



NEWS RELEASE



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PERSONAL INCOME AND OUTLAYS: MAY 2008

Personal income increased \$225.7 billion, or 1.9 percent, and disposable personal income (DPI) increased \$600.3 billion, or 5.7 percent, in May, according to the Bureau of Economic Analysis. Personal consumption expenditures (PCE) increased \$77.4 billion, or 0.8 percent. In April, personal income increased \$33.5 billion, or 0.3 percent, DPI increased \$39.8 billion, or 0.4 percent, and PCE increased \$41.1 billion, or 0.4 percent, based on revised estimates.

Real disposable income increased 5.3 percent in May, compared with an increase of 0.1 percent in April. Real PCE increased 0.4 percent, compared with an increase of 0.2 percent.

	2008				
	<u>Jan.</u>	<u>Feb.</u>	<u>Mar.</u>	<u>Apr.</u>	<u>May</u>
	(Percent change from preceding month)				
Personal income, current dollars	0.2	0.5	0.3	0.3	1.9
Disposable personal income:					
Current dollars	0.4	0.5	0.3	0.4	5.7
Chained (2000) dollars	0.1	0.3	0.0	0.1	5.3
Personal consumption expenditures:					
Current dollars	0.5	0.1	0.5	0.4	0.8
Chained (2000) dollars	0.2	-0.1	0.2	0.2	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 May and April changes in disposable personal income (DPI) -- personal income less personal current taxes -- were boosted as a result of provisions of the Economic Stimulus Act of 2008. The federal government issued rebate payments of \$48.1 billion in May (\$577.1 billion at an annual rate) and \$1.9 billion in April (\$23.3 billion at an annual rate). These payments reduced personal current taxes and increased government social benefit payments. As a result, disposable personal income increased substantially. Excluding these special factors, which are discussed more fully below, disposable personal income increased \$46.4 billion or 0.4 percent in May, after increasing \$16.6 billion, or 0.2 percent, in April.

Wages and salaries

Private wage and salary disbursements increased \$15.9 billion in May, in contrast to a decrease of \$9.6 billion in April. Goods-producing industries' payrolls increased \$1.7 billion, in contrast to a decrease of \$6.8 billion; manufacturing payrolls increased \$1.1 billion, in contrast to a decrease of \$2.7 billion. Services-producing industries' payrolls increased \$14.3 billion, in contrast to a decrease of \$2.9 billion. Government wage and salary disbursements increased \$3.7 billion, compared with an increase of \$4.0 billion.

Other personal income

Supplements to wages and salaries increased \$4.3 billion in May, the same increase as in April.

Proprietors' income increased \$6.4 billion in May, compared with an increase of \$4.3 billion in April. Farm proprietors' income increased \$3.0 billion, compared with an increase of \$2.1 billion. Nonfarm proprietors' income increased \$3.4 billion, compared with an increase of \$2.2 billion.

Rental income of persons increased \$10.0 billion, compared with an increase of \$9.8 billion. Personal income receipts on assets (personal interest income plus personal dividend income) increased \$1.0 billion, compared with an increase of \$0.6 billion.

Personal current transfer receipts increased \$186.8 billion in May, compared with an increase of \$19.3 billion in April. Provisions of the Economic Stimulus Act of 2008 boosted the level of personal current transfer receipts by \$179.6 billion at an annual rate in May and \$7.8 billion at an annual rate in April. The increase reflected payments to individuals who either paid no income tax or whose payment exceeded the amount of income tax paid (see box below).

Contributions for government social insurance -- a subtraction in calculating personal income -- increased \$2.4 billion in May, in contrast to a decrease of \$0.9 billion in April.

Personal current taxes and disposable personal income

Personal current taxes decreased \$374.5 billion in May, compared with a decrease of \$6.4 billion in April. A reduction in federal income taxes accounted for the decreases in May and in April. Provisions of the Economic Stimulus Act of 2008 reduced the level of personal current taxes by \$397.5 billion at an annual rate in May and \$15.5 billion at an annual rate in April. The reduction in current personal taxes reflected rebate payments to eligible individual taxpayers (see box below).

Disposable personal income (DPI) -- personal income less personal current taxes -- increased \$600.3 billion, or 5.7 percent, in May, compared with an increase of \$39.8 billion, or 0.4 percent, in April.

Personal outlays and personal saving

Personal outlays -- PCE, personal interest payments, and personal current transfer payments increased \$84.3 billion in May, compared with an increase of \$47.9 billion in April. PCE increased \$77.4 billion, compared with an increase of \$41.1 billion.

Personal saving -- DPI less personal outlays -- was \$555.7 billion in May, compared with \$39.7 billion in April. Personal saving as a percentage of disposable personal income was 5.0 percent in May, compared with 0.4 percent in April. 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 and data on changes in net worth (which help finance consumption), 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 -- increased 5.3 percent in May, compared with an increase of 0.1 percent in April.

