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PERSONAL INCOME AND OUTLAYS: JULY 2008

Personal income decreased \$89.9 billion, or 0.7 percent, in July, in contrast to an increase of \$7.4 billion, or 0.1 percent, in June and an increase of \$218.0 billion, or 1.8 percent, in May. Disposable personal income (DPI) decreased \$114.7 billion, or 1.1 percent, in July, compared with a decrease of \$208.0 billion, or 1.9 percent, in June and an increase of \$595.9 billion, or 5.7 percent in May. Personal consumption expenditures (PCE) increased \$24.1 billion, or 0.2 percent, in July, compared with an increase of \$65.5 billion, or 0.6 percent, in June. The pattern of changes in income reflects the pattern of payments associated with the Economic Stimulus Act of 2008 (see page 2).

Real DPI decreased 1.7 percent in July, compared with a decrease of 2.6 percent in June. Real PCE decreased 0.4 percent, compared with a decrease of 0.1 percent.

	2008				
	<u>Mar.</u>	<u>Apr.</u>	<u>May</u>	<u>June</u>	<u>July</u>
	(Percent change from preceding month)				
Personal income, current dollars	0.4	0.2	1.8	0.1	-0.7
Disposable personal income:					
Current dollars	0.4	0.3	5.7	-1.9	-1.1
Chained (2000) dollars	0.1	0.1	5.2	-2.6	-1.7
Personal consumption expenditures:					
Current dollars	0.6	0.4	0.8	0.6	0.2
Chained (2000) dollars	0.3	0.1	0.3	-0.1	-0.4

NOTE.--Monthly estimates are expressed at seasonally adjusted annual rates, unless otherwise specified. Month-to-month dollar changes are differences between these published estimates. Month-to-month percent changes are calculated from unrounded data and are not annualized. "Real" estimates are in chained (2000) dollars.

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In April, May, June, and July, changes in disposable personal income (DPI) -- personal income less personal current taxes -- were affected by the Economic Stimulus Act of 2008. The federal government issued rebate payments of \$1.9 billion in April (\$23.3 billion at an annual rate), of \$48.1 billion in May (\$577.1 billion at an annual rate), of \$27.9 billion in June (\$334.4 billion at an annual rate), and of \$13.7 billion in July (\$164.1 billion at an annual rate). These rebates increased government social benefit payments and reduced personal current taxes. The rebates boosted the change in DPI \$23.3 billion in April and \$553.8 billion in May, and reduced the change in DPI by \$242.7 billion in June and by \$170.3 billion in July. Excluding these rebate payments, which are discussed more fully below, DPI increased \$55.6 billion, or 0.5 percent, in July, increased \$34.7 billion, or 0.3 percent, in June, and increased \$42.1 billion, or 0.4 percent, in May.

Wages and salaries

Private wage and salary disbursements increased \$13.2 billion in July, compared with an increase of \$7.9 billion in June. Goods-producing industries' payrolls increased \$4.6 billion, compared with an increase of \$1.8 billion; manufacturing payrolls increased \$0.7 billion, compared with an increase of \$1.7 billion. Services-producing industries' payrolls increased \$8.6 billion, compared with an increase of \$6.0 billion. Government wage and salary disbursements increased \$4.3 billion, compared with an increase of \$6.1 billion.

Other personal income

Supplements to wages and salaries increased \$3.8 billion in July, compared with an increase of \$3.3 billion in June.

Proprietors' income increased \$4.4 billion in July, compared with an increase of \$7.6 billion in June. Farm proprietors' income decreased \$2.3 billion, compared with a decrease of \$2.0 billion. Nonfarm proprietors' income increased \$6.8 billion, compared with an increase of \$9.6 billion.

Rental income of persons increased \$4.4 billion in July, compared with an increase of \$7.4 billion in June. Personal income receipts on assets (personal interest income plus personal dividend income) increased \$18.4 billion, in contrast to a decrease of \$4.2 billion.

Personal current transfer receipts decreased \$136.6 billion in July, compared with a decrease of \$19.6 billion in June. The July and June changes reflected provisions of the Economic Stimulus Act of 2008, which boosted the level of personal current transfer receipts by \$4.2 billion (at an annual rate) in July, by \$149.4 billion in June, and by \$179.6 billion in May. These personal current transfer receipts reflected payments to individuals who either paid no income tax or whose payment exceeded the amount of income tax paid (see box on page 6).

Contributions for government social insurance -- a subtraction in calculating personal income -- increased \$1.7 billion in July, compared with an increase of \$1.1 billion in June.

Personal current taxes and disposable personal income

Personal current taxes increased \$24.7 billion in July, compared with an increase of \$215.5 billion in June. Provisions of the Economic Stimulus Act of 2008 reduced the level of personal current taxes by \$159.9 billion (at an annual rate) in July, by \$185.0 billion in June, and by \$397.5 billion in May. The reductions in current personal taxes reflected rebate payments to eligible individual taxpayers (see box below). Disposable personal income (DPI) -- personal income less personal current taxes -- decreased 114.7 billion, or 1.1 percent, in July, compared with a decrease of \$208.0 billion, or 1.9 percent, in June.

Personal outlays and personal saving

Personal outlays -- PCE, personal interest payments, and personal current transfer payments -- increased \$24.4 billion in July, compared with an increase of \$63.2 billion in June. PCE increased \$24.1 billion, compared with an increase of \$65.5 billion.

