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1. Business Situation: Advance Estimates for the Fourth Quarter of 2005

Real GDP increased 1.1 percent after increasing 4.1 percent. Real disposable personal income increased 7.0 percent after decreasing 2.0 percent. In 2005, real GDP increased 3.5 percent after increasing 4.2 percent in 2004.

11. Gross Domestic Product: Revisions and Source Data

BEA uses a variety of source data to prepare its widely followed quarterly estimates of GDP. Each of the early estimates incorporates progressively more up-to-date source data. Overall, the picture of the economy shown by these estimates is little changed by later revisions.

16. Research Spotlight: Taxation and Multinational Activity: New Evidence, New Interpretations

Using data made available through a BEA program for outside researchers, three economists have produced a number of studies, summarized for the Survey, exploring the effect of various taxes on multinational firms' behavior.

Correction

In the state personal income article in the January Survey, the slow growth in Alaska's personal dividend income was mistakenly attributed to a decline in Alaska Permanent Fund Benefits. These benefits are actually classified as a transfer receipt in state personal income, not as dividends. The information should have been "Alaska's dividends grew only 1.9 percent, slower than those for any other state except Vermont and West Virginia."

BEA Current and Historical Data

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Looking Ahead

Federal Budget Estimates for Fiscal Year 2007. The March Survey will feature estimates of government receipts and outlays from the Budget of the United States Government that are translated to a NIPA basis.

Director's Message

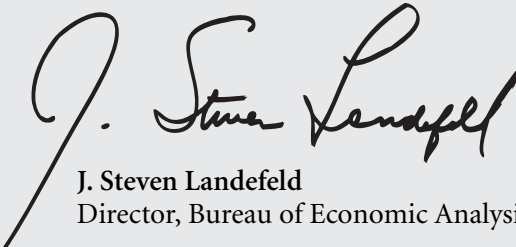
BEA's quarterly and annual estimates of gross domestic product (GDP) are among the most widely followed of all economic indicators. These measures are obviously important to the American public, and BEA is committed to making the process by which we measure GDP as clear and readily understandable as possible.

This month, I am pleased to present an article that explains the differences in the source data incorporated by the advance, preliminary, and final quarterly estimates of GDP. Another article details how BEA uses data from the Treasury Department's *Monthly Treasury Statement* to derive its estimate of Federal Government spending.

In this issue, you will also find a Research Spotlight on multinational corporations and tax issues. The article summarizes an impressive body of research by three professors on a wide range of topical issues. The research was based largely on BEA's firm-level international data, which was made available through a program allowing researchers to work as unpaid special sworn employees of BEA. These special employees are granted access, for research purposes, to the rich store of microdata that BEA collects under the International Investment and Trade in Services Survey Act.

In general, explaining how we operate is a major priority at BEA. A concerted effort has been made to provide more explanatory material in the *SURVEY OF CURRENT BUSINESS* and on the BEA Web site about our methodologies and related information. For example, a methodology paper on state personal income was recently made available on our Web site.

At BEA, we are always looking for ways to make our data and estimates more accessible to our users, and we welcome your suggestions for further improvements.



J. Steven Landefeld
Director, Bureau of Economic Analysis

Taking Account...

Vertical Production Networks in MNCs

In recent decades, growth in world trade has been driven largely by the rapid growth of trade in intermediate inputs, which are the goods and services used to produce final goods and services. Most of this trade is between parent companies and foreign affiliates of multinational companies (MNCs) that have established global vertical production networks. The MNCs use these networks to spread the activities they perform (such as input production, assembly, and research and development) across different locations.

Though most foreign direct investment is still oriented toward traditional horizontal production operations, vertical production networks are becoming more common. For example, Canada and Mexico—both partners with the United States in the North American Free Trade Agreement (NAFTA)—have automobile production facilities with extensive intrafirm links with their U.S. counterparts. In other countries, such as Brazil, auto production facilities are characterized by relatively light intrafirm trade.

What accounts for the variation? In an article published in the November 2005 *The Review of Economics and Statistics*, Gordon H. Hanson, of the Uni-

versity of California, San Diego; Matthew J. Slaughter, of the Tuck Business School at Dartmouth College (and currently of the Council of Economic Advisors); and Raymond J. Mataloni, an economist at BEA, examined relevant issues and concluded the following:

- MNCs tend to focus foreign affiliate operations on processing imported intermediate inputs in countries with lower trade costs, such as tariffs.
- The location of foreign operations in vertical production networks is sensitive to other aspects of the host country's business environment. In particular, foreign affiliates' demand for imported inputs tends to be higher in countries with trade friendly policies (such as export processing zones) and in countries with lower corporate tax rates.
- The location of foreign operations in vertical production networks is also sensitive to labor costs. Foreign affiliates tend to process imported intermediate inputs in countries with relatively low wages for lower skilled workers.

The analysis of firm-level data reported in this study was conducted at BEA using data collected in BEA surveys of U.S. MNCs. The work was done

under arrangements that maintained legal confidentiality requirements.

Prototype Satellite Account for Household Production

The Bureau of Labor Statistics' American Time Use Survey (ATUS) offers a comprehensive time series of labor time use in the United States, a critical input for nonmarket and market production. In keeping with BEA's long-term interest in nonmarket accounts, BEA economists J. Steven Landefeld and Cindy M. Vojtech and former BEA Chief Economist Barbara Fraumeni used the ATUS data to update earlier satellite account estimates of household production.

Their paper highlights how information from ATUS—which measures the amount of time spent doing various activities, including paid work, childcare, volunteering, commuting, and socializing—can add to economists' understanding of such issues as the impact on overall economic growth of increasing women's labor force participation, household production's role in investment and other spending, and the role of household production over the business cycle.

The paper is available by clicking "Papers and Working Papers" on the BEA home page at <www.bea.gov>.

