

FOR WIRE TRANSMISSION: 8:30 A.M. EDT, Tuesday, May 29, 2001

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Recorded message: 606-5303

BEA 01-14

PERSONAL INCOME AND OUTLAYS: APRIL 2001

Personal income increased \$24.2 billion, or 0.3 percent, and disposable personal income (DPI) increased \$22.9 billion, or 0.3 percent, in April, according to the Commerce Department's Bureau of Economic Analysis. Personal consumption expenditures (PCE) increased \$28.9 billion, or 0.4 percent. In March, personal income increased \$42.7 billion, or 0.5 percent, DPI increased \$35.0 billion, or 0.5 percent, and PCE increased \$15.9 billion, or 0.2 percent, based on revised estimates.

| | 2000 Dec. | Jan. (Percent change from preceding month) | Feb. | 2001 Mar. | Apr. |
|------------------------------------|--------------|---|------|--------------|------|
| Personal income, current dollars | 0.5 | 0.6 | 0.5 | 0.5 | 0.3 |
| Disposable personal income: | | | | | |
| Current dollars | .4 | .5 | .5 | .5 | .3 |
| Chained (1996) dollars | .3 | .0 | .3 | .5 | .1 |
| Personal consumption expenditures: | | | | | |
| Current dollars | .3 | 1.1 | .1 | .2 | .4 |
| Chained (1996) dollars | .2 | .6 | -.2 | .2 | .2 |

Wages and salaries

Private wage and salary disbursements increased \$21.7 billion in April, compared with an increase of \$23.8 billion in March. Goods-producing industries' payrolls decreased \$1.6 billion, in contrast to an increase of \$4.4 billion; manufacturing payrolls increased \$0.4 billion, compared with an increase of \$0.6 billion. Distributive industries' payrolls increased \$8.0 billion, compared with an increase of \$5.2 billion. Service industries' payrolls increased \$15.3 billion, compared with an increase of \$14.2 billion. Government wage and salary disbursements increased \$3.2 billion, compared with an increase of \$2.4 billion.

Other personal income

Proprietors' income decreased \$1.0 billion in April, in contrast to an increase of \$8.6 billion in March. Farm proprietors' income decreased \$3.7 billion, in contrast to an increase of \$3.7 billion. The changes in farm proprietors' income reflected the pattern of specially authorized federal farm subsidy payments, which were \$4.7 billion (at an annual rate) in April, \$8.6 billion in March, and \$4.6 billion in February. Nonfarm proprietors' income increased \$2.7 billion in April, compared with an increase of \$4.9 billion in March.

Transfer payments increased \$2.7 billion in April, compared with an increase of \$7.8 billion in March. Personal interest income decreased \$3.8 billion, compared with a decrease of \$3.9 billion. Personal dividend income increased \$2.1 billion in April, the same increase as in March. Rental income of persons decreased \$1.1 billion in April, in contrast to an increase of \$1.7 billion in March.

Personal contributions for social insurance -- a subtraction in calculating personal income -- increased \$1.7 billion in April, the same increase as in March.

Personal taxes and disposable personal income

Personal tax and nontax payments increased \$1.3 billion in April, compared with an increase of \$7.7 billion in March. Disposable personal income (DPI) -- personal income less personal tax and nontax payments -- increased \$22.9 billion, or 0.3 percent, in April, compared with an increase of \$35.0 billion, or 0.5 percent, in March.

Personal outlays and personal saving

Personal outlays -- PCE, interest paid by persons, and personal transfer payments to the rest of the world (net) -- increased \$30.0 billion in April, compared with an increase of \$16.7 billion in March. PCE increased \$28.9 billion, compared with an increase of \$15.9 billion.

Personal saving -- DPI less personal outlays -- was a negative \$49.7 billion in April, compared with a negative \$42.6 billion in March. 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. Personal saving as a percentage of disposable personal income was a negative 0.7 percent in April, compared with a negative 0.6 percent in March.

