

MCGRAW-HILL FALL SURVEY
PLANT AND EQUIPMENT EXPENDITURES ANTICIPATED FOR 1982
(Percent change from prior year)

All business	9.6
Manufacturing	11.5
Durables	10.1
Nondurables	12.9
Nonmanufacturing	8.3

RECENT ERROR HISTORY OF THE FALL MCGRAW-HILL SURVEY

Year	Anticipated Change	Actual Change	Error (Anticipated Less Actual Change)
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-----Percent-----			
1970	8.3	5.5	2.8
1971	2.4	1.9	.5
1972	6.9	8.9	-2.6
1973	10.6	12.8	-2.2
1974	13.6	12.7	.9
1975	11.8	.3	11.5
1976	8.8	6.8	2.0
1977	13.0	12.7	.3
1978	11.1	13.3	-2.2
1979	9.9	15.1	-5.2
1980	9.5	9.3	.2
1981	11.9	8.8 ¹	3.1

1. Anticipated by August Commerce Survey.

THE FISCAL YEAR 1981 BUDGET
(Unified budget; billions of dollars)

	Time of Budget Estimate						Actual
	Jan. 1980	Mar. 1980	July 1980	Jan. 1981	Mar. 1981	July 1981	
Outlays							
Defense	146.2	150.5	157.5	161.1	162.1	160.4	159.7
Int. Affairs	9.6	10.1	10.3	11.3	11.3	11.8	11.1
Energy	8.1	6.9	7.2	8.7	9.3	9.5	10.6
Agriculture	2.8	2.0	2.2	1.1	1.2	4.0	5.6
Interest (net)	67.2	68.4	67.6	80.4	77.2	83.1	82.6
Comm. & Housing	0.7	0.4	0.7	3.5	3.2	4.2	4.0
Income Security ¹	336.1	334.0	346.5	352.1	349.4	348.7	348.4
Fiscal Ass't.	9.6	7.4	7.3	6.9	6.8	6.9	6.6
All Other ²	35.5	31.8	34.5	37.6	34.7	32.6	31.8
Total	615.8	611.5	633.8	662.7	655.2	661.2	660.5

Receipts

Current Law	579.0	589.2	591.6	605.0	608.8	607.8	n.a.
Total	600.0	628.0	604.0	607.5	600.3	605.6	602.6

Deficit	-15.8	+16.5	-29.8	-55.2	-54.9	-55.6	-57.9
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(percentage)

Economic Assumptions,
Calendar Year 1981

GNP growth (Q4/Q4)	11.7	11.4	12.6	12.3	11.0	11.8
Unemployment rate	7.4	7.3	8.5	7.7	7.7	7.5
CPI (Q4/Q4)	8.7	9.0	9.8	12.6	10.5	8.6
Bill rate (annual average)	9.0	9.5	9.0	13.5	11.1	13.6

1. Education, Training and Employment, Social Services, Health, Income Security and Veterans Benefits.
2. Science, Natural Resources, Transportation, Community Development, Justice, General Government, Offsetting Receipts and Allowances.

GROSS OFFERINGS OF CORPORATE SECURITIES
(Monthly totals or monthly averages, millions of dollars)

	1981				
	Q1	Q2	Q3 ^p	Oct. ^p	Nov. ^f
----- Seasonally adjusted -----					
Corporate securities--total	5,942	6,886	3,615	3,400	4,700
Publicly offered bonds ¹	3,443	3,007	1,603	2,000	3,300
Privately placed bonds	523	843	609	700	700
Stocks	1,976	3,036	1,403	700	700
----- Not seasonally adjusted -----					
Publicly offered bonds--Total ¹	3,038	3,597	1,677	2,150	2,700
By Industry					
Utility	1,125	1,275	979	1,395	--
Industrial	1,289	1,383	465	275	--
Financial	624	939	333	480	--
By quality ²					
Aaa and Aa	914	1,246	685	610	--
A and Baa	1,728	1,663	627	1,325	--
Less than Baa ³	396	688	364	215	--
Memo items.					
Convertible bonds	439	491	150	155	--
Original discount bonds					
Par value	167	1,175	343	135	--
Gross proceeds	85	480	173	107	--
Stocks--total	1,889	2,850	1,403	900	800
By Industry					
Utility	499	1,012	486	386	--
Industrial	1,186	1,425	597	417	--
Financial	204	413	320	97	--

p--preliminary. f--forecast.

1. Total reflects gross proceeds rather than par value of original discount bonds.

2. Bonds categorized according to Moody's bond ratings.

3. Includes issues not rated by Moody's.

FEDERAL GOVERNMENT AND SPONSORED AGENCY FINANCING¹
(Total for period; billions of dollars)

	FY81	Q3	^f 04	Oct.	^f Nov.
<u>Treasury financing</u>					
Combined surplus/deficit(-)	-78.9	-15.4	-53.9	-16.3 ^e	-13.6
Net marketable borrowings/ repayments(-)	88.9	22.5	41.0	10.6	11.5
Bills	23.0	4.6	24.6	5.7	5.5
Coupons	65.9	17.9	16.4	4.9	6.0
Nonmarketable borrowings/ repayments(-)	-9.5	-4.0	-2.5	-.4	-1.0
Other means of finance ²	-2.7	-.7	7.8	3.7 ^e	-2.3
Change in cash balance	-2.3	+2.3	-7.6	-2.4	-5.4
<u>Federally sponsored credit agencies net cash borrowing³</u>	37.5	15.4	6.4	2.8 ^e	1.4

1. Numbers reported on a not seasonally adjusted, payment basis.

2. Includes checks issued less checks paid, accrued items and other transactions.

3. Includes debt of Federal Home Loan Banks, the Federal Home Loan Mortgage Corporation, Federal National Mortgage Association, and the Federal Farm Credit Bank System.

e--estimated. f--forecast.

STATE AND LOCAL GOVERNMENT SECURITY OFFERINGS
(Monthly totals or monthly averages, billions of dollars)

	1980	1981				
	Year	H1	^e Q3	Sept.	^e Oct.	^f Nov.
----- Seasonally adjusted -----						
Total	6.22	6.51	6.30	8.40	8.80	6.00
Long-term	4.03	3.71	3.60	4.60	3.30	3.30
Short-term	2.19	2.80	2.70	3.80	5.50	2.70
----- Not seasonally adjusted -----						
Total	6.22	6.41	5.95	7.60	7.30	6.00
Long-term	4.03	3.79	3.25	3.50	3.50	3.50
Short-term	2.19	2.62	2.70	4.10	3.80	2.50

e--estimate. f--forecast.