



NEWS RELEASE



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PERSONAL INCOME AND OUTLAYS: JANUARY 2009

Personal income increased \$44.8 billion, or 0.4 percent, and disposable personal income (DPI) increased \$183.0 billion, or 1.7 percent, in January, according to the Bureau of Economic Analysis. Personal consumption expenditures (PCE) increased \$56.4 billion, or 0.6 percent. In December, personal income decreased \$24.0 billion, or 0.2 percent, DPI decreased \$17.8 billion, or 0.2 percent, and PCE decreased \$101.2 billion, or 1.0 percent, based on revised estimates.

Real disposable income increased 1.5 percent in January, compared with an increase of 0.4 percent in December. Real PCE increased 0.4 percent, in contrast to a decrease of 0.5 percent.

	2008				2009
	<u>Sept.</u>	<u>Oct.</u>	<u>Nov.</u>	<u>Dec.</u>	<u>Jan.</u>
	(Percent change from preceding month)				
Personal income, current dollars	0.1	0.0	-0.4	-0.2	0.4
Disposable personal income:					
Current dollars	0.2	0.1	-0.3	-0.2	1.7
Chained (2000) dollars	0.1	0.5	0.8	0.4	1.5
Personal consumption expenditures:					
Current dollars	-0.4	-1.2	-0.8	-1.0	0.6
Chained (2000) dollars	-0.5	-0.8	0.3	-0.5	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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The January change in personal income was boosted by several special factors. Pay raises for federal civilian and military personnel boosted government wage and salary disbursements and cost-of-living adjustments to several federal transfer payment programs boosted personal current transfer receipts. The January change was reduced by annual adjustments to personal contributions for government social insurance (a subtraction in calculating personal income), by the adjustment to private wages and salaries for bonus payments, and by lump-sum social security benefit payments that had boosted December personal income. Excluding these special factors, personal income increased \$24.2 billion, or 0.2 percent, in January, after decreasing \$31.4 billion, or 0.3 percent, in December. These special factors are discussed more fully below.

Compensation of employees

Private wage and salary disbursements decreased \$25.8 billion in January, compared with a decrease of \$27.0 billion in December. The January change in private wages and salaries was reduced by an adjustment of \$20.0 billion (at an annual rate) for smaller than usual bonus payments. This type of irregular payment was not accounted for in the primary monthly source data for wages and salaries. The adjustment to January wages was based on data from state governments and from other sources. Goods-producing industries' payrolls decreased \$13.0 billion in January, compared with a decrease of \$15.3 billion in December; manufacturing payrolls decreased \$9.1 billion, compared with a decrease of \$9.2 billion. Services-producing industries' payrolls decreased \$12.8 billion, compared with a decrease of \$11.7 billion.

Government wage and salary disbursements increased \$12.9 billion in January, compared with an increase of \$1.4 billion in December. Pay raises for civilian and military personnel added \$9.7 billion to government payrolls in January.

Employer contributions for employee pension and insurance funds increased \$7.0 billion in January, compared with an increase of \$1.7 billion in December.

Employer contributions for government social insurance increased \$3.1 billion in January, in contrast to a decrease of \$1.8 billion in December. The January increase reflected an increase in the tax rate paid by employers to state unemployment insurance funds and an increase in the social security taxable wage base (from \$102,000 to \$106,800); together, these changes added \$4.6 billion to the January increase. (Changes in employer contributions for government social insurance do not affect personal income, because employer contributions for government social insurance are also included in total contributions for government social insurance, which is a subtraction in the calculation of personal income.)

Other personal income

Proprietors' income decreased \$6.9 billion in January, compared with a decrease of \$7.0 billion in December. Farm proprietors' income increased \$0.2 billion, in contrast to a decrease of \$0.5 billion. Nonfarm proprietors' income decreased \$7.1 billion, compared with a decrease of \$6.4 billion.

Rental income of persons decreased \$0.4 billion in January, in contrast to an increase of \$4.0 billion in December. Personal income receipts on assets (personal interest income plus personal dividend income) decreased \$6.7 billion, compared with a decrease of \$29.0 billion.

Personal current transfer receipts increased \$66.6 billion in January, compared with an increase of \$29.9 billion in December. The January change in current transfer receipts reflected 5.8-percent cost-of-living adjustments to social security benefits and to several other federal transfer payment programs; together, these changes added \$41.1 billion to the January increase. The January change in current transfer receipts was reduced by lump-sum social security benefits payments, which had added \$7.4 billion to December benefit payments; these benefit payments resulted from a recalculation of the earnings base underlying the benefits for recent retirees.

Contributions for government social insurance -- a subtraction in calculating personal income -- increased \$5.1 billion in January, in contrast to a decrease of \$3.8 billion in December. The January increase reflected increases in both employer and personal contributions for government social insurance. As noted above, employer contributions were boosted \$4.6 billion in January by increases in unemployment-insurance rates and in the social security taxable wage base. The January increase in personal contributions for government social insurance reflected an increase in the monthly premiums paid by participants in the supplementary medical insurance program (Medicare B) and the increase in the social security taxable wage base; together, these changes added \$2.8 billion to the January increase.