Real DPI and real PCE

Real DPI -- DPI adjusted to remove price changes -- increased 0.1 percent in April, compared with an increase of 0.5 percent in March.

Real PCE -- PCE adjusted to remove price changes -- increased 0.2 percent in April, the same increase as in March. Purchases of durable goods decreased 0.4 percent in April, the same decrease as in March. Purchases of motor vehicles and parts more than accounted for the April and March decreases. Purchases of nondurable goods increased 0.3 percent in April, in contrast to a decrease of 0.1 percent in March. Purchases of services increased 0.2 percent, compared with an increase of 0.5 percent.

Revisions

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

| | Change from preceding month | | | | | | | |
|------------------------------------|-----------------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|
| | February | | | | March | | | |
| | Previous (Dollars) | Revised (Dollars) | Previous (Percent) | Revised (Percent) | Previous (Dollars) | Revised (Dollars) | Previous (Percent) | Revised (Percent) |
| Personal Income: | | | | | | | | |
| Current dollars | 41.5 | 45.0 | 0.5 | 0.5 | 40.8 | 42.7 | 0.5 | 0.5 |
| Disposable personal income: | | | | | | | | |
| Current dollars | 34.5 | 37.7 | .5 | .5 | 34.0 | 35.0 | .5 | .5 |
| Chained (1996) dollars | 14.4 | 17.8 | .2 | .3 | 27.7 | 30.5 | .4 | .5 |
| Personal consumption expenditures: | | | | | | | | |
| Current dollars | 13.0 | 7.0 | .2 | .1 | 18.6 | 15.9 | .3 | .2 |
| Chained (1996) dollars | -4.9 | -9.9 | -.1 | -.2 | 13.6 | 13.0 | .2 | .2 |

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Next release -- Personal Income and Outlays for May will be released on
July 2, 2001, at 8:30 A.M. EDT.

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Table 1.-Personal Income
[Billions of dollars; months seasonally adjusted at annual rates]

| | 1999 | 2000 | Nov 00 | Dec 00 | Jan 01/r/ | Feb 01/r/ | Mar 01/r/ | Apr 01/p/ |
|---|---------|---------|---------|---------|-----------|-----------|-----------|-----------|
| Personal income..... | 7,789.6 | 8,281.7 | 8,422.1 | 8,461.0 | 8,510.7 | 8,555.7 | 8,598.4 | 8,622.6 |
| Wage and salary disbursements..... | 4,470.0 | 4,769.4 | 4,872.7 | 4,884.7 | 4,921.2 | 4,952.9 | 4,979.2 | 5,004.1 |
| Private industries..... | 3,745.6 | 4,008.5 | 4,105.3 | 4,115.3 | 4,142.7 | 4,168.4 | 4,192.2 | 4,213.9 |
| Goods-producing industries.... | 1,089.2 | 1,153.2 | 1,177.0 | 1,169.4 | 1,182.1 | 1,183.1 | 1,187.5 | 1,185.9 |
| Manufacturing..... | 782.4 | 815.9 | 829.3 | 822.3 | 823.7 | 822.8 | 823.4 | 823.8 |
| Distributive industries..... | 1,020.3 | 1,107.3 | 1,144.5 | 1,152.3 | 1,158.2 | 1,168.3 | 1,173.5 | 1,181.5 |
| Service industries..... | 1,636.0 | 1,748.0 | 1,783.8 | 1,793.6 | 1,802.4 | 1,817.1 | 1,831.3 | 1,846.6 |
| Government..... | 724.4 | 760.9 | 767.4 | 769.4 | 778.5 | 784.6 | 787.0 | 790.2 |
| Other labor income..... | 501.0 | 524.0 | 533.9 | 536.1 | 539.1 | 541.3 | 543.2 | 545.3 |
| Proprietors' income with inventory valuation and capital consumption adjustments..... | 663.5 | 710.4 | 710.5 | 717.3 | 716.9 | 724.4 | 733.0 | 732.0 |
| Farm..... | 25.3 | 22.6 | 15.4 | 21.6 | 17.2 | 21.0 | 24.7 | 21.0 |
| Nonfarm..... | 638.2 | 687.8 | 695.1 | 695.7 | 699.7 | 703.4 | 708.3 | 711.0 |
| Rental income of persons with capital consumption adjustment... | 143.4 | 140.0 | 134.8 | 137.1 | 136.8 | 138.5 | 140.2 | 139.1 |
| Personal dividend income..... | 370.3 | 396.6 | 407.1 | 409.8 | 412.0 | 414.3 | 416.4 | 418.5 |
| Personal interest income..... | 963.7 | 1,034.3 | 1,051.8 | 1,053.6 | 1,050.6 | 1,047.2 | 1,043.3 | 1,039.5 |
| Transfer payments to persons..... | 1,016.2 | 1,067.8 | 1,078.9 | 1,090.9 | 1,109.2 | 1,114.3 | 1,122.1 | 1,124.8 |
| Old-age, survivors, disability, and health insurance benefits.. | 588.0 | 622.4 | 626.7 | 635.2 | 649.3 | 653.1 | 657.5 | 660.4 |
| Government unemployment insurance benefits..... | 20.3 | 20.1 | 20.8 | 21.2 | 21.5 | 21.6 | 21.4 | 21.5 |
| Other..... | 407.9 | 425.3 | 431.3 | 434.5 | 438.4 | 439.6 | 443.2 | 442.8 |
| Less: Personal contributions for social insurance..... | 338.5 | 360.7 | 367.6 | 368.4 | 375.1 | 377.2 | 378.9 | 380.6 |