Personal saving -- DPI less personal outlays -- was \$133.8 billion in July, compared with \$272.9 billion in June. Personal saving as a percentage of disposable personal income was 1.2 percent in July, compared with 2.5 percent in June. Saving from current income may be near zero or negative when outlays are financed by borrowing (including borrowing financed through credit cards or home equity loans), by selling investments or other assets, or by using savings from previous periods. For more information, see the FAQs on "Personal Saving" on BEA's Web site. For a comparison of personal saving in BEA's national income and product accounts with personal saving in the Federal Reserve Board's flow of funds accounts, go to <http://www.bea.gov/bea/dn/nipaweb/Nipa-Frb.asp>.

Real DPI and real PCE

Real DPI -- DPI adjusted to remove price changes -- decreased 1.7 percent in July, compared with a decrease of 2.6 percent in June.

Real PCE -- PCE adjusted to remove price changes -- decreased 0.4 percent in July, compared with a decrease of 0.1 percent in June. Purchases of durable goods decreased 1.6 percent, compared with a decrease of 1.4 percent. Purchases of motor vehicles and parts accounted for most of the decrease in July and about one-half the decrease in June. Purchases of nondurable goods decreased 0.9 percent in July, compared with a decrease of 0.3 percent in June. Purchases of services increased less than 0.1 percent, compared with an increase of 0.2 percent.

PCE price index -- The price index for PCE increased 0.6 percent in July, compared with an increase of 0.7 percent in June. The PCE price index, excluding food and energy, increased 0.3 percent in July, the same increase as in June.

Revisions

Estimates for personal income and DPI have been revised for January through June; estimates for PCE have been revised for April through June. Changes in personal income, current-dollar and chained (2000) dollar DPI, and current-dollar and chained (2000) dollar PCE for May and June -- revised and as published in last month's release -- are shown below.

For January through June, the revisions to wages and salaries reflect the incorporation of the newly available BLS tabulations of first-quarter private wages and salaries from the quarterly census of employment and wages. Revisions to personal current taxes and to contributions for government social insurance reflect the revisions to wages and salaries.

	<u>Change from preceding month</u>							
	<u>May</u>				<u>June</u>			
	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>
	(Billions of dollars)		(Percent)		(Billions of dollars)		(Percent)	
Personal Income:								
Current dollars.....	219.3	218.0	1.8	1.8	6.8	7.4	0.1	0.1
Disposable personal income:								
Current dollars.....	595.4	595.9	5.7	5.7	-210.3	-208.0	-1.9	-1.9
Chained (2000) dollars.....	451.4	452.7	5.2	5.2	-240.7	-237.7	-2.6	-2.6
Personal consumption expenditures:								
Current dollars.....	76.5	76.8	0.8	0.8	57.1	65.5	0.6	0.6
Chained (2000) dollars.....	25.6	26.5	0.3	0.3	-16.2	-8.3	-0.2	-0.1

This news release presents revised estimates of wages and salaries, personal taxes, and contributions for government social insurance for January through March 2008 (first quarter). These estimates reflect newly available first-quarter wage and salary tabulations from the quarterly census of employment and wages from the Bureau of Labor Statistics.

Economic Stimulus Act of 2008

The Economic Stimulus Act of 2008 provides rebate payments to eligible individual taxpayers as well as tax reductions for businesses. For individuals, the amount of the rebate is determined by information reported on tax filings for 2007 and is based on filing status, level of adjusted gross income, and the number of qualifying children. According to the Joint Committee on Taxation and the Congressional Budget Office, rebates to individuals are expected to total \$106.7 billion for fiscal year 2008. The majority of rebates were sent during the initial round of payments, which began April 28, 2008, and continued on a weekly basis through mid-July 2008.

In the NIPAs, rebates for residents of the 50 states and the District of Columbia are recorded as either an offset to personal current taxes or as a social benefit payment to persons. Rebates for individuals with tax liabilities that exceed the rebate amount are treated as an offset to personal current taxes in the NIPAs. Rebates for individuals who pay no income taxes (or for whom the rebate would exceed the amount of the income taxes they do pay) are treated as a government social benefit payment to persons in the NIPAs.

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Next release -- September 29, 2008, at 8:30 A.M. EDT for
Personal Income and Outlays for August.

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Table 1. Personal Income and Its Disposition (Months)

