expenditures in 1972 as weights.