Business Situation

Advance Estimates for the Fourth Quarter of 2005 and for 2005

IN the fourth quarter of 2005, real gross domestic product (GDP) decelerated sharply, increasing 1.1 percent—3.0 percentage points less than in the third quarter. Inflation also decelerated (chart 1).¹ In 2005, real GDP increased 3.5 percent; real GDP had increased 4.2 percent in 2004 (table 1).² Inflation accelerated in 2005, but excluding food and energy, the pace was about the same as in 2004. (See “Real GDP for 2005.”)

The Fourth Quarter of 2005

The advance estimates for the fourth quarter of 2005 show the following:

- Real GDP increased 1.1 percent after increasing 4.1 percent in the third quarter (table 1). The deceleration

1. Three sequential GDP estimates for each quarter are prepared—advance, preliminary, and final estimates. Each incorporates increasingly comprehensive and improved source data. Detailed information on BEA estimates, revisions, and accuracy can be found on BEA’s Web site at www.bea.gov/bea/about/infoqual.htm and at www.bea.gov/bea/faq/national/gdp_accuracy.htm. Quarterly estimates in the NIPAs are expressed at seasonally adjusted annual rates, unless otherwise specified. Quarter-to-quarter dollar changes are differences between these published estimates. Percent changes are calculated from unrounded data and annualized.

2. “Real” estimates are in chained (2000) dollars, and price indexes are chain-type measures.

Christopher Swann prepared this article.

Chart 1. Selected Measures: Change From Preceding Quarter

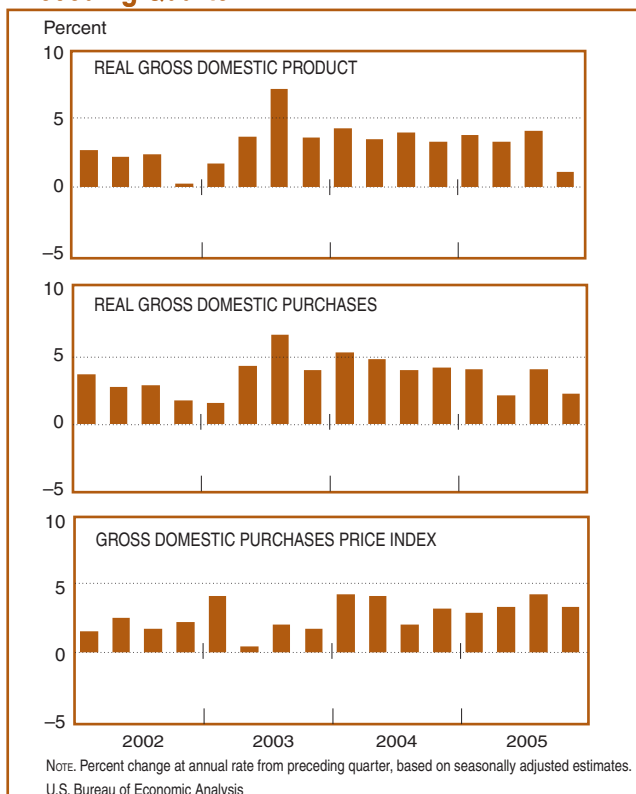


Table 1. Real Gross Domestic Product and Components

[Seasonally adjusted at annual rates]

	Change from preceding period (percent)						Contribution to percent change in real GDP (percentage points)						Share of current-dollar GDP (percent)	
	2004	2005	2005				2004	2005	2005					2005
			I	II	III	IV			I	II	III	IV		
Gross domestic product (GDP)	4.2	3.5	3.8	3.3	4.1	1.1	4.2	3.5	3.8	3.3	4.1	1.1	100.0	
Personal consumption expenditures	3.9	3.6	3.5	3.4	4.1	1.1	2.71	2.49	2.44	2.35	2.85	0.79	70.1	
Durable goods.....	6.0	4.4	2.6	7.9	9.3	-17.5	0.51	0.37	0.22	0.64	0.76	-1.56	7.8	
Nondurable goods.....	4.7	4.4	5.3	3.6	3.5	5.1	0.94	0.90	1.07	0.74	0.73	1.04	20.7	
Services.....	3.0	2.9	2.8	2.3	3.3	3.2	1.27	1.22	1.15	0.97	1.36	1.32	41.5	
Gross private domestic investment	11.9	5.8	8.6	-3.7	5.3	12.2	1.82	0.96	1.42	-0.63	0.87	1.95	17.2	
Fixed investment	9.7	8.0	7.0	9.5	8.0	3.0	1.47	1.28	1.12	1.51	1.31	0.51	17.0	
Nonresidential	9.4	8.5	5.7	8.8	8.5	2.8	0.92	0.87	0.58	0.90	0.88	0.30	10.8	
Structures	2.2	1.9	-2.0	2.7	2.2	0.7	0.06	0.05	-0.05	0.07	0.06	0.02	2.8	
Equipment and software.....	11.9	10.8	8.3	10.9	10.6	3.5	0.86	0.82	0.64	0.83	0.82	0.28	8.0	
Residential.....	10.3	7.2	9.5	10.8	7.3	3.5	0.55	0.42	0.54	0.62	0.43	0.21	6.2	
Change in private inventories.....							0.35	-0.32	0.29	-2.14	-0.43	1.45	0.2	
Net exports of goods and services							-0.73	-0.28	-0.40	1.11	-0.12	-1.18	-6.2	
Exports.....	8.4	6.7	7.5	10.7	2.5	2.4	0.80	0.68	0.74	1.07	0.26	0.25	10.5	
Goods.....	8.9	7.1	5.3	16.0	3.2	3.8	0.59	0.49	0.37	1.08	0.23	0.27	7.3	
Services.....	7.4	6.0	12.5	-0.4	1.0	-0.9	0.22	0.18	0.37	-0.01	0.03	-0.03	3.2	
Imports.....	10.7	6.2	7.4	-0.3	2.4	9.1	-1.53	-0.96	-1.14	0.04	-0.38	-1.42	16.6	
Goods.....	11.0	6.7	8.2	-1.1	3.5	10.0	-1.30	-0.86	-1.05	0.15	-0.46	-1.32	14.0	
Services.....	9.6	3.5	3.7	4.4	-3.2	4.2	-0.23	-0.09	-0.10	-0.11	0.09	-0.11	2.6	
Government consumption expenditures and gross investment	2.2	1.7	1.9	2.5	2.9	-2.4	0.41	0.32	0.35	0.47	0.54	-0.45	18.9	
Federal	5.2	2.0	2.4	2.4	7.4	-7.0	0.36	0.14	0.17	0.17	0.52	-0.50	6.9	
National defense.....	7.0	2.3	3.0	3.7	10.0	-13.1	0.32	0.11	0.14	0.17	0.46	-0.66	4.6	
Nondefense.....	1.8	1.6	1.1	-0.2	2.4	6.9	0.04	0.04	0.03	-0.01	0.06	0.15	2.3	
State and local.....	0.4	1.5	1.6	2.6	0.2	0.4	0.05	0.18	0.19	0.31	0.03	0.05	12.0	