Personal current taxes and disposable personal income

Personal current taxes decreased \$138.3 billion in January, compared with a decrease of \$6.2 billion in December. Federal net nonwithheld income taxes (payments of estimated taxes plus final settlements less refunds) reduced the January change by \$114.0 billion, based on the Office of Tax Analysis projections of lower final settlements and higher refunds for 2009. Indexation provisions of current tax law reduced federal withheld income taxes by \$4.0 billion in January.

Disposable personal income (DPI) -- personal income less personal current taxes -- increased \$183.0 billion, or 1.7 percent, in January, in contrast to a decrease of \$17.8 billion, or 0.2 percent, in December.

Personal outlays and personal saving

Personal outlays -- PCE, personal interest payments, and personal current transfer payments increased \$54.5 billion in January, in contrast to a decrease of \$103.5 billion in December. PCE increased \$56.4 billion, in contrast to a decrease of \$101.2 billion.

Personal saving -- DPI less personal outlays -- was \$545.5 billion in January, compared with \$416.8 billion in December. Personal saving as a percentage of disposable personal income was 5.0 percent in January, compared with 3.9 percent in December. 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 and data on changes in net worth, which help finance consumption, go to www.bea.gov/national/nipaweb/Nipa-Frb.asp.

Real DPI and real PCE

Real DPI -- DPI adjusted to remove price changes -- increased 1.5 percent in January, compared with an increase of 0.4 percent in December.

Real PCE -- PCE adjusted to remove price changes -- increased 0.4 percent in January, in contrast to a decrease of 0.5 percent in December. Purchases of durable goods increased 0.2 percent, in contrast to a decrease of 0.4 percent. Purchases of nondurable goods increased 0.7 percent, in contrast to a decrease of 1.9 percent. Purchases of services increased 0.3 percent, compared with an increase of 0.1 percent.

PCE index -- the price index for PCE increased 0.2 percent in January, in contrast to a decrease of 0.5 percent in December. The PCE price index, excluding food and energy, increased 0.1 percent, in contrast to a decrease of less than 0.1 percent.

2008 Personal Income and Outlays

Personal income increased 3.8 percent in 2008 (that is, from the 2007 annual level to the 2008 annual level), compared with an increase of 6.1 percent in 2007. DPI increased 4.7 percent, compared with an increase of 5.5 percent. PCE increased 3.6 percent, compared with an increase of 5.5 percent.

Real DPI increased 1.3 percent in 2008, compared with an increase of 2.8 percent in 2007. Real PCE increased 0.2 percent, compared with an increase of 2.8 percent.

Revisions

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

For July through December, the revisions to wages and salaries reflected the incorporation of the most recently available BLS tabulations of third-quarter private wages and salaries from the quarterly census of employment and wages.

	<u>Change from preceding month</u>							
	November				December			
	<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)	(Percent)	(Billions of dollars)	(Percent)	(Percent)	(Percent)	
Personal Income:								
Current dollars.....	-44.0	-50.0	-0.4	-0.4	-25.3	-24.0	-0.2	-0.2
Disposable personal income:								
Current dollars.....	-33.9	-32.5	-0.3	-0.3	-25.1	-17.8	-0.2	-0.2
Chained (2000) dollars.....	70.7	69.2	0.8	0.8	23.7	30.9	0.3	0.4
Personal consumption expenditures:								
Current dollars.....	-77.8	-79.6	-0.8	-0.8	-102.4	-101.2	-1.0	-1.0
Chained (2000) dollars.....	28.5	24.4	0.3	0.3	-43.3		-0.5	-0.5

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

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Next release -- March 27, 2009 at 8:30 A.M. EDT for
Personal Income and Outlays for February.

Table 1. Personal Income and Its Disposition (Months)