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r Revised.

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

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

| | 1999 | 2000 | Nov 00 | Dec 00 | Jan 01/r/ | Feb 01/r/ | Mar 01/r/ | Apr 01/p/ |
|---|---------|---------|---------|---------|-----------|-----------|-----------|-----------|
| Personal income..... | 7,789.6 | 8,281.7 | 8,422.1 | 8,461.0 | 8,510.7 | 8,555.7 | 8,598.4 | 8,622.6 |
| Less: Personal tax and nontax payments..... | 1,152.0 | 1,291.9 | 1,342.9 | 1,351.2 | 1,364.3 | 1,371.7 | 1,379.4 | 1,380.7 |
| Equals: Disposable personal income.. | 6,637.7 | 6,989.8 | 7,079.2 | 7,109.8 | 7,146.3 | 7,184.0 | 7,219.0 | 7,241.9 |
| Less: Personal outlays..... | 6,490.1 | 6,998.3 | 7,138.0 | 7,160.7 | 7,236.0 | 7,244.9 | 7,261.6 | 7,291.6 |
| Personal consumption expenditures. | 6,268.7 | 6,757.3 | 6,889.1 | 6,910.9 | 6,984.1 | 6,991.1 | 7,007.0 | 7,035.9 |
| Interest paid by persons..... | 194.8 | 212.2 | 219.8 | 220.8 | 223.1 | 225.0 | 225.8 | 226.8 |
| Personal transfer payments to the rest of the world (net)..... | 26.6 | 28.8 | 29.0 | 29.0 | 28.8 | 28.8 | 28.8 | 28.8 |
| Equals: Personal saving..... | 147.6 | -8.5 | -58.8 | -50.9 | -89.7 | -60.9 | -42.6 | -49.7 |
| Addenda: | | | | | | | | |
| Disposable personal income: | | | | | | | | |
| Chained (1996) dollars\1\..... | 6,331.0 | 6,511.0 | 6,548.2 | 6,567.6 | 6,570.3 | 6,588.1 | 6,618.6 | 6,622.7 |
| Per capita: | | | | | | | | |
| Current dollars..... | 24,314 | 25,379 | 25,613 | 25,706 | 25,818 | 25,934 | 26,040 | 26,103 |
| Chained (1996) dollars..... | 23,191 | 23,640 | 23,692 | 23,745 | 23,737 | 23,783 | 23,875 | 23,871 |
| Population (thousands)..... | 272,996 | 275,423 | 276,389 | 276,585 | 276,798 | 277,011 | 277,223 | 277,436 |
| Personal saving as a percentage of disposable personal income.... | 2.2 | -.1 | -.8 | -.7 | -1.3 | -.8 | -.6 | -.7 |