Real PCE -- PCE adjusted to remove price changes -- increased 0.4 percent in May, compared with an increase of 0.2 percent in April. Purchases of durable goods increased 0.1 percent, compared with an increase of less than 0.1 percent. Purchases of nondurable goods increased 0.4 percent in May, the same increase as in April. Purchases of services increased 0.4 percent in May, compared with an increase of 0.1 percent in April.

The price index for PCE increased 0.4 percent in May, compared with an increase of 0.2 percent in April. Prices, excluding food and energy, increased 0.1 percent in May, the same increase as in April.

Revisions

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

	<u>Change from preceding month</u>							
	<u>March</u>				<u>April</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.....	44.7	40.9	0.4	0.3	20.1	33.5	0.2	0.3
Disposable personal income:								
Current dollars.....	35.4	31.8	0.3	0.3	23.4	39.8	0.2	0.4
Chained (2000) dollars.....	2.7	-1.0	0.0	0.0	-1.0	13.0	0.0	0.1
Personal consumption expenditures:								
Current dollars.....	41.7	54.8	0.4	0.5	21.4	41.1	0.2	0.4
Chained (2000) dollars.....	9.1	19.4	0.1	0.2	-1.7	14.8	0.0	0.2

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 2008. The majority of rebates will be sent during the initial round of payments, which began April 28, 2008, and will continue on a weekly basis through mid-July 2008.

In the NIPAs, rebates for residents of the 50 states and the District of Columbia will be 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 will be 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) will be treated as a government social benefit payment to persons in the NIPAs.

Annual Revision of the National Income and Product Accounts

As part of the annual revision of the national income and product accounts, revised estimates of personal income and outlays covering January 2005 through May 2008 will be released along with preliminary estimates for June 2008 on August 4. An article describing the revision will appear in the August 2008 issue of the *Survey of Current Business*.

BEA's national, international, regional, and industry estimates; the *Survey of Current Business*; and BEA news releases are available without charge on BEA's Web site at www.bea.gov. By visiting the site, you can also subscribe to receive free e-mail summaries of BEA releases and announcements.

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Next release --August 4, 2008 at 8:30 A.M. EDT for
Personal Income and Outlays for June.

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Table 1. Personal Income and Its Disposition (Months)