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2007	2008						
	December	January ^r	February ^r	March ^r	April ^r	May ^r	June ^r	July ^p
Personal income	11,924.0	11,930.0	11,952.4	11,999.0	12,026.4	12,244.4	12,251.8	12,161.9
Compensation of employees, received	7,973.9	7,984.6	8,005.2	8,039.4	8,049.1	8,073.4	8,090.6	8,111.8
Wage and salary disbursements	6,493.1	6,495.4	6,513.0	6,545.7	6,549.7	6,570.2	6,584.1	6,601.6
Private industries.....	5,398.0	5,389.7	5,402.9	5,432.2	5,431.7	5,446.5	5,454.4	5,467.6
Goods-producing industries.....	1,220.2	1,216.0	1,215.9	1,221.2	1,214.2	1,216.4	1,218.2	1,222.8
Manufacturing.....	751.0	747.9	747.2	750.0	747.2	748.7	750.4	751.1
Services-producing industries.....	4,177.7	4,173.6	4,187.0	4,211.0	4,217.4	4,230.2	4,236.2	4,244.8
Trade, transportation, and utilities.....	1,054.9	1,049.8	1,047.4	1,053.9	1,049.1	1,048.2	1,049.6	1,049.3
Other services-producing industries.....	3,122.8	3,123.8	3,139.6	3,157.1	3,168.3	3,182.0	3,186.6	3,195.5
Government.....	1,095.1	1,105.7	1,110.1	1,113.4	1,118.1	1,123.6	1,129.7	1,134.0
Supplements to wages and salaries	1,480.8	1,489.3	1,492.3	1,493.7	1,499.4	1,503.2	1,506.5	1,510.3
Employer contributions for employee pension and insurance funds..	1,009.9	1,014.0	1,016.2	1,015.7	1,021.5	1,024.4	1,027.2	1,030.2
Employer contributions for government social insurance	470.9	475.2	476.1	478.0	477.9	478.8	479.3	480.1
Proprietors' income with inventory valuation and capital consumption adjustments	1,074.3	1,074.5	1,069.1	1,071.4	1,071.2	1,076.6	1,084.2	1,088.6
Farm.....	47.3	41.7	42.1	41.0	39.8	39.2	37.2	34.9
Nonfarm.....	1,027.0	1,032.8	1,027.0	1,030.4	1,031.4	1,037.3	1,046.9	1,053.7
Rental income of persons with capital consumption adjustment	37.2	38.1	38.8	40.5	46.6	53.4	60.8	65.2
Personal income receipts on assets	2,059.4	2,056.4	2,054.2	2,051.7	2,047.2	2,043.0	2,038.8	2,057.2
Personal interest income	1,239.4	1,232.0	1,224.6	1,217.2	1,208.3	1,199.4	1,190.5	1,204.0
Personal dividend income.....	820.0	824.4	829.6	834.5	838.8	843.6	848.3	853.2
Personal current transfer receipts	1,757.3	1,766.3	1,776.6	1,791.3	1,807.5	1,995.3	1,975.7	1,839.1
Government social benefits to persons	1,724.2	1,734.2	1,744.3	1,758.9	1,775.1	1,962.9	1,943.3	1,806.6
Old-age, survivors, disability, and health insurance benefits.....	1,019.3	1,024.1	1,030.6	1,042.5	1,041.0	1,051.8	1,057.0	1,067.5
Government unemployment insurance benefits.....	36.9	37.0	38.2	39.3	40.6	41.5	42.0	43.3
Other.....	667.9	673.1	675.5	677.1	693.5	869.5	844.3	695.8
Other current transfer receipts, from business (net).....	33.2	32.1	32.3	32.4	32.4	32.4	32.4	32.5
Less: Contributions for government social insurance	978.1	989.8	991.5	995.3	995.2	997.2	998.3	1,000.0
Less: Personal current taxes	1,525.7	1,530.6	1,534.1	1,540.2	1,532.0	1,154.2	1,369.7	1,394.4
Equals: Disposable personal income	10,398.3	10,399.4	10,418.3	10,458.8	10,494.3	11,090.2	10,882.2	10,767.5
Less: Personal outlays	10,355.4	10,393.1	10,385.2	10,436.3	10,471.6	10,546.1	10,609.3	10,633.7
Personal consumption expenditures	9,941.4	9,984.6	9,982.7	10,039.7	10,077.0	10,153.8	10,219.3	10,243.4
Durable goods	1,074.0	1,072.5	1,075.4	1,065.3	1,062.8	1,065.7	1,051.5	1,036.0
Nondurable goods	2,933.8	2,946.9	2,935.1	2,970.2	2,990.8	3,025.6	3,070.3	3,080.2
Services.....	5,933.7	5,965.3	5,972.2	6,004.2	6,023.4	6,062.5	6,097.4	6,127.2
Personal interest payments ¹	274.0	267.9	261.7	255.6	253.0	250.3	247.7	247.6
Personal current transfer payments	139.9	140.6	140.8	141.0	141.7	142.0	142.3	142.7
To government.....	82.6	82.7	82.9	83.1	83.4	83.7	84.0	84.4
To the rest of the world (net).....	57.3	57.9	57.9	57.9	58.3	58.3	58.3	58.3
Equals: Personal saving	42.9	6.3	33.0	22.5	22.7	544.1	272.9	133.8
Personal saving as a percentage of disposable personal income	0.4	0.1	0.3	0.2	0.2	4.9	2.5	1.2
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	8,689.0	8,662.8	8,666.9	8,673.8	8,682.5	9,135.2	8,897.5	8,748.3
Per capita:								
Current dollars.....	34,266	34,246	34,286	34,396	34,488	36,419	35,705	35,298
Chained (2000) dollars.....	28,633	28,527	28,522	28,526	28,534	29,999	29,194	28,679
Population (midperiod, thousands) ³	303,457	303,670	303,866	304,068	304,287	304,521	304,776	305,043

^p Preliminary

^r Revised. Revisions include changes to series affected by the incorporation of revised wage and salary estimates for the first quarter of 2008.

1. Consists of nonmortgage interest paid by households.

2. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

3. Population is the total population of the United States, including the Armed Forces overseas and the institutionalized population. The monthly estimate is the average of estimates for the first of the month and the first of the following month; the annual and quarterly estimates are averages of the monthly estimates.

Table 2. Personal Income and Its Disposition (Years and Quarters)

[Billions of dollars]

