



NEWS RELEASE



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PERSONAL INCOME AND OUTLAYS: AUGUST 2008

Personal income increased \$61.5 billion, or 0.5 percent, and disposable personal income (DPI) decreased \$93.3 billion, or 0.9 percent, in August, according to the Bureau of Economic Analysis. Personal consumption expenditures (PCE) increased \$3.9 billion, or less than 0.1 percent. In July, personal income decreased \$69.0 billion, or 0.6 percent, DPI decreased \$91.0 billion, or 0.8 percent, and PCE increased \$14.2 billion, or 0.1 percent, based on revised estimates. The pattern of changes in income primarily reflects the pattern of payments associated with the Economic Stimulus Act of 2008 (see page 2).

Real DPI decreased 0.9 percent in August, compared with a decrease of 1.5 percent in July. Real PCE increased less than 0.1 percent, in contrast to a decrease of 0.5 percent.

	2008				
	<u>Apr.</u>	<u>May</u>	<u>June</u>	<u>July</u>	<u>Aug.</u>
	(Percent change from preceding month)				
Personal income, current dollars	0.3	1.9	0.1	-0.6	0.5
Disposable personal income:					
Current dollars	0.4	5.7	-1.8	-0.8	-0.9
Chained (2000) dollars	0.2	5.3	-2.5	-1.5	-0.9
Personal consumption expenditures:					
Current dollars	0.3	0.7	0.5	0.1	0.0
Chained (2000) dollars	0.1	0.2	-0.2	-0.5	0.0

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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Beginning with April, changes in disposable personal income (DPI) -- personal income less personal current taxes -- were affected by the Economic Stimulus Act of 2008, which authorized the federal government to issue tax rebate payments. These payments are now winding down. The federal government issued rebate payments of \$1.9 billion in April (\$23.3 billion at an annual rate), of \$48.1 billion in May (\$577.1 billion at an annual rate), of \$27.9 billion in June (\$334.4 billion at an annual rate), of \$13.7 billion in July (\$164.1 billion at an annual rate), and of \$1.0 billion in August (\$12.4 billion at an annual rate). These rebates increased government social benefit payments and reduced personal current taxes. Excluding these rebate payments, which are discussed more fully below, DPI increased \$58.4 billion, or 0.5 percent, in August, increased \$79.3 billion, or 0.8 percent, in July, and increased \$42.8 billion, or 0.4 percent, in June.

Wages and salaries

Private wage and salary disbursements increased \$24.5 billion in August, compared with an increase of \$16.3 billion in July. Goods-producing industries' payrolls increased \$5.0 billion, the same increase as in July; manufacturing payrolls decreased \$1.6 billion in August, in contrast to an increase of \$2.0 billion in July. Services-producing industries' payrolls increased \$19.4 billion, compared with an increase of \$11.4 billion. Government wage and salary disbursements increased \$3.8 billion, compared with an increase of \$4.0 billion.

Other personal income

Supplements to wages and increased \$3.7 billion in August, compared with an increase of \$3.6 billion in July.

Proprietors' income decreased \$8.7 billion in August, in contrast to an increase of \$4.6 billion in July. Farm proprietors' income decreased \$6.1 billion, compared with a decrease of \$2.3 billion. Nonfarm proprietors' income decreased \$2.6 billion, in contrast to an increase of \$6.9 billion.

Rental income of persons increased \$4.0 billion in August, compared with an increase of \$3.9 billion in July. Personal income receipts on assets (personal interest income plus personal dividend income) increased \$20.2 billion, compared with an increase of \$20.0 billion.

Personal current transfer receipts increased \$17.4 billion in August, in contrast to a decrease of \$119.6 billion in July. The August and July changes reflected provisions of the Economic Stimulus Act of 2008, which boosted the level of personal current transfer receipts by \$5.1 billion (at an annual rate) in August, by \$4.2 billion in July, and by \$149.4 billion in June. These personal current transfer receipts reflected payments to individuals who either paid no income tax or whose payment exceeded the amount of income tax paid (see box on page 6). The August and July changes also reflected provisions of the Supplemental Appropriations Act of 2008, which provides up to 13 weeks of additional unemployment compensation benefits to those who have exhausted their regular unemployment benefits. The additional unemployment benefits boosted the level of personal current transfer receipts by \$17.6 billion in August and by \$4.6 billion in July.

Contributions for government social insurance -- a subtraction in calculating personal income -- increased \$3.4 billion in August, compared with an increase of \$1.9 billion in July.

