

FEDERAL SECTOR ACCOUNTS  
(billions of dollars)

May 13, 1981

	Fiscal Year 1980*	FY1981e/ Admin. 1/ F.R. Board		FY1982e/ Admin. 1/ F.R. Board		CY 1980*	CY1981e/ F.R. Board	FRB Staff Estimates Calendar quarters; unadjusted data								
								1980				1981			1982	
								IV*	I*	II	III	IV	I	II	III	
Unified budget receipts	520.0	600.3	605.3	650.3	651.1	533.0	622.5	127.0	135.2	184.5	158.6	144.2	146.1	195.1	165.7	
Unified budget outlays	579.6	655.2	661.4	695.3	728.3	601.1	693.3	160.6	167.3	165.3	168.2	192.5	166.7	182.8	186.4	
Surplus(+)/deficit(-), unified budget	-59.6	-54.9	-56.1	-45.0	-77.2	-68.1	-70.8	-33.6	-32.1	19.2	-9.6	-48.3	-20.6	12.3	-20.7	
Surplus(+)/deficit(-), off-budget agencies 2/	-14.2	-23.6	-24.0	-16.7	-17.5	-15.3	-23.2	-2.2	-6.4	-7.8	-7.6	-1.3	-4.7	-5.4	-6.2	
Combined deficit to be financed	-73.8	-78.5	-80.1	-61.7	-94.7	-83.4	-94.0	-35.8	-38.5	11.4	-17.2	-49.6	-25.3	6.9	-26.9	
Means of financing combined deficits:																
Net borrowing from public	70.5	71.0	72.7	60.0	92.4	79.3	85.1	27.7	35.8	-5.5	14.7	40.1	25.8	-0.9	27.4	
Decrease in cash operating balance	3.2	6.0	6.0	0.0	0.0	3.6	0.3	8.7	1.6	-4.3	0.0	3.0	4.0	-4.0	-3.0	
Other 3/	0.1	1.5	1.4	1.7	2.3	0.5	8.6	-0.6	1.1	-1.6	2.5	6.5	-4.5	-2.0	2.5	
Cash operating balance, end of period	21.0	15.0	15.0	15.0	15.0	12.3	12.0	12.3	10.7	15.0	15.0	12.0	8.0	12.0	15.0	
Memo: Sponsored agency borrowing 4/	21.4	18.2	24.7	24.9	19.9	24.3	20.6	9.0	3.6	6.9	5.2	4.9	5.0	5.0	5.0	
<b>NIA Budget</b>								<b>Seasonally adjusted annual rates</b>								
Receipts	527.3	609.5	614.3	665.0	650.1	540.8	629.5	573.2	609.7	627.5	647.0	633.8	642.0	654.5	670.1	
Expenditures	578.2	663.1	667.1	707.1	738.7	602.0	686.3	641.1	660.3	668.3	698.9	717.6	729.6	740.6	766.9	
Purchases (total)	190.2	216.6	218.8	244.7	246.2	198.9	225.0	212.0	219.6	218.8	224.5	236.9	244.0	249.3	254.5	
Defense	126.1	148.2	148.5	172.9	171.9	131.7	154.3	141.6	144.9	151.0	156.6	164.8	169.3	174.5	179.1	
Nondefense	64.1	68.4	70.2	71.8	74.3	67.2	70.7	70.4	74.8	67.8	67.9	72.1	74.7	74.8	75.4	
All other expenditures	388.0	446.5	448.3	462.4	492.5	403.1	461.3	429.1	440.7	449.5	474.4	480.7	485.6	491.3	512.4	
Surplus(+)/deficit(-)	-50.9	-53.6	-52.8	-42.1	-88.6	-61.2	-56.8	-67.9	-50.6	-40.8	-51.9	-83.8	-87.6	-86.1	-96.8	
High employment (H.E.) surplus(+)/deficit(-) evaluated at H.E. unemployment rate of:																
5.1 percent	-16.7	n.a.	-1.2	n.a.	-14.3	-18.3	-0.5	-13.4	-1.2	11.8	7.4	-19.9	-16.5	-8.0	-12.6	
6.1 percent	-39.5	n.a.	-24.4	n.a.	-41.9	-41.7	-26.6	-37.8	-26.1	-14.0	-19.5	-46.9	-43.8	-35.8	-41.0	
	*--actual		e--estimated		n.a.--not available											

1. Fiscal Year 1982 Budget Revisions, March 1982. In its report on the Second Concurrent Resolution for fiscal year 1981, the Congress recommended receipts of \$605.0 billion and outlays of \$632.4 billion.
2. Includes Federal Financing Bank, Postal Service Fund, Rural Electrification and Telephone Revolving Fund, and Rural Telephone Bank.
3. Checks issued less checks paid, accrued items and other transactions.
4. FRB staff estimates include Federal Home Loan Banks, FNMA, Federal Land Banks, Federal Intermediate Credit Banks, and Banks for Cooperatives marketable debt on an offerings basis.