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1. Disposable personal income in chained (1996) dollars equals the current-dollar figure divided by the implicit price deflator for personal consumption expenditures.
2. 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 estimate is the average of the monthly estimates. Prior to January 2001, first-of-the-month estimates are from Census Bureau surveys and are consistent with the 1990 Census of Population. Beginning with January 2001, first-of-the-month estimates are derived by BEA based on extrapolations of the Census Bureau estimates.

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

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

| | 1999 | 2000 | Nov 00 | Dec 00 | Jan 01/r/ | Feb 01/r/ | Mar 01/r/ | Apr 01/p/ |
|---|--------|--------|--------|--------|-----------|-----------|-----------|-----------|
| Personal income..... | 398.6 | 492.1 | 16.1 | 38.9 | 49.7 | 45.0 | 42.7 | 24.2 |
| Wage and salary disbursements.... | 279.3 | 299.4 | 14.0 | 12.0 | 36.5 | 31.7 | 26.3 | 24.9 |
| Private industries..... | 247.6 | 262.9 | 14.3 | 10.0 | 27.4 | 25.7 | 23.8 | 21.7 |
| Goods-producing industries.... | 50.6 | 64.0 | 3.6 | -7.6 | 12.7 | 1.0 | 4.4 | -1.6 |
| Manufacturing..... | 25.8 | 33.5 | 1.5 | -7.0 | 1.4 | -.9 | .6 | .4 |
| Distributive industries..... | 71.2 | 87.0 | 8.0 | 7.8 | 5.9 | 10.1 | 5.2 | 8.0 |
| Service industries..... | 125.7 | 112.0 | 2.6 | 9.8 | 8.8 | 14.7 | 14.2 | 15.3 |
| Government..... | 31.7 | 36.5 | -.3 | 2.0 | 9.1 | 6.1 | 2.4 | 3.2 |
| Other labor income..... | 15.5 | 23.0 | 1.9 | 2.2 | 3.0 | 2.2 | 1.9 | 2.1 |
| Proprietors' income with inventory valuation and capital consumption adjustments..... | 42.8 | 46.9 | -1.2 | 6.8 | -.4 | 7.5 | 8.6 | -1.0 |
| Farm..... | -.1 | -2.7 | -1.6 | 6.2 | -4.4 | 3.8 | 3.7 | -3.7 |
| Nonfarm..... | 43.0 | 49.6 | .4 | .6 | 4.0 | 3.7 | 4.9 | 2.7 |
| Rental income of persons with capital consumption adjustment... | 8.0 | -3.4 | .5 | 2.3 | -.3 | 1.7 | 1.7 | -1.1 |
| Personal dividend income..... | 19.2 | 26.3 | 2.4 | 2.7 | 2.2 | 2.3 | 2.1 | 2.1 |
| Personal interest income..... | 22.9 | 70.6 | 2.6 | 1.8 | -3.0 | -3.4 | -3.9 | -3.8 |
| Transfer payments to persons..... | 33.2 | 51.6 | -3.3 | 12.0 | 18.3 | 5.1 | 7.8 | 2.7 |
| Old-age, survivors, disability, and health insurance benefits.. | 10.0 | 34.4 | -2.4 | 8.5 | 14.1 | 3.8 | 4.4 | 2.9 |
| Government unemployment insurance benefits..... | .8 | -.2 | .3 | .4 | .3 | .1 | -.2 | .1 |
| Other..... | 22.5 | 17.4 | -1.2 | 3.2 | 3.9 | 1.2 | 3.6 | -.4 |
| Less: Personal contributions for social insurance..... | 22.3 | 22.2 | .9 | .8 | 6.7 | 2.1 | 1.7 | 1.7 |
| Less: Personal tax and nontax payments..... | 81.1 | 139.9 | 8.7 | 8.3 | 13.1 | 7.4 | 7.7 | 1.3 |
| Equals: Disposable personal income.. | 317.7 | 352.1 | 7.4 | 30.6 | 36.5 | 37.7 | 35.0 | 22.9 |
| Less: Personal outlays..... | 435.4 | 508.2 | 21.0 | 22.7 | 75.3 | 8.9 | 16.7 | 30.0 |
| Personal consumption expenditures. | 417.8 | 488.6 | 18.4 | 21.8 | 73.2 | 7.0 | 15.9 | 28.9 |
| Interest paid by persons..... | 15.0 | 17.4 | 2.5 | 1.0 | 2.3 | 1.9 | .8 | 1.0 |
| Personal transfer payments to the rest of the world (net)..... | 2.6 | 2.2 | .0 | .0 | -.2 | .0 | .0 | .0 |
| Equals: Personal saving..... | -117.8 | -156.1 | -13.6 | 7.9 | -38.8 | 28.8 | 18.3 | -7.1 |
| Addendum: | | | | | | | | |
| Disposable personal income: chained (1996) dollars\1\..... | 196.9 | 180.0 | -1.9 | 19.4 | 2.7 | 17.8 | 30.5 | 4.1 |