Personal current taxes and disposable personal income

Personal current taxes increased \$154.9 billion in August, compared with an increase of \$21.9 billion in July. Provisions of the Economic Stimulus Act of 2008 reduced the level of personal current taxes by \$7.3 billion (at an annual rate) in August, by \$159.9 billion in July, and by \$185.0 billion in June. The reductions in current personal taxes reflected rebate payments to eligible individual taxpayers (see box on page 6). Disposable personal income (DPI) -- personal income less personal current taxes -- decreased \$93.3 billion, or 0.9 percent, in August, compared with a decrease of \$91.0 billion, or 0.8 percent, in July.

Personal outlays and personal saving

Personal outlays -- PCE, personal interest payments, and personal current transfer payments -- increased \$4.0 billion in August, compared with an increase of \$14.4 billion in July. PCE increased \$3.9 billion, compared with an increase of \$14.2 billion.

Personal saving -- DPI less personal outlays -- was \$103.6 billion in August, compared with \$201.0 billion in July. Personal saving as a percentage of disposable personal income was 1.0 percent in August, compared with 1.9 percent in July. Saving from current income may be near zero or negative when outlays are financed by borrowing (including borrowing financed through credit cards or home equity loans), by selling investments or other assets, or by using savings from previous periods. For more information, see the FAQs on "Personal Saving" on BEA's Web site. For a comparison of personal saving in BEA's national income and product accounts with personal saving in the Federal Reserve Board's flow of funds accounts, go to <http://www.bea.gov/bea/dn/nipaweb/Nipa-Frb.asp>.

Real DPI and real PCE

Real DPI -- DPI adjusted to remove price changes -- decreased 0.9 percent in August, compared with a decrease of 1.5 percent in July.

Real PCE -- PCE adjusted to remove price changes -- increased less than 0.1 percent in August, in contrast to a decrease of 0.5 percent in July. Purchases of durable goods increased 1.6 percent, in contrast to a decrease of 3.2 percent. Purchases of motor vehicles and parts more than accounted for the increase in August and accounted for most of the decrease in July. Purchases of nondurable goods decreased 0.3 percent in August, compared with a decrease of 0.7 percent in July. Purchases of services decreased 0.1 percent, in contrast to an increase of 0.1 percent.

PCE price index -- The price index for PCE increased less than 0.1 percent in August, compared with an increase of 0.6 percent in July. The PCE price index, excluding food and energy, increased 0.2 percent, compared with an increase of 0.3 percent.

Revisions

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

	<u>Change from preceding month</u>							
	June				July			
	<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.....	7.4	16.2	0.1	0.1	-89.9	-69.0	-0.7	-0.6
Disposable personal income:								
Current dollars.....	-208.0	-199.9	-1.9	-1.8	-114.7	-91.0	-1.1	-0.8
Chained (2000) dollars.....	-237.7	-232.7	-2.6	-2.5	-149.2	-130.5	-1.7	-1.5
Personal consumption expenditures:								
Current dollars.....	65.5	52.2	0.6	0.5	24.1	14.2	0.2	0.1
Chained (2000) dollars.....	-8.3	-20.7	-0.1	-0.2	-33.0	-41.4	-0.4	-0.5

Economic Stimulus Act of 2008

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

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

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Next release -- October 31, 2008, at 8:30 A.M. EDT for
Personal Income and Outlays for September.

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Table 1. Personal Income and Its Disposition (Months)