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2008							2009
	June	July ^r	August ^r	September ^r	October ^r	November ^r	December ^r	January ^p
Personal income	12,233.6	12,139.9	12,179.8	12,191.4	12,185.7	12,135.7	12,111.7	12,156.5
Compensation of employees, received	8,049.3	8,072.3	8,104.2	8,102.3	8,106.8	8,089.9	8,064.1	8,061.5
Wage and salary disbursements	6,543.8	6,563.5	6,592.2	6,589.8	6,592.0	6,575.0	6,549.4	6,536.5
Private industries.....	5,415.4	5,429.2	5,453.6	5,447.7	5,447.3	5,428.1	5,401.1	5,375.3
Goods-producing industries.....	1,214.6	1,213.0	1,214.0	1,208.0	1,205.4	1,197.0	1,181.7	1,168.7
Manufacturing.....	745.6	745.3	742.6	738.9	737.5	731.7	722.5	713.4
Services-producing industries.....	4,200.9	4,216.2	4,239.6	4,239.7	4,241.9	4,231.1	4,219.4	4,206.6
Trade, transportation, and utilities.....	1,050.3	1,049.2	1,052.6	1,049.2	1,043.9	1,038.6	1,030.2	1,033.6
Other services-producing industries.....	3,150.6	3,167.0	3,186.9	3,190.4	3,197.9	3,192.6	3,189.3	3,173.0
Government.....	1,128.4	1,134.3	1,138.6	1,142.1	1,144.7	1,146.9	1,148.3	1,161.2
Supplements to wages and salaries	1,505.5	1,508.8	1,511.9	1,512.5	1,514.8	1,514.9	1,514.7	1,524.9
Employer contributions for employee pension and insurance funds..	1,027.4	1,029.8	1,031.3	1,032.6	1,035.0	1,036.7	1,038.4	1,045.4
Employer contributions for government social insurance	478.2	479.1	480.6	479.9	479.9	478.2	476.4	479.5
Proprietors' income with inventory valuation and capital consumption adjustments	1,083.5	1,090.0	1,079.8	1,071.8	1,075.4	1,058.0	1,051.0	1,044.1
Farm.....	36.1	35.0	32.5	29.6	27.0	26.1	25.6	25.8
Nonfarm.....	1,047.4	1,055.0	1,047.3	1,042.2	1,048.4	1,031.9	1,025.5	1,018.4
Rental income of persons with capital consumption adjustment	68.3	72.8	77.3	55.5	86.0	88.7	92.7	92.3
Personal income receipts on assets	2,052.8	2,054.1	2,055.6	2,057.3	2,028.5	1,999.7	1,970.7	1,964.0
Personal interest income.....	1,204.5	1,210.9	1,217.4	1,223.8	1,199.2	1,174.5	1,149.9	1,142.4
Personal dividend income.....	848.3	843.2	838.2	833.4	829.4	825.2	820.8	821.6
Personal current transfer receipts	1,976.0	1,849.0	1,864.3	1,904.8	1,888.9	1,896.4	1,926.3	1,992.9
Government social benefits to persons.....	1,943.5	1,816.5	1,831.7	1,845.3	1,856.2	1,863.6	1,893.5	1,960.2
Old-age, survivors, disability, and health insurance benefits.....	1,057.0	1,067.4	1,067.5	1,072.0	1,074.5	1,082.8	1,088.3	1,125.0
Government unemployment insurance benefits.....	42.0	47.6	62.4	67.5	64.6	64.2	87.2	100.4
Other.....	844.5	701.5	701.9	705.8	717.2	716.6	718.1	734.9
Other current transfer receipts, from business (net).....	32.4	32.5	32.6	59.5	32.7	32.8	32.8	32.7
Less: Contributions for government social insurance	996.3	998.2	1,001.4	1,000.3	1,000.0	997.0	993.2	998.3
Less: Personal current taxes	1,363.0	1,372.0	1,522.3	1,517.7	1,506.1	1,488.7	1,482.5	1,344.2
Equals: Disposable personal income	10,870.6	10,767.9	10,657.5	10,673.7	10,679.6	10,647.1	10,629.3	10,812.3
Less: Personal outlays	10,595.9	10,585.0	10,567.4	10,527.3	10,397.9	10,315.9	10,212.4	10,266.9
Personal consumption expenditures.....	10,196.4	10,187.1	10,170.9	10,132.4	10,010.3	9,930.7	9,829.5	9,885.9
Durable goods.....	1,049.1	1,016.6	1,033.7	998.4	945.5	950.7	942.6	943.5
Nondurable goods.....	3,063.0	3,068.4	3,042.4	3,022.9	2,934.4	2,843.7	2,739.9	2,776.5
Services.....	6,084.2	6,102.0	6,094.8	6,111.2	6,130.4	6,136.3	6,147.0	6,166.0
Personal interest payments ¹	252.9	250.9	248.9	246.9	244.0	241.0	238.1	235.5
Personal current transfer payments.....	146.7	147.1	147.5	148.0	143.6	144.2	144.8	145.4
To government.....	84.0	84.4	84.8	85.3	85.8	86.3	86.9	87.6
To the rest of the world (net).....	62.7	62.7	62.7	62.7	57.9	57.9	57.9	57.9
Equals: Personal saving	274.7	182.9	90.1	146.4	281.7	331.2	416.8	545.5
Personal saving as a percentage of disposable personal income	2.5	1.7	0.8	1.4	2.6	3.1	3.9	5.0
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	8,885.5	8,753.6	8,664.8	8,670.7	8,713.5	8,782.7	8,813.6	8,947.5
Per capita:								
Current dollars.....	35,716	35,350	34,957	34,980	34,970	34,837	34,753	35,328
Chained (2000) dollars.....	29,194	28,737	28,421	28,416	28,532	28,737	28,817	29,235
Population (midperiod, thousands) ³	304,360	304,608	304,870	305,138	305,390	305,624	305,848	306,057

