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PERSONAL INCOME AND OUTLAYS: JANUARY 2003

Personal income increased \$24.1 billion, or 0.3 percent, and disposable personal income (DPI) increased \$24.1 billion, or 0.3 percent, in January, according to the Bureau of Economic Analysis. Personal consumption expenditures (PCE) decreased \$8.7 billion, or 0.1 percent. In December, personal income increased \$31.6 billion, or 0.3 percent, DPI increased \$29.6 billion, or 0.4 percent, and PCE increased \$73.1 billion, or 1.0 percent, based on revised estimates.

	<u>2002</u>				<u>2003</u>
	<u>Sept.</u>	<u>Oct.</u>	<u>Nov.</u>	<u>Dec.</u>	<u>Jan.</u>
	(Percent change from preceding month)				
Personal income, current dollars	0.3	0.3	0.3	0.3	0.3
Disposable personal income:					
Current dollars	0.4	0.3	0.3	0.4	0.3
Chained (1996) dollars	0.2	0.2	0.3	0.3	0.2
Personal consumption expenditures:					
Current dollars	-0.4	0.3	0.4	1.0	-0.1
Chained (1996) dollars	-0.6	0.2	0.4	0.9	-0.3

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 (1996) dollars.

This news release is available on BEA's Web site at <www.bea.gov/bea/rels.htm>.

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The January change in personal income was affected by several special factors. The January change was boosted by cost-of-living adjustments to several federal transfer payment programs, by changes in the earned income credit program, and by pay raises for federal civilian and military personnel. The January change was reduced by annual adjustments to personal contributions for social insurance and by lump-sum social security benefit payments that had boosted December personal income. Excluding these special factors, personal income increased \$17.2 billion, or 0.2 percent, in January, after increasing \$25.6 billion, or 0.3 percent, in December. These special factors are discussed more fully below.

Wages and salaries

Private wage and salary disbursements decreased \$0.8 billion in January, in contrast to an increase of \$9.9 billion in December. Goods-producing industries' payrolls increased \$0.1 billion, compared with an increase of \$2.3 billion; manufacturing payrolls increased \$0.2 billion, compared with an increase of \$0.5 billion. Distributive industries' payrolls decreased \$7.2 billion, in contrast to an increase of \$1.9 billion. Service industries' payrolls increased \$6.2 billion, compared with an increase of \$5.7 billion.

Government wage and salary disbursements increased \$8.2 billion in January, compared with an increase of \$1.9 billion in December. Pay raises for federal civilian and military personnel added \$5.4 billion to government payrolls in January.

Other personal income

Proprietors' income increased \$8.1 billion in January, compared with an increase of \$4.3 billion in December. Farm proprietors' income increased \$1.8 billion, in contrast to a decrease of \$1.6 billion. Nonfarm proprietors' income increased \$6.4 billion, compared with an increase of \$5.8 billion.

Transfer payments increased \$6.2 billion in January, compared with an increase of \$11.8 billion in December. The January change in transfer payments reflected 1.4-percent cost-of-living adjustments to social security benefits and to several other federal transfer payment programs and changes in the earned income credit program; together, these changes added \$11.0 billion to the January increase. The January change in transfer payments was reduced by lump-sum social security benefits payments, which had added \$6.0 billion to December transfer payments; these benefit payments resulted from a recalculation of the earnings base underlying the benefits for recent retirees.

Personal interest income decreased \$1.6 billion in January, compared with a decrease of \$0.3 billion in December. Personal dividend income increased \$2.6 billion, compared with an increase of \$2.2 billion. Rental income of persons increased \$0.8 billion, in contrast to a decrease of \$1.8 billion.

Personal contributions for social insurance -- a subtraction in calculating personal income -- increased \$3.2 billion in January, compared with an increase of \$0.9 billion in December. The January increase reflected an increase in the social security taxable wage base for employees and the self-employed (from \$84,900 to \$87,000) and an increase in the monthly premium paid by participants in the supplementary medical insurance program (Medicare B), which together added \$3.5 billion to January personal contributions.

