

CONFIDENTIAL - FR
CLASS II FOMC

PERCENT CHANGES IN GROSS NATIONAL PRODUCT
AND RELATED ITEMS

	1975	1976	1977	1978	1979	1980	Projected	
							1981	1982
<u>Constant (1972) dollars</u>								
Gross national product	-1.1	5.4	5.5	4.8	3.2	-.2	1.8	-.6
Final purchases	.3	4.2	5.2	4.7	3.5	.7	1.1	-.1
Private	-.1	5.3	6.0	15.4	4.0	.2	1.4	.0
Excluding net exports	-.6	6.2	6.5	5.2	2.9	-1.0	2.2	.6
Personal consumption expenditures	2.2	5.6	4.9	4.7	2.9	.5	2.7	1.5
Goods	1.3	6.7	5.2	4.2	1.9	-1.4	2.6	.9
Services	3.3	4.3	4.5	5.4	4.1	2.6	2.7	2.3
Gross private domestic investment	-20.8	19.2	15.7	7.6	1.3	-12.5	5.0	-6.7
Residential structures	-12.5	21.3	18.5	2.9	-5.2	-18.6	-5.6	-6.8
Business fixed investment	-12.1	5.3	11.9	9.1	6.5	-3.0	1.6	-2.8
Gov't. purchases of goods and services	2.1	.0	2.1	2.0	1.5	2.9	.1	-.6
Federal	.8	-.7	4.1	-.9	1.9	6.3	2.1	2.0
National defense	-.7	-2.3	.8	.0	2.6	5.7	-1.1	-2.2
State and local	2.9	.5	.9	3.7	1.2	1.0	3.6	5.4
Disposable personal income	2.0	3.6	3.6	4.4	3.1	.7	2.2	2.1
<u>Current dollars</u>								
Gross national product	8.0	10.9	11.6	12.4	12.0	8.8	11.1	6.9
Final purchases	9.6	9.6	11.2	12.5	12.3	9.8	10.3	7.5
Private	9.0	10.5	11.8	13.2	13.0	9.1	10.3	7.4
Excluding net exports	7.9	11.8	13.3	12.9	12.2	8.6	10.5	7.8
Personal consumption expenditures	9.9	11.1	11.2	11.9	12.0	10.7	11.2	9.0
Goods	9.0	10.9	9.9	10.8	11.7	9.0	10.0	6.9
Services	11.1	11.2	12.7	13.1	12.4	12.8	12.5	11.2
Gross private domestic investment	-9.9	25.1	25.0	16.5	10.8	-4.9	13.3	-.6
Residential structures	-4.7	30.2	33.1	16.1	6.6	-11.3	.6	-.6
Business fixed investment	.8	10.3	18.1	17.7	15.6	5.8	10.1	4.0
Gov't. purchases of goods and services	11.8	6.5	8.9	9.7	9.5	12.9	9.9	7.6
Federal	10.6	5.3	11.4	6.6	9.5	18.5	14.2	11.0
National defense	7.7	3.7	8.5	7.1	11.2	18.4	7.4	5.4
State and local	12.5	7.3	7.6	11.4	9.6	9.8	16.0	15.3
Disposable personal income	9.8	9.0	9.8	11.5	12.2	11.0	10.7	9.5
Personal income	8.2	10.0	10.6	12.0	12.9	11.1	11.3	8.3
Wage and salary disbursements	5.3	10.4	10.6	12.3	11.8	8.7	10.3	6.5
Corporate profits with IVA & C.C. Adj.	16.5	25.0	19.3	12.6	6.1	-7.2	3.4	-2.9
Corporate profits before tax	-3.3	25.9	15.8	15.9	14.4	-3.9	-5.8	-9.4
Nonfarm payroll employment	-1.7	3.2	3.9	5.1	3.6	.8	1.1	-.7
Manufacturing	-8.8	3.7	3.6	4.2	2.6	-3.5	-.1	-3.6
Nonfarm business sector								
Output per hour	2.1	3.2	2.0	-.2	-.7	-.3	1.0	.3
Compensation per hour	9.4	9.6	8.1	7.6	9.7	10.0	10.1	8.5
Unit labor costs	7.4	4.7	5.5	8.7	10.4	10.3	8.9	8.2
GNP implicit deflator	9.6	5.2	5.8	7.3	8.5	9.0	9.1	7.5
Gross domestic business product								
fixed-weighted price index 1/	9.2	5.5	6.3	7.8	9.7	9.8	9.4	7.6
Excluding food and energy	9.2	6.0	6.5	7.5	8.4	8.2	9.4	7.7
Consumer price index (all urban)	9.1	5.8	6.5	7.7	11.3	13.5	10.3	8.1
Industrial production	-8.9	10.8	5.8	5.8	4.4	-3.5	2.7	-2.3

1/ Uses expenditures in 1972 weights.