^p Preliminary

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

	2007	2008 ^r	Seasonally adjusted at annual rates					
			2007		2008			
			III	IV	I	II	III ^r	IV ^r
Personal income	11,663.2	12,106.9	11,730.4	11,872.1	11,960.5	12,152.2	12,170.4	12,144.4
Compensation of employees, received	7,818.6	8,055.8	7,839.3	7,941.0	8,009.7	8,033.5	8,092.9	8,087.0
Wage and salary disbursements	6,362.0	6,550.8	6,377.7	6,465.5	6,518.0	6,531.3	6,581.8	6,572.1
Private industries.....	5,286.7	5,421.3	5,297.0	5,373.4	5,408.3	5,407.9	5,443.5	5,425.5
Goods-producing industries.....	1,205.4	1,209.2	1,204.3	1,218.2	1,217.7	1,212.7	1,211.7	1,194.7
Manufacturing.....	746.0	741.5	743.4	750.2	748.4	745.0	742.2	730.6
Services-producing industries.....	4,081.3	4,212.1	4,092.6	4,155.3	4,190.5	4,195.2	4,231.8	4,230.8
Trade, transportation, and utilities.....	1,035.2	1,046.7	1,035.3	1,048.3	1,050.4	1,048.4	1,050.4	1,037.5
Other services-producing industries.....	3,046.1	3,165.4	3,057.4	3,106.9	3,140.2	3,146.7	3,181.5	3,193.2
Government.....	1,075.2	1,129.5	1,080.8	1,092.1	1,109.7	1,123.4	1,138.3	1,146.7
Supplements to wages and salaries	1,456.6	1,505.0	1,461.6	1,475.5	1,491.7	1,502.2	1,511.1	1,514.8
Employer contributions for employee pension and insurance funds..	991.9	1,026.9	996.5	1,005.9	1,015.3	1,024.4	1,031.2	1,036.7
Employer contributions for government social insurance.....	464.7	478.1	465.1	469.6	476.4	477.8	479.9	478.1
Proprietors' income with inventory valuation and capital consumption adjustments	1,056.2	1,072.7	1,063.8	1,073.8	1,071.7	1,076.9	1,080.5	1,061.5
Farm.....	44.0	34.5	47.4	47.1	41.6	38.0	32.4	26.2
Nonfarm.....	1,012.2	1,038.1	1,016.4	1,026.7	1,030.1	1,039.0	1,048.2	1,035.3
Rental income of persons with capital consumption adjustment	40.0	63.8	41.8	38.6	39.1	58.6	68.5	89.1
Personal income receipts on assets	2,000.1	2,040.4	2,030.9	2,056.2	2,054.1	2,052.3	2,055.7	1,999.6
Personal interest income.....	1,214.3	1,206.3	1,236.2	1,242.7	1,224.6	1,208.7	1,217.4	1,174.5
Personal dividend income.....	785.8	834.1	794.7	813.5	829.5	843.6	838.3	825.1
Personal current transfer receipts	1,713.3	1,870.2	1,720.6	1,737.8	1,778.1	1,926.3	1,872.7	1,903.9
Government social benefits to persons.....	1,681.4	1,835.5	1,688.0	1,704.7	1,745.8	1,893.9	1,831.2	1,871.1
Old-age, survivors, disability, and health insurance benefits.....	999.4	1,058.3	1,008.8	1,009.6	1,032.4	1,050.0	1,068.9	1,081.9
Government unemployment insurance benefits.....	32.3	52.7	32.5	34.3	38.2	41.4	59.2	72.0
Other.....	649.6	724.5	646.7	660.9	675.3	802.5	703.1	717.3
Other current transfer receipts, from business (net).....	31.9	34.7	32.5	33.1	32.2	32.4	41.5	32.8
Less: Contributions for government social insurance	965.1	996.1	966.0	975.3	992.2	995.4	1,000.0	996.7
Less: Personal current taxes	1,492.8	1,461.1	1,501.6	1,520.5	1,535.0	1,346.1	1,470.7	1,492.4
Equals: Disposable personal income	10,170.5	10,645.8	10,228.8	10,351.5	10,425.5	10,806.0	10,699.7	10,652.0
Less: Personal outlays	10,113.1	10,452.9	10,182.0	10,309.2	10,404.9	10,538.2	10,559.9	10,308.7
Personal consumption expenditures.....	9,710.2	10,056.8	9,765.6	9,892.7	10,002.3	10,138.0	10,163.5	9,923.5
Durable goods.....	1,082.8	1,023.2	1,086.2	1,083.0	1,071.0	1,059.3	1,016.2	946.3
Nondurable goods.....	2,833.0	2,965.2	2,846.6	2,906.2	2,950.7	3,026.2	3,044.6	2,839.3
Services.....	5,794.4	6,068.4	5,832.8	5,903.5	5,980.6	6,052.5	6,102.7	6,137.9
Personal interest payments ¹	265.4	251.4	278.2	276.7	261.7	253.8	248.9	241.0
Personal current transfer payments.....	137.5	144.7	138.1	139.8	140.8	146.4	147.5	144.2
To government.....	81.2	84.4	81.8	82.5	82.9	83.7	84.8	86.3
To the rest of the world (net).....	56.3	60.3	56.3	57.3	57.9	62.7	62.7	57.9
Equals: Personal saving	57.4	192.9	46.8	42.4	20.6	267.9	139.8	343.2
Personal saving as a percentage of disposable personal income	0.6	1.8	0.5	0.4	0.2	2.5	1.3	3.2
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	8,644.0	8,756.4	8,671.1	8,683.1	8,667.9	8,891.0	8,696.4	8,769.6
Per capita:								
Current dollars.....	33,706	34,958	33,858	34,179	34,351	35,531	35,096	34,854
Chained (2000) dollars.....	28,648	28,754	28,702	28,670	28,560	29,234	28,525	28,694
Population (midperiod, thousands) ³	301,737	304,530	302,108	302,865	303,498	304,128	304,872	305,620