Personal taxes and disposable personal income

Personal tax and nontax payments was unchanged in January; personal tax and nontax payments increased \$2.0 billion in December. Indexation provisions of current tax law reduced federal income tax payments by \$5.2 billion in January.

Disposable personal income (DPI) -- personal income less personal tax and nontax payments -- increased \$24.1 billion, or 0.3 percent, in January, compared with an increase of \$29.6 billion, or 0.4 percent, in December.

Personal outlays and personal saving

Personal outlays -- PCE, interest paid by persons, and personal transfer payments to the rest of the world (net) -- decreased \$9.1 billion in January, in contrast to an increase of \$70.9 billion in December. PCE decreased \$8.7 billion, in contrast to an increase of \$73.1 billion.

Personal saving -- DPI less personal outlays -- was \$342.0 billion in January, compared with \$308.8 billion in December. Personal saving as a percentage of disposable personal income was 4.3 percent in January, compared with 3.9 percent in December.

Real DPI and real PCE

Real DPI -- DPI adjusted to remove price changes -- increased 0.2 percent in January, compared with an increase of 0.3 percent in December.

Real PCE -- PCE adjusted to remove price changes -- decreased 0.3 percent in January, in contrast to an increase of 0.9 percent in December. Purchases of durable goods decreased 5.4 percent, in contrast to an increase of 7.2 percent. Purchases of motor vehicles and parts accounted for most of the January decrease and most of the December increase. Purchases of nondurable goods increased 1.0 percent in January, compared with an increase of 0.5 percent in December. Purchases of services increased 0.2 percent, in contrast to a decrease of 0.1 percent.

Revisions

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

	<u>Change from preceding month</u>							
	November				December			
	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>	<u>Previous</u>	<u>Revised</u>
	(Billions of dollars)		(Percent)		(Billions of dollars)		(Percent)	
Personal Income:								
Current dollars.....	27.9	27.0	0.3	0.3	35.3	31.6	0.4	0.3
Disposable personal income:								
Current dollars.....	28.3	27.0	0.4	0.3	32.6	29.6	0.4	0.4
Chained (1996) dollars.....	20.1	18.9	0.3	0.3	27.1	21.8	0.4	0.3
Personal consumption expenditures:								
Current dollars.....	29.4	32.9	0.4	0.4	66.3	73.1	0.9	1.0
Chained (1996) dollars.....	21.5	24.5	0.3	0.4	57.4	61.0	0.9	0.9

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Most of BEA's estimates and analyses appear in the Survey of Current Business, BEA's monthly journal. Subscriptions and single copies of the printed Survey are for sale by the Superintendent of Documents, U.S. Government Printing Office. Internet: <bookstore.gpo.gov>; phone: 202-512-1800; fax: 202-512-2250; mail: Stop SSOP, Washington, DC 20402-0001.

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Next release -- Personal Income and Outlays for February will be released on
March 28, 2003, at 8:30 A.M. EST.

Table 1.—Personal Income and Its Disposition (Months)

