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Recorded message: 606-5303

PERSONAL INCOME AND OUTLAYS: NOVEMBER 1999

Personal income increased \$35.4 billion, or 0.4 percent, and disposable personal income (DPI) increased \$28.5 billion, or 0.4 percent, in November, according to the Commerce Department's Bureau of Economic Analysis. Personal consumption expenditures (PCE) increased \$29.7 billion, or 0.5 percent. In October, personal income increased \$100.4 billion, or 1.3 percent, DPI increased \$95.3 billion, or 1.4 percent, and PCE increased \$44.8 billion, or 0.7 percent, based on revised estimates.

	1999				
	July	Aug.	Sept.	Oct.	Nov.
	(Percent change from preceding month)				
Personal income, current dollars	0.3	0.4	0.1	1.3	0.4
Disposable personal income:					
Current dollars	.2	.6	-.2	1.4	.4
Chained (1996) dollars	.0	.4	-.5	1.2	.4
Personal consumption expenditures:					
Current dollars	.4	.8	.5	.7	.5
Chained (1996) dollars	.2	.6	.2	.5	.4

Personal income for October and November was affected by a number of special factors. In November, personal income was boosted \$30.2 billion at an annual rate by Federal agricultural subsidy payments and \$1.6 billion at an annual rate by union contract signing bonuses in the manufacturing sector. In October, personal income was also boosted \$30.2 billion at an annual rate by Federal agricultural subsidy payments and \$5.9 billion at an annual rate by union signing bonuses. The October increase in personal income was also boosted by the effects of Hurricane Floyd, which had reduced personal income in September. Excluding these special factors, personal income increased \$39.7 billion, or 0.5 percent, in November, increased \$48.9 in October, or 0.6 percent; and increased \$23.5 billion, or 0.3 percent in September. These special factors are discussed more fully below.

Wages and salaries

Private wage and salary disbursements increased \$10.9 billion in November, compared with an increase of \$25.1 billion in October. Goods-producing industries' payrolls decreased \$2.3 billion, in contrast to an increase of \$6.6 billion; manufacturing payrolls decreased \$5.6 billion, in contrast to an increase of \$4.5 billion. These changes reflected the pattern of signing bonuses for union employees in the automotive and aircraft industries, which were \$1.6 billion at an annual rate in November and \$5.9 billion at an annual rate in October. Distributive industries' payrolls increased \$2.6 billion in November, compared with an increase of \$3.2 billion in October. Service industries' payrolls increased \$10.6 billion, compared with an increase of \$15.4 billion. Government wage and salary disbursements increased \$2.7 billion, compared with an increase of \$2.8 billion.

Other personal income

Proprietors' income increased \$9.0 billion in November, compared with an increase of \$38.6 billion in October. Farm proprietors' income increased \$2.2 billion, compared with an increase of \$29.1 billion. The changes in farm proprietors' income reflected large subsidy payments of \$24.8 billion at an annual rate in November, which were at the same level as payments made in October. These payments were authorized in October under the Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriation Act.

Rental income of persons increased \$1.9 billion in November, compared with an increase of \$20.2 billion in October. The changes in rental income of persons reflected Federal agricultural subsidy payments to owners of leased farm land of \$5.4 billion in November, the same level as payments made in October. The increase in October was also boosted by the effects of Hurricane Floyd, which had reduced rental income of persons in September.

Nonfarm proprietors' income increased \$6.8 billion in November, compared with an increase of \$9.6 billion in October. Transfer payments increased \$1.2 billion, compared with an increase of \$4.7 billion. Personal interest income increased \$6.6 billion, compared with an increase of \$6.9 billion. Personal dividend income increased \$2.0 billion, compared with an increase of \$2.1 billion.

Personal contributions for social insurance -- a subtraction in calculating personal income -- increased \$0.7 billion in November, compared with an increase of \$1.5 billion in October.