^r Revised. Revisions include changes to series affected by the incorporation of revised wage and salary estimates for the third 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							
	2008							2009
	June	July ^r	August ^r	September ^r	October ^r	November ^r	December ^r	January ^p
Personal income	13.8	-93.7	39.9	11.6	-5.7	-50.0	-24.0	44.8
Compensation of employees, received	16.2	23.0	31.9	-1.9	4.5	-16.9	-25.8	-2.6
Wage and salary disbursements	12.9	19.7	28.7	-2.4	2.2	-17.0	-25.6	-12.9
Private industries.....	8.1	13.8	24.4	-5.9	-0.4	-19.2	-27.0	-25.8
Goods-producing industries	2.2	-1.6	1.0	-6.0	-2.6	-8.4	-15.3	-13.0
Manufacturing	0.7	-0.3	-2.7	-3.7	-1.4	-5.8	-9.2	-9.1
Services-producing industries.....	6.0	15.3	23.4	0.1	2.2	-10.8	-11.7	-12.8
Trade, transportation, and utilities	3.2	-1.1	3.4	-3.4	-5.3	-5.3	-8.4	3.4
Other services-producing industries	2.8	16.4	19.9	3.5	7.5	-5.3	-3.3	-16.3
Government.....	4.8	5.9	4.3	3.5	2.6	2.2	1.4	12.9
Supplements to wages and salaries	3.4	3.3	3.1	0.6	2.3	0.1	-0.2	10.2
Employer contributions for employee pension and insurance funds..	3.0	2.4	1.5	1.3	2.4	1.7	1.7	7.0
Employer contributions for government social insurance	0.5	0.9	1.5	-0.7	0.0	-1.7	-1.8	3.1
Proprietors' income with inventory valuation and capital consumption adjustments	7.4	6.5	-10.2	-8.0	3.6	-17.4	-7.0	-6.9
Farm	-2.3	-1.1	-2.5	-2.9	-2.6	-0.9	-0.5	0.2
Nonfarm	9.7	7.6	-7.7	-5.1	6.2	-16.5	-6.4	-7.1
Rental income of persons with capital consumption adjustment	10.0	4.5	4.5	-21.8	30.5	2.7	4.0	-0.4
Personal income receipts on assets	0.5	1.3	1.5	1.7	-28.8	-28.8	-29.0	-6.7
Personal interest income	-4.2	6.4	6.5	6.4	-24.6	-24.7	-24.6	-7.5
Personal dividend income.....	4.7	-5.1	-5.0	-4.8	-4.0	-4.2	-4.4	0.8
Personal current transfer receipts	-19.3	-127.0	15.3	40.5	-15.9	7.5	29.9	66.6
Government social benefits to persons	-19.4	-127.0	15.2	13.6	10.9	7.4	29.9	66.7
Old-age, survivors, disability, and health insurance benefits	5.2	10.4	0.1	4.5	2.5	8.3	5.5	36.7
Government unemployment insurance benefits	0.5	5.6	14.8	5.1	-2.9	-0.4	23.0	13.2
Other	-25.1	-143.0	0.4	3.9	11.4	-0.6	1.5	16.8
Other current transfer receipts, from business (net)	0.0	0.1	0.1	26.9	-26.8	0.1	0.0	-0.1
Less: Contributions for government social insurance	0.9	1.9	3.2	-1.1	-0.3	-3.0	-3.8	5.1
Less: Personal current taxes	215.1	9.0	150.3	-4.6	-11.6	-17.4	-6.2	-138.3
Equals: Disposable personal income	-201.3	-102.7	-110.4	16.2	5.9	-32.5	-17.8	183.0
Less: Personal outlays	51.6	-10.9	-17.6	-40.1	-129.4	-82.0	-103.5	54.5
Personal consumption expenditures	52.2	-9.3	-16.2	-38.5	-122.1	-79.6	-101.2	56.4
Durable goods	-16.4	-32.5	17.1	-35.3	-52.9	5.2	-8.1	0.9
Nondurable goods	37.6	5.4	-26.0	-19.5	-88.5	-90.7	-103.8	36.6
Services.....	30.9	17.8	-7.2	16.4	19.2	5.9	10.7	19.0
Personal interest payments ¹	-0.9	-2.0	-2.0	-2.0	-2.9	-3.0	-2.9	-2.6
Personal current transfer payments	0.3	0.4	0.4	0.5	-4.4	0.6	0.6	0.6
To government	0.3	0.4	0.4	0.5	0.5	0.5	0.6	0.7
To the rest of the world (net)	0.0	0.0	0.0	0.0	-4.8	0.0	0.0	0.0
Equals: Personal saving	-252.8	-91.8	-92.8	56.3	135.3	49.5	85.6	128.7
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	-233.6	-131.9	-88.8	5.9	42.8	69.2	30.9	133.9

p Preliminary

r Revised. Revisions include changes to series affected by the incorporation of revised wage and salary estimates for the third 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]