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2002							2003
	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^r	Jan. ^p
Personal income	8,971.7	8,965.0	8,992.9	9,022.2	9,049.3	9,076.3	9,107.9	9,132.0
Wage and salary disbursements	5,034.0	5,016.7	5,045.7	5,068.5	5,081.3	5,097.0	5,108.8	5,116.2
Private industries	4,183.1	4,163.1	4,188.0	4,208.6	4,218.0	4,231.4	4,241.3	4,240.5
Goods-producing industries	1,128.2	1,121.8	1,128.1	1,128.2	1,128.3	1,126.7	1,129.0	1,129.1
Manufacturing	771.2	765.6	768.4	766.9	767.1	765.2	765.7	765.9
Distributive industries	1,124.7	1,115.6	1,120.1	1,125.2	1,127.8	1,130.6	1,132.5	1,125.3
Service industries	1,930.2	1,925.7	1,939.7	1,955.1	1,962.0	1,974.1	1,979.8	1,986.0
Government	851.0	853.6	857.7	860.0	863.3	865.6	867.5	875.7
Other labor income	608.5	613.0	617.5	622.1	625.9	630.1	634.5	638.3
Proprietors' income with inventory valuation and capital consumption adjustments	745.1	755.0	757.4	763.8	769.9	770.3	774.6	782.7
Farm	3.3	7.7	10.7	13.8	13.0	11.8	10.2	12.0
Nonfarm	741.7	747.4	746.7	750.0	756.9	758.5	764.3	770.7
Rental income of persons with capital consumption adjustment	158.7	152.4	144.1	135.9	134.1	132.5	130.7	131.5
Personal dividend income	432.7	435.0	437.3	439.4	441.6	443.8	446.0	448.6
Personal interest income	1,088.9	1,084.8	1,080.7	1,076.7	1,076.4	1,076.1	1,075.8	1,074.2
Transfer payments to persons	1,289.9	1,293.2	1,297.3	1,304.6	1,309.8	1,317.6	1,329.4	1,335.6
Old-age, survivors, disability, and health insurance benefits	697.4	699.2	701.9	704.6	704.5	710.3	717.6	717.9
Government unemployment insurance benefits	70.8	68.1	66.9	67.8	66.0	63.3	63.2	60.8
Other	521.7	525.9	528.5	532.3	539.3	544.0	548.6	556.8
Less: Personal contributions for social insurance	386.1	385.2	387.2	388.8	389.8	391.0	391.9	395.1
Less: Personal tax and nontax payments	1,122.0	1,108.8	1,107.1	1,106.2	1,105.7	1,105.7	1,107.7	1,107.7
Equals: Disposable personal income	7,849.7	7,856.2	7,885.8	7,916.0	7,943.6	7,970.6	8,000.2	8,024.3
Less: Personal outlays	7,501.8	7,579.9	7,601.6	7,567.5	7,589.8	7,620.5	7,691.4	7,682.3
Personal consumption expenditures	7,276.7	7,355.7	7,379.3	7,347.2	7,371.5	7,404.4	7,477.5	7,468.8
Durable goods	857.4	901.6	919.0	872.8	847.8	856.8	914.8	862.5
Nondurable goods	2,111.7	2,117.8	2,117.3	2,115.6	2,138.1	2,150.8	2,160.0	2,188.1
Services	4,307.6	4,336.3	4,343.0	4,358.8	4,385.6	4,396.7	4,402.7	4,418.2
Interest paid by persons	193.2	191.3	189.3	187.4	185.2	183.0	180.8	180.3
Personal transfer payments to the rest of the world (net)	31.9	32.9	32.9	32.9	33.1	33.1	33.1	33.1
Equals: Personal saving	347.9	276.3	284.2	348.4	353.8	350.0	308.8	342.0
Addenda:								
Disposable personal income:								
Total, billions of chained (1996) dollars ¹	7,073.9	7,070.1	7,080.7	7,093.7	7,109.4	7,128.3	7,150.1	7,161.3
Per capita:								
Current dollars	27,324	27,324	27,403	27,484	27,557	27,630	27,713	27,779
Chained (1996) dollars	24,623	24,590	24,606	24,629	24,663	24,710	24,768	24,791
Population (thousands) ²	287,284	287,519	287,768	288,024	288,263	288,480	288,682	288,866
Personal saving as a percentage of disposable personal income	4.4	3.5	3.6	4.4	4.5	4.4	3.9	4.3

^p Preliminary.^r Revised.

1. Equals disposable personal income deflated 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.

Table 2.—Personal Income and Its Disposition (Years and Quarters)

[Billions of dollars]

