

FEDERAL SECTOR ACCOUNTS
(Billions of dollars)

	Fiscal Year 1985*	FY1986e		FY1987e		CY1986e		1985 IV*	FRB Staff Estimates				1987		
		Admin ¹	FRB Staff	Admin ¹	FRB Staff	CY 1985*	FRB Staff		I*	1986		IV	I	II	III
										II*	III				
Not seasonally adjusted															
Budget receipts ²	734	765	768	831	829	745	776	177	180	215	196	185	197	239	209
Budget outlays ²	946	995	992	975	1006	961	990	252	241	245	254	250	250	253	254
Surplus/deficit(-) ² to be financed ²	-212	-230	-224	-144	-177	-216	-213	-75	-61	-30	-57	-65	-53	-14	-45
Means of financing deficit:															
Borrowing from public	197	235	234	144	175	224	200	91	37	51	55	57	43	24	51
Cash balance decrease	13	-3	-10	0	-3	-13	14	-14	19	-12	-2	10	2	-5	-10
Other ³	1	-2	0	0	4	5	0	-2	5	-8	5	-2	8	-5	4
Cash operating balance, end of period	17	20	27	20	30	31	17	31	12	25	27	17	15	20	30
Memo: Sponsored agency borrowing	20	n. a.	13	n. a.	21	20	12	5	-2	5	5	4	5	6	6
Seasonally adjusted annual rates															
Receipts	771	810	810	890	866	787	819	806	800	806	828	844	860	874	887
Expenditures	963	1025	1024	1033	1049	985	1031	1023	1002	1043	1029	1051	1043	1047	1054
Purchases	341	367	369	375	379	354	368	381	356	367	373	376	377	379	382
Defense	254	273	274	290	291	259	279	268	266	278	283	287	290	292	294
Nondefense	88	94	95	84	88	95	89	113	89	89	90	89	88	87	88
All other expend.	621	658	655	658	670	631	663	643	646	676	656	675	666	668	672
Surplus/deficit(-)	-191	-214	-214	-143	-183	-198	-212	-218	-202	-237	-201	-207	-184	-173	-167
High-employment surplus/ deficit(-) evaluated at 6 percent unemp.	-151	n. a.	-177	n. a.	-152	-159	-175	-180	-167	-197	-163	-173	-151	-143	-140
*--actual								e--estimated				n. a. --not available			

Note: Details may not add to totals due to rounding

1. Mid-Session Review of the 1987 Budget (August 1987). The Congressional Budget Office baseline estimates published in August indicated receipts of \$767 billion and \$828 billion, and outlays of \$991 billion and \$1012 billion in FY1986 and FY1987, respectively.
2. Includes outlays formerly classified as off-budget (e.g. Federal Financing Bank and Strategic Petroleum Reserve) and social security receipts and outlays classified as off-budget under current law.
3. Checks issued less checks paid, accrued items, and other transactions.
4. Sponsored agency borrowing includes net debt issuance by Federal Home Loan Banks, FHLMC (excluding participation certificates), FNMA (excluding mortgage-backed securities), Federal Land Banks, Federal Intermediate Credit Banks, Banks for Cooperatives, and Student Loan Marketing Association marketable debt on payment basis. The Administration's definition of borrowing by these agencies is somewhat broader.

September 17, 1986

Outlook for U.S. Net Exports and Related Items
(Billions of Dollars, Seasonally Adjusted Annual Rates)

	ANNUAL			1985		1986				1987			
	1985-	1986-P	1987-P	Q3-	Q4-	Q1-	Q2-	Q3-P	Q4-P	Q1-P	Q2-P	Q3-P	Q4-P
1. GNP Exports and Imports 1/													
Current \$, Net	-78.9	-99.7	-97.6	-83.7	-105.3	-93.7	-100.2	-100.3	-104.5	-103.9	-101.6	-95.6	-89.4
Exports of G+S	369.7	375.2	426.2	362.3	368.2	374.8	367.9	374.2	384.1	400.4	415.4	434.7	454.4
Imports of G+S	448.6	474.9	523.8	446.0	473.6	468.5	468.1	474.5	488.6	504.3	516.9	530.3	543.8
Constant \$2, Net	-108.2	-138.3	-107.0	-113.8	-132.0	-125.9	-150.5	-143.8	-132.9	-123.3	-113.8	-101.5	-89.6
Exports of G+S	362.3	371.4	413.9	355.8	362.9	369.2	363.9	371.1	381.3	394.1	405.4	420.6	435.6
Imports of G+S	470.5	509.7	520.9	469.6	494.8	495.1	514.4	514.9	514.2	517.3	519.2	522.0	525.1
2. U.S. Merchandise Trade Balance 2/	-124.4	-147.7	-146.5	-126.7	-149.4	-145.8	-144.1	-149.6	-151.2	-152.9	-149.3	-144.4	-139.3
Exports	214.4	218.0	249.9	210.0	210.9	214.6	219.2	216.3	222.0	231.8	243.0	255.7	269.3
Agricultural	29.6	25.6	27.3	26.7	28.5	28.4	24.6	23.8	25.4	26.4	26.7	27.4	28.5
Non-Agricultural	184.8	192.5	222.7	183.3	182.4	186.2	194.5	192.5	196.6	205.4	216.2	228.2	240.7
Imports	338.9	365.7	396.4	336.7	360.3	360.5	363.3	365.9	373.2	384.7	392.2	400.1	408.5
Petroleum and Products	50.5	34.4	38.7	49.5	56.5	40.1	31.3	31.2	35.1	37.8	38.3	39.0	39.7
Non-Petroleum	288.3	331.3	357.7	287.2	303.8	320.4	331.9	334.7	338.1	346.9	354.0	361.2	368.9
3. U.S. Current Account Balance	-117.7	-143.6	-146.5	-113.8	-134.8	-136.2	-138.9	-146.7	-152.8	-151.3	-150.4	-145.0	-139.3
Of Which: Net Investment Income	25.2	18.9	11.2	33.0	37.0	26.1	21.2	15.2	13.3	12.0	10.4	11.0	11.5
4. Foreign Outlook 3/													
Real GNP--Ten Industrial 4/	2.8	2.7	2.8	3.0	2.5	0.2	5.2	2.9	2.9	2.7	2.6	2.5	2.5
Real GNP--NonOPEC LDC 5/	3.4	3.2	4.1	2.9	3.0	3.0	3.3	3.6	3.9	4.1	4.4	4.7	5.0
Consumer Prices--Ten Ind. 4/	4.3	2.1	2.4	1.4	3.1	1.7	1.7	0.5	2.8	2.7	3.0	2.8	2.9

1/ Economic activity and product account data.

2/ International accounts basis.

3/ Percent change, annual rates.

4/ Weighted by multilateral trade-weights of G-10 countries plus Switzerland; prices are not seasonally adjusted.

5/ Weighted by share in NonOPEC LDC GNP.

P/ Projected