Personal taxes and disposable personal income

Personal tax and nontax payments increased \$6.8 billion in November, compared with an increase of \$5.2 billion in October. Disposable personal income (DPI) -- personal income less personal tax and nontax payments -- increased \$28.5 billion, or 0.4 percent, in November, compared with an increase of \$95.3 billion, or 1.4 percent, in October.

Personal outlays and personal saving

Personal outlays -- PCE, interest paid by persons, and personal transfer payments to the rest of the world (net) -- increased \$31.1 billion in November, compared with an increase of \$46.8 billion in October. PCE increased \$29.7 billion, compared with an increase of \$44.8 billion.

Personal saving -- DPI less personal outlays -- was \$152.3 billion in November, compared with \$154.9 billion in October. Personal saving as a percentage of disposable personal income was 2.2 percent in November, compared with 2.3 percent in October.

Real DPI and real PCE

Real DPI -- DPI adjusted to remove price changes -- increased 0.4 percent in November, compared with an increase of 1.2 percent in October.

Real PCE -- PCE adjusted to remove price changes -- increased 0.4 percent in November, compared with an increase of 0.5 percent in October. Purchases of durable goods increased 1.4 percent, compared with an increase of 0.3 percent; purchases of motor vehicles and parts accounted for about two-thirds of the November increase. Purchases of nondurable goods increased 0.5 percent in November, compared with an increase of 0.6 percent in October. Purchases of services increased 0.2 percent, compared with an increase of 0.4 percent.

Revisions

Estimates have been revised for July through October. Changes in personal income, current-dollar and chained (1996) dollar DPI, and current-dollar and chained (1996) dollar PCE for September and October -- revised and as published in last month's release -- are shown below. Revisions for July and August were small.

Change from preceding month

	September		October		Previous (Dollars)	Revised (Dollars)	Previous (Percent)	Revised (Percent)
	Previous (Dollars)	Revised (Dollars)	Previous (Percent)	Revised (Percent)				
Personal income:								
Current dollars . .	3.4	8.1	.0	0.1	100.4	100.4	1.3	1.3
Disposable personal income:								
Current dollars . .	-15.8	-11.6	-.2	-.2	94.8	95.3	1.4	1.4
Chained (1996) dollars	-35.6	-30.2	-.6	-.5	76.8	74.5	1.2	1.2
Personal consumption expenditures:								
Current dollars . .	33.0	32.3	.5	.5	41.1	44.8	.6	.7
Chained (1996) dollars	12.1	12.8	.2	.2	26.3	27.3	.4	.5

\* \* \*

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Summary BEA estimates are available on recorded messages at the time of public release at the following telephone numbers:

(202) 606-5306 Gross domestic product  
 606-5303 Personal income and outlays  
 606-5362 U.S. international transactions

Most of BEA's estimates and analyses appear in the Survey of Current Business, BEA's monthly journal. The printed Survey of Current Business is available from the Superintendent of Documents, U.S. Government Printing Office, Washington, DC 20402. First class mail: Annual subscription \$120.00 domestic. Second class mail: Annual subscription \$48.00 domestic, \$60.00 foreign; single issue \$17.25 domestic, \$21.56 foreign.

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Next release -- Personal Income and Outlays for December will be released on January 31, 2000 at 8:30 A.M. EST.

Release dates in 2000 for Personal Income and Outlays

Release covering	Release date
December 1999	January 31
January 2000	February 28
February 2000	March 31
March 2000	April 28
April 2000	May 26
May 2000	June 30
June 2000	August 1
July 2000	August 28
August 2000	September 29
September 2000	October 30
October 2000	November 30
November 2000	December 22

Table 1. -- Personal Income  
[Billions of dollars]