	2001	2002 ^r	Seasonally adjusted at annual rates					
			2001		2002			
			III	IV	I	II	III	IV ^r
Personal income	8,685.3	8,947.2	8,706.2	8,700.9	8,803.4	8,914.0	8,993.3	9,077.8
Wage and salary disbursements	4,950.6	5,023.6	4,953.7	4,931.4	4,957.8	4,997.3	5,043.6	5,095.7
Private industries	4,139.8	4,170.8	4,136.6	4,106.2	4,117.4	4,148.9	4,186.5	4,230.2
Goods-producing industries	1,142.4	1,123.1	1,140.0	1,123.3	1,116.9	1,121.3	1,126.0	1,128.0
Manufacturing	789.4	764.4	783.4	769.9	759.4	765.3	767.0	766.0
Distributive industries	1,109.2	1,119.0	1,110.8	1,098.6	1,110.1	1,115.3	1,120.3	1,130.3
Service industries	1,888.2	1,928.7	1,885.8	1,884.3	1,890.4	1,912.4	1,940.2	1,972.0
Government	810.8	852.8	817.1	825.2	840.4	848.4	857.1	865.5
Other labor income	570.4	610.6	572.4	576.3	590.8	604.1	617.5	630.2
Proprietors' income with inventory valuation and capital consumption adjustments	727.9	756.5	732.4	731.3	748.4	747.5	758.7	771.6
Farm	19.0	12.9	19.3	19.2	21.7	7.5	10.7	11.7
Nonfarm	708.8	743.6	713.1	712.1	726.7	740.0	748.0	759.9
Rental income of persons with capital consumption adjustment	137.9	142.8	140.8	139.3	141.3	153.5	144.1	132.4
Personal dividend income	409.2	433.8	411.0	417.3	423.7	430.3	437.3	443.8
Personal interest income	1,091.3	1,077.2	1,086.4	1,072.9	1,069.9	1,082.3	1,080.7	1,076.1
Transfer payments to persons	1,170.4	1,288.0	1,182.5	1,205.0	1,252.0	1,282.6	1,298.4	1,318.9
Old-age, survivors, disability, and health insurance benefits	664.3	699.8	670.1	674.0	690.2	696.3	701.9	710.8
Government unemployment insurance benefits	31.9	62.9	33.1	41.0	52.3	67.3	67.6	64.2
Other	474.2	525.3	479.3	490.0	509.5	519.0	528.9	543.9
Less: Personal contributions for social insurance	372.3	385.5	373.1	372.7	380.5	383.6	387.0	390.9
Less: Personal tax and nontax payments	1,292.1	1,118.1	1,181.9	1,309.7	1,136.8	1,121.8	1,107.3	1,106.4
Equals: Disposable personal income	7,393.2	7,829.1	7,524.2	7,391.2	7,666.7	7,792.2	7,886.0	7,971.5
Less: Personal outlays	7,223.5	7,522.8	7,222.0	7,329.6	7,396.3	7,477.9	7,583.0	7,633.9
Personal consumption expenditures	6,987.0	7,301.9	6,983.7	7,099.9	7,174.2	7,254.7	7,360.7	7,417.8
Durable goods	835.9	871.7	824.0	882.6	859.0	856.9	897.8	873.2
Nondurable goods	2,041.3	2,115.0	2,044.3	2,044.4	2,085.1	2,108.2	2,116.9	2,149.6
Services	4,109.9	4,315.2	4,115.4	4,172.9	4,230.1	4,289.5	4,346.0	4,395.0
Interest paid by persons	205.4	188.6	206.5	199.1	190.6	191.3	189.3	183.0
Personal transfer payments to the rest of the world (net)	31.1	32.4	31.8	30.6	31.5	31.9	32.9	33.1
Equals: Personal saving	169.7	306.3	302.2	61.5	270.4	314.3	303.0	337.6
Addenda:								
Disposable personal income:								
Total, billions of chained (1996) dollars ¹	6,748.0	7,049.8	6,864.0	6,729.1	6,961.0	7,027.2	7,081.6	7,129.3
Per capita:								
Current dollars	25,957	27,236	26,387	25,853	26,759	27,144	27,404	27,633
Chained (1996) dollars	23,692	24,525	24,071	23,537	24,296	24,479	24,609	24,714
Population (thousands) ²	284,822	287,456	285,154	285,898	286,507	287,072	287,770	288,475
Personal saving as a percentage of disposable personal income	2.3	3.9	4.0	.8	3.5	4.0	3.8	4.2

^r Revised.¹ Equals disposable personal income deflated 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 quarterly and annual estimates are averages of monthly population estimates.