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2007			2008				
	October	November	December	January ^r	February ^r	March ^r	April ^r	May ^p
Personal income	11,831.4	11,875.8	11,935.6	11,961.1	12,017.2	12,058.1	12,091.6	12,317.3
Compensation of employees, received	7,946.3	7,986.8	8,022.1	8,069.0	8,098.8	8,134.2	8,132.9	8,156.8
Wage and salary disbursements	6,435.2	6,470.0	6,500.0	6,534.4	6,558.3	6,587.9	6,582.2	6,601.9
Private industries.....	5,354.2	5,385.7	5,411.1	5,435.0	5,453.8	5,480.1	5,470.5	5,486.4
Goods-producing industries.....	1,224.1	1,233.0	1,233.7	1,234.9	1,236.5	1,241.7	1,234.9	1,236.6
Manufacturing.....	756.5	762.8	762.3	763.7	764.9	767.8	765.1	766.2
Services-producing industries.....	4,130.1	4,152.7	4,177.4	4,200.1	4,217.4	4,238.4	4,235.5	4,249.8
Trade, transportation, and utilities.....	1,042.0	1,045.3	1,053.2	1,054.7	1,054.8	1,059.1	1,056.8	1,056.3
Other services-producing industries.....	3,088.2	3,107.5	3,124.2	3,145.4	3,162.5	3,179.3	3,178.8	3,193.5
Government.....	1,080.9	1,084.3	1,088.9	1,099.4	1,104.4	1,107.8	1,111.8	1,115.5
Supplements to wages and salaries	1,511.1	1,516.8	1,522.1	1,534.6	1,540.5	1,546.3	1,550.6	1,554.9
Employer contributions for employee pension and insurance funds..	1,030.7	1,034.3	1,037.7	1,044.1	1,048.5	1,052.5	1,057.4	1,060.8
Employer contributions for government social insurance.....	480.4	482.5	484.3	490.6	492.0	493.8	493.2	494.1
Proprietors' income with inventory valuation and capital consumption adjustments	1,050.6	1,059.8	1,057.4	1,062.4	1,055.1	1,050.0	1,054.3	1,060.7
Farm.....	42.1	43.7	45.7	41.4	37.9	32.7	34.8	37.8
Nonfarm.....	1,008.5	1,016.1	1,011.7	1,021.1	1,017.2	1,017.3	1,019.5	1,022.9
Rental income of persons with capital consumption adjustment	74.0	77.8	81.6	81.3	80.8	80.7	90.5	100.5
Personal income receipts on assets	1,996.5	1,999.9	2,003.1	2,003.3	2,004.5	2,005.3	2,005.9	2,006.9
Personal interest income.....	1,177.0	1,173.2	1,169.4	1,165.3	1,161.1	1,156.9	1,153.1	1,149.2
Personal dividend income.....	819.5	826.6	833.7	838.1	843.4	848.4	852.8	857.6
Personal current transfer receipts	1,754.0	1,746.0	1,769.5	1,757.5	1,793.6	1,807.4	1,826.7	2,013.5
Government social benefits to persons.....	1,725.9	1,717.9	1,741.4	1,729.4	1,765.5	1,779.2	1,798.5	1,985.2
Old-age, survivors, disability, and health insurance benefits.....	1,035.8	1,027.1	1,045.3	1,031.0	1,064.3	1,074.8	1,071.7	1,080.9
Government unemployment insurance benefits.....	31.5	32.3	33.3	33.4	34.6	35.7	37.1	38.1
Other.....	658.5	658.5	662.7	665.0	666.6	668.7	689.7	866.2
Other current transfer receipts, from business (net).....	28.1	28.1	28.2	28.1	28.1	28.2	28.2	28.3
Less: Contributions for government social insurance	989.9	994.4	998.2	1,012.5	1,015.7	1,019.5	1,018.6	1,021.0
Less: Personal current taxes	1,504.3	1,513.0	1,520.8	1,506.4	1,514.4	1,523.5	1,517.1	1,142.6
Equals: Disposable personal income	10,327.1	10,362.9	10,414.7	10,454.7	10,502.8	10,534.6	10,574.4	11,174.7
Less: Personal outlays	10,280.9	10,373.0	10,392.8	10,437.0	10,437.0	10,486.8	10,534.7	10,619.0
Personal consumption expenditures.....	9,865.9	9,960.7	9,983.2	10,032.0	10,037.1	10,091.9	10,133.0	10,210.4
Durable goods.....	1,092.8	1,083.0	1,071.7	1,066.5	1,069.4	1,060.6	1,057.5	1,055.6
Nondurable goods.....	2,868.4	2,920.2	2,924.8	2,943.8	2,936.8	2,969.1	2,989.3	3,024.7
Services.....	5,904.7	5,957.5	5,986.7	6,021.7	6,030.8	6,062.2	6,086.3	6,130.1
Personal interest payments ¹	275.6	272.5	269.5	263.9	258.4	252.8	259.2	265.6
Personal current transfer payments.....	139.4	139.7	140.1	141.1	141.6	142.0	142.5	143.0
To government.....	88.1	88.5	88.9	89.3	89.7	90.2	90.7	91.2
To the rest of the world (net).....	51.2	51.2	51.2	51.8	51.8	51.8	51.8	51.8
Equals: Personal saving	46.2	-10.1	21.9	17.7	65.8	47.9	39.7	555.7
Personal saving as a percentage of disposable personal income	0.4	-0.1	0.2	0.2	0.6	0.5	0.4	5.0
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	8,721.7	8,697.1	8,716.5	8,724.4	8,751.9	8,750.9	8,763.9	9,224.1
Per capita:								
Current dollars.....	34,084	34,175	34,320	34,428	34,564	34,646	34,752	36,696
Chained (2000) dollars.....	28,785	28,682	28,724	28,730	28,802	28,780	28,801	30,290
Population (midperiod, thousands) ³	302,989	303,228	303,457	303,670	303,866	304,068	304,287	304,523