	2006	2007	Seasonally adjusted at annual rates					
			2007				2008	
			I	II	III	IV	I ^r	II ^r
Personal income	10,993.9	11,663.2	11,473.0	11,577.5	11,730.4	11,872.1	11,960.5	12,174.2
Compensation of employees, received	7,432.6	7,818.6	7,734.0	7,760.1	7,839.3	7,941.0	8,009.7	8,071.0
Wage and salary disbursements	6,027.2	6,362.0	6,294.0	6,310.7	6,377.7	6,465.5	6,518.0	6,568.0
Private industries.....	5,004.2	5,286.7	5,234.0	5,242.5	5,297.0	5,373.4	5,408.3	5,444.2
Goods-producing industries.....	1,167.2	1,205.4	1,198.4	1,200.7	1,204.3	1,218.2	1,217.7	1,216.3
Manufacturing.....	731.2	746.0	746.4	744.0	743.4	750.2	748.4	748.8
Services-producing industries.....	3,837.1	4,081.3	4,035.6	4,041.9	4,092.6	4,155.3	4,190.5	4,227.9
Trade, transportation, and utilities.....	986.7	1,035.2	1,020.8	1,036.5	1,035.3	1,048.3	1,050.4	1,049.0
Other services-producing industries.....	2,850.4	3,046.1	3,014.8	3,005.4	3,057.4	3,106.9	3,140.2	3,179.0
Government.....	1,023.0	1,075.2	1,059.9	1,068.1	1,080.8	1,092.1	1,109.7	1,123.8
Supplements to wages and salaries	1,405.3	1,456.6	1,440.0	1,449.4	1,461.6	1,475.5	1,491.7	1,503.0
Employer contributions for employee pension and insurance funds..	956.8	991.9	977.6	987.7	996.5	1,005.9	1,015.3	1,024.4
Employer contributions for government social insurance.....	448.5	464.7	462.3	461.7	465.1	469.6	476.4	478.7
Proprietors' income with inventory valuation and capital consumption adjustments	1,014.7	1,056.2	1,037.2	1,050.2	1,063.8	1,073.8	1,071.7	1,077.3
Farm.....	16.2	44.0	39.3	42.3	47.4	47.1	41.6	38.7
Nonfarm.....	998.6	1,012.2	997.9	1,007.9	1,016.4	1,026.7	1,030.1	1,038.6
Rental income of persons with capital consumption adjustment	44.3	40.0	35.1	44.6	41.8	38.6	39.1	53.6
Personal income receipts on assets	1,824.8	2,000.1	1,930.9	1,982.5	2,030.9	2,056.2	2,054.1	2,043.0
Personal interest income.....	1,125.4	1,214.3	1,172.2	1,206.1	1,236.2	1,242.7	1,224.6	1,199.4
Personal dividend income.....	699.4	785.8	758.7	776.5	794.7	813.5	829.5	843.6
Personal current transfer receipts	1,603.0	1,713.3	1,695.7	1,699.2	1,720.6	1,737.8	1,778.1	1,926.2
Government social benefits to persons.....	1,578.1	1,681.4	1,665.3	1,667.5	1,688.0	1,704.7	1,745.8	1,893.8
Old-age, survivors, disability, and health insurance benefits.....	938.9	999.4	981.9	997.5	1,008.8	1,009.6	1,032.4	1,050.0
Government unemployment insurance benefits.....	29.9	32.3	31.3	31.2	32.5	34.3	38.2	41.4
Other.....	609.3	649.6	652.1	638.8	646.7	660.9	675.3	802.4
Other current transfer receipts, from business (net).....	24.9	31.9	30.4	31.7	32.5	33.1	32.2	32.4
Less: Contributions for government social insurance	925.5	965.1	959.8	959.1	966.0	975.3	992.2	996.9
Less: Personal current taxes	1,353.2	1,492.8	1,459.5	1,489.4	1,501.6	1,520.5	1,535.0	1,352.0
Equals: Disposable personal income	9,640.7	10,170.5	10,013.5	10,088.0	10,228.8	10,351.5	10,425.5	10,822.2
Less: Personal outlays	9,570.0	10,113.1	9,904.2	10,056.9	10,182.0	10,309.2	10,404.9	10,542.3
Personal consumption expenditures.....	9,207.2	9,710.2	9,524.9	9,657.5	9,765.6	9,892.7	10,002.3	10,150.0
Durable goods.....	1,052.1	1,082.8	1,076.6	1,085.3	1,086.2	1,083.0	1,071.0	1,060.0
Nondurable goods.....	2,685.2	2,833.0	2,761.5	2,817.7	2,846.6	2,906.2	2,950.7	3,028.9
Services.....	5,469.9	5,794.4	5,686.8	5,754.4	5,832.8	5,903.5	5,980.6	6,061.1
Personal interest payments ¹	235.4	265.4	244.0	262.6	278.2	276.7	261.7	250.3
Personal current transfer payments.....	127.4	137.5	135.3	136.9	138.1	139.8	140.8	142.0
To government.....	76.2	81.2	79.6	80.8	81.8	82.5	82.9	83.7
To the rest of the world (net).....	51.1	56.3	55.7	56.0	56.3	57.3	57.9	58.3
Equals: Personal saving	70.7	57.4	109.3	31.1	46.8	42.4	20.6	279.9
Personal saving as a percentage of disposable personal income	0.7	0.6	1.1	0.3	0.5	0.4	0.2	2.6
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	8,407.0	8,644.0	8,617.7	8,604.5	8,671.1	8,683.1	8,667.9	8,905.4
Per capita:								
Current dollars.....	32,222	33,667	33,267	33,441	33,820	34,138	34,309	35,538
Chained (2000) dollars.....	28,098	28,614	28,630	28,523	28,669	28,636	28,525	29,243
Population (midperiod, thousands) ³	299,199	302,087	301,004	301,667	302,452	303,225	303,868	304,528

^r Revised. Revisions include changes to series affected by the incorporation of revised wage and salary estimates for the first quarter of 2008.

1. Consists of nonmortgage interest paid by households.

2. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

3. Population is the total population of the United States, including the Armed Forces overseas and the institutionalized population. The monthly estimate is the average of estimates for the first of the month and the first of the following month; the annual and quarterly estimates are averages of the monthly estimates.