NOTE: Percent changes are from NIPA table 1.1.1, and contributions to percent change are from NIPA table 1.1.2. Shares are from NIPA table 1.1.10.

tion primarily reflected a deceleration in consumer spending, an acceleration in imports, a downturn in Federal Government spending, and decelerations in investment in equipment and software and in residential fixed investment that were partly offset by an upturn in inventory investment.³

- Prices of goods and services purchased by U.S. residents increased 3.3 percent after increasing 4.2 percent in the third quarter and 3.3 percent in the second quarter. The deceleration in the fourth quarter (and the acceleration in the third quarter)

3. In this article, "consumer spending" is shorthand for "personal consumption expenditures," "Federal government spending" is shorthand for "Federal government consumption expenditures and gross investment," and "inventory investment" is shorthand for the NIPA series "change in private inventories."

mainly reflected the quarterly pattern of energy prices.

- Real disposable personal income (DPI) increased 7.0 percent after decreasing 2.0 percent in the third quarter. The upturn primarily reflected a sharp acceleration in current-dollar DPI and a deceleration in the implicit price deflator for personal consumption expenditures used to deflate current-dollar DPI.

The hurricanes that struck the Gulf states in the third quarter and early in the fourth quarter, like other natural disasters, exacted economic losses that have had consequences for the national economy and for the economies of certain regions. (See "Effects of the hurricane.")

Among the contributors to the deceleration in real

Fourth-Quarter 2005 Advance NIPA Estimates: Source Data and Assumptions

The "advance" estimates for the fourth quarter are based on the following major source data; as more and better data become available, the estimates will be revised. (The number of months for which data were available is shown in parentheses.)

Personal consumption expenditures: Sales of retail stores (3), unit auto and truck sales (3), and consumers' shares of auto and truck sales (2);

Nonresidential fixed investment: Unit auto and truck sales (3), construction put in place (2), manufacturers' shipments of machinery and equipment other than aircraft (3), shipments of civilian aircraft (2), and exports and imports of machinery and equipment (2);

Residential investment: Construction put in place (2), single-family housing starts (3), sales of new homes (2), and sales of existing houses (3);

Change in private inventories: Trade and nondurable-goods manufacturing inventories (2), durable-goods manufacturing inventories (3), and unit auto and truck inventories (3);

Net exports of goods and services: Exports and imports of goods and services (2);

Government consumption expenditures and gross investment: Federal outlays (3), state and local construction put in place (2), and state and local employment (3);

GDP prices: Consumer price indexes (3), producer price indexes (3), U.S. import and export price indexes (3), and values and quantities of petroleum imports (2).

BEA made assumption for source data that were not available. Table A shows the assumptions for key series; a more comprehensive list is available on BEA's Web site at www.bea.gov/bea/dn/home/gdp.htm.

Table A. Summary of Major Source Data and Assumptions for Advance Estimates, 2005:IV

[Billions of dollars, seasonally adjusted at annual rates]

	2005					
	July	August	September	October	November	December ¹
Private fixed investment:						
Nonresidential structures:						
Value of new nonresidential construction put in place.....	242.9	248.9	250.5	249.0	250.5	249.7
Equipment and software:						
Manufacturers' shipments of complete aircraft.....	29.6	40.2	14.3	27.8	26.6	27.2
Residential structures:						
Value of new residential construction put in place:						
Single family.....	421.7	425.6	435.0	440.1	446.5	448.8
Multifamily.....	46.3	47.2	48.1	48.8	48.5	48.4
Change in private inventories:						
Change in inventories for nondurable manufacturing.....	5.0	-3.6	2.2	17.0	-8.0	10.7
Change in inventories for merchant wholesale and retail industries other than motor vehicles and equipment.....	3.0	47.1	25.5	-1.9	27.3	45.7
Net exports: ²						
Exports of goods:						
U.S. exports of goods, international-transactions-accounts basis.....	900.8	920.5	881.5	902.4	928.3	920.9
Excluding gold.....	895.8	915.2	875.6	896.4	922.5	915.0
Imports of goods:						
U.S. imports of goods, international-transactions-accounts basis.....	1,651.3	1,689.2	1,737.3	1,780.3	1,754.9	1,767.2
Excluding gold.....	1,647.6	1,685.1	1,731.9	1,775.2	1,749.5	1,761.9
Net exports of goods.....	-750.5	-768.7	-855.9	-877.9	-826.5	-846.2
Excluding gold.....	-751.7	-769.9	-856.3	-878.8	-827.0	-846.9
State and local government structures:						
Value of new construction put in place.....	229.7	231.0	231.8	234.5	236.2	235.3

1. Assumption.

2. Nonmonetary gold is included in balance-of-payments exports and imports but is not used directly in the estimation of national income and product account exports and imports.