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2008							
	January	February	March	April ^r	May ^r	June ^r	July ^r	August ^p
Personal income	11,930.0	11,952.4	11,999.0	12,033.6	12,258.4	12,274.6	12,205.6	12,267.1
Compensation of employees, received	7,984.6	8,005.2	8,039.4	8,049.3	8,073.5	8,092.5	8,116.5	8,148.5
Wage and salary disbursements	6,495.4	6,513.0	6,545.7	6,549.9	6,570.3	6,585.7	6,606.1	6,634.4
Private industries.....	5,389.7	5,402.9	5,432.2	5,431.8	5,446.7	5,457.4	5,473.7	5,498.2
Goods-producing industries.....	1,216.0	1,215.9	1,221.2	1,214.2	1,216.4	1,218.3	1,223.3	1,228.3
Manufacturing.....	747.9	747.2	750.0	747.2	748.7	749.6	751.6	750.0
Services-producing industries.....	4,173.6	4,187.0	4,211.0	4,217.6	4,230.3	4,239.0	4,250.4	4,269.8
Trade, transportation, and utilities.....	1,049.8	1,047.4	1,053.9	1,049.1	1,048.2	1,050.6	1,048.6	1,051.2
Other services-producing industries.....	3,123.8	3,139.6	3,157.1	3,168.5	3,182.1	3,188.4	3,201.8	3,218.6
Government.....	1,105.7	1,110.1	1,113.4	1,118.1	1,123.6	1,128.4	1,132.4	1,136.2
Supplements to wages and salaries	1,489.3	1,492.3	1,493.7	1,499.4	1,503.2	1,506.8	1,510.4	1,514.1
Employer contributions for employee pension and insurance funds..	1,014.0	1,016.2	1,015.7	1,021.5	1,024.4	1,027.4	1,030.1	1,032.1
Employer contributions for government social insurance.....	475.2	476.1	478.0	477.9	478.8	479.4	480.3	482.0
Proprietors' income with inventory valuation and capital consumption adjustments	1,074.5	1,069.1	1,071.4	1,071.2	1,076.1	1,083.5	1,088.1	1,079.4
Farm.....	41.7	42.1	41.0	39.4	38.4	36.1	33.8	27.7
Nonfarm.....	1,032.8	1,027.0	1,030.4	1,031.9	1,037.7	1,047.4	1,054.3	1,051.7
Rental income of persons with capital consumption adjustment	38.1	38.8	40.5	49.1	58.3	68.3	72.2	76.2
Personal income receipts on assets	2,056.4	2,054.2	2,051.7	2,051.8	2,052.3	2,052.8	2,072.8	2,093.0
Personal interest income.....	1,232.0	1,224.6	1,217.2	1,213.0	1,208.7	1,204.5	1,219.6	1,234.7
Personal dividend income.....	824.4	829.6	834.5	838.8	843.6	848.3	853.2	858.2
Personal current transfer receipts	1,766.3	1,776.6	1,791.3	1,807.5	1,995.3	1,976.0	1,856.4	1,873.8
Government social benefits to persons.....	1,734.2	1,744.3	1,758.9	1,775.1	1,962.9	1,943.5	1,823.9	1,841.2
Old-age, survivors, disability, and health insurance benefits.....	1,024.1	1,030.6	1,042.5	1,041.0	1,051.8	1,057.0	1,067.4	1,067.5
Government unemployment insurance benefits.....	37.0	38.2	39.3	40.6	41.5	42.0	47.5	62.5
Other.....	673.1	675.5	677.1	693.5	869.6	844.5	709.0	711.2
Other current transfer receipts, from business (net).....	32.1	32.3	32.4	32.4	32.4	32.4	32.5	32.6
Less: Contributions for government social insurance	989.8	991.5	995.3	995.2	997.2	998.5	1,000.4	1,003.8
Less: Personal current taxes	1,530.6	1,534.1	1,540.2	1,533.6	1,156.2	1,372.4	1,394.3	1,549.2
Equals: Disposable personal income	10,399.4	10,418.3	10,458.8	10,500.0	11,102.1	10,902.2	10,811.2	10,717.9
Less: Personal outlays	10,393.1	10,385.2	10,436.3	10,474.2	10,544.3	10,595.9	10,610.3	10,614.3
Personal consumption expenditures.....	9,984.6	9,982.7	10,039.7	10,073.5	10,144.2	10,196.4	10,210.6	10,214.5
Durable goods.....	1,072.5	1,075.4	1,065.3	1,063.2	1,065.5	1,049.1	1,016.4	1,030.7
Nondurable goods.....	2,946.9	2,935.1	2,970.2	2,990.4	3,025.4	3,063.0	3,077.8	3,060.0
Services.....	5,965.3	5,972.2	6,004.2	6,019.9	6,053.3	6,084.2	6,116.4	6,123.9
Personal interest payments ¹	267.9	261.7	255.6	254.7	253.8	252.9	252.6	252.2
Personal current transfer payments.....	140.6	140.8	141.0	146.1	146.4	146.7	147.1	147.5
To government.....	82.7	82.9	83.1	83.4	83.7	84.0	84.4	84.8
To the rest of the world (net).....	57.9	57.9	57.9	62.7	62.7	62.7	62.7	62.7
Equals: Personal saving	6.3	33.0	22.5	25.8	557.8	306.2	201.0	103.6
Personal saving as a percentage of disposable personal income	0.1	0.3	0.2	0.2	5.0	2.8	1.9	1.0
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	8,662.8	8,666.9	8,673.8	8,687.5	9,144.0	8,911.3	8,780.8	8,702.0
Per capita:								
Current dollars.....	34,246	34,286	34,396	34,507	36,458	35,771	35,442	35,105
Chained (2000) dollars.....	28,527	28,522	28,526	28,550	30,028	29,239	28,786	28,502
Population (midperiod, thousands) ³	303,670	303,866	304,068	304,287	304,521	304,775	305,039	305,312