	2007	2008 ^r	Seasonally adjusted at annual rates					
			2007		2008			
			III	IV	I	II	III ^r	IV ^r
Personal income	669.3	443.7	152.9	141.7	88.4	191.7	18.2	-26.0
Compensation of employees, received	386.0	237.2	79.2	101.7	68.7	23.8	59.4	-5.9
Wage and salary disbursements	334.8	188.8	67.0	87.8	52.5	13.3	50.5	-9.7
Private industries.....	282.5	134.6	54.5	76.4	34.9	-0.4	35.6	-18.0
Goods-producing industries.....	38.2	3.8	3.6	13.9	-0.5	-5.0	-1.0	-17.0
Manufacturing.....	14.8	-4.5	-0.6	6.8	-1.8	-3.4	-2.8	-11.6
Services-producing industries.....	244.2	130.8	50.7	62.7	35.2	4.7	36.6	-1.0
Trade, transportation, and utilities.....	48.5	11.5	-1.2	13.0	2.1	-2.0	2.0	-12.9
Other services-producing industries.....	195.7	119.3	52.0	49.5	33.3	6.5	34.8	11.7
Government.....	52.2	54.3	12.7	11.3	17.6	13.7	14.9	8.4
Supplements to wages and salaries	51.3	48.4	12.2	13.9	16.2	10.5	8.9	3.7
Employer contributions for employee pension and insurance funds..	35.1	35.0	8.8	9.4	9.4	9.1	6.8	5.5
Employer contributions for government social insurance	16.2	13.4	3.4	4.5	6.8	1.4	2.1	-1.8
Proprietors' income with inventory valuation and capital consumption adjustments	41.5	16.5	13.6	10.0	-2.1	5.2	3.6	-19.0
Farm.....	27.8	-9.5	5.1	-0.3	-5.5	-3.6	-5.6	-6.2
Nonfarm.....	13.6	25.9	8.5	10.3	3.4	8.9	9.2	-12.9
Rental income of persons with capital consumption adjustment	-4.3	23.8	-2.8	-3.2	0.5	19.5	9.9	20.6
Personal income receipts on assets	175.3	40.3	48.4	25.3	-2.1	-1.8	3.4	-56.1
Personal interest income.....	88.9	-8.0	30.1	6.5	-18.1	-15.9	8.7	-42.9
Personal dividend income.....	86.4	48.3	18.2	18.8	16.0	14.1	-5.3	-13.2
Personal current transfer receipts	110.3	156.9	21.4	17.2	40.3	148.2	-53.6	31.2
Government social benefits to persons.....	103.3	154.1	20.5	16.7	41.1	148.1	-62.7	39.9
Old-age, survivors, disability, and health insurance benefits.....	60.5	58.9	11.3	0.8	22.8	17.6	18.9	13.0
Government unemployment insurance benefits.....	2.4	20.4	1.3	1.8	3.9	3.2	17.8	12.8
Other.....	40.3	74.9	7.9	14.2	14.4	127.2	-99.4	14.2
Other current transfer receipts, from business (net).....	7.0	2.8	0.8	0.6	-0.9	0.2	9.1	-8.7
Less: Contributions for government social insurance	39.6	31.0	6.9	9.3	16.9	3.2	4.6	-3.3
Less: Personal current taxes	139.6	-31.7	12.2	18.9	14.5	-188.9	124.6	21.7
Equals: Disposable personal income	529.8	475.3	140.8	122.7	74.0	380.5	-106.3	-47.7
Less: Personal outlays	543.1	339.8	125.1	127.2	95.7	133.3	21.7	-251.2
Personal consumption expenditures.....	503.0	346.6	108.1	127.1	109.6	135.7	25.5	-240.0
Durable goods.....	30.7	-59.6	0.9	-3.2	-12.0	-11.7	-43.1	-69.9
Nondurable goods.....	147.8	132.2	28.9	59.6	44.5	75.5	18.4	-205.3
Services.....	324.5	274.0	78.4	70.7	77.1	71.9	50.2	35.2
Personal interest payments ¹	30.0	-14.0	15.6	-1.5	-15.0	-7.9	-4.9	-7.9
Personal current transfer payments.....	10.1	7.2	1.2	1.7	1.0	5.6	1.1	-3.3
To government.....	5.0	3.2	1.0	0.7	0.4	0.8	1.1	1.5
To the rest of the world (net).....	5.2	4.0	0.3	1.0	0.6	4.8	0.0	-4.8
Equals: Personal saving	-13.3	135.5	15.7	-4.4	-21.8	247.3	-128.1	203.4
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	237.0	112.4	66.6	12.0	-15.2	223.1	-194.6	73.2

^r Revised. Revisions include changes to series affected by the incorporation of revised wage and salary estimates for the third 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							
	2008							2009
	June	July ^r	August ^r	September ^r	October ^r	November ^r	December ^r	January ^p
	Based on current-dollar measures							
Personal income	0.1	-0.8	0.3	0.1	0.0	-0.4	-0.2	0.4
Compensation of employees, received.....	0.2	0.3	0.4	0.0	0.1	-0.2	-0.3	0.0
Wage and salary disbursements.....	0.2	0.3	0.4	0.0	0.0	-0.3	-0.4	-0.2
Supplements to wages and salaries.....	0.2	0.2	0.2	0.0	0.2	0.0	0.0	0.7
Proprietors' income with inventory valuation and capital consumption adjustments.....	0.7	0.6	-0.9	-0.7	0.3	-1.6	-0.7	-0.7
Rental income of persons with capital consumption adjustment.....	17.0	6.6	6.2	-28.1	54.8	3.1	4.6	-0.4
Personal income receipts on assets.....	0.0	0.1	0.1	0.1	-1.4	-1.4	-1.5	-0.3
Personal interest income.....	-0.4	0.5	0.5	0.5	-2.0	-2.1	-2.1	-0.6
Personal dividend income.....	0.6	-0.6	-0.6	-0.6	-0.5	-0.5	-0.5	0.1
Personal current transfer receipts.....	-1.0	-6.4	0.8	2.2	-0.8	0.4	1.6	3.5
Less: Contributions for government social insurance.....	0.1	0.2	0.3	-0.1	0.0	-0.3	-0.4	0.5
Less: Personal current taxes	18.7	0.7	11.0	-0.3	-0.8	-1.2	-0.4	-9.3
Equals: Disposable personal income	-1.8	-0.9	-1.0	0.2	0.1	-0.3	-0.2	1.7
Addenda:								
Personal consumption expenditures.....	0.5	-0.1	-0.2	-0.4	-1.2	-0.8	-1.0	0.6
Durable goods.....	-1.5	-3.1	1.7	-3.4	-5.3	0.6	-0.9	0.1
Nondurable goods.....	1.2	0.2	-0.8	-0.6	-2.9	-3.1	-3.6	1.3
Services.....	0.5	0.3	-0.1	0.3	0.3	0.1	0.2	0.3
	Based on chained (2000) dollar measures							
Real disposable personal income.....	-2.6	-1.5	-1.0	0.1	0.5	0.8	0.4	1.5