Table 3.—Personal Income and Its Disposition, Change from Preceding Period (Months)

[Billions of dollars]

	Seasonally adjusted at annual rates							
	2002							2003
	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^r	Jan. ^p
Personal income	66.8	-6.7	27.9	29.3	27.1	27.0	31.6	24.1
Wage and salary disbursements	45.0	-17.3	29.0	22.8	12.8	15.7	11.8	7.4
Private industries	42.4	-20.0	24.9	20.6	9.4	13.4	9.9	-8
Goods-producing industries	8.9	-6.4	6.3	.1	-1.6	2.3	.1	.1
Manufacturing	6.9	-5.6	2.8	-1.5	-1.9	.5	.2	.2
Distributive industries	11.5	-9.1	4.5	5.1	2.6	1.9	-7.2	-7.2
Service industries	22.0	-4.5	14.0	15.4	6.9	12.1	5.7	6.2
Government	2.7	2.6	4.1	2.3	3.3	2.3	1.9	8.2
Other labor income	4.6	4.5	4.5	4.6	3.8	4.2	4.4	3.8
Proprietors' income with inventory valuation and capital consumption adjustments	-9	9.9	2.4	6.4	6.1	.4	4.3	8.1
Farm	-1.8	4.4	3.0	3.1	-8	-1.2	-1.6	1.8
Nonfarm .....	.8	5.7	-7	3.3	6.9	1.6	5.8	6.4
Rental income of persons with capital consumption adjustment	5.2	-6.3	-8.3	-8.2	-1.8	-1.6	-1.8	.8
Personal dividend income	2.4	2.3	2.3	2.1	2.2	2.2	2.2	2.6
Personal interest income	6.6	-4.1	-4.1	-4.0	-3	-3	-3	-1.6
Transfer payments to persons	7.0	3.3	4.1	7.3	5.2	7.8	11.8	6.2
Old-age, survivors, disability, and health insurance benefits	1.1	1.8	2.7	2.7	-1	5.8	7.3	.3
Government unemployment insurance benefits	3.1	-2.7	-1.2	.9	-1.8	-2.7	-1	-2.4
Other	2.8	4.2	2.6	3.8	7.0	4.7	4.6	8.2
Less: Personal contributions for social insurance	3.1	-9	2.0	1.6	1.0	1.2	.9	3.2
Less: Personal tax and nontax payments	2.4	-13.2	-1.7	-9	-5	0	2.0	0
Equals: Disposable personal income	64.4	6.5	29.6	30.2	27.6	27.0	29.6	24.1
Less: Personal outlays	33.9	78.1	21.7	-34.1	22.3	30.7	70.9	-9.1
Personal consumption expenditures	32.1	79.0	23.6	-32.1	24.3	32.9	73.1	-8.7
Durable goods	12.2	44.2	17.4	-46.2	-25.0	9.0	58.0	-52.3
Nondurable goods	9.8	6.1	-5	-1.7	22.5	12.7	9.2	28.1
Services	10.2	28.7	6.7	15.8	26.8	11.1	6.0	15.5
Interest paid by persons	1.9	-1.9	-2.0	-1.9	-2.2	-2.2	-2.2	-5
Personal transfer payments to the rest of the world (net)	0	1.0	0	0	.2	0	0	0
Equals: Personal saving	30.4	-71.6	7.9	64.2	5.4	-3.8	-41.2	33.2
Addendum:								
Disposable personal income:								
Chained (1996) dollars ¹	49.5	-3.8	10.6	13.0	15.7	18.9	21.8	11.2

^p Preliminary.^r Revised.¹ 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]