^p Preliminary

^r Revised

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					
			2006	2007				2008
			IV	I	II	III	IV	I ^r
Personal income	10,983.4	11,665.6	11,200.2	11,469.2	11,577.3	11,735.0	11,880.9	12,012.1
Compensation of employees, received	7,440.8	7,858.6	7,599.9	7,764.9	7,801.9	7,882.7	7,985.0	8,100.7
Wage and salary disbursements	6,018.2	6,366.1	6,153.0	6,294.4	6,318.9	6,382.7	6,468.4	6,560.2
Private industries.....	4,997.6	5,298.3	5,115.7	5,242.7	5,256.9	5,309.8	5,383.7	5,456.3
Goods-producing industries.....	1,166.8	1,217.3	1,191.4	1,208.9	1,212.6	1,217.5	1,230.3	1,237.7
Manufacturing.....	731.0	756.2	743.3	755.4	754.1	754.7	760.5	765.5
Services-producing industries.....	3,830.8	4,081.0	3,924.4	4,033.9	4,044.3	4,092.3	4,153.4	4,218.6
Trade, transportation, and utilities.....	985.1	1,033.5	1,002.2	1,020.0	1,033.7	1,033.3	1,046.8	1,056.2
Other services-producing industries.....	2,845.7	3,047.5	2,922.2	3,013.8	3,010.6	3,059.0	3,106.6	3,162.4
Government.....	1,020.6	1,067.8	1,037.2	1,051.7	1,061.9	1,072.9	1,084.7	1,103.9
Supplements to wages and salaries	1,422.6	1,492.5	1,446.9	1,470.5	1,483.0	1,500.0	1,516.6	1,540.5
Employer contributions for employee pension and insurance funds..	970.7	1,016.8	986.7	999.2	1,010.9	1,022.7	1,034.3	1,048.3
Employer contributions for government social insurance.....	451.8	475.8	460.2	471.3	472.1	477.3	482.4	492.1
Proprietors' income with inventory valuation and capital consumption adjustments	1,006.7	1,042.6	1,009.8	1,027.4	1,038.4	1,048.7	1,055.9	1,055.9
Farm.....	19.4	36.2	23.9	29.1	33.1	38.6	43.8	37.3
Nonfarm.....	987.4	1,006.4	985.8	998.3	1,005.3	1,010.0	1,012.1	1,018.5
Rental income of persons with capital consumption adjustment	54.5	65.4	50.9	53.2	62.1	68.4	77.8	80.9
Personal income receipts on assets	1,796.5	1,947.2	1,836.6	1,882.9	1,930.0	1,976.2	1,999.8	2,004.4
Personal interest income.....	1,100.2	1,154.7	1,102.8	1,126.1	1,148.4	1,171.1	1,173.2	1,161.1
Personal dividend income.....	696.3	792.5	733.8	756.8	781.6	805.0	826.6	843.3
Personal current transfer receipts	1,612.5	1,731.7	1,647.7	1,710.7	1,717.1	1,742.3	1,756.5	1,786.2
Government social benefits to persons.....	1,585.3	1,703.8	1,618.0	1,683.1	1,689.4	1,714.4	1,728.4	1,758.0
Old-age, survivors, disability, and health insurance benefits.....	946.4	1,022.5	972.0	999.4	1,020.1	1,034.6	1,036.1	1,056.7
Government unemployment insurance benefits.....	29.9	31.9	30.3	31.8	31.7	31.7	32.4	34.6
Other.....	609.0	649.4	615.7	651.8	637.6	648.1	659.9	666.8
Other current transfer receipts, from business (net).....	27.2	27.9	29.7	27.6	27.8	28.0	28.1	28.1
Less: Contributions for government social insurance	927.6	979.9	944.6	969.8	972.2	983.2	994.1	1,015.9
Less: Personal current taxes	1,354.3	1,483.7	1,401.0	1,454.7	1,477.6	1,489.8	1,512.7	1,514.8
Equals: Disposable personal income	9,629.1	10,181.9	9,799.2	10,014.5	10,099.7	10,245.2	10,368.2	10,497.4
Less: Personal outlays	9,590.3	10,134.1	9,757.2	9,917.5	10,069.2	10,200.9	10,348.9	10,453.6
Personal consumption expenditures.....	9,224.5	9,734.2	9,373.7	9,540.5	9,674.0	9,785.7	9,936.6	10,053.7
Durable goods.....	1,048.9	1,078.2	1,056.5	1,074.0	1,074.7	1,081.6	1,082.5	1,065.5
Nondurable goods.....	2,688.0	2,833.2	2,705.4	2,759.4	2,822.7	2,846.3	2,904.5	2,949.9
Services.....	5,487.6	5,822.8	5,611.8	5,707.1	5,776.5	5,857.8	5,949.7	6,038.2
Personal interest payments ¹	238.0	262.8	251.6	243.3	259.5	275.8	272.5	258.4
Personal current transfer payments.....	127.8	137.1	131.8	133.7	135.7	139.3	139.7	141.6
To government.....	78.9	86.1	81.2	83.4	85.3	87.1	88.5	89.7
To the rest of the world (net).....	48.9	51.1	50.6	50.4	50.5	52.2	51.2	51.8
Equals: Personal saving	38.8	47.8	42.0	97.0	30.5	44.4	19.3	43.8
Personal saving as a percentage of disposable personal income	0.4	0.5	0.4	1.0	0.3	0.4	0.2	0.4
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	8,396.9	8,658.6	8,510.7	8,623.9	8,607.1	8,692.1	8,711.7	8,742.4
Per capita:								
Current dollars.....	32,183	33,705	32,626	33,270	33,480	33,874	34,193	34,546
Chained (2000) dollars.....	28,064	28,663	28,336	28,650	28,532	28,739	28,730	28,770
Population (midperiod, thousands) ³	299,199	302,087	300,351	301,004	301,667	302,452	303,225	303,868