Table 3. Personal Income and Its Disposition, Change from Preceding Period (Months)

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2007	2008						
	December	January ^r	February ^r	March ^r	April ^r	May ^r	June ^r	July ^p
Personal income	52.7	6.0	22.4	46.6	27.4	218.0	7.4	-89.9
Compensation of employees, received	28.7	10.7	20.6	34.2	9.7	24.3	17.2	21.2
Wage and salary disbursements	23.7	2.3	17.6	32.7	4.0	20.5	13.9	17.5
Private industries.....	20.2	-8.3	13.2	29.3	-0.5	14.8	7.9	13.2
Goods-producing industries.....	-2.4	-4.2	-0.1	5.3	-7.0	2.2	1.8	4.6
Manufacturing.....	-3.0	-3.1	-0.7	2.8	-2.8	1.5	1.7	0.7
Services-producing industries.....	22.5	-4.1	13.4	24.0	6.4	12.8	6.0	8.6
Trade, transportation, and utilities.....	7.7	-5.1	-2.4	6.5	-4.8	-0.9	1.4	-0.3
Other services-producing industries.....	14.8	1.0	15.8	17.5	11.2	13.7	4.6	8.9
Government.....	3.5	10.6	4.4	3.3	4.7	5.5	6.1	4.3
Supplements to wages and salaries	5.1	8.5	3.0	1.4	5.7	3.8	3.3	3.8
Employer contributions for employee pension and insurance funds..	4.1	4.1	2.2	-0.5	5.8	2.9	2.8	3.0
Employer contributions for government social insurance.....	1.0	4.3	0.9	1.9	-0.1	0.9	0.5	0.8
Proprietors' income with inventory valuation and capital consumption adjustments	-4.7	0.2	-5.4	2.3	-0.2	5.4	7.6	4.4
Farm.....	0.2	-5.6	0.4	-1.1	-1.2	-0.6	-2.0	-2.3
Nonfarm.....	-5.0	5.8	-5.8	3.4	1.0	5.9	9.6	6.8
Rental income of persons with capital consumption adjustment	-1.6	0.9	0.7	1.7	6.1	6.8	7.4	4.4
Personal income receipts on assets	3.1	-3.0	-2.2	-2.5	-4.5	-4.2	-4.2	18.4
Personal interest income.....	-3.5	-7.4	-7.4	-7.4	-8.9	-8.9	-8.9	13.5
Personal dividend income.....	6.6	4.4	5.2	4.9	4.3	4.8	4.7	4.9
Personal current transfer receipts	29.4	9.0	10.3	14.7	16.2	187.8	-19.6	-136.6
Government social benefits to persons.....	29.3	10.0	10.1	14.6	16.2	187.8	-19.6	-136.7
Old-age, survivors, disability, and health insurance benefits.....	16.5	4.8	6.5	11.9	-1.5	10.8	5.2	10.5
Government unemployment insurance benefits.....	4.1	0.1	1.2	1.1	1.3	0.9	0.5	1.3
Other.....	8.7	5.2	2.4	1.6	16.4	176.0	-25.2	-148.5
Other current transfer receipts, from business (net).....	0.1	-1.1	0.2	0.1	0.0	0.0	0.0	0.1
Less: Contributions for government social insurance	2.2	11.7	1.7	3.8	-0.1	2.0	1.1	1.7
Less: Personal current taxes	3.8	4.9	3.5	6.1	-8.2	-377.8	215.5	24.7
Equals: Disposable personal income	48.9	1.1	18.9	40.5	35.5	595.9	-208.0	-114.7
Less: Personal outlays	19.2	37.7	-7.9	51.1	35.3	74.5	63.2	24.4
Personal consumption expenditures.....	21.8	43.2	-1.9	57.0	37.3	76.8	65.5	24.1
Durable goods.....	-10.8	-1.5	2.9	-10.1	-2.5	2.9	-14.2	-15.5
Nondurable goods.....	9.7	13.1	-11.8	35.1	20.6	34.8	44.7	9.9
Services.....	23.0	31.6	6.9	32.0	19.2	39.1	34.9	29.8
Personal interest payments ¹	-2.8	-6.1	-6.2	-6.1	-2.6	-2.7	-2.6	-0.1
Personal current transfer payments.....	0.1	0.7	0.2	0.2	0.7	0.3	0.3	0.4
To government.....	0.1	0.1	0.2	0.2	0.3	0.3	0.3	0.4
To the rest of the world (net).....	0.0	0.6	0.0	0.0	0.4	0.0	0.0	0.0
Equals: Personal saving	29.7	-36.6	26.7	-10.5	0.2	521.4	-271.2	-139.1
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	17.0	-26.2	4.1	6.9	8.7	452.7	-237.7	-149.2

p Preliminary

r Revised. Revisions include changes to series affected by the incorporation of revised wage and salary estimates for the first quarter of 2008.

1. Consists of nonmortgage interest paid by households.

2. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

Table 4. Personal Income and Its Disposition, Change from Preceding Period (Years and Quarters)

[Billions of dollars]

