

CONFIDENTIAL - FR

November 10, 1971

GROSS NATIONAL PRODUCT AND RELATED ITEMS
(Quarterly figures are seasonally adjusted. Expenditures and income
figures are billions of dollars, with quarterly figures at annual rates.)

	1971 Proj.	1972 Proj.	1971		1972			
			III	IV	Projected			
					I	II	III	IV
Gross National Product	1051.0	1149.4	1059.0	1081.0	1109.0	1136.0	1163.0	1189.5
Final purchases	1047.5	1139.6	1057.4	1077.5	1102.5	1127.2	1152.7	1176.0
Private	814.1	887.2	823.0	836.8	856.7	877.5	897.4	917.2
Excluding net exports	813.6	885.2	823.5	837.8	855.7	876.0	894.9	914.2
Personal consumption expenditures	665.7	724.9	672.1	685.0	700.1	717.0	733.0	749.5
Durable goods	102.8	115.8	104.7	108.2	111.5	114.5	117.3	119.9
Nondurable goods	280.1	305.8	281.7	286.8	293.5	302.0	309.7	317.9
Services	282.8	303.3	285.7	290.0	295.1	300.5	306.0	311.7
Gross private domestic investment	151.4	170.1	152.9	156.3	162.1	167.8	172.2	178.2
Residential construction	40.1	44.1	41.7	42.6	44.3	44.9	44.0	43.1
Business fixed investment	107.8	116.2	109.7	110.2	111.3	114.1	117.9	121.6
Change in business inventories	3.5	9.8	1.6	3.5	6.5	8.8	10.3	13.5
Nonfarm	3.0	9.7	0.8	3.0	6.3	8.8	10.3	13.5
Net exports of goods and services	0.6	2.0	-0.5	-1.0	1.0	1.5	2.5	3.0
Exports	65.9	72.0	68.5	62.7	69.1	71.2	72.8	75.0
Imports	65.4	70.0	69.0	63.7	68.1	69.7	70.3	72.0
Gov't. purchases of goods & services	233.4	252.4	234.4	240.7	245.8	249.7	255.3	258.8
Federal	97.8	104.2	97.6	101.2	103.2	103.5	105.4	104.8
Defense	72.2	74.4	71.4	72.6	74.0	73.9	75.1	74.4
Other	25.6	29.8	26.2	28.6	29.2	29.6	30.3	30.4
State & local	135.6	148.2	136.8	139.5	142.6	146.2	149.9	154.0
Gross national product in constant (1958) dollars	741.6	784.5	743.6	754.5	766.3	778.9	790.2	802.6
GNP implicit deflator (1958 = 100)	141.7	146.5	142.4	143.3	144.7	145.8	147.2	148.2
Personal income ^{1/}	858.6	925.6	866.3	878.2	899.0	915.0	935.5	953.0
Wage and salary disbursements	575.1	620.7	578.8	587.0	601.7	613.3	627.3	640.3
Disposable income ^{1/}	743.2	804.2	750.0	759.5 ^{2/}	780.3 ^{2/}	795.9 ^{2/}	812.9	827.8
Personal saving ^{1/}	58.6	59.1	58.8	55.2 ^{2/}	60.4 ^{2/}	58.8 ^{2/}	59.5	57.6
Saving rate (per cent) ^{1/}	7.9	7.4	7.8	7.3 ^{2/}	7.7 ^{2/}	7.4 ^{2/}	7.3	7.0
Corporate profits before tax ^{1/}	86.4	102.3	86.9	90.0	92.5	100.0	105.0	111.5
Corp. cash flow, net of div. (domestic) ^{1/}	81.7	96.5	82.8	86.9	89.3	94.5	98.6	103.5
Federal government receipts and expenditures (N.I.A. basis)								
Receipts ^{1/}	200.7	216.9	201.7	206.1	210.2	213.7	219.3	224.5
Expenditures	222.4	243.4	224.9	230.4	237.9	240.1	246.7	248.9
Surplus or deficit (-) ^{1/}	-21.7	-26.5	-23.2	-24.3	-27.7	-26.4	-27.4	-24.4
High employment surplus or deficit (-)	1.9	-4.5	3.0	0.4	-6.2	-3.5	-5.5	-2.9
Total labor force (millions)	86.9	88.3	87.0	87.5	87.8	88.1	88.4	88.8
Armed forces "	2.8	2.5	2.8	2.7	2.6	2.5	2.5	2.5
Civilian labor force "	84.1	85.8	84.2	84.8	85.2	85.6	85.9	86.3
Unemployment rate (per cent)	5.9	5.5	6.0	5.8	5.7	5.6	5.5	5.3
Nonfarm payroll employment (millions)	70.7	72.3	70.7	71.1	71.6	72.0	72.5	73.0
Manufacturing	18.6	18.9	18.5	18.6	18.7	18.9	19.0	19.1
Industrial production (1967 = 100)	106.0	112.3	105.4	106.5	108.7	111.2	113.5	116.0
Capacity utilization, manufacturing (per cent)	74.0	75.3	73.2	73.3	74.0	74.9	75.7	76.6
Housing starts, private (millions A.R.)	2.03	2.10	2.14	2.20	2.18	2.15	2.10	2.00
Sales new autos (millions, A.R.)	10.25	10.88	10.29	11.00	10.80	10.80	10.85	11.05
Domestic models	8.80	9.58	8.76	9.75	9.40	9.50	9.60	9.80
Foreign models	1.45	1.30	1.53	1.25	1.40	1.30	1.25	1.25

NOTE: Projection of related items such as employment and industrial production index are based on projection of deflated GNP. Federal budget high employment surplus or deficit (N.I.A. basis) are staff estimates and projections by method suggested by Okun and Teeters.

^{1/} Incorporates provisions of Revenue Act of 1971 as passed by House.

^{2/} Incorporates effect of acceleration of payment of estate and gift taxes.