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r Revised.

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

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Table 4-Personal Consumption Expenditures by Major Type of Product
[Billions of dollars; months seasonally adjusted at annual rates]

| | 1999 | 2000 | Nov 00 | Dec 00 | Jan 01/r/ | Feb 01/r/ | Mar 01/r/ | Apr 01/p/ |
|--|---------|---------|---------|---------|-----------|-----------|-----------|-----------|
| Billions of current dollars | | | | | | | | |
| Personal consumption expenditures... | 6,268.7 | 6,757.3 | 6,889.1 | 6,910.9 | 6,984.1 | 6,991.1 | 7,007.0 | 7,035.9 |
| Durable goods..... | 761.3 | 820.3 | 816.0 | 805.8 | 831.8 | 844.7 | 838.6 | 833.4 |
| Nondurable goods..... | 1,845.5 | 2,010.0 | 2,044.4 | 2,048.9 | 2,076.4 | 2,061.0 | 2,054.6 | 2,068.9 |
| Services..... | 3,661.9 | 3,927.0 | 4,028.7 | 4,056.2 | 4,075.9 | 4,085.4 | 4,113.8 | 4,133.6 |
| Billions of chained (1996) dollars | | | | | | | | |
| Personal consumption expenditures... | 5,978.8 | 6,294.3 | 6,372.4 | 6,383.8 | 6,421.1 | 6,411.2 | 6,424.2 | 6,434.4 |
| Durable goods..... | 817.8 | 896.0 | 896.1 | 884.8 | 911.9 | 929.2 | 925.7 | 922.2 |
| Nondurable goods..... | 1,779.4 | 1,869.0 | 1,883.7 | 1,890.4 | 1,910.7 | 1,887.0 | 1,885.4 | 1,890.4 |
| Services..... | 3,390.8 | 3,543.9 | 3,605.2 | 3,619.0 | 3,613.3 | 3,612.7 | 3,629.5 | 3,637.3 |
| Chain-type price indexes (1996=100) | | | | | | | | |
| Personal consumption expenditures... | 104.85 | 107.36 | 108.12 | 108.27 | 108.78 | 109.06 | 109.08 | 109.36 |
| Durable goods..... | 93.09 | 91.54 | 91.05 | 91.06 | 91.21 | 90.89 | 90.57 | 90.35 |
| Nondurable goods..... | 103.71 | 107.56 | 108.55 | 108.40 | 108.69 | 109.24 | 108.99 | 109.46 |
| Services..... | 107.99 | 110.81 | 111.76 | 112.09 | 112.81 | 113.09 | 113.35 | 113.66 |
| Addendum: | | | | | | | | |
| Personal consumption expenditures less food and energy..... | 105.11 | 106.79 | 107.36 | 107.47 | 107.81 | 108.08 | 108.21 | 108.41 |
| Change from preceding period | | | | | | | | |
| Billions of current dollars | | | | | | | | |
| Personal consumption expenditures... | 417.8 | 488.6 | 18.4 | 21.8 | 73.2 | 7.0 | 15.9 | 28.9 |
| Durable goods..... | 67.4 | 59.0 | -9.8 | -10.2 | 26.0 | 12.9 | -6.1 | -5.2 |
| Nondurable goods..... | 137.9 | 164.5 | -3.0 | 4.5 | 27.5 | -15.4 | -6.4 | 14.3 |
| Services..... | 212.6 | 265.1 | 31.2 | 27.5 | 19.7 | 9.5 | 28.4 | 19.8 |
| Billions of chained (1996) dollars | | | | | | | | |
| Personal consumption expenditures... | 300.1 | 315.5 | 8.6 | 11.4 | 37.3 | -9.9 | 13.0 | 10.2 |
| Durable goods..... | 90.5 | 78.2 | -11.0 | -11.3 | 27.1 | 17.3 | -3.5 | -3.5 |
| Nondurable goods..... | 94.6 | 89.6 | -4.6 | 6.7 | 20.3 | -23.7 | -1.6 | 5.0 |
| Services..... | 121.4 | 153.1 | 21.8 | 13.8 | -5.7 | -6 | 16.8 | 7.8 |