	2001	2002 ^r	Seasonally adjusted at annual rates					
			2001		2002			
			III	IV	I	II	III	IV ^r
Personal income	278.7	261.9	30.0	-5.3	102.5	110.6	79.3	84.5
Wage and salary disbursements	114.3	73.0	-3.1	-22.3	26.4	39.5	46.3	52.1
Private industries	72.4	31.0	-14.4	-30.4	11.2	31.5	37.6	43.7
Goods-producing industries	-21.3	-19.3	-10.0	-16.7	-6.4	4.4	4.7	2.0
Manufacturing	-40.0	-25.0	-13.7	-13.5	-10.5	5.9	1.7	-1.0
Distributive industries	14.4	9.8	-1.5	-12.2	11.5	5.2	5.0	10.0
Service industries	79.3	40.5	-3.0	-1.5	6.1	22.0	27.8	31.8
Government	41.9	42.0	11.3	8.1	15.2	8.0	8.7	8.4
Other labor income	26.2	40.2	4.2	3.9	14.5	13.3	13.4	12.7
Proprietors' income with inventory valuation and capital consumption adjustments	13.1	28.6	5.8	-1.1	17.1	-.9	11.2	12.9
Farm	-3.6	-6.1	.9	-.1	2.5	-14.2	3.2	1.0
Nonfarm	16.6	34.8	4.9	-1.0	14.6	13.3	8.0	11.9
Rental income of persons with capital consumption adjustment	-8.7	4.9	6.5	-1.5	2.0	12.2	-9.4	-11.7
Personal dividend income	33.5	24.6	5.0	6.3	6.4	6.6	7.0	6.5
Personal interest income	14.3	-14.1	-10.8	-13.5	-3.0	12.4	-1.6	-4.6
Transfer payments to persons	100.1	117.6	23.4	22.5	47.0	30.6	15.8	20.5
Old-age, survivors, disability, and health insurance benefits	47.1	35.5	9.9	3.9	16.2	6.1	5.6	8.9
Government unemployment insurance benefits	11.4	31.0	3.9	7.9	11.3	15.0	.3	-3.4
Other	41.7	51.1	9.6	10.7	19.5	9.5	9.9	15.0
Less: Personal contributions for social insurance	13.9	13.2	.9	-.4	7.8	3.1	3.4	3.9
Less: Personal tax and nontax payments	5.7	-174.0	-154.2	127.8	-172.9	-15.0	-14.5	-.9
Equals: Disposable personal income	273.0	435.9	184.2	-133.0	275.5	125.5	93.8	85.5
Less: Personal outlays	304.9	299.3	23.5	107.6	66.7	81.6	105.1	50.9
Personal consumption expenditures	303.3	314.9	23.9	116.2	74.3	80.5	106.0	57.1
Durable goods	32.0	35.8	3.7	58.6	-23.6	-2.1	40.9	-24.6
Nondurable goods	68.4	73.7	-.5	.1	40.7	23.1	8.7	32.7
Services	203.0	205.3	20.7	57.5	57.2	59.4	56.5	49.0
Interest paid by persons	0	-16.8	-1.2	-7.4	-8.5	.7	-2.0	-6.3
Personal transfer payments to the rest of the world (net)	1.6	1.3	.9	-1.2	.9	.4	1.0	.2
Equals: Personal saving	-31.8	136.6	160.6	-240.7	208.9	43.9	-11.3	34.6
Addendum:								
Disposable personal income:								
Chained (1996) dollars ¹	117.7	301.8	169.2	-134.9	231.9	66.2	54.4	47.7

^r Revised.

1. 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)

[Percent]

	Seasonally adjusted at monthly rates							
	2002							2003
	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^r	Jan. ^p
Personal income	0.7	-0.1	0.3	0.3	0.3	0.3	0.3	0.3
Wage and salary disbursements .....	.9	-.3	.6	.5	.3	.3	.2	.1
Other labor income .....	.8	.7	.7	.7	.6	.7	.7	.6
Proprietors' income with inventory valuation and capital consumption adjustments	-.1	1.3	.3	.8	.8	.1	.6	1.0
Rental income of persons with capital consumption adjustment	3.4	-4.0	-5.4	-5.7	-1.4	-1.2	-1.4	.6
Personal dividend income .....	.5	.5	.5	.5	.5	.5	.5	.6
Personal interest income .....	.6	-.4	-.4	-.4	0	0	0	-.1
Transfer payments to persons .....	.5	.3	.3	.6	.4	.6	.9	.5
Less: Personal contributions for social insurance .....	.8	-.2	.5	.4	.3	.3	.2	.8
Less: Personal tax and nontax payments .....	.2	-1.2	-.1	-.1	0	0	.2	0
Equals: Disposable personal income .....	.8	.1	.4	.4	.3	.3	.4	.3
Addenda:								
Personal consumption expenditures .....	.4	1.1	.3	-.4	.3	.4	1.0	-.1
Durable goods	1.4	5.2	1.9	-5.0	-2.9	1.1	6.8	-5.7
Nondurable goods .....	.5	.3	0	-.1	1.1	.6	.4	1.3
Services .....	.2	.7	.2	.4	.6	.3	.1	.4
Disposable personal income, based on chained (1996) dollars .....	.7	-.1	.2	.2	.2	.3	.3	.2

^p Preliminary.^r Revised.