	1997	1998	Seasonally adjusted at annual rates					
			1999					
			June	July	Aug.	Sep.	Oct.	Nov.
Personal income	6,951.1	7,358.9	7,783.3	7,806.0	7,840.0	7,848.1	7,948.5	7,983.9
Wage and salary disbursements	3,888.9	4,186.0	4,455.4	4,491.4	4,508.2	4,528.5	4,556.4	4,570.0
Private industries	3,224.4	3,493.2	3,731.9	3,764.2	3,777.6	3,795.6	3,820.7	3,831.6
Goods-producing industries	975.5	1,038.7	1,080.4	1,089.8	1,087.3	1,093.6	1,100.2	1,097.9
Manufacturing	718.8	757.5	779.0	786.0	785.2	788.0	792.5	786.9
Distributive industries	879.1	944.6	1,003.1	1,009.8	1,013.1	1,017.3	1,020.5	1,023.1
Service industries	1,369.8	1,509.9	1,648.4	1,664.6	1,677.2	1,684.6	1,700.0	1,710.6
Government	664.4	692.8	723.5	727.2	730.7	732.9	735.7	738.4
Other labor income	500.9	515.7	534.8	536.7	538.6	540.3	542.0	543.8
Proprietors' income with IVA and CCAdj	578.6	606.1	670.8	653.7	657.8	650.6	689.2	698.2
Farm	29.5	25.1	45.0	23.5	21.4	18.0	47.1	49.3
Nonfarm	549.1	581.0	625.8	630.2	636.4	632.5	642.1	648.9
Rental income of persons with CCAdj	130.2	137.4	150.5	144.9	143.6	128.5	148.7	150.6
Personal dividend income	333.4	348.3	363.0	364.9	367.0	369.0	371.1	373.1
Personal interest income	854.9	897.8	926.2	932.4	938.8	945.3	952.2	958.8
Transfer payments to persons	962.4	983.6	1,016.4	1,017.8	1,022.6	1,023.6	1,028.3	1,029.5
Old-age, survivors, disability, and health insurance benefits	565.8	578.1	594.5	596.8	599.4	600.8	604.3	604.3
Government unemployment insurance benefits	20.0	19.8	20.4	20.2	20.4	20.1	19.9	20.1
Other	376.6	385.7	401.5	400.8	402.8	402.8	404.2	405.1
Less: Personal contributions for social insurance	298.1	315.9	333.7	335.7	336.6	337.8	339.3	340.0

p Preliminary.  
r Revised.  
IVA Inventory valuation adjustment.  
CCAdj Capital consumption adjustment.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Table 2. -- The Disposition of Personal Income  
[Billions of dollars]

	1997	1998	Seasonally adjusted at annual rates					
			1999					
			June	July	Aug.	Sep.	Oct.	Nov.
Personal income	6,951.1	7,358.9	7,783.3	7,806.0	7,840.0	7,848.1	7,948.5	7,983.9
Less: Personal tax and nontax payments	968.3	1,072.6	1,149.5	1,159.5	1,151.0	1,170.7	1,175.9	1,182.7
Equals: Disposable personal income	5,982.8	6,286.2	6,633.8	6,646.5	6,689.0	6,677.4	6,772.7	6,801.2
Less: Personal outlays	5,711.7	6,056.6	6,459.6	6,485.7	6,537.7	6,571.0	6,617.8	6,648.9
Personal consumption expenditures	5,524.4	5,848.6	6,231.8	6,259.1	6,309.9	6,342.2	6,387.0	6,416.7
Interest paid by persons	166.7	185.7	203.3	202.1	203.3	204.4	206.3	207.8
Personal transfer payments to the rest of the world (net)	20.6	22.3	24.6	24.5	24.5	24.5	24.5	24.5
Equals: Personal saving	271.1	229.7	174.2	160.8	151.4	106.4	154.9	152.3
Addenda:								
Disposable personal income:								
Chained (1996) dollars /1/	5,884.7	6,125.1	6,380.9	6,377.8	6,403.5	6,373.3	6,447.8	6,472.4
Per capita:								
Current dollars	22,320	23,231	24,299	24,323	24,455	24,390	24,717	24,803
Chained (1996) dollars	21,954	22,636	23,372	23,340	23,411	23,280	23,532	23,604
Population (thousands)	268,046	270,595	273,011	273,260	273,520	273,773	274,005	274,209
Personal saving as a percentage of disposable personal income	4.5	3.7	2.6	2.4	2.3	1.6	2.3	2.2

p Preliminary.  
r Revised.  
1. Disposable personal income in chained (1996) dollars equals the current-dollar figure divided by the implicit price deflator for personal consumption expenditures.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Table 3. -- Personal Income and Its Disposition, Change From Preceding Period  
[Billions of dollars]