^r Revised

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				
	October	November	December	January ^r	February ^r	March ^r	April ^r	May ^p
Personal income	45.9	44.4	59.8	25.5	56.1	40.9	33.5	225.7
Compensation of employees, received	28.2	40.5	35.3	46.9	29.8	35.4	-1.3	23.9
Wage and salary disbursements	22.3	34.8	30.0	34.4	23.9	29.6	-5.7	19.7
Private industries.....	18.5	31.5	25.4	23.9	18.8	26.3	-9.6	15.9
Goods-producing industries.....	4.5	8.9	0.7	1.2	1.6	5.2	-6.8	1.7
Manufacturing.....	2.3	6.3	-0.5	1.4	1.2	2.9	-2.7	1.1
Services-producing industries.....	14.1	22.6	24.7	22.7	17.3	21.0	-2.9	14.3
Trade, transportation, and utilities.....	5.1	3.3	7.9	1.5	0.1	4.3	-2.3	-0.5
Other services-producing industries.....	9.1	19.3	16.7	21.2	17.1	16.8	-0.5	14.7
Government.....	3.7	3.4	4.6	10.5	5.0	3.4	4.0	3.7
Supplements to wages and salaries	5.9	5.7	5.3	12.5	5.9	5.8	4.3	4.3
Employer contributions for employee pension and insurance funds..	4.5	3.6	3.4	6.4	4.4	4.0	4.9	3.4
Employer contributions for government social insurance	1.4	2.1	1.8	6.3	1.4	1.8	-0.6	0.9
Proprietors' income with inventory valuation and capital consumption adjustments	6.7	9.2	-2.4	5.0	-7.3	-5.1	4.3	6.4
Farm.....	1.1	1.6	2.0	-4.3	-3.5	-5.2	2.1	3.0
Nonfarm.....	5.6	7.6	-4.4	9.4	-3.9	0.1	2.2	3.4
Rental income of persons with capital consumption adjustment	3.9	3.8	3.8	-0.3	-0.5	-0.1	9.8	10.0
Personal income receipts on assets	3.3	3.4	3.2	0.2	1.2	0.8	0.6	1.0
Personal interest income.....	-3.8	-3.8	-3.8	-4.1	-4.2	-4.2	-3.8	-3.9
Personal dividend income.....	7.1	7.1	7.1	4.4	5.3	5.0	4.4	4.8
Personal current transfer receipts	6.9	-8.0	23.5	-12.0	36.1	13.8	19.3	186.8
Government social benefits to persons.....	6.9	-8.0	23.5	-12.0	36.1	13.7	19.3	186.7
Old-age, survivors, disability, and health insurance benefits.....	-1.6	-8.7	18.2	-14.3	33.3	10.5	-3.1	9.2
Government unemployment insurance benefits.....	0.0	0.8	1.0	0.1	1.2	1.1	1.4	1.0
Other.....	8.3	0.0	4.2	2.3	1.6	2.1	21.0	176.5
Other current transfer receipts, from business (net).....	0.1	0.0	0.1	-0.1	0.0	0.1	0.0	0.1
Less: Contributions for government social insurance	3.0	4.5	3.8	14.3	3.2	3.8	-0.9	2.4
Less: Personal current taxes	8.0	8.7	7.8	-14.4	8.0	9.1	-6.4	-374.5
Equals: Disposable personal income	37.9	35.8	51.8	40.0	48.1	31.8	39.8	600.3
Less: Personal outlays	30.3	92.1	19.8	44.2	0.0	49.8	47.9	84.3
Personal consumption expenditures.....	33.9	94.8	22.5	48.8	5.1	54.8	41.1	77.4
Durable goods.....	-2.9	-9.8	-11.3	-5.2	2.9	-8.8	-3.1	-1.9
Nondurable goods.....	14.4	51.8	4.6	19.0	-7.0	32.3	20.2	35.4
Services.....	22.4	52.8	29.2	35.0	9.1	31.4	24.1	43.8
Personal interest payments ¹	-3.1	-3.1	-3.0	-5.6	-5.5	-5.6	6.4	6.4
Personal current transfer payments.....	-0.6	0.3	0.4	1.0	0.5	0.4	0.5	0.5
To government.....	0.3	0.4	0.4	0.4	0.4	0.5	0.5	0.5
To the rest of the world (net).....	-1.0	0.0	0.0	0.6	0.0	0.0	0.0	0.0
Equals: Personal saving	7.7	-56.3	32.0	-4.2	48.1	-17.9	-8.2	516.0
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	8.2	-24.6	19.4	7.9	27.5	-1.0	13.0	460.2