p Preliminary

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

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

	2007	2008 ^r	Seasonally adjusted at annual rates					
			2007		2008			
			III	IV	I	II	III ^r	IV ^r
	Based on current-dollar measures							
Personal income	6.1	3.8	5.4	4.9	3.0	6.6	0.6	-0.9
Compensation of employees, received.....	5.2	3.0	4.1	5.3	3.5	1.2	3.0	-0.3
Wage and salary disbursements.....	5.6	3.0	4.3	5.6	3.3	0.8	3.1	-0.6
Supplements to wages and salaries.....	3.7	3.3	3.4	3.9	4.5	2.8	2.4	1.0
Proprietors' income with inventory valuation and capital consumption adjustments.....	4.1	1.6	5.3	3.8	-0.8	2.0	1.3	-6.9
Rental income of persons with capital consumption adjustment.....	-9.6	59.4	-22.7	-27.3	5.3	401.3	87.6	186.2
Personal income receipts on assets.....	9.6	2.0	10.1	5.1	-0.4	-0.3	0.7	-10.5
Personal interest income.....	7.9	-0.7	10.4	2.1	-5.7	-5.1	2.9	-13.4
Personal dividend income.....	12.4	6.1	9.8	9.8	8.1	7.0	-2.5	-6.1
Personal current transfer receipts.....	6.9	9.2	5.1	4.1	9.6	37.8	-10.7	6.8
Less: Contributions for government social insurance.....	4.3	3.2	2.9	3.9	7.1	1.3	1.9	-1.3
Less: Personal current taxes	10.3	-2.1	3.3	5.1	3.9	-40.8	42.5	6.0
Equals: Disposable personal income	5.5	4.7	5.7	4.9	2.9	15.4	-3.9	-1.8
Addenda:								
Personal consumption expenditures.....	5.5	3.6	4.6	5.3	4.5	5.5	1.0	-9.1
Durable goods.....	2.9	-5.5	0.3	-1.2	-4.3	-4.3	-15.3	-24.8
Nondurable goods.....	5.5	4.7	4.2	8.7	6.3	10.6	2.4	-24.4
Services.....	5.9	4.7	5.6	4.9	5.3	4.9	3.4	2.3
	Based on chained (2000) dollar measures							
Real disposable personal income.....	2.8	1.3	3.1	0.6	-0.7	10.7	-8.5	3.4

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

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

	2008							2009
	June	July	August	September	October ^r	November ^r	December ^r	January ^p
	Billions of chained (2000) dollars, seasonally adjusted at annual rates							
Personal consumption expenditures	8,334.4	8,281.4	8,269.3	8,231.0	8,167.4	8,191.8	8,150.5	8,180.9
Durable goods.....	1,217.0	1,178.5	1,200.4	1,161.4	1,102.1	1,114.1	1,109.5	1,111.8
Nondurable goods.....	2,415.9	2,392.0	2,378.5	2,358.3	2,325.9	2,338.0	2,294.3	2,310.4
Services	4,717.9	4,716.6	4,703.9	4,713.4	4,724.1	4,727.5	4,732.6	4,744.5
	Change from preceding period in billions of chained (2000) dollars, seasonally adjusted at annual rates							
Personal consumption expenditures	-20.7	-53.0	-12.1	-38.3	-63.6	24.4	-41.3	30.4
Durable goods.....	-20.1	-38.5	21.9	-39.0	-59.3	12.0	-4.6	2.3
Nondurable goods.....	-11.4	-23.9	-13.5	-20.2	-32.4	12.1	-43.7	16.1
Services	5.1	-1.3	-12.7	9.5	10.7	3.4	5.1	11.9
	Percent change from preceding period in chained (2000) dollars, seasonally adjusted at monthly rates							
Personal consumption expenditures	-0.2	-0.6	-0.1	-0.5	-0.8	0.3	-0.5	0.4
Durable goods.....	-1.6	-3.2	1.9	-3.2	-5.1	1.1	-0.4	0.2
Nondurable goods.....	-0.5	-1.0	-0.6	-0.8	-1.4	0.5	-1.9	0.7
Services	0.1	0.0	-0.3	0.2	0.2	0.1	0.1	0.3