December 16, 1981

FEDERAL SECTOR ACCOUNTS
(billions of dollars)

	FRB Staff Estimates														
	Fiscal Year 1980*	Fiscal Year 1981*	FY 1982 e/ Admin. F.R. 1/ Board		CY 1980*	CY 1981 e/ F.R. Board	Calendar quarters; unadjusted data								
							1980 IV*	1981 I*	1981 II*	1981 III*	1981 IV	1982 I	1982 II	1982 III	
Unified budget receipts	520.1	602.6	662.4	625.4	533.0	619.5	127.0	135.2	183.7	156.7	143.9	143.3	188.3	149.9	
Unified budget outlays	579.6	660.5	704.8	733.6	600.9	693.1	160.6	167.3	167.4	165.3	193.1	165.0	185.7	189.8	
Surplus/deficit(-), unified budget	-59.5	-57.9	-42.5	-108.1	-67.9	-73.5	-33.6	-32.1	16.3	-8.6	-49.2	-21.7	2.6	-39.9	
Surplus/deficit(-), off-budget agencies ²	-14.2	-21.0	-18.2	-20.4	-15.3	-23.1	-2.2	-6.4	-5.5	-6.9	-4.3	-5.5	-5.2	-5.5	
Combined deficit to be financed	-73.7	-78.9	-60.7	-128.6	-83.2	-96.6	-35.8	-38.5	10.8	-15.5	-53.4	-27.2	-2.5	-45.4	
Means of financing combined deficits:															
Net borrowing from public	70.5	79.3	59.0	122.3	79.3	87.9	27.7	35.8	-2.6	18.5	36.2	33.7	11.3	41.1	
Decrease in cash operating balance	3.2	2.3	0.0	4.1	3.6	1.9	8.7	1.6	-5.7	-2.3	8.3	0.5	-7.0	2.3	
Other ³	0.1	-2.7	1.7	2.1	0.3	6.8	-0.6	1.1	-2.5	-0.7	8.9	-7.0	-1.8	2.0	
Cash operating balance, end of period	21.0	18.7	18.7	14.6	12.3	10.4	12.3	10.7	16.4	18.7	10.4	9.9	16.9	14.6	
Memo: Sponsored agency borrowing ⁴	21.4	37.7	n.a.	20.4	24.3	32.9	9.0	3.6	9.7	15.4	4.2	5.5	4.9	5.8	
NIA Budget															
							Seasonally adjusted annual rates								
Receipts	527.3	612.4	678.3	629.9	540.8	625.7	573.2	617.4	621.0	637.9	626.3	627.7	640.9	624.8	
Expenditures	578.2	666.5	719.3	742.5	602.0	687.2	641.1	664.0	668.2	692.8	723.7	729.1	744.5	772.9	
Purchases	190.2	219.8	247.4	246.0	198.9	227.1	212.0	221.6	219.5	226.0	241.5	241.2	247.7	253.8	
Defense	126.1	147.2	171.7	170.2	131.7	152.8	141.6	145.2	148.2	153.8	163.9	168.2	172.4	176.4	
Nondefense	64.1	72.6	75.7	75.8	67.2	74.3	70.4	76.4	71.3	72.1	77.6	73.0	75.3	77.4	
All other expenditures	388.0	446.7	471.9	496.5	403.1	460.1	429.1	442.4	448.7	466.8	482.2	487.9	496.8	519.1	
Surplus/deficit(-)	-50.9	-54.1	-41.0	-112.6	-61.2	-61.5	-67.9	-46.6	-47.2	-54.9	-97.2	-102.1	-103.7	-148.1	
High Employment (H.E.) surplus/deficit(-) evaluated at H.E. unemployment rate of:															
5.1 percent	-16.7	-0.4	n.a.	-17.1	-18.3	-1.4	-13.4	0.4	6.6	4.8	-17.4	-6.3	0.8	-45.4	
6.1 percent	-39.6	-26.0	n.a.	-44.3	-41.8	-27.6	-37.8	-25.0	-19.3	-22.0	-44.1	-33.4	-27.0	-72.6	
	*--actual		e--estimated			n.a.--not available									

1. OMB Mid-Session Review of the 1982 Budget, July 1981. On September 24, 1981, the Administration presented revised estimates of unified budget receipts and outlays for FY1982. The Fall Budget Program Fact Sheet estimates receipts of \$666.2 billion and outlays of \$709.3 billion for a deficit of \$43.1 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.

NOTE: Quarterly figures may not add to yearly totals due to rounding.