GDP growth in the fourth quarter, consumer spending increased 1.1 percent and added 0.79 percentage point after increasing 4.1 percent and adding 2.85 percentage points. The sharp deceleration reflected a downturn in spending on durable goods that was partly offset by an acceleration in spending on nondurable goods. Spending on durable goods decreased 17.5 percent and subtracted 1.56 percentage points from real GDP growth after two consecutive quarters of accelerating growth. The downturn was driven primarily by a sharp downturn in motor vehicles and parts. Spending on nondurable goods increased 5.1 percent and contributed 1.04 percentage points to real GDP after increasing 3.5 percent and contributing 0.73 percentage point. The acceleration reflected an acceleration in clothing and shoes and an upturn in gasoline, fuel oil, and other energy goods. Spending on services increased 3.2 percent and contributed 1.32 percentage points to real GDP growth after increasing 3.3 percent and contributing 1.36 percentage points.

Real imports of goods and services accelerated, increasing 9.1 percent and subtracting 1.42 percentage points from real GDP growth after increasing 2.4 percent and subtracting 0.38 percentage point. Goods imports increased 10.0 percent and subtracted 1.32 percentage points from real GDP growth after increasing 3.5 percent and subtracting 0.46 percentage point. Contributing to the acceleration in goods imports were upturns in imports of petroleum and products, of nonpetroleum industrial supplies and materials, and of nonautomotive consumer goods that were partly offset by a downturn in “other” goods imports. Services imports turned up, increasing 4.2 percent and subtracting 0.11 percentage point from real GDP growth after decreasing 3.2 percent and adding 0.09 percentage point.

Federal Government spending decreased 7.0 percent, subtracting 0.50 percentage point from real GDP growth after increasing 7.4 percent and adding 0.52 percentage point. The downturn was primarily due to a downturn in defense spending that was partly offset by an acceleration in nondefense spending. BEA recorded a downturn in defense spending even though the *Monthly Treasury Statement*, which BEA mainly uses to estimate defense spending, showed relatively strong spending in the quarter.⁴ (See the box “The

Monthly Treasury Statement and BEA’s Estimates of Federal Government Spending.”) In general, BEA adjusts the *MTS* data to conform to NIPA concepts.

Business investment in equipment and software increased 3.5 percent and contributed 0.28 percentage point to real GDP growth after increasing 10.6 percent and contributing 0.82 percentage point. The deceleration was primarily due to downturns in transportation equipment and in “other” information processing equipment and software that were partly offset by accelerations in computers and peripheral equipment and in “other” equipment.

Residential fixed investment increased 3.5 percent and contributed 0.21 percentage point to real GDP growth after increasing 7.3 percent and contributing 0.43 percentage point. The deceleration was mainly due to a downturn in brokers’ commissions that was partly offset by an acceleration in single-family housing.

Inventory investment added 1.45 percentage points to real GDP growth after subtracting 0.43 percentage point. Businesses increased real inventories \$25.7 billion in the fourth quarter after two consecutive quarters of inventory reduction. The inventory accumulation primarily reflected increased inventory investment by retail motor vehicle and parts dealers. Manufacturing industries liquidated inventories for the third consecutive quarter.

The advance estimates for the third quarter also show the following:

- Real spending for private investment in nonresidential structures decelerated, increasing 0.7 percent and contributing 0.02 percentage point to real GDP growth after increasing 2.2 percent and contributing 0.06 percentage point. The deceleration was primarily due to a downturn in investment in commercial and health care structures that was partly offset by an upturn in investment in manufacturing structures.
- Real exports of goods and services increased 2.4 percent and contributed 0.25 percentage point to real GDP, about the same as in the third quarter. Real exports of goods increased 3.8 percent and contributed 0.27 percentage point in real GDP growth after increasing 3.2 percent. The step-up was mainly due to an upturn in civilian aircraft, engines, and parts and an acceleration in “other” nonautomotive capital goods that were partly offset by a larger decrease in industrial supplies and materials and by a down-

4. See the “Technical Note,” at <www.bea.gov/bea/newsrelarchive/2006/tech405a.htm>.

turn in “other” exports. Services exports turned down. The deceleration in exports of goods and services in the third and fourth quarters of 2005 followed accelerations in real exports in both the first and second quarters of 2005.

- Real state and local government spending increased 0.4 percent and contributed 0.05 percentage point to real GDP growth after increasing 0.2 percent and contributing 0.03 percentage point.
- Real final sales of domestic product (real GDP less the change in private inventories) decreased 0.3 percent—the first decrease since the third quarter of 2001—after increasing 4.6 percent in the third quarter.
- Real gross domestic purchases (GDP less net exports) increased 2.2 percent after increasing 4.0 percent in the third quarter.
- The production of goods, of services, and of structures decelerated (table 2).
- Motor vehicle output turned down, decreasing 15.9 percent and subtracting 0.58 percentage point from

real GDP growth after increasing 17.6 percent and adding 0.56 percentage point.

- Final sales of computers increased 46.4 percent and added 0.33 percentage point to real GDP growth after increasing 20.3 percent and adding 0.16 percentage point.
- Real disposable personal income (DPI) increased 7.0 percent in contrast to a decrease of 2.0 percent in the third quarter. Current-dollar DPI increased 9.8 percent after increasing 1.6 percent. The current-dollar acceleration reflected a strong acceleration in personal income that was somewhat offset by an acceleration in personal current taxes.
- The personal saving rate was a negative 0.4 percent in the fourth quarter; the saving rate was a negative 1.8 percent in the third quarter.⁵

5. The personal saving rate is measured as personal saving as a percentage of current-dollar disposable personal income. An estimate of the national saving rate (measured as gross saving as a percentage of gross national income), along with the “final” NIPA estimates for the fourth quarter, will be available at the end of March.