p Preliminary
r Revised

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

	2007	2008 ^r	Seasonally adjusted at annual rates					
			2007		2008			
			III	IV	I	II	III	IV ^r
	Billions of chained (2000) dollars							
Personal consumption expenditures	8,252.8	8,272.0	8,278.5	8,298.2	8,316.1	8,341.3	8,260.6	8,169.9
Durable goods.....	1,242.4	1,188.5	1,249.4	1,250.6	1,237.0	1,228.3	1,180.1	1,108.6
Nondurable goods.....	2,392.6	2,378.6	2,398.6	2,400.2	2,397.9	2,420.7	2,376.3	2,319.4
Services	4,646.2	4,714.0	4,659.8	4,676.1	4,704.3	4,712.1	4,711.3	4,728.1
	Change from preceding period in billions of chained (2000) dollars							
Personal consumption expenditures	223.8	19.2	41.2	19.7	17.9	25.2	-80.7	-90.7
Durable goods.....	57.3	-53.9	7.1	1.2	-13.6	-8.7	-48.2	-71.5
Nondurable goods.....	57.3	-14.0	7.1	1.6	-2.3	22.8	-44.4	-56.9
Services	116.3	67.8	27.1	16.3	28.2	7.8	-0.8	16.8
	Percent change from preceding period in chained (2000) dollars							
Personal consumption expenditures	2.8	0.2	2.0	1.0	0.9	1.2	-3.8	-4.3
Durable goods.....	4.8	-4.3	2.3	0.4	-4.3	-2.8	-14.8	-22.1
Nondurable goods.....	2.5	-0.6	1.2	0.3	-0.4	3.9	-7.1	-9.2
Services	2.6	1.5	2.4	1.4	2.4	0.7	-0.1	1.4

r Revised

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

	2008							2009
	June	July	August	September	October ^r	November ^r	December ^r	January ^p
Chain-type price indexes (2000=100), seasonally adjusted								
Personal consumption expenditures (PCE)	122.346	123.017	123.002	123.106	122.570	121.234	120.606	120.847
Durable goods.....	86.205	86.264	86.110	85.957	85.785	85.333	84.952	84.855
Nondurable goods.....	126.793	128.282	127.920	128.186	126.184	121.649	119.442	120.191
Services.....	128.967	129.379	129.574	129.661	129.776	129.805	129.891	129.966
Addenda:								
PCE excluding food and energy.....	117.072	117.286	117.493	117.664	117.710	117.712	117.689	117.830
Market-based PCE ¹	120.574	121.348	121.292	121.406	120.803	119.240	118.515	118.781
Market-based PCE excluding food and energy ¹	113.775	114.025	114.230	114.427	114.510	114.512	114.495	114.648
Percent change from preceding period in price indexes, seasonally adjusted at monthly rates								
PCE	0.8	0.5	0.0	0.1	-0.4	-1.1	-0.5	0.2
Durable goods.....	0.1	0.1	-0.2	-0.2	-0.2	-0.5	-0.4	-0.1
Nondurable goods.....	1.7	1.2	-0.3	0.2	-1.6	-3.6	-1.8	0.6
Services.....	0.4	0.3	0.2	0.1	0.1	0.0	0.1	0.1
Addenda:								
PCE excluding food and energy.....	0.3	0.2	0.2	0.1	0.0	0.0	0.0	0.1
Market-based PCE ¹	0.8	0.6	0.0	0.1	-0.5	-1.3	-0.6	0.2
Market-based PCE excluding food and energy ¹	0.3	0.2	0.2	0.2	0.1	0.0	0.0	0.1

^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.

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

	2008							2009
	June	July ^r	August ^r	September ^r	October ^r	November ^r	December ^r	January ^p
Disposable personal income	3.2	1.3	-0.2	-0.2	0.3	1.3	1.4	3.3
Personal consumption expenditures	1.1	0.2	-0.2	-0.6	-1.3	-1.4	-1.9	-1.6
Durable goods.....	-1.6	-4.4	-4.4	-7.8	-12.3	-11.0	-10.7	-10.3
Nondurable goods.....	0.7	-0.6	-0.5	-1.7	-2.9	-2.8	-4.4	-3.5
Services.....	1.7	1.4	0.7	1.2	1.5	1.0	0.9	0.8

^p Preliminary

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

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

	2008							2009
	June	July	August	September	October ^r	November ^r	December ^r	January ^p
Personal consumption expenditures (PCE)	4.1	4.5	4.4	4.1	3.3	1.6	0.8	0.7
Durable goods.....	-1.3	-1.1	-0.9	-0.9	-1.2	-1.5	-1.7	-1.9
Nondurable goods.....	7.2	8.2	8.0	7.7	5.6	0.1	-2.3	-2.3
Services.....	3.5	3.7	3.5	3.2	3.0	2.8	2.7	2.5
Addenda:								
PCE excluding food and energy.....	2.3	2.4	2.4	2.3	2.1	1.9	1.7	1.6
Market-based PCE ¹	4.1	4.6	4.6	4.3	3.5	1.5	0.6	0.4
Market-based PCE excluding food and energy ¹	2.0	2.1	2.2	2.1	2.0	1.9	1.7	1.5

^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.