

Table 729. Corporate Funds—Sources and Uses: 1990 to 2006

[In billions of dollars (238 represents \$238,000,000,000). Covers nonfarm nonfinancial corporate business]

Item	1990	1995	2000	2001	2002	2003	2004	2005	2006
Profits before tax (book)	238	419	422	310	336	424	623	931	1,089
– Taxes on corporate income	98	141	170	111	97	135	185	251	288
– Net dividends	117	177	250	243	253	291	365	226	396
+ Capital consumption allowance ¹	365	463	629	678	734	733	750	599	604
= U.S. internal funds, book	388	564	632	633	721	732	823	1,053	1,009
+ Foreign earnings retained abroad	45	53	100	111	93	113	108	–34	124
+ Inventory valuation adjustment (IVA)	–13	–18	–14	11	–2	–14	–40	–33	–45
= Internal funds + IVA	420	598	718	755	811	831	892	986	1,088
Gross investment	369	653	900	885	782	819	996	976	1,130
Capital expenditures	429	618	929	803	737	750	822	882	1,010
Fixed investment ²	422	577	882	841	734	748	787	873	967
Inventory change + IVA	12	40	55	–30	14	13	47	20	43
Nonproduced nonfinancial assets	–5	1	–9	–9	–11	–11	–11	–11	1
Net financial investment	–59	36	–28	82	45	69	174	94	119
Net acquisition of financial assets ³	124	426	1,209	178	130	83	783	415	302
Checkable deposits and currency	6	4	15	–65	–35	52	–35	–23	–120
Time and savings deposits	–6	3	35	9	10	71	58	34	–27
Money market fund shares	9	23	37	111	28	–39	28	36	89
Commercial paper	(–Z)	1	10	2	5	11	19	16	12
Municipal securities	–8	–20	7	–3	3	3	–4	–1	4
Trade receivables	29	78	282	–121	–98	–17	129	157	89
Mutual fund shares	–1	5	4	4	1	11	2	7	7
Miscellaneous assets ³	114	320	819	253	192	–10	555	143	238
U.S. direct investment abroad ⁴	36	90	128	119	130	123	220	–8	187
Insurance receivables	13	8	(–Z)	10	17	18	19	21	11
Net increase in liabilities ³	184	391	1,237	95	85	13	609	320	183
Net funds raised in markets	73	169	224	167	–29	47	39	–118	–165
Net new equity issues	–63	–58	–118	–48	–42	–42	–127	–363	–602
Credit market instruments ³	136	227	342	215	13	89	165	245	437
Commercial paper	10	18	48	–83	–58	–35	17	–8	23
Municipal securities ⁵	(–Z)	3	1	3	3	3	5	7	5
Corporate bonds ⁴	47	91	163	348	132	158	78	60	220
Bank loans n.e.c. ⁶	3	75	44	–110	–108	–86	2	61	66
Other loans and advances ³	56	32	64	4	12	2	17	39	22
Finance companies	16	24	55	–14	3	–2	9	25	17
Mortgages	22	8	22	53	32	46	47	86	100
Trade payables	28	81	313	–104	20	–55	97	143	56
Miscellaneous liabilities ³	82	141	694	29	82	33	466	291	295
Foreign direct investment in U.S.	59	54	192	85	28	24	29	43	108

Z Less than \$500 million. ¹ Consumption of fixed capital plus capital consumption adjustment. ² Nonresidential fixed investment plus residential fixed investment. ³ Includes other items not shown separately. ⁴ 1990, corporate bonds include net issues by Netherlands Antillean financial subsidiaries, and U.S. direct investment abroad excludes net inflows from those bond issues. ⁵ Industrial revenue bonds. Issued by state and local governments to finance private investment and secured in interest and principal by industrial user of the funds. ⁶ Not elsewhere classified.

Source: Board of Governors of the Federal Reserve System, "Federal Reserve Statistical Release, Z.1, Flow of Funds Accounts of the United States"; published: 8 March 2007; <<http://www.federalreserve.gov/releases/z1/20070308/>>.