	2006	2007	Seasonally adjusted at annual rates					
			2007				2008	
			I	II	III	IV	I ^r	II ^r
Personal income	724.1	669.3	248.3	104.5	152.9	141.7	88.4	213.7
Compensation of employees, received	406.8	386.0	147.9	26.1	79.2	101.7	68.7	61.3
Wage and salary disbursements	355.5	334.8	131.8	16.7	67.0	87.8	52.5	50.0
Private industries.....	313.3	282.5	113.7	8.5	54.5	76.4	34.9	35.9
Goods-producing industries.....	68.0	38.2	15.5	2.3	3.6	13.9	-0.5	-1.4
Manufacturing.....	27.2	14.8	8.2	-2.4	-0.6	6.8	-1.8	0.4
Services-producing industries.....	245.4	244.2	98.1	6.3	50.7	62.7	35.2	37.4
Trade, transportation, and utilities.....	48.5	48.5	16.3	15.7	-1.2	13.0	2.1	-1.4
Other services-producing industries.....	196.9	195.7	81.9	-9.4	52.0	49.5	33.3	38.8
Government.....	42.3	52.2	18.0	8.2	12.7	11.3	17.6	14.1
Supplements to wages and salaries	51.2	51.3	16.1	9.4	12.2	13.9	16.2	11.3
Employer contributions for employee pension and insurance funds..	30.8	35.1	9.5	10.1	8.8	9.4	9.4	9.1
Employer contributions for government social insurance	20.4	16.2	6.5	-0.6	3.4	4.5	6.8	2.3
Proprietors' income with inventory valuation and capital consumption adjustments	54.9	41.5	14.8	13.0	13.6	10.0	-2.1	5.6
Farm.....	-17.9	27.8	15.6	3.0	5.1	-0.3	-5.5	-2.9
Nonfarm.....	72.9	13.6	-0.8	10.0	8.5	10.3	3.4	8.5
Rental income of persons with capital consumption adjustment	3.4	-4.3	-3.1	9.5	-2.8	-3.2	0.5	14.5
Personal income receipts on assets	227.9	175.3	42.3	51.6	48.4	25.3	-2.1	-11.1
Personal interest income.....	103.4	88.9	26.6	33.9	30.1	6.5	-18.1	-25.2
Personal dividend income.....	124.5	86.4	15.7	17.8	18.2	18.8	16.0	14.1
Personal current transfer receipts	82.3	110.3	65.9	3.5	21.4	17.2	40.3	148.1
Government social benefits to persons.....	96.2	103.3	62.2	2.2	20.5	16.7	41.1	148.0
Old-age, survivors, disability, and health insurance benefits.....	94.4	60.5	22.7	15.6	11.3	0.8	22.8	17.6
Government unemployment insurance benefits.....	-1.4	2.4	0.9	-0.1	1.3	1.8	3.9	3.2
Other.....	3.2	40.3	38.5	-13.3	7.9	14.2	14.4	127.1
Other current transfer receipts, from business (net).....	-13.9	7.0	3.7	1.3	0.8	0.6	-0.9	0.2
Less: Contributions for government social insurance	51.2	39.6	19.4	-0.7	6.9	9.3	16.9	4.7
Less: Personal current taxes	145.4	139.6	59.9	29.9	12.2	18.9	14.5	-183.0
Equals: Disposable personal income	578.7	529.8	188.4	74.5	140.8	122.7	74.0	396.7
Less: Personal outlays	540.5	543.1	165.2	152.7	125.1	127.2	95.7	137.4
Personal consumption expenditures.....	513.1	503.0	167.9	132.6	108.1	127.1	109.6	147.7
Durable goods.....	31.3	30.7	18.4	8.7	0.9	-3.2	-12.0	-11.0
Nondurable goods.....	171.1	147.8	57.7	56.2	28.9	59.6	44.5	78.2
Services.....	310.7	324.5	91.8	67.6	78.4	70.7	77.1	80.5
Personal interest payments ¹	20.4	30.0	-6.1	18.6	15.6	-1.5	-15.0	-11.4
Personal current transfer payments.....	7.0	10.1	3.4	1.6	1.2	1.7	1.0	1.2
To government.....	3.7	5.0	1.4	1.2	1.0	0.7	0.4	0.8
To the rest of the world (net).....	3.2	5.2	1.9	0.3	0.3	1.0	0.6	0.4
Equals: Personal saving	38.2	-13.3	23.2	-78.2	15.7	-4.4	-21.8	259.3
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	285.6	237.0	91.5	-13.2	66.6	12.0	-15.2	237.5

^r Revised. Revisions include changes to series affected by the incorporation of revised wage and salary estimates for the first quarter of 2008.

1. Consists of nonmortgage interest paid by households.

2. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

Table 5. Personal Income and Its Disposition, Percent Change from Preceding Period (Months)

	Seasonally adjusted at monthly rates							
	2007	2008						
	December	January ^r	February ^r	March ^r	April ^r	May ^r	June ^r	July ^p
	Based on current-dollar measures							
Personal income	0.4	0.1	0.2	0.4	0.2	1.8	0.1	-0.7
Compensation of employees, received.....	0.4	0.1	0.3	0.4	0.1	0.3	0.2	0.3
Wage and salary disbursements.....	0.4	0.0	0.3	0.5	0.1	0.3	0.2	0.3
Supplements to wages and salaries.....	0.3	0.6	0.2	0.1	0.4	0.3	0.2	0.2
Proprietors' income with inventory valuation and capital consumption adjustments.....	-0.4	0.0	-0.5	0.2	0.0	0.5	0.7	0.4
Rental income of persons with capital consumption adjustment.....	-4.2	2.5	1.8	4.6	14.9	14.6	13.8	7.2
Personal income receipts on assets.....	0.1	-0.1	-0.1	-0.1	-0.2	-0.2	-0.2	0.9
Personal interest income.....	-0.3	-0.6	-0.6	-0.6	-0.7	-0.7	-0.7	1.1
Personal dividend income.....	0.8	0.5	0.6	0.6	0.5	0.6	0.6	0.6
Personal current transfer receipts.....	1.7	0.5	0.6	0.8	0.9	10.4	-1.0	-6.9
Less: Contributions for government social insurance.....	0.2	1.2	0.2	0.4	0.0	0.2	0.1	0.2
Less: Personal current taxes	0.3	0.3	0.2	0.4	-0.5	-24.7	18.7	1.8
Equals: Disposable personal income	0.5	0.0	0.2	0.4	0.3	5.7	-1.9	-1.1
Addenda:								
Personal consumption expenditures.....	0.2	0.4	0.0	0.6	0.4	0.8	0.6	0.2
Durable goods.....	-1.0	-0.1	0.3	-0.9	-0.2	0.3	-1.3	-1.5
Nondurable goods.....	0.3	0.4	-0.4	1.2	0.7	1.2	1.5	0.3
Services.....	0.4	0.5	0.1	0.5	0.3	0.6	0.6	0.5
	Based on chained (2000) dollar measures							
Real disposable personal income.....	0.2	-0.3	0.0	0.1	0.1	5.2	-2.6	-1.7