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					
			2007				2008	
			I	II	III	IV	I	II ^r
Personal income	10,993.9	11,663.2	11,473.0	11,577.5	11,730.4	11,872.1	11,960.5	12,188.9
Compensation of employees, received	7,432.6	7,818.6	7,734.0	7,760.1	7,839.3	7,941.0	8,009.7	8,071.8
Wage and salary disbursements	6,027.2	6,362.0	6,294.0	6,310.7	6,377.7	6,465.5	6,518.0	6,568.6
Private industries.....	5,004.2	5,286.7	5,234.0	5,242.5	5,297.0	5,373.4	5,408.3	5,445.3
Goods-producing industries.....	1,167.2	1,205.4	1,198.4	1,200.7	1,204.3	1,218.2	1,217.7	1,216.3
Manufacturing.....	731.2	746.0	746.4	744.0	743.4	750.2	748.4	748.5
Services-producing industries.....	3,837.1	4,081.3	4,035.6	4,041.9	4,092.6	4,155.3	4,190.5	4,229.0
Trade, transportation, and utilities.....	986.7	1,035.2	1,020.8	1,036.5	1,035.3	1,048.3	1,050.4	1,049.3
Other services-producing industries.....	2,850.4	3,046.1	3,014.8	3,005.4	3,057.4	3,106.9	3,140.2	3,179.7
Government.....	1,023.0	1,075.2	1,059.9	1,068.1	1,080.8	1,092.1	1,109.7	1,123.4
Supplements to wages and salaries	1,405.3	1,456.6	1,440.0	1,449.4	1,461.6	1,475.5	1,491.7	1,503.1
Employer contributions for employee pension and insurance funds..	956.8	991.9	977.6	987.7	996.5	1,005.9	1,015.3	1,024.4
Employer contributions for government social insurance.....	448.5	464.7	462.3	461.7	465.1	469.6	476.4	478.7
Proprietors' income with inventory valuation and capital consumption adjustments	1,014.7	1,056.2	1,037.2	1,050.2	1,063.8	1,073.8	1,071.7	1,076.9
Farm.....	16.2	44.0	39.3	42.3	47.4	47.1	41.6	38.0
Nonfarm.....	998.6	1,012.2	997.9	1,007.9	1,016.4	1,026.7	1,030.1	1,039.0
Rental income of persons with capital consumption adjustment	44.3	40.0	35.1	44.6	41.8	38.6	39.1	58.6
Personal income receipts on assets	1,824.8	2,000.1	1,930.9	1,982.5	2,030.9	2,056.2	2,054.1	2,052.3
Personal interest income.....	1,125.4	1,214.3	1,172.2	1,206.1	1,236.2	1,242.7	1,224.6	1,208.7
Personal dividend income.....	699.4	785.8	758.7	776.5	794.7	813.5	829.5	843.6
Personal current transfer receipts	1,603.0	1,713.3	1,695.7	1,699.2	1,720.6	1,737.8	1,778.1	1,926.3
Government social benefits to persons.....	1,578.1	1,681.4	1,665.3	1,667.5	1,688.0	1,704.7	1,745.8	1,893.9
Old-age, survivors, disability, and health insurance benefits.....	938.9	999.4	981.9	997.5	1,008.8	1,009.6	1,032.4	1,050.0
Government unemployment insurance benefits.....	29.9	32.3	31.3	31.2	32.5	34.3	38.2	41.4
Other.....	609.3	649.6	652.1	638.8	646.7	660.9	675.3	802.5
Other current transfer receipts, from business (net).....	24.9	31.9	30.4	31.7	32.5	33.1	32.2	32.4
Less: Contributions for government social insurance	925.5	965.1	959.8	959.1	966.0	975.3	992.2	997.0
Less: Personal current taxes	1,353.2	1,492.8	1,459.5	1,489.4	1,501.6	1,520.5	1,535.0	1,354.1
Equals: Disposable personal income	9,640.7	10,170.5	10,013.5	10,088.0	10,228.8	10,351.5	10,425.5	10,834.8
Less: Personal outlays	9,570.0	10,113.1	9,904.2	10,056.9	10,182.0	10,309.2	10,404.9	10,538.2
Personal consumption expenditures.....	9,207.2	9,710.2	9,524.9	9,657.5	9,765.6	9,892.7	10,002.3	10,138.0
Durable goods.....	1,052.1	1,082.8	1,076.6	1,085.3	1,086.2	1,083.0	1,071.0	1,059.3
Nondurable goods.....	2,685.2	2,833.0	2,761.5	2,817.7	2,846.6	2,906.2	2,950.7	3,026.2
Services.....	5,469.9	5,794.4	5,686.8	5,754.4	5,832.8	5,903.5	5,980.6	6,052.5
Personal interest payments ¹	235.4	265.4	244.0	262.6	278.2	276.7	261.7	253.8
Personal current transfer payments.....	127.4	137.5	135.3	136.9	138.1	139.8	140.8	146.4
To government.....	76.2	81.2	79.6	80.8	81.8	82.5	82.9	83.7
To the rest of the world (net).....	51.1	56.3	55.7	56.0	56.3	57.3	57.9	62.7
Equals: Personal saving	70.7	57.4	109.3	31.1	46.8	42.4	20.6	296.6
Personal saving as a percentage of disposable personal income	0.7	0.6	1.1	0.3	0.5	0.4	0.2	2.7
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ²	8,407.0	8,644.0	8,617.7	8,604.5	8,671.1	8,683.1	8,667.9	8,914.6
Per capita:								
Current dollars.....	32,222	33,667	33,267	33,441	33,820	34,138	34,309	35,579
Chained (2000) dollars.....	28,098	28,614	28,630	28,523	28,669	28,636	28,525	29,274
Population (midperiod, thousands) ³	299,199	302,087	301,004	301,667	302,452	303,225	303,868	304,528