	1997	1998	Seasonally adjusted at annual rates					
			1999					
			June	July	Aug.	Sep.	Oct.	Nov.
Personal income	403.7	407.8	61.5	22.7	34.0	8.1	100.4	35.4
Wage and salary disbursements	262.4	297.1	23.3	36.0	16.8	20.3	27.9	13.6
Private industries	238.9	268.8	20.6	32.3	13.4	18.0	25.1	10.9
Goods-producing industries	67.3	63.2	5.6	9.4	-2.5	6.3	6.6	-2.3
Manufacturing	45.1	38.7	4.1	7.0	-0.8	2.8	4.5	-5.6
Distributive industries	56.7	65.5	6.7	6.7	3.3	4.2	3.2	2.6
Service industries	114.9	140.1	8.4	16.2	12.6	7.4	15.4	10.6
Government	23.4	28.4	2.7	3.7	3.5	2.2	2.8	2.7
Other labor income	10.9	14.8	1.8	1.9	1.9	1.7	1.7	1.8
Proprietors' income with IVA and CCAdj	33.9	27.5	24.2	-17.1	4.1	-7.2	38.6	9.0
Farm	-4.8	-4.4	17.7	-21.5	-2.1	-3.4	29.1	2.2
Nonfarm	38.6	31.9	6.4	4.4	6.2	-3.9	9.6	6.8
Rental income of persons with CCAdj	0.5	7.2	3.2	-5.6	-1.3	-15.1	20.2	1.9
Personal dividend income	36.0	14.9	1.8	1.9	2.1	2.0	2.1	2.0
Personal interest income	44.3	42.9	5.2	6.2	6.4	6.5	6.9	6.6
Transfer payments to persons	33.6	21.2	3.4	1.4	4.8	1.0	4.7	1.2
Old-age, survivors, disability, and health insurance benefits	28.2	12.3	2.0	2.3	2.6	1.4	3.5	0.0
Government unemployment insurance benefits	-2.1	-0.2	0.3	-0.2	0.2	-0.3	-0.2	0.2
Other	7.5	9.1	1.2	-0.7	2.0	0.0	1.4	0.9
Less: Personal contributions for social insurance	17.7	17.8	1.4	2.0	0.9	1.2	1.5	0.7
Less: Personal tax and nontax payments	98.6	104.3	10.1	10.0	-8.5	19.7	5.2	6.8
Equals: Disposable personal income	305.1	303.4	51.4	12.7	42.5	-11.6	95.3	28.5
Less: Personal outlays	306.1	344.9	34.0	26.1	52.0	33.3	46.8	31.1
Personal consumption expenditures	286.9	324.2	29.7	27.3	50.8	32.3	44.8	29.7
Interest paid by persons	16.8	19.0	4.4	-1.2	1.2	1.1	1.9	1.5
Personal transfer payments to the rest of the world (net)	2.4	1.7	0.0	-0.1	0.0	0.0	0.0	0.0
Equals: Personal saving	-1.0	-41.4	17.4	-13.4	-9.4	-45.0	48.5	-2.6
Addendum:								
Disposable personal income, chained (1996) dollars	207.0	240.4	52.7	-3.1	25.7	-30.2	74.5	24.6

p Preliminary.  
r Revised.  
IVA Inventory valuation adjustment.  
CCAdj Capital consumption adjustment.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Table 4. -- Personal Consumption Expenditures by Major Type of Product