^p Preliminary

^r Revised. Revisions include changes to series affected by the incorporation of revised wage and salary estimates for the first quarter of 2008.

Table 6. Personal Income and Its Disposition, Percent Change from Preceding Period (Years and Quarters)

	2006	2007	Seasonally adjusted at annual rates					
			2007				2008	
			I	II	III	IV	I ^r	II ^r
	Based on current-dollar measures							
Personal income	7.1	6.1	9.1	3.7	5.4	4.9	3.0	7.3
Compensation of employees, received.....	5.8	5.2	8.0	1.4	4.1	5.3	3.5	3.1
Wage and salary disbursements.....	6.3	5.6	8.8	1.1	4.3	5.6	3.3	3.1
Supplements to wages and salaries.....	3.8	3.7	4.6	2.7	3.4	3.9	4.5	3.1
Proprietors' income with inventory valuation and capital consumption adjustments.....	5.7	4.1	5.9	5.1	5.3	3.8	-0.8	2.1
Rental income of persons with capital consumption adjustment.....	8.3	-9.6	-28.9	161.0	-22.7	-27.3	5.3	252.2
Personal income receipts on assets.....	14.3	9.6	9.3	11.1	10.1	5.1	-0.4	-2.1
Personal interest income.....	10.1	7.9	9.6	12.1	10.4	2.1	-5.7	-8.0
Personal dividend income.....	21.7	12.4	8.7	9.7	9.8	9.8	8.1	7.0
Personal current transfer receipts.....	5.4	6.9	17.2	0.8	5.1	4.1	9.6	37.7
Less: Contributions for government social insurance.....	5.9	4.3	8.5	-0.3	2.9	3.9	7.1	1.9
Less: Personal current taxes	12.0	10.3	18.3	8.5	3.3	5.1	3.9	-39.8
Equals: Disposable personal income	6.4	5.5	7.9	3.0	5.7	4.9	2.9	16.1
Addenda:								
Personal consumption expenditures.....	5.9	5.5	7.4	5.7	4.6	5.3	4.5	6.0
Durable goods.....	3.1	2.9	7.1	3.3	0.3	-1.2	-4.3	-4.1
Nondurable goods.....	6.8	5.5	8.8	8.4	4.2	8.7	6.3	11.0
Services.....	6.0	5.9	6.7	4.8	5.6	4.9	5.3	5.5
	Based on chained (2000) dollar measures							
Real disposable personal income.....	3.5	2.8	4.4	-0.6	3.1	0.6	-0.7	11.4

^r Revised. Revisions include changes to series affected by the incorporation of revised wage and salary estimates for the first quarter of 2008.

Table 7. Real Personal Consumption Expenditures by Major Type of Product (Months)

	2007	2008						
	December	January	February	March	April ^r	May ^r	June ^r	July ^p
	Billions of chained (2000) dollars, seasonally adjusted at annual rates							
Personal consumption expenditures	8,307.2	8,317.3	8,304.6	8,326.2	8,337.3	8,363.8	8,355.5	8,322.5
Durable goods.....	1,243.0	1,239.7	1,241.8	1,229.5	1,230.3	1,237.3	1,219.8	1,200.8
Nondurable goods.....	2,400.4	2,395.4	2,388.3	2,410.1	2,419.3	2,427.4	2,421.3	2,400.5
Services	4,689.6	4,706.2	4,699.6	4,707.3	4,708.3	4,720.8	4,730.7	4,732.5
	Change from preceding period in billions of chained (2000) dollars, seasonally adjusted at annual rates							
Personal consumption expenditures	-4.6	10.1	-12.7	21.6	11.1	26.5	-8.3	-33.0
Durable goods.....	-9.5	-3.3	2.1	-12.3	0.8	7.0	-17.5	-19.0
Nondurable goods.....	-4.8	-5.0	-7.1	21.8	9.2	8.1	-6.1	-20.8
Services	6.7	16.6	-6.6	7.7	1.0	12.5	9.9	1.8
	Percent change from preceding period in chained (2000) dollars, seasonally adjusted at monthly rates							
Personal consumption expenditures	-0.1	0.1	-0.2	0.3	0.1	0.3	-0.1	-0.4
Durable goods.....	-0.8	-0.3	0.2	-1.0	0.1	0.6	-1.4	-1.6
Nondurable goods.....	-0.2	-0.2	-0.3	0.9	0.4	0.3	-0.3	-0.9
Services	0.1	0.4	-0.1	0.2	0.0	0.3	0.2	0.0

p Preliminary
r Revised

Table 8. Real Personal Consumption Expenditures by Major Type of Product (Years and Quarters)