^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							
	2008							
	January	February	March	April ^r	May ^r	June ^r	July ^r	August ^p
Personal income	6.0	22.4	46.6	34.6	224.8	16.2	-69.0	61.5
Compensation of employees, received	10.7	20.6	34.2	9.9	24.2	19.0	24.0	32.0
Wage and salary disbursements	2.3	17.6	32.7	4.2	20.4	15.4	20.4	28.3
Private industries.....	-8.3	13.2	29.3	-0.4	14.9	10.7	16.3	24.5
Goods-producing industries.....	-4.2	-0.1	5.3	-7.0	2.2	1.9	5.0	5.0
Manufacturing.....	-3.1	-0.7	2.8	-2.8	1.5	0.9	2.0	-1.6
Services-producing industries.....	-4.1	13.4	24.0	6.6	12.7	8.7	11.4	19.4
Trade, transportation, and utilities.....	-5.1	-2.4	6.5	-4.8	-0.9	2.4	-2.0	2.6
Other services-producing industries.....	1.0	15.8	17.5	11.4	13.6	6.3	13.4	16.8
Government.....	10.6	4.4	3.3	4.7	5.5	4.8	4.0	3.8
Supplements to wages and salaries	8.5	3.0	1.4	5.7	3.8	3.6	3.6	3.7
Employer contributions for employee pension and insurance funds..	4.1	2.2	-0.5	5.8	2.9	3.0	2.7	2.0
Employer contributions for government social insurance	4.3	0.9	1.9	-0.1	0.9	0.6	0.9	1.7
Proprietors' income with inventory valuation and capital consumption adjustments	0.2	-5.4	2.3	-0.2	4.9	7.4	4.6	-8.7
Farm.....	-5.6	0.4	-1.1	-1.6	-1.0	-2.3	-2.3	-6.1
Nonfarm.....	5.8	-5.8	3.4	1.5	5.8	9.7	6.9	-2.6
Rental income of persons with capital consumption adjustment	0.9	0.7	1.7	8.6	9.2	10.0	3.9	4.0
Personal income receipts on assets	-3.0	-2.2	-2.5	0.1	0.5	0.5	20.0	20.2
Personal interest income.....	-7.4	-7.4	-7.4	-4.2	-4.3	-4.2	15.1	15.1
Personal dividend income.....	4.4	5.2	4.9	4.3	4.8	4.7	4.9	5.0
Personal current transfer receipts	9.0	10.3	14.7	16.2	187.8	-19.3	-119.6	17.4
Government social benefits to persons.....	10.0	10.1	14.6	16.2	187.8	-19.4	-119.6	17.3
Old-age, survivors, disability, and health insurance benefits.....	4.8	6.5	11.9	-1.5	10.8	5.2	10.4	0.1
Government unemployment insurance benefits.....	0.1	1.2	1.1	1.3	0.9	0.5	5.5	15.0
Other.....	5.2	2.4	1.6	16.4	176.1	-25.1	-135.5	2.2
Other current transfer receipts, from business (net).....	-1.1	0.2	0.1	0.0	0.0	0.0	0.1	0.1
Less: Contributions for government social insurance	11.7	1.7	3.8	-0.1	2.0	1.3	1.9	3.4
Less: Personal current taxes	4.9	3.5	6.1	-6.6	-377.4	216.2	21.9	154.9
Equals: Disposable personal income	1.1	18.9	40.5	41.2	602.1	-199.9	-91.0	-93.3
Less: Personal outlays	37.7	-7.9	51.1	37.9	70.1	51.6	14.4	4.0
Personal consumption expenditures.....	43.2	-1.9	57.0	33.8	70.7	52.2	14.2	3.9
Durable goods.....	-1.5	2.9	-10.1	-2.1	2.3	-16.4	-32.7	14.3
Nondurable goods.....	13.1	-11.8	35.1	20.2	35.0	37.6	14.8	-17.8
Services.....	31.6	6.9	32.0	15.7	33.4	30.9	32.2	7.5
Personal interest payments ¹	-6.1	-6.2	-6.1	-0.9	-0.9	-0.9	-0.3	-0.4
Personal current transfer payments.....	0.7	0.2	0.2	5.1	0.3	0.3	0.4	0.4
To government.....	0.1	0.2	0.2	0.3	0.3	0.3	0.4	0.4
To the rest of the world (net).....	0.6	0.0	0.0	4.8	0.0	0.0	0.0	0.0
Equals: Personal saving	-36.6	26.7	-10.5	3.3	532.0	-251.6	-105.2	-97.4
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	-26.2	4.1	6.9	13.7	456.5	-232.7	-130.5	-78.8