p Preliminary.

r Revised.

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

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Table 5.-Percent Change From Preceding Period in Selected Series

| | 1999 | 2000 | Nov 00 | Dec 00 | Jan 01/r/ | Feb 01/r/ | Mar 01/r/ | Apr 01/p/ |
|--------------------------------------|------|------|--------|--------|-----------|-----------|-----------|-----------|
| Based on current dollars | | | | | | | | |
| Personal income..... | 5.4 | 6.3 | .2 | .5 | .6 | .5 | .5 | .3 |
| Disposable personal income..... | 5.0 | 5.3 | .1 | .4 | .5 | .5 | .5 | .3 |
| Personal consumption expenditures... | 7.1 | 7.8 | .3 | .3 | 1.1 | .1 | .2 | .4 |
| Durable goods..... | 9.7 | 7.8 | -1.2 | -1.3 | 3.2 | 1.5 | -.7 | -.6 |
| Nondurable goods..... | 8.1 | 8.9 | -.1 | .2 | 1.3 | -.7 | -.3 | .7 |
| Services..... | 6.2 | 7.2 | .8 | .7 | .5 | .2 | .7 | .5 |
| Based on chained (1996) dollars | | | | | | | | |
| Disposable personal income..... | 3.2 | 2.8 | .0 | .3 | .0 | .3 | .5 | .1 |
| Personal consumption expenditures... | 5.3 | 5.3 | .1 | .2 | .6 | -.2 | .2 | .2 |
| Durable goods..... | 12.4 | 9.6 | -1.2 | -1.3 | 3.1 | 1.9 | -.4 | -.4 |
| Nondurable goods..... | 5.6 | 5.0 | -.2 | .4 | 1.1 | -1.2 | -.1 | .3 |
| Services..... | 3.7 | 4.5 | .6 | .4 | -.2 | .0 | .5 | .2 |

p Preliminary.

r Revised.

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