	2006	2007	Seasonally adjusted at annual rates					
			2007				2008	
			I	II	III	IV	I	II ^r
	Billions of chained (2000) dollars							
Personal consumption expenditures	8,029.0	8,252.8	8,197.2	8,237.3	8,278.5	8,298.2	8,316.1	8,352.2
Durable goods.....	1,185.1	1,242.4	1,227.3	1,242.3	1,249.4	1,250.6	1,237.0	1,229.1
Nondurable goods.....	2,335.3	2,392.6	2,380.1	2,391.5	2,398.6	2,400.2	2,397.9	2,422.6
Services	4,529.9	4,646.2	4,616.1	4,632.7	4,659.8	4,676.1	4,704.3	4,719.9
	Change from preceding period in billions of chained (2000) dollars							
Personal consumption expenditures	237.3	223.8	77.3	40.1	41.2	19.7	17.9	36.1
Durable goods.....	50.7	57.3	26.6	15.0	7.1	1.2	-13.6	-7.9
Nondurable goods.....	82.6	57.3	20.3	11.4	7.1	1.6	-2.3	24.7
Services	109.0	116.3	34.6	16.6	27.1	16.3	28.2	15.6
	Percent change from preceding period in chained (2000) dollars							
Personal consumption expenditures	3.0	2.8	3.9	2.0	2.0	1.0	0.9	1.7
Durable goods.....	4.5	4.8	9.2	5.0	2.3	0.4	-4.3	-2.5
Nondurable goods.....	3.7	2.5	3.5	1.9	1.2	0.3	-0.4	4.2
Services	2.5	2.6	3.1	1.4	2.4	1.4	2.4	1.3

r Revised

**Table 9. Price Indexes for Personal Consumption Expenditures:
Level and Percent Change From Preceding Period (Months)**

	2007	2008						
	December	January	February	March	April ^r	May ^r	June ^r	July ^p
Chain-type price indexes (2000=100), seasonally adjusted								
Personal consumption expenditures (PCE)	119.678	120.052	120.212	120.585	120.873	121.407	122.312	123.087
Durable goods.....	86.398	86.508	86.598	86.636	86.382	86.123	86.204	86.276
Nondurable goods.....	122.229	123.030	122.903	123.245	123.631	124.651	126.813	128.321
Services.....	126.534	126.760	127.083	127.557	127.938	128.427	128.897	129.476
Addenda:								
PCE excluding food and energy.....	115.706	115.975	116.141	116.357	116.532	116.720	117.016	117.336
Market-based PCE ¹	117.865	118.262	118.392	118.701	119.016	119.590	120.588	121.385
Market-based PCE excluding food and energy ¹	112.624	112.900	113.029	113.134	113.320	113.487	113.775	114.030
Percent change from preceding period in price indexes, seasonally adjusted at monthly rates								
PCE	0.3	0.3	0.1	0.3	0.2	0.4	0.7	0.6
Durable goods.....	-0.2	0.1	0.1	0.0	-0.3	-0.3	0.1	0.1
Nondurable goods.....	0.5	0.7	-0.1	0.3	0.3	0.8	1.7	1.2
Services.....	0.2	0.2	0.3	0.4	0.3	0.4	0.4	0.4
Addenda:								
PCE excluding food and energy.....	0.2	0.2	0.1	0.2	0.2	0.2	0.3	0.3
Market-based PCE ¹	0.3	0.3	0.1	0.3	0.3	0.5	0.8	0.7
Market-based PCE excluding food and energy ¹	0.2	0.2	0.1	0.1	0.2	0.1	0.3	0.2

p Preliminary
r Revised

1. This index is a supplemental measure that is based on household expenditures for which there are observable price measures. It excludes most implicit prices (for example, the services furnished without payment by financial intermediaries) and the expenses of nonprofit institutions.

**Table 10. Real Disposable Personal Income and Real Personal Consumption Expenditures:
Percent Change From Month One Year Ago**

	2007	2008						
	December	January ^r	February ^r	March ^r	April ^r	May ^r	June ^r	July ^p
Disposable personal income	1.6	0.8	0.5	0.4	0.9	6.3	3.4	1.2
Personal consumption expenditures	1.9	1.7	1.2	1.5	1.4	1.5	1.3	0.7
Durable goods.....	2.0	1.3	1.4	-0.3	-0.1	-1.7	-1.4	-2.6
Nondurable goods.....	1.0	0.8	0.5	0.9	1.6	1.4	1.0	-0.3
Services.....	2.3	2.1	1.4	2.2	1.5	2.1	2.0	1.8

p Preliminary
r Revised.

Revisions include changes to series affected by the incorporation of revised wage and salary estimates for the first quarter of 2008.

**Table 11. Price Indexes for Personal Consumption Expenditures:
Percent Change From Month One Year Ago**

	2007	2008						
	December	January	February	March	April ^r	May ^r	June ^r	July ^p
Personal consumption expenditures (PCE)	3.5	3.6	3.5	3.4	3.4	3.5	4.0	4.5
Durable goods.....	-1.6	-1.3	-1.4	-1.2	-1.2	-1.3	-1.3	-1.0
Nondurable goods.....	6.0	6.5	6.1	5.6	5.5	5.6	7.3	8.2
Services.....	3.4	3.2	3.1	3.3	3.3	3.4	3.5	3.8
Addenda:								
PCE excluding food and energy.....	2.3	2.2	2.1	2.2	2.2	2.2	2.3	2.4
Market-based PCE ¹	3.5	3.5	3.4	3.3	3.3	3.5	4.1	4.7
Market-based PCE excluding food and energy ¹	1.9	1.8	1.7	1.7	1.8	1.9	2.0	2.1

p Preliminary
r Revised

1. This index is a supplemental measure that is based on household expenditures for which there are observable price measures. It excludes most implicit prices (for example, the services furnished without payment by financial intermediaries) and the expenses of nonprofit institutions.