p Preliminary

r Revised

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					
			2006	2007				2008
			IV	I	II	III	IV	I ^r
Personal income	682.3	682.2	169.3	269.0	108.1	157.7	145.9	131.2
Compensation of employees, received	416.2	417.8	157.4	165.0	37.0	80.8	102.3	115.7
Wage and salary disbursements	350.3	347.9	137.2	141.4	24.5	63.8	85.7	91.8
Private industries.....	310.7	300.7	126.9	127.0	14.2	52.9	73.9	72.6
Goods-producing industries.....	68.1	50.5	32.9	17.5	3.7	4.9	12.8	7.4
Manufacturing.....	26.9	25.2	19.0	12.1	-1.3	0.6	5.8	5.0
Services-producing industries.....	242.5	250.2	94.1	109.5	10.4	48.0	61.1	65.2
Trade, transportation, and utilities.....	48.1	48.4	16.4	17.8	13.7	-0.4	13.5	9.4
Other services-producing industries.....	194.5	201.8	77.7	91.6	-3.2	48.4	47.6	55.8
Government.....	39.7	47.2	10.2	14.5	10.2	11.0	11.8	19.2
Supplements to wages and salaries	65.8	69.9	20.2	23.6	12.5	17.0	16.6	23.9
Employer contributions for employee pension and insurance funds..	43.0	46.1	11.3	12.5	11.7	11.8	11.6	14.0
Employer contributions for government social insurance	22.7	24.0	8.9	11.1	0.8	5.2	5.1	9.7
Proprietors' income with inventory valuation and capital consumption adjustments	36.8	35.9	6.2	17.6	11.0	10.3	7.2	0.0
Farm.....	-11.4	16.8	5.8	5.2	4.0	5.5	5.2	-6.5
Nonfarm.....	48.3	19.0	0.3	12.5	7.0	4.7	2.1	6.4
Rental income of persons with capital consumption adjustment	11.6	10.9	-2.0	2.3	8.9	6.3	9.4	3.1
Personal income receipts on assets	178.7	150.7	8.5	46.3	47.1	46.2	23.6	4.6
Personal interest income.....	81.3	54.5	-16.9	23.3	22.3	22.7	2.1	-12.1
Personal dividend income.....	97.4	96.2	25.4	23.0	24.8	23.4	21.6	16.7
Personal current transfer receipts	91.8	119.2	17.1	63.0	6.4	25.2	14.2	29.7
Government social benefits to persons.....	102.2	118.5	14.8	65.1	6.3	25.0	14.0	29.6
Old-age, survivors, disability, and health insurance benefits.....	101.1	76.1	15.9	27.4	20.7	14.5	1.5	20.6
Government unemployment insurance benefits.....	-1.4	2.0	0.3	1.5	-0.1	0.0	0.7	2.2
Other.....	2.6	40.4	-1.4	36.1	-14.2	10.5	11.8	6.9
Other current transfer receipts, from business (net).....	-10.4	0.7	2.3	-2.1	0.2	0.2	0.1	0.0
Less: Contributions for government social insurance	52.8	52.3	17.8	25.2	2.4	11.0	10.9	21.8
Less: Personal current taxes	145.2	129.4	45.8	53.7	22.9	12.2	22.9	2.1
Equals: Disposable personal income	537.1	552.8	123.4	215.3	85.2	145.5	123.0	129.2
Less: Personal outlays	542.9	543.8	80.1	160.3	151.7	131.7	148.0	104.7
Personal consumption expenditures.....	516.7	509.7	68.0	166.8	133.5	111.7	150.9	117.1
Durable goods.....	25.0	29.3	2.7	17.5	0.7	6.9	0.9	-17.0
Nondurable goods.....	171.8	145.2	-27.0	54.0	63.3	23.6	58.2	45.4
Services.....	319.8	335.2	92.3	95.3	69.4	81.3	91.9	88.5
Personal interest payments ¹	20.3	24.8	9.3	-8.3	16.2	16.3	-3.3	-14.1
Personal current transfer payments.....	6.0	9.3	2.7	1.9	2.0	3.6	0.4	1.9
To government.....	4.4	7.2	1.6	2.2	1.9	1.8	1.4	1.2
To the rest of the world (net).....	1.6	2.2	1.1	-0.2	0.1	1.7	-1.0	0.6
Equals: Personal saving	-5.8	9.0	43.4	55.0	-66.5	13.9	-25.1	24.5
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	249.0	261.7	126.2	113.2	-16.8	85.0	19.6	30.7

^r Revised

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				
	October	November	December	January ^r	February ^r	March ^r	April ^r	May ^p
	Based on current-dollar measures							
Personal income	0.4	0.4	0.5	0.2	0.5	0.3	0.3	1.9
Compensation of employees, received.....	0.4	0.5	0.4	0.6	0.4	0.4	0.0	0.3
Wage and salary disbursements.....	0.3	0.5	0.5	0.5	0.4	0.5	-0.1	0.3
Supplements to wages and salaries.....	0.4	0.4	0.4	0.8	0.4	0.4	0.3	0.3
Proprietors' income with inventory valuation and capital consumption adjustments.....	0.6	0.9	-0.2	0.5	-0.7	-0.5	0.4	0.6
Rental income of persons with capital consumption adjustment.....	5.5	5.2	5.0	-0.4	-0.6	-0.2	12.2	11.1
Personal income receipts on assets.....	0.2	0.2	0.2	0.0	0.1	0.0	0.0	0.0
Personal interest income.....	-0.3	-0.3	-0.3	-0.4	-0.4	-0.4	-0.3	-0.3
Personal dividend income.....	0.9	0.9	0.8	0.5	0.6	0.6	0.5	0.6
Personal current transfer receipts.....	0.4	-0.5	1.3	-0.7	2.1	0.8	1.1	10.2
Less: Contributions for government social insurance.....	0.3	0.5	0.4	1.4	0.3	0.4	-0.1	0.2
Less: Personal current taxes	0.5	0.6	0.5	-0.9	0.5	0.6	-0.4	-24.7
Equals: Disposable personal income	0.4	0.3	0.5	0.4	0.5	0.3	0.4	5.7
Addenda:								
Personal consumption expenditures.....	0.3	1.0	0.2	0.5	0.1	0.5	0.4	0.8
Durable goods.....	-0.3	-0.9	-1.0	-0.5	0.3	-0.8	-0.3	-0.2
Nondurable goods.....	0.5	1.8	0.2	0.7	-0.2	1.1	0.7	1.2
Services.....	0.4	0.9	0.5	0.6	0.2	0.5	0.4	0.7
	Based on chained (2000) dollar measures							
Real disposable personal income.....	0.1	-0.3	0.2	0.1	0.3	0.0	0.1	5.3