Table 2. Real Gross Domestic Product by Type of Product

[Seasonally adjusted at annual rates]

	Change from preceding period (percent)						Contribution to percent change in real GDP (percentage points)						Share of current- dollar GDP (percent)	
	2004	2005	2005				2004	2005	2005					2005
			I	II	III	IV			I	II	III	IV		
Gross domestic product (GDP)	4.2	3.5	3.8	3.3	4.1	1.1	4.2	3.5	3.8	3.3	4.1	1.1	100.0	
Final sales of domestic product.....	3.9	3.8	3.5	5.6	4.6	-0.3	3.87	3.81	3.51	5.45	4.58	-0.33	99.8	
Change in private inventories.....							0.35	-0.32	0.29	-2.14	-0.43	1.45	0.2	
Goods.....	6.5	4.6	4.4	5.0	5.3	0.6	2.06	1.46	1.41	1.58	1.70	0.19	31.3	
Services.....	2.7	2.7	3.2	1.5	3.6	1.1	1.59	1.54	1.86	0.88	2.09	0.66	57.7	
Structures.....	5.7	4.8	5.2	8.4	3.3	2.5	0.57	0.49	0.53	0.85	0.35	0.26	11.0	
Addenda:														
Motor vehicle output.....	4.6	3.5	4.3	-0.3	17.6	-15.9	0.16	0.12	0.15	-0.01	0.56	-0.58	3.3	
GDP excluding motor vehicle output.....	4.2	3.5	3.8	3.4	3.7	1.8	4.05	3.37	3.66	3.32	3.58	1.70	96.7	
Final sales of computers.....	20.4	39.6	54.9	45.4	20.3	46.4	0.15	0.28	0.37	0.32	0.16	0.33	0.9	
GDP excluding final sales of computers.....	4.1	3.2	3.5	3.0	4.0	0.8	4.07	3.21	3.44	2.98	3.98	0.79	99.1	

NOTE. Percent changes are from NIPA table 1.2.1, and contributions to percent change are from NIPA table 1.2.2. Shares are calculated from NIPA table 1.2.5.

Effects of the hurricane

Hurricanes, like other natural disasters, have a twofold effect on economic activity: They destroy property and thus reduce the stock of fixed assets, and they change the volume and pattern of current economic activity.

Destruction of property. The BEA measure of capital depreciation, the consumption of fixed capital (CFC), captures the reduction in the stock of fixed assets. A rise in CFC results in an equal decline in national income and net domestic product. In the fourth quarter, the hurricane added \$27.5 billion (at an annual rate) to CFC, much less than the hurricanes added in the third quarter (\$383.8 billion).

The destruction of property also affected personal and business income and triggered payments of insurance benefits. BEA estimates of the affected net income flows are included in its estimates of proprietors' income, rental income, corporate profits, and business current transfer payments (net) (table 3).⁶ The estimates reflect both the uninsured losses resulting from the hurricane and the treatment of insurance services that BEA introduced as part of its 2003 comprehensive revision of the NIPAs.⁷

Changed economic activity. Natural disasters have myriad economic consequences, as normal production and activities are curtailed or terminated. In the case of hurricanes, for example, the reduction in incomes and tourism could adversely affect consumer and business spending. Also, damages to commercial assets could adversely affect industrial production in the area.

6. See the box "The Impact of the Third-Quarter Hurricanes on the NIPAs," SURVEY OF CURRENT BUSINESS 85 (December 2005): 4. For a broader explanation of the effects of disasters on the NIPAs, see <www.bea.gov/bea/faq/national/FAQ.htm>.

7. See Brent R. Moulton and Eugene P. Seskin, "Preview of the 2003 Comprehensive Revision of the National Income and Product Accounts: Changes in Definitions and Classifications," SURVEY 83 (June 2003): 17–34; and Baoline Chen and Dennis J. Fixler, "Measuring the Services of Property-Casualty Insurance in the NIPAs: Changes in Concepts and Methods," SURVEY 83 (October 2003): 10–26.

However, as assets are restored, the effects of construction will be reflected in investment spending.

These kinds of changes in the current level and pattern of activity are not separately identifiable in the GDP estimates, because they cannot be identified in the source data that are used to calculate the NIPA aggregates.

Table 3. Hurricane Damages and Insurance Settlements for the Fourth Quarter of 2005¹

(Billions of dollars; quarterly estimates at annual rates)²

Line	Total	Damage to fixed assets	Insurance benefits ³	
				Level
1	0.0	0.0	0.0	
2	27.5	27.5	.....
3	-27.5	-27.5	0.0	
4	Proprietors' income with capital consumption adjustment (CCAdj)	-0.5	-4.1	3.6
5	Rental income of persons with CCAdj	-2.6	-15.0	12.3
6	Corporate profits with inventory valuation adjustment (IVA) and CCAdj	-22.9	-8.5	-14.4
7	Total payouts .....	.....	.....	-27.9
8	Insurance benefits received by corporations .....	.....	.....	8.4
9	National Flood Insurance Program .....	.....	.....	0.8
10	Florida Citizens Property Insurance Corporation .....	.....	.....	4.4
11	Business current transfer payments (net)	-1.6	.....	-1.6
12	Net insurance settlements to persons ⁴ .....	.....	.....	3.6
13	Net insurance settlements to government .....	.....	.....	-5.2
14	Federal .....	.....	.....	-0.8
15	State and local .....	.....	.....	-4.4
16	Less: Corporate profits with CCAdj	-22.9	-8.5	-14.4
17	Business current transfer payments to government	-5.2	.....	-5.2
18	Equals: Personal income	0.5	-19.0	19.6
Addenda:				
19	Personal income	0.5	-19.0	19.6
20	Proprietors' income with CCAdj	-0.5	-4.1	3.6
21	Rental income of persons with CCAdj	-2.6	-15.0	12.3
22	Net insurance settlements to persons	3.6	.....	3.6

1. Includes only explicit adjustments to source data for write-offs of nonrepairable damage and for insurance. Excludes impacts that are assumed to be reflected in source data.

2. The estimates of the actual damages and insurance settlements (not at an annual rate) can be derived by dividing the numbers shown in the table by 4; actual damages to fixed assets in personal income, for example, are estimated to be \$4.8 billion (\$19.0 billion at an annual rate).