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					
			2007				2008	
			I	II	III	IV	I	II ^r
Personal income	724.1	669.3	248.3	104.5	152.9	141.7	88.4	228.4
Compensation of employees, received	406.8	386.0	147.9	26.1	79.2	101.7	68.7	62.1
Wage and salary disbursements	355.5	334.8	131.8	16.7	67.0	87.8	52.5	50.6
Private industries.....	313.3	282.5	113.7	8.5	54.5	76.4	34.9	37.0
Goods-producing industries.....	68.0	38.2	15.5	2.3	3.6	13.9	-0.5	-1.4
Manufacturing.....	27.2	14.8	8.2	-2.4	-0.6	6.8	-1.8	0.1
Services-producing industries.....	245.4	244.2	98.1	6.3	50.7	62.7	35.2	38.5
Trade, transportation, and utilities.....	48.5	48.5	16.3	15.7	-1.2	13.0	2.1	-1.1
Other services-producing industries.....	196.9	195.7	81.9	-9.4	52.0	49.5	33.3	39.5
Government.....	42.3	52.2	18.0	8.2	12.7	11.3	17.6	13.7
Supplements to wages and salaries	51.2	51.3	16.1	9.4	12.2	13.9	16.2	11.4
Employer contributions for employee pension and insurance funds..	30.8	35.1	9.5	10.1	8.8	9.4	9.4	9.1
Employer contributions for government social insurance	20.4	16.2	6.5	-0.6	3.4	4.5	6.8	2.3
Proprietors' income with inventory valuation and capital consumption adjustments	54.9	41.5	14.8	13.0	13.6	10.0	-2.1	5.2
Farm.....	-17.9	27.8	15.6	3.0	5.1	-0.3	-5.5	-3.6
Nonfarm.....	72.9	13.6	-0.8	10.0	8.5	10.3	3.4	8.9
Rental income of persons with capital consumption adjustment	3.4	-4.3	-3.1	9.5	-2.8	-3.2	0.5	19.5
Personal income receipts on assets	227.9	175.3	42.3	51.6	48.4	25.3	-2.1	-1.8
Personal interest income	103.4	88.9	26.6	33.9	30.1	6.5	-18.1	-15.9
Personal dividend income.....	124.5	86.4	15.7	17.8	18.2	18.8	16.0	14.1
Personal current transfer receipts	82.3	110.3	65.9	3.5	21.4	17.2	40.3	148.2
Government social benefits to persons	96.2	103.3	62.2	2.2	20.5	16.7	41.1	148.1
Old-age, survivors, disability, and health insurance benefits.....	94.4	60.5	22.7	15.6	11.3	0.8	22.8	17.6
Government unemployment insurance benefits.....	-1.4	2.4	0.9	-0.1	1.3	1.8	3.9	3.2
Other.....	3.2	40.3	38.5	-13.3	7.9	14.2	14.4	127.2
Other current transfer receipts, from business (net).....	-13.9	7.0	3.7	1.3	0.8	0.6	-0.9	0.2
Less: Contributions for government social insurance	51.2	39.6	19.4	-0.7	6.9	9.3	16.9	4.8
Less: Personal current taxes	145.4	139.6	59.9	29.9	12.2	18.9	14.5	-180.9
Equals: Disposable personal income	578.7	529.8	188.4	74.5	140.8	122.7	74.0	409.3
Less: Personal outlays	540.5	543.1	165.2	152.7	125.1	127.2	95.7	133.3
Personal consumption expenditures	513.1	503.0	167.9	132.6	108.1	127.1	109.6	135.7
Durable goods	31.3	30.7	18.4	8.7	0.9	-3.2	-12.0	-11.7
Nondurable goods	171.1	147.8	57.7	56.2	28.9	59.6	44.5	75.5
Services.....	310.7	324.5	91.8	67.6	78.4	70.7	77.1	71.9
Personal interest payments ¹	20.4	30.0	-6.1	18.6	15.6	-1.5	-15.0	-7.9
Personal current transfer payments	7.0	10.1	3.4	1.6	1.2	1.7	1.0	5.6
To government.....	3.7	5.0	1.4	1.2	1.0	0.7	0.4	0.8
To the rest of the world (net).....	3.2	5.2	1.9	0.3	0.3	1.0	0.6	4.8
Equals: Personal saving	38.2	-13.3	23.2	-78.2	15.7	-4.4	-21.8	276.0
Addendum:								
Real disposable personal income, billions of chained (2000) dollars ²	285.6	237.0	91.5	-13.2	66.6	12.0	-15.2	246.7