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

[Percent]

	2001	2002 ^r	Seasonally adjusted at annual rates					
			2001		2002			
			III	IV	I	II	III	IV ^r
Personal income	3.3	3.0	1.4	-0.2	4.8	5.1	3.6	3.8
Wage and salary disbursements	2.4	1.5	-.3	-1.8	2.2	3.2	3.8	4.2
Other labor income	4.8	7.1	3.0	2.8	10.4	9.3	9.2	8.5
Proprietors' income with inventory valuation and capital consumption adjustments	1.8	3.9	3.3	-.6	9.7	-.5	6.2	6.9
Rental income of persons with capital consumption adjustment	-6.0	3.6	20.9	-4.3	5.9	39.3	-22.3	-28.8
Personal dividend income	8.9	6.0	5.0	6.3	6.3	6.4	6.6	6.1
Personal interest income	1.3	-1.3	-3.9	-4.9	-1.1	4.7	-.6	-1.7
Transfer payments to persons	9.4	10.0	8.3	7.8	16.5	10.1	5.0	6.5
Less: Personal contributions for social insurance	3.9	3.6	1.0	-.4	8.6	3.3	3.7	4.0
Less: Personal tax and nontax payments .....	.4	-13.5	-38.8	50.8	-43.3	-5.1	-5.1	-.4
Equals: Disposable personal income	3.8	5.9	10.4	-6.9	15.8	6.7	4.9	4.4
Addenda:								
Personal consumption expenditures	4.5	4.5	1.4	6.8	4.3	4.6	6.0	3.1
Durable goods	4.0	4.3	1.8	31.6	-10.3	-.9	20.5	-10.5
Nondurable goods	3.5	3.6	-.1	0	8.2	4.5	1.7	6.3
Services	5.2	5.0	2.0	5.7	5.6	5.7	5.4	4.6
Disposable personal income, based on chained (1996) dollars	1.8	4.5	10.5	-7.6	14.5	3.9	3.1	2.7

^r Revised.

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

	Seasonally adjusted at annual rates							
	2002							2003
	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^r	Jan. ^p
	Billions of chained (1996) dollars							
Personal consumption expenditures	6,557.5	6,619.7	6,625.9	6,584.0	6,597.4	6,621.9	6,682.9	6,665.6
Durable goods	983.2	1,036.4	1,057.3	1,003.5	976.7	990.7	1,061.7	1,004.4
Nondurable goods	1,926.9	1,931.0	1,926.2	1,920.2	1,938.4	1,950.5	1,960.1	1,979.5
Services	3,672.9	3,688.5	3,683.4	3,689.0	3,704.2	3,705.8	3,702.8	3,709.8
	Change from preceding period in billions of chained (1996) dollars							
Personal consumption expenditures	20.9	62.2	6.2	-41.9	13.4	24.5	61.0	-17.3
Durable goods	16.9	53.2	20.9	-53.8	-26.8	14.0	71.0	-57.3
Nondurable goods	7.2	4.1	-4.8	-6.0	18.2	12.1	9.6	19.4
Services .....	.5	15.6	-5.1	5.6	15.2	1.6	-3.0	7.0
	Percent change from preceding period in chained (1996) dollars at monthly rates							
Personal consumption expenditures .....	.3	.9	.1	-.6	.2	.4	.9	-.3
Durable goods	1.7	5.4	2.0	-5.1	-2.7	1.4	7.2	-5.4
Nondurable goods .....	.4	.2	-.2	-.3	.9	.6	.5	1.0
Services	0	.4	-.1	.2	.4	0	-.1	.2

^p Preliminary.
^r Revised.