OUTLOOK FOR U.S. NET EXPORTS AND RELATED ITEMS  
(BILLIONS OF DOLLARS, SEASONALLY ADJUSTED ANNUAL RATES)

May 13, 1981

	1980 ANN.	1981 ANN. <sup>P</sup>	1982 ANN. <sup>P</sup>	1981 Q I	1981 Q II <sup>P</sup>	1981 Q III <sup>P</sup>	1981 Q IV <sup>P</sup>	1982 Q I <sup>P</sup>	1982 Q II <sup>P</sup>	1982 Q III <sup>P</sup>	1982 Q IV <sup>P</sup>
1. GNP NET EXPORTS											
CURRENT \$, NET	23.3	18.9	12.4	24.3	18.7	17.6	15.0	13.6	11.5	10.6	13.7
EXPORTS OF G&S	339.8	379.6	404.7	371.5	376.6	381.7	388.4	393.9	400.1	407.9	416.8
IMPORTS OF G&S	316.5	360.6	392.3	347.2	357.9	364.1	373.4	380.3	388.6	397.3	403.1
CONSTANT 72 \$, NET	52.0	48.1	43.8	51.8	48.4	46.9	45.3	44.1	43.2	43.2	44.5
EXPORTS OF G&S	161.1	165.2	164.9	164.9	165.1	165.3	165.5	164.8	164.6	164.8	165.3
IMPORTS OF G&S	109.1	117.1	121.1	113.1	116.7	118.4	120.2	120.6	121.4	121.6	120.8
TERMS OF TRADE (1972=100) 1/	72.7	74.6	75.8	73.4	74.4	75.1	75.5	75.8	75.9	75.7	75.6
2. U.S. MERCHANDISE TRADE BALANCE 2/	-27.4	-23.8	-39.2	-14.8	-22.3	-26.5	-31.6	-34.1	-37.5	-42.0	-43.1
EXPORTS (EXCL. MILITARY)	221.8	246.5	250.5	247.7	246.4	245.6	246.2	247.4	248.6	251.3	254.8
AGRICULTURAL	42.0	48.8	53.2	50.5	47.7	47.7	49.2	51.1	52.4	53.9	55.5
NONAGRICULTURAL	179.8	197.7	197.3	197.2	198.6	198.0	197.0	196.2	196.2	197.4	199.3
IMPORTS	249.1	270.3	289.7	262.5	268.6	272.2	277.8	281.4	286.1	293.3	297.9
PETROLEUM AND PRODUCTS	78.9	86.5	88.1	83.0	88.0	87.8	87.3	86.8	87.8	88.9	88.7
NONPETROLEUM	170.2	183.8	201.6	179.5	180.6	184.4	190.5	194.6	198.3	204.4	209.2
3. U.S. CURRENT ACCOUNT BALANCE	0.1	3.0	-9.7	12.4	3.8	0.5	-4.5	-7.5	-10.0	-11.8	-9.5
OF WHICH: NET INVESTMENT INCOME	32.5	30.7	33.5	31.4	30.0	30.7	30.9	30.5	31.4	34.2	37.9
4. FOREIGN OUTLOOK - TEN INDUSTRIAL COUNTRIES 3/											
REAL GNP, % CHANGE, ANNUAL RATES	1.7	0.3	2.0	0.3	0.4	0.8	2.0	2.2	2.4	2.6	2.8
CONSUMER PRICES, % CHANGE, ANNUAL RATES	10.5	9.1	7.3	10.8	9.0	7.3	7.0	7.6	7.5	6.8	6.8

1/ GNP EXPORT IMPLICIT DEFLATOR DIVIDED BY GNP IMPORT IMPLICIT DEFLATOR.

2/ INTERNATIONAL ACCOUNTS BASIS.

3/ GEOMETRIC WEIGHTS USED TO AGGREGATE FOREIGN REAL GNP AND CONSUMER PRICES -- PERCENT SHARE IN TEN-COUNTRY TOTAL MULTILATERAL TRADE. CANADA (9.1%), JAPAN (13.6%), UNITED KINGDOM (11.9%), GERMANY (20.8%), FRANCE (13.1%), ITALY (9.0%), BELGIUM (6.4%), THE NETHERLANDS (8.3%), SWITZERLAND (3.6%), SWEDEN (4.2%).

P/ PROJECTED.

May 13, 1981

## **RECENT DEVELOPMENTS**

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Prepared for the Federal Open Market Committee

By the staff of the Board of Governors of the Federal Reserve System

FEDERAL GOVERNMENT AND SPONSORED AGENCY FINANCING<sup>1</sup>  
(Billions of dollars)

	1980	1981				
	Q4	Q1	Q2 <sup>f</sup>	March	April <sup>e</sup>	May <sup>f</sup>
<u>Treasury financing</u>						
Combined surplus/deficit(-)	-35.8	-38.5	11.4	-13.0	14.7	-14.9
Net marketable borrowings/ repayments(-)	29.0	37.9	-3.1	15.4	-3.3	0.4
bills	15.8	19.1	-17.1	6.3	-9.5	-1.7
coupons	13.2	18.8	14.0	9.1	6.2	2.1
Nonmarketable borrowings/ repayments(-)	-1.3	-2.1	-2.4	-0.3	-0.3	-1.5
Other means of finance <sup>2</sup>	-0.6	1.1	-1.6	-1.5	-0.6	1.5
Change in cash balance	-8.7	-1.6	4.3	0.6	10.5	-14.5
<u>Federally sponsored credit</u>						
agencies net cash borrow- ing <sup>3</sup>	9.9	1.5	7.5	2.1	2.7	2.8

f--forecast. e--estimated.

1. Numbers reported on a not seasonally adjusted, payments 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.