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

	2008							
	January	February	March	April ^r	May ^r	June ^r	July ^r	August ^p
	Billions of chained (2000) dollars, seasonally adjusted at annual rates							
Personal consumption expenditures	8,317.3	8,304.6	8,326.2	8,334.6	8,355.1	8,334.4	8,293.0	8,293.3
Durable goods.....	1,239.7	1,241.8	1,229.5	1,230.8	1,237.1	1,217.0	1,178.0	1,196.7
Nondurable goods.....	2,395.4	2,388.3	2,410.1	2,419.0	2,427.3	2,415.9	2,399.2	2,392.4
Services	4,706.2	4,699.6	4,707.3	4,705.7	4,712.8	4,717.9	4,721.0	4,715.6
	Change from preceding period in billions of chained (2000) dollars, seasonally adjusted at annual rates							
Personal consumption expenditures	10.1	-12.7	21.6	8.4	20.5	-20.7	-41.4	0.3
Durable goods.....	-3.3	2.1	-12.3	1.3	6.3	-20.1	-39.0	18.7
Nondurable goods.....	-5.0	-7.1	21.8	8.9	8.3	-11.4	-16.7	-6.8
Services	16.6	-6.6	7.7	-1.6	7.1	5.1	3.1	-5.4
	Percent change from preceding period in chained (2000) dollars, seasonally adjusted at monthly rates							
Personal consumption expenditures	0.1	-0.2	0.3	0.1	0.2	-0.2	-0.5	0.0
Durable goods.....	-0.3	0.2	-1.0	0.1	0.5	-1.6	-3.2	1.6
Nondurable goods.....	-0.2	-0.3	0.9	0.4	0.3	-0.5	-0.7	-0.3
Services	0.4	-0.1	0.2	0.0	0.2	0.1	0.1	-0.1