	1997	1998	Seasonally adjusted at annual rates					Oct.	Nov.
			1999						
			June	July	Aug.	Sep.			
Billions of current dollars									
Personal consumption expenditures	5,524.4	5,848.6	6,231.8	6,259.1	6,309.9	6,342.2	6,387.0	6,416.7	
Durable goods	642.9	698.2	757.8	753.1	765.7	766.6	767.6	777.3	
Nondurable goods	1,641.7	1,708.9	1,829.8	1,836.4	1,854.9	1,870.4	1,884.8	1,891.7	
Services	3,239.8	3,441.5	3,644.1	3,669.5	3,689.2	3,705.1	3,734.6	3,747.6	
Billions of chained (1996) dollars									
Personal consumption expenditures	5,433.7	5,698.6	5,994.2	6,006.0	6,040.5	6,053.3	6,080.6	6,106.5	
Durable goods	657.4	731.5	815.3	810.8	826.0	826.9	829.4	841.0	
Nondurable goods	1,619.9	1,685.3	1,770.5	1,771.9	1,782.6	1,783.3	1,794.4	1,803.4	
Services	3,156.7	3,284.5	3,416.2	3,430.3	3,440.3	3,451.3	3,464.9	3,471.4	
Implicit price deflators (Index numbers, 1996 = 100)									
Personal consumption expenditures	101.67	102.63	103.96	104.21	104.46	104.77	105.04	105.08	
Durable goods	97.79	95.45	92.95	92.89	92.71	92.71	92.55	92.43	
Nondurable goods	101.35	101.40	103.35	103.64	104.06	104.88	105.04	104.90	
Services	102.63	104.78	106.67	106.97	107.24	107.35	107.78	107.96	
Change From Preceding Period									
Billions of current dollars									
Personal consumption expenditures	286.9	324.2	29.7	27.3	50.8	32.3	44.8	29.7	
Durable goods	26.4	55.3	5.8	-4.7	12.6	0.9	1.0	9.7	
Nondurable goods	67.6	67.2	3.5	6.6	18.5	15.5	14.4	6.9	
Services	192.8	201.7	20.3	25.4	19.7	15.9	29.5	13.0	
Billions of chained (1996) dollars									
Personal consumption expenditures	196.2	264.9	31.6	11.8	34.5	12.8	27.3	25.9	
Durable goods	40.9	74.1	8.9	-4.5	15.2	0.9	2.5	11.6	
Nondurable goods	45.8	65.4	5.4	1.4	10.7	0.7	11.1	9.0	
Services	109.7	127.8	17.9	14.1	10.0	11.0	13.6	6.5	

Table 5.-- Percent Change From Preceding Period in Selected Series  
Based on current dollars

Personal income	6.2	5.9	0.8	0.3	0.4	0.1	1.3	0.4
Disposable personal income	5.4	5.1	0.8	0.2	0.6	-0.2	1.4	0.4
Personal consumption expenditures	5.5	5.9	0.5	0.4	0.8	0.5	0.7	0.5
Durable goods	4.3	8.6	0.8	-0.6	1.7	0.1	0.1	1.3
Nondurable goods	4.3	4.1	0.2	0.4	1.0	0.8	0.8	0.4
Services	6.3	6.2	0.6	0.7	0.5	0.4	0.8	0.3
Based on chained (1996) dollars								
Disposable personal income	3.6	4.1	0.8	-0.0	0.4	-0.5	1.2	0.4
Personal consumption expenditures	3.7	4.9	0.5	0.2	0.6	0.2	0.5	0.4
Durable goods	6.6	11.3	1.1	-0.6	1.9	0.1	0.3	1.4
Nondurable goods	2.9	4.0	0.3	0.1	0.6	0.0	0.6	0.5
Services	3.6	4.0	0.5	0.4	0.3	0.3	0.4	0.2

p Preliminary.  
r Revised.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.