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r Revised

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

	2006	2007	Seasonally adjusted at annual rates					
			2006	2007				2008
			IV	I	II	III	IV	I ^r
	Based on current-dollar measures							
Personal income	6.6	6.2	6.3	10.0	3.8	5.6	5.1	4.5
Compensation of employees, received.....	5.9	5.6	8.7	9.0	1.9	4.2	5.3	5.9
Wage and salary disbursements.....	6.2	5.8	9.4	9.5	1.6	4.1	5.5	5.8
Supplements to wages and salaries.....	4.8	4.9	5.8	6.7	3.4	4.7	4.5	6.4
Proprietors' income with inventory valuation and capital consumption adjustments.....	3.8	3.6	2.5	7.2	4.4	4.0	2.8	0.0
Rental income of persons with capital consumption adjustment.....	27.2	19.9	-14.0	19.2	85.9	47.1	67.1	17.2
Personal income receipts on assets.....	11.0	8.4	1.9	10.5	10.4	9.9	4.9	0.9
Personal interest income.....	8.0	5.0	-5.9	8.7	8.2	8.2	0.7	-4.1
Personal dividend income.....	16.3	13.8	15.1	13.1	13.8	12.5	11.2	8.3
Personal current transfer receipts.....	6.0	7.4	4.3	16.2	1.5	6.0	3.3	6.9
Less: Contributions for government social insurance.....	6.0	5.6	7.9	11.1	1.0	4.6	4.5	9.0
Less: Personal current taxes	12.0	9.6	14.2	16.2	6.5	3.3	6.3	0.5
Equals: Disposable personal income	5.9	5.7	5.2	9.1	3.4	5.9	4.9	5.1
Addenda:								
Personal consumption expenditures.....	5.9	5.5	3.0	7.3	5.7	4.7	6.3	4.8
Durable goods.....	2.4	2.8	1.0	6.8	0.3	2.6	0.3	-6.1
Nondurable goods.....	6.8	5.4	-3.9	8.2	9.5	3.4	8.4	6.4
Services.....	6.2	6.1	6.9	7.0	5.0	5.7	6.4	6.1
	Based on chained (2000) dollar measures							
Real disposable personal income.....	3.1	3.1	6.2	5.4	-0.8	4.0	0.9	1.4

r Revised

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

	2007			2008				
	October	November	December	January ^r	February ^r	March ^r	April ^r	May ^p
	Billions of chained (2000) dollars, seasonally adjusted at annual rates							
Personal consumption expenditures	8,332.2	8,359.6	8,355.3	8,371.7	8,363.8	8,383.2	8,398.0	8,428.1
Durable goods.....	1,257.2	1,248.6	1,238.7	1,231.3	1,233.4	1,222.7	1,222.7	1,224.1
Nondurable goods.....	2,406.0	2,407.6	2,398.8	2,399.0	2,395.3	2,415.1	2,424.1	2,433.0
Services	4,698.5	4,728.7	4,739.9	4,760.2	4,755.0	4,761.4	4,766.9	4,785.8
	Change from preceding period in billions of chained (2000) dollars, seasonally adjusted at annual rates							
Personal consumption expenditures	5.8	27.4	-4.3	16.4	-7.9	19.4	14.8	30.1
Durable goods.....	-4.0	-8.6	-9.9	-7.4	2.1	-10.7	0.0	1.4
Nondurable goods.....	4.0	1.6	-8.8	0.2	-3.7	19.8	9.0	8.9
Services	4.7	30.2	11.2	20.3	-5.2	6.4	5.5	18.9
	Percent change from preceding period in chained (2000) dollars, seasonally adjusted at monthly rates							
Personal consumption expenditures	0.1	0.3	-0.1	0.2	-0.1	0.2	0.2	0.4
Durable goods.....	-0.3	-0.7	-0.8	-0.6	0.2	-0.9	0.0	0.1
Nondurable goods.....	0.2	0.1	-0.4	0.0	-0.2	0.8	0.4	0.4
Services	0.1	0.6	0.2	0.4	-0.1	0.1	0.1	0.4