3. Includes business interruption insurance.

4. Includes benefits paid to persons for the loss of personal property, such as motor vehicles and household furnishings and equipment.

NOTE. The estimates reflect the "advance" GDP release on January 27, 2006.

The *Monthly Treasury Statement* and BEA's Estimates of Federal Government Spending

The Treasury Department's *Monthly Treasury Statement* (*MTS*) is an important source of data that the Bureau of Economic Analysis (BEA) relies on to calculate its estimates of Federal Government spending in the national income and product accounts (NIPAs). Many users of BEA's data use the *MTS* to get an early indication of BEA's quarterly estimates. While the *MTS* can be a useful tool for tracking Federal Government spending, there are critical differences between the two. The *MTS* is a financial accounting statement for the Federal Government; BEA's estimates of Federal spending in GDP are a measure of economic output derived from production.

Only about a third of the Federal budget constitutes spending on production activities. For example, \$1,475 billion in Federal current transfer payments for 2005, an important component of the Federal budget, are not counted as production and are therefore excluded from GDP. GDP also excludes Federal payments from the National Flood Insurance Program and transfers to states, individuals, and businesses for hurricane-related disaster relief. BEA's calculation of GDP also includes methods to ensure consistent accounting so that changes in government accounting procedures over time do not affect the measures of economic output from production.

The differences between the two measures can be large in absolute size and timing. For example, in calendar year 2005, Federal spending as measured in the *MTS* increased 8.1 percent, while Federal Government spending included in GDP increased 5.7 percent.

In the fourth quarter of 2005, key differences between the two measures were apparent: The NIPA data showed a significant drop in Federal Government defense spending, but the *MTS* data showed an increase in Federal military outlays, boosted by a significant rise in military personnel outlays in October. The difference stemmed mainly from the differing treatment of contributions to the Medicare-eligible retiree health care fund. The *MTS* for October captured a large annual payment of \$10.8 billion (\$43.1 billion at an annual rate) to this fund, recording it as a military personnel outlay. As a result, the October outlays for military personnel were the highest monthly outlay ever recorded by the *MTS*. In the NIPAs, payment to the Medicare-eligible retiree health care fund is treated as compensation, and the payment is spread over the course of the fiscal year on an accrual basis.

Military personnel spending in the *MTS* rose to historical highs even though the normal military pay usually disbursed at the beginning of the month was not included. Military pay typically is paid on the first day of the month. When the first day of the month falls on a weekend or a Federal holiday, the Department of Defense

disburses military pay on the last working day of the previous month. Because October 1, 2005, was a Sunday, the monthly pay measure was included in the September *MTS*. In December, the *MTS* recorded an extra pay day because January 1, 2006, was a holiday. In the NIPAs, military compensation is shown on an accrual basis and reflects the same number of pay days in each quarter. BEA makes the necessary pay day adjustments monthly and sums them for the quarter.

In general, *MTS* data can be useful for tracking BEA's defense consumption expenditures and gross investment, provided that users are aware of BEA's adjustments to the *MTS* data and key methodological differences.

However, the *MTS* is less effective for tracking NIPA measures of nondefense consumption expenditures and gross investment. The *MTS* reports on all types of Federal spending—unemployment insurance payments, Medicaid grants to state and local governments, subsidy payments to farmers, and spending for a multitude of other Federal programs. NIPA estimates of nondefense consumption expenditures and gross investment represent a small fraction of this other spending. The result is that growth in the two measures often differs significantly. In 2005, for example, the *MTS* data show that nondefense spending rose 7.8 percent, but the NIPA measure of nondefense Federal Government spending grew 5.3 percent.

BEA research reveals that trends in total *MTS* outlays or even department-level outlays will not accurately predict the estimates for nondefense consumption expenditures, because the volatility in these outlays typically is unrelated to spending for nondefense consumption expenditures and gross investment, which primarily reflect routine administrative costs and the pattern of investment in structures and equipment.

Every year, BEA publishes a table that reconciles the Federal NIPA estimates on a not seasonally adjusted basis to the *MTS* data in "Table 3.18B. Relation of Federal Government Current Receipts and Expenditures in the National Income and Product Accounts to the Budget, Fiscal Years and Quarters," which is published in the October SURVEY and is available at <www.bea.gov>.

This table itemizes the types of transactions included in the *MTS* that are not included in the Federal NIPA estimates and vice versa. It shows transactions that are recorded as negative outlays in the *MTS* but that are recorded as receipts in the NIPAs. It also delineates the types of timing adjustments needed to put the data on an accounting basis consistent with the NIPAs. In addition to these adjustments, other techniques are used to spread various once-a-year payments over the year and to account for the early payment of military compensation.

Pamela A. Kelly

Prices

Inflation as measured by the price index for gross domestic purchases decelerated to 3.3 percent in the fourth quarter from 4.2 percent in the third quarter (table 4). Energy prices decelerated in the fourth quarter, and food prices accelerated. Excluding prices for food and energy, gross domestic purchases prices increased 2.9 percent after increasing 2.5 percent (chart 2).

Prices of goods and services purchased by consumers increased 2.6 percent after increasing 3.7 percent. The prices paid for durable goods decreased for the third consecutive quarter, decreasing 1.0 percent in the fourth quarter after decreasing 3.0 percent in the third quarter. The smaller decrease primarily reflected an upturn in prices paid for motor vehicles and parts. Prices paid for nondurable goods decelerated sharply, increasing 0.7 percent after increasing 7.9 percent, mainly because of a downturn in prices of gasoline, fuel oil, and other energy goods. Prices paid for services accelerated, increasing 4.4 percent after increasing 3.1 percent, primarily reflecting an acceleration in prices paid for household energy services.