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

	2001	2002 ^r	Seasonally adjusted at annual rates					
			2001		2002			
			III	IV	I	II	III	IV ^r
	Billions of chained (1996) dollars							
Personal consumption expenditures	6,377.2	6,575.1	6,370.9	6,464.0	6,513.8	6,542.4	6,609.9	6,634.1
Durable goods	931.9	999.7	922.6	992.0	975.9	980.7	1,032.4	1,009.7
Nondurable goods	1,869.8	1,929.4	1,868.3	1,885.0	1,921.4	1,920.9	1,925.8	1,949.7
Services	3,594.9	3,674.9	3,597.5	3,616.6	3,642.2	3,666.2	3,687.0	3,704.3
	Change from preceding period in billions of chained (1996) dollars							
Personal consumption expenditures	153.3	197.9	22.9	93.1	49.8	28.6	67.5	24.2
Durable goods	53.0	67.8	10.2	69.4	-16.1	4.8	51.7	-22.7
Nondurable goods	36.0	59.6	6.0	16.7	36.4	-5	4.9	23.9
Services	70.4	80.0	8.2	19.1	25.6	24.0	20.8	17.3
	Percent change from preceding period in chained (1996) dollars at annual rates							
Personal consumption expenditures	2.5	3.1	1.5	6.0	3.1	1.8	4.2	1.5
Durable goods	6.0	7.3	4.6	33.6	-6.3	2.0	22.8	-8.5
Nondurable goods	2.0	3.2	1.3	3.6	7.9	-1	1.0	5.1
Services	2.0	2.2	.9	2.1	2.9	2.7	2.3	1.9

^r Revised.

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

	Seasonally adjusted							
	2002							2003
	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^r	Jan. ^p
	Chain-type price indexes (1996=100)							
Personal consumption expenditures	110.97	111.12	111.37	111.59	111.74	111.82	111.89	112.05
Durable goods	87.18	86.97	86.89	86.95	86.78	86.46	86.14	85.84
Nondurable goods	109.59	109.67	109.92	110.17	110.30	110.27	110.19	110.53
Services	117.28	117.57	117.91	118.16	118.40	118.65	118.90	119.10
Addendum:								
Personal consumption expenditures less food and energy	110.54	110.66	110.94	111.12	111.18	111.27	111.34	111.32
	Percent change from preceding period in price indexes at monthly rates							
Personal consumption expenditures .....	.1	.1	.2	.2	.1	.1	.1	.1
Durable goods	-.3	-.2	-.1	.1	-.2	-.4	-.4	-.3
Nondurable goods .....	.1	.1	.2	.2	.1	0	-.1	.3
Services .....	.2	.2	.3	.2	.2	.2	.2	.2
Addendum:								
Personal consumption expenditures less food and energy .....	.1	.1	.2	.2	.1	.1	.1	0

^p Preliminary.
^r Revised.

Table 10.—Percent Change From Month One Year Ago in Chained (1996) Dollars for Selected Series

	2002							2003
	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^r	Jan. ^p
Disposable personal income	5.8	4.0	2.4	3.1	6.0	6.1	5.7	3.2
Personal consumption expenditures	3.1	3.9	3.7	3.7	1.9	2.7	3.3	2.7
Durable goods	6.3	11.9	13.4	10.4	-4.9	.4	10.3	4.2
Nondurable goods	3.6	3.1	2.7	3.4	3.5	3.9	2.9	3.1
Services	2.3	2.6	2.2	2.6	2.6	2.5	2.1	2.3

^p Preliminary.
^r Revised.

Table 11.—Percent Change From Month One Year Ago in Chain-Type Price Indexes for Personal Consumption Expenditures

	2002							2003
	June	July	Aug.	Sep.	Oct. ^r	Nov. ^r	Dec. ^r	Jan. ^p
Personal consumption expenditures	1.1	1.2	1.4	2.1	1.6	1.8	2.0	1.9
Durable goods	-2.8	-3.0	-2.6	-2.3	-2.4	-2.8	-3.1	-3.1
Nondurable goods	-4	.4	.9	.1	1.0	1.7	2.3	2.4
Services	2.6	2.5	2.6	4.0	2.8	2.8	2.9	2.8
Addendum:								
Personal consumption expenditures less food and energy	1.7	1.5	1.7	2.7	1.7	1.5	1.6	1.5

^p Preliminary.
^r Revised.