p Preliminary
r Revised

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

	2006	2007	Seasonally adjusted at annual rates					
			2007				2008	
			I	II	III	IV	I	II ^r
	Billions of chained (2000) dollars							
Personal consumption expenditures	8,029.0	8,252.8	8,197.2	8,237.3	8,278.5	8,298.2	8,316.1	8,341.3
Durable goods.....	1,185.1	1,242.4	1,227.3	1,242.3	1,249.4	1,250.6	1,237.0	1,228.3
Nondurable goods.....	2,335.3	2,392.6	2,380.1	2,391.5	2,398.6	2,400.2	2,397.9	2,420.7
Services	4,529.9	4,646.2	4,616.1	4,632.7	4,659.8	4,676.1	4,704.3	4,712.1
	Change from preceding period in billions of chained (2000) dollars							
Personal consumption expenditures	237.3	223.8	77.3	40.1	41.2	19.7	17.9	25.2
Durable goods.....	50.7	57.3	26.6	15.0	7.1	1.2	-13.6	-8.7
Nondurable goods.....	82.6	57.3	20.3	11.4	7.1	1.6	-2.3	22.8
Services	109.0	116.3	34.6	16.6	27.1	16.3	28.2	7.8
	Percent change from preceding period in chained (2000) dollars							
Personal consumption expenditures	3.0	2.8	3.9	2.0	2.0	1.0	0.9	1.2
Durable goods.....	4.5	4.8	9.2	5.0	2.3	0.4	-4.3	-2.8
Nondurable goods.....	3.7	2.5	3.5	1.9	1.2	0.3	-0.4	3.9
Services	2.5	2.6	3.1	1.4	2.4	1.4	2.4	0.7

r Revised

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

	2008							
	January	February	March	April ^r	May ^r	June ^r	July ^r	August ^p
	Chain-type price indexes (2000=100), seasonally adjusted							
Personal consumption expenditures (PCE)	120.052	120.212	120.585	120.869	121.419	122.346	123.129	123.171
Durable goods.....	86.508	86.598	86.636	86.382	86.123	86.205	86.277	86.129
Nondurable goods.....	123.030	122.903	123.245	123.625	124.646	126.793	128.294	127.910
Services.....	126.760	127.083	127.557	127.934	128.451	128.967	129.563	129.870
Addenda:								
PCE excluding food and energy.....	115.975	116.141	116.357	116.532	116.742	117.072	117.409	117.695
Market-based PCE ¹	118.262	118.392	118.701	119.003	119.578	120.574	121.374	121.315
Market-based PCE excluding food and energy ¹	112.900	113.029	113.134	113.309	113.482	113.775	114.043	114.257
	Percent change from preceding period in price indexes, seasonally adjusted at monthly rates							
PCE	0.3	0.1	0.3	0.2	0.5	0.8	0.6	0.0
Durable goods.....	0.1	0.1	0.0	-0.3	-0.3	0.1	0.1	-0.2
Nondurable goods.....	0.7	-0.1	0.3	0.3	0.8	1.7	1.2	-0.3
Services.....	0.2	0.3	0.4	0.3	0.4	0.4	0.5	0.2
Addenda:								
PCE excluding food and energy.....	0.2	0.1	0.2	0.2	0.2	0.3	0.3	0.2
Market-based PCE ¹	0.3	0.1	0.3	0.3	0.5	0.8	0.7	0.0
Market-based PCE excluding food and energy ¹	0.2	0.1	0.1	0.2	0.2	0.3	0.2	0.2

p Preliminary
r Revised

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

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

	2008							
	January	February	March	April ^r	May ^r	June ^r	July ^r	August ^p
Disposable personal income	0.8	0.5	0.4	0.9	6.4	3.5	1.6	0.3
Personal consumption expenditures	1.7	1.2	1.5	1.3	1.4	1.1	0.4	0.1
Durable goods.....	1.3	1.4	-0.3	-0.1	-1.7	-1.6	-4.5	-4.7
Nondurable goods.....	0.8	0.5	0.9	1.5	1.4	0.7	-0.3	0.1
Services.....	2.1	1.4	2.2	1.5	2.0	1.7	1.5	0.9

p Preliminary
r Revised

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

	2008							
	January	February	March	April ^r	May ^r	June ^r	July ^r	August ^p
Personal consumption expenditures (PCE)	3.6	3.5	3.4	3.4	3.5	4.1	4.6	4.5
Durable goods.....	-1.3	-1.4	-1.2	-1.2	-1.3	-1.3	-1.0	-0.9
Nondurable goods.....	6.5	6.1	5.6	5.5	5.6	7.2	8.2	8.0
Services.....	3.2	3.1	3.3	3.3	3.4	3.5	3.8	3.8
Addenda:								
PCE excluding food and energy.....	2.2	2.1	2.2	2.2	2.2	2.3	2.5	2.6
Market-based PCE ¹	3.5	3.4	3.3	3.3	3.5	4.1	4.7	4.6
Market-based PCE excluding food and energy ¹	1.8	1.7	1.7	1.8	1.9	2.0	2.1	2.2

p Preliminary
r Revised

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