The prices paid by consumers for energy goods and services decelerated in the fourth quarter. The price index for consumer purchases excluding food and energy, which is sometimes viewed as an indicator of the

Chart 2. Gross Domestic Purchases Prices: Change From Preceding Quarter

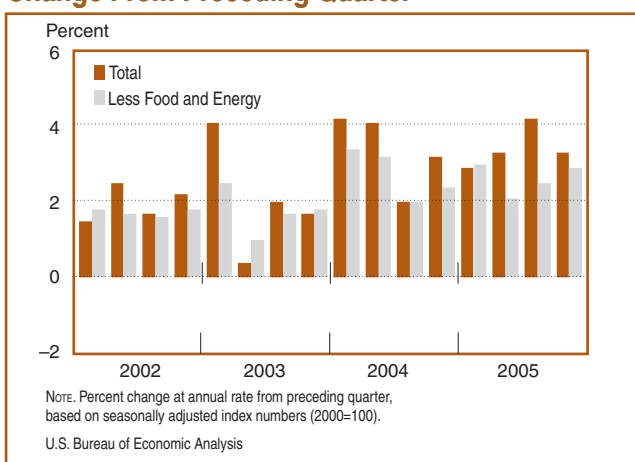


Table 4. Prices for Gross Domestic Purchases

[Percent change at annual rates; based on seasonally adjusted index numbers (2000=100)]

	Change from preceding period (percent)						Contribution to percent change in gross domestic purchases prices (percentage points)					
	2004	2005	2005				2004	2005	2005			
			I	II	III	IV			I	II	III	IV
Gross domestic purchases	2.9	3.2	2.9	3.3	4.2	3.3	2.9	3.2	2.9	3.3	4.2	3.3
Personal consumption expenditures (PCE)	2.6	2.8	2.3	3.3	3.7	2.6	1.7	1.9	1.5	2.2	2.5	1.8
Durable goods	-1.9	-0.5	0.9	-0.5	-3.0	-1.0	-0.2	0.0	0.1	0.0	-0.2	-0.1
Nondurable goods	3.3	3.7	1.3	5.7	7.9	0.7	0.6	0.7	0.3	1.1	1.5	0.1
Services	3.2	3.1	3.0	2.9	3.1	4.4	1.3	1.2	1.2	1.1	1.2	1.7
Gross private domestic investment	3.1	3.0	2.6	2.7	3.7	4.6	0.5	0.5	0.4	0.4	0.6	0.7
Fixed investment	3.2	3.0	2.6	2.7	4.0	4.9	0.5	0.5	0.4	0.4	0.6	0.8
Nonresidential	1.3	2.1	3.1	1.9	2.5	3.7	0.1	0.2	0.3	0.2	0.3	0.4
Structures	5.5	10.0	10.3	9.9	16.5	19.5	0.1	0.2	0.2	0.2	0.4	0.5
Equipment and software	-0.1	-0.4	0.9	-0.7	-1.8	-1.2	0.0	0.0	0.1	-0.1	-0.1	-0.1
Residential	6.7	4.7	1.6	4.3	6.5	7.1	0.3	0.3	0.1	0.2	0.4	0.4
Change in private inventories							0.0	0.0	0.0	0.0	0.0	0.0
Government consumption expenditures and gross investment	3.7	4.7	5.7	3.7	6.7	4.9	0.7	0.8	1.0	0.7	1.2	0.9
Federal	4.2	3.6	7.0	2.1	3.0	0.3	0.3	0.2	0.5	0.1	0.2	0.0
National defense	4.0	3.5	6.6	1.4	3.5	0.5	0.2	0.2	0.3	0.1	0.2	0.0
Nondefense	4.6	3.7	7.9	3.6	2.1	-0.1	0.1	0.1	0.2	0.1	0.1	0.0
State and local	3.4	5.4	4.9	4.7	9.0	7.6	0.4	0.6	0.5	0.5	1.0	0.8
Addenda:												
Gross domestic purchases:												
Food	3.1	2.3	1.0	3.5	1.2	2.9	0.3	0.2	0.1	0.3	0.1	0.3
Energy goods and services	11.6	19.1	5.1	28.1	50.6	12.7	0.5	0.8	0.2	1.2	2.0	0.6
Excluding food and energy	2.4	2.5	3.0	2.1	2.5	2.9	2.1	2.2	2.6	1.8	2.1	2.5
Personal consumption expenditures:												
Food	3.1	2.2	1.0	3.5	1.3	2.6						
Energy goods and services	11.5	17.3	3.6	28.6	50.0	9.0						
Excluding food and energy	2.0	2.0	2.4	1.7	1.4	2.2						
"Market-based" PCE	2.3	2.7	2.1	3.4	3.9	2.4						
Excluding food and energy	1.5	1.7	2.2	1.5	1.1	1.8						
Gross domestic product	2.6	2.8	3.1	2.6	3.3	3.0						

NOTE: Most percent changes are from NIPA table 1.6.7; percent changes for personal consumption expenditures on food and on energy goods and services and for personal consumption expenditures excluding food and energy are calculated from index numbers in NIPA table 2.3.4. Contributions to percent change are from NIPA table 1.6.8.

underlying core rate of inflation, increased 2.2 percent after increasing 1.4 percent.

Prices of private nonresidential fixed investment increased 3.7 percent after increasing 2.5 percent. Prices of structures accelerated, increasing 19.5 percent after increasing 16.5 percent, but prices of equipment and software decreased 1.2 percent after decreasing 1.8 percent. Prices of residential fixed investment increased 7.1 percent after increasing 6.5 percent and have accelerated for three successive quarters.

Prices paid by government increased 4.9 percent after increasing 6.7 percent. Prices paid by the Federal Government for defense goods and services decelerated; prices paid for nondefense goods and services turned down. Prices paid by state and local governments also decelerated.

The GDP price index increased 3.0 percent in the fourth quarter, 0.3 percentage point less than the price index for gross domestic purchases.⁸ The smaller increase in the GDP price index reflected a smaller increase in export prices (which are included in the GDP price index) than in import prices (which are included in the price index for gross domestic purchases).