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r Revised

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

	2006	2007	Seasonally adjusted at annual rates					
			2006	2007				2008
			IV	I	II	III	IV	I ^r
	Billions of chained (2000) dollars							
Personal consumption expenditures	8,044.1	8,277.8	8,141.2	8,215.7	8,244.3	8,302.2	8,349.1	8,372.9
Durable goods.....	1,180.5	1,235.4	1,197.6	1,223.2	1,228.4	1,241.9	1,248.1	1,229.1
Nondurable goods.....	2,337.7	2,392.8	2,368.8	2,386.6	2,383.8	2,396.8	2,404.2	2,403.2
Services	4,545.5	4,674.8	4,595.5	4,630.7	4,656.7	4,689.5	4,722.4	4,758.9
	Change from preceding period in billions of chained (2000) dollars							
Personal consumption expenditures	240.5	233.7	77.4	74.5	28.6	57.9	46.9	23.8
Durable goods.....	43.1	54.9	11.3	25.6	5.2	13.5	6.2	-19.0
Nondurable goods.....	82.3	55.1	24.9	17.8	-2.8	13.0	7.4	-1.0
Services	118.2	129.3	41.5	35.2	26.0	32.8	32.9	36.5
	Percent change from preceding period in chained (2000) dollars							
Personal consumption expenditures	3.1	2.9	3.9	3.7	1.4	2.8	2.3	1.1
Durable goods.....	3.8	4.7	3.9	8.8	1.7	4.5	2.0	-6.0
Nondurable goods.....	3.6	2.4	4.3	3.0	-0.5	2.2	1.2	-0.2
Services	2.7	2.8	3.7	3.1	2.3	2.8	2.8	3.1

r Revised

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

	2007			2008				
	October	November	December	January ^r	February ^r	March ^r	April ^r	May ^p
	Chain-type price indexes (2000=100), seasonally adjusted							
Personal consumption expenditures (PCE)	118.412	119.158	119.488	119.837	120.011	120.388	120.664	121.151
Durable goods.....	86.927	86.736	86.514	86.611	86.697	86.735	86.484	86.232
Nondurable goods.....	119.219	121.286	121.923	122.709	122.606	122.938	123.315	124.323
Services.....	125.680	125.995	126.312	126.507	126.841	127.327	127.686	128.097
Addenda:								
PCE excluding food and energy.....	115.188	115.403	115.618	115.870	116.034	116.255	116.415	116.546
Market-based PCE ¹	116.665	117.498	117.853	118.227	118.366	118.706	118.999	119.562
Market-based PCE excluding food and energy ¹	112.338	112.554	112.778	113.039	113.158	113.301	113.459	113.611
	Percent change from preceding period in price indexes, seasonally adjusted at monthly rates							
PCE	0.3	0.6	0.3	0.3	0.1	0.3	0.2	0.4
Durable goods.....	0.1	-0.2	-0.3	0.1	0.1	0.0	-0.3	-0.3
Nondurable goods.....	0.3	1.7	0.5	0.6	-0.1	0.3	0.3	0.8
Services.....	0.3	0.3	0.3	0.2	0.3	0.4	0.3	0.3
Addenda:								
PCE excluding food and energy.....	0.2	0.2	0.2	0.2	0.1	0.2	0.1	0.1
Market-based PCE ¹	0.3	0.7	0.3	0.3	0.1	0.3	0.2	0.5
Market-based PCE excluding food and energy ¹	0.2	0.2	0.2	0.2	0.1	0.1	0.1	0.1

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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				
	October	November	December	January ^r	February ^r	March ^r	April ^r	May ^p
Disposable personal income	2.8	2.2	2.1	1.6	1.4	1.1	1.9	7.3
Personal consumption expenditures	2.7	2.8	2.2	2.0	1.6	2.1	1.9	2.2
Durable goods.....	5.8	4.6	2.3	0.5	1.0	-0.1	0.2	-1.5
Nondurable goods.....	2.1	1.9	0.4	0.5	0.4	1.1	1.9	2.0
Services.....	2.4	2.9	3.1	3.0	2.3	2.9	2.3	3.1

p Preliminary
r Revised

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

	2007			2008				
	October	November	December	January ^r	February ^r	March ^r	April ^r	May ^p
Personal consumption expenditures (PCE)	3.0	3.6	3.5	3.5	3.4	3.3	3.2	3.1
Durable goods.....	-1.8	-1.7	-1.6	-1.3	-1.3	-1.2	-1.2	-1.4
Nondurable goods.....	4.4	6.6	6.3	6.8	6.3	5.4	5.0	4.5
Services.....	3.2	3.2	3.2	2.9	2.9	3.1	3.2	3.3
Addenda:								
PCE excluding food and energy.....	2.0	2.1	2.2	2.0	2.0	2.1	2.1	2.1
Market-based PCE ¹	3.0	3.7	3.6	3.7	3.5	3.2	3.2	3.1
Market-based PCE excluding food and energy ¹	1.7	1.9	2.0	1.8	1.7	1.8	1.9	1.9

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.