Personal Income

Real disposable personal income (DPI) rebounded in the fourth quarter, increasing 7.0 percent after decreasing 2.0 percent in the third quarter (chart 3). The upturn reflected a sharp acceleration in current-dollar DPI and a deceleration in the implicit price deflator for personal consumption expenditures (PCE). Current-dollar DPI increased 9.8 percent after increasing 1.6 percent, primarily because of a strong acceleration in personal income that was somewhat offset by an acceleration in personal current taxes (table 5).⁹ The PCE implicit price deflator (which is used to deflate DPI) increased 2.6 percent after increasing 3.7 percent.

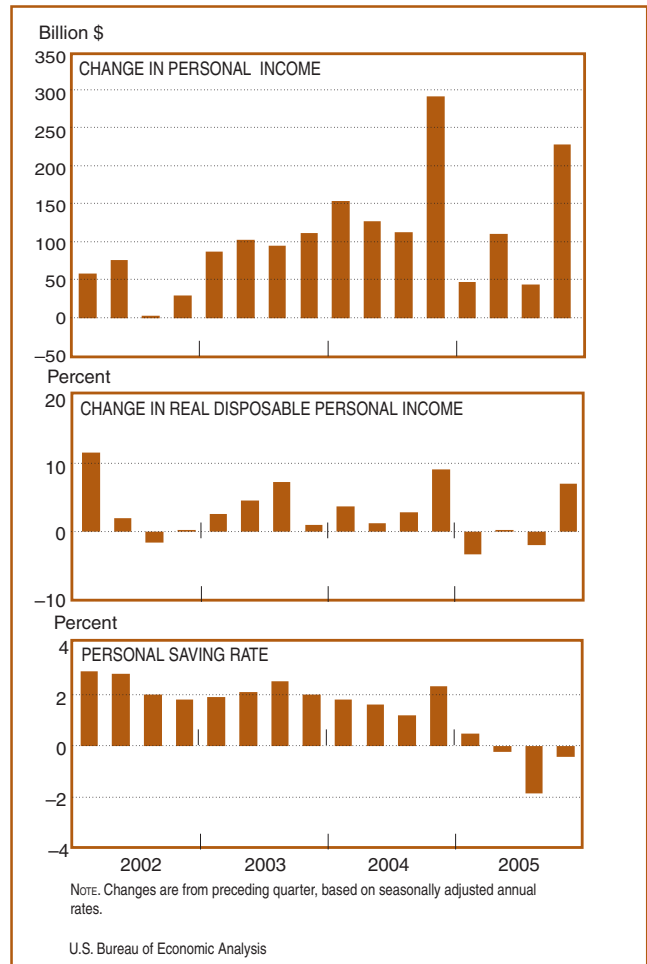
8. The GDP price index measures the prices paid for goods and services produced in the United States. The price index for gross domestic purchases measures the prices paid for goods and services purchased by U.S. residents, regardless of where those goods and services were produced.

9. Current-dollar DPI is defined as personal income less personal current taxes.

Personal income, which is only measured in current dollars, increased \$231.6 billion (or 9.4 percent) after increasing \$45.3 billion (or 1.8 percent) in the second quarter.¹⁰ The acceleration primarily reflected a sharp upturn in rental income of persons, an upturn in non-

10. Quarterly NIPA estimates are presented at annual rates, which show the value that would be registered if the rate of activity that is measured for a quarter were maintained for a full year. The annual rates are determined simply by multiplying the estimated rate of activity by 4.

Chart 3. Selected Personal Income and Saving Measures



farm proprietors' income, and accelerations in government social benefits and in personal interest income. Changes in these components were partly offset by a sharp downturn in "other" current transfer receipts from business and by decelerations in wages and salaries and in employer contributions for employee pension and insurance funds.

The upturns in rental income and in nonfarm proprietors' income primarily reflected rebounds from the uninsured losses from the third-quarter hurricanes. The acceleration in government social benefits primarily reflected an upturn in state and local Medicaid payments that are part of current personal transfer receipts. The acceleration in personal interest income was mainly due to an increase in interest rates.

The downturn in "other" current transfer receipts

from business reflected the third-quarter net settlements that had been paid to persons for hurricane losses. The deceleration in wages and salaries primarily reflected data on employment, hours, and earnings from the Bureau of Labor Statistics. The deceleration in employer contributions for employee pension and insurance funds primarily reflected a deceleration in health insurance contributions. Employer contributions government social insurance also decelerated.¹¹

Personal dividend income accelerated for the third consecutive quarter, increasing \$15.3 billion after increasing \$13.8 billion in the third quarter.

11. Employer contributions for government social insurance do not affect personal income. In the calculation of personal income, they are added in "supplements to wages and salaries" and subtracted in "contributions for government social insurance."

Table 5. Personal Income and Its Disposition

[Billions of dollars; quarterly estimates are seasonally adjusted at annual rates]

	Level		Change from preceding period					
	2005	2005	2004	2005	2005			
		IV			I	II	III	IV
Compensation of employees, received	7,113.6	7,237.3	366.5	426.0	105.9	58.5	95.2	81.9
Wage and salary disbursements	5,711.9	5,803.6	278.3	322.5	67.0	42.4	69.3	62.0
Private industries	4,740.4	4,822.0	242.2	290.4	55.2	36.9	61.6	55.4
Goods-producing industries	1,114.4	1,132.4	42.7	64.5	16.2	8.0	11.8	13.4
Manufacturing	720.1	728.7	19.0	32.4	7.5	0.2	5.3	7.9
Services-producing industries	3,626.0	3,689.7	199.5	225.9	38.9	29.1	49.7	42.1
Trade, transportation, and utilities	954.6	967.6	41.1	54.9	6.7	13.3	10.8	5.7
Other services-producing industries	2,671.4	2,722.1	158.4	171.0	32.2	15.8	38.8	36.5
Government	971.4	981.6	36.2	31.9	11.8	5.5	7.7	6.6
Supplements to wages and salaries	1,401.8	1,433.7	88.1	103.7	38.9	16.1	25.9	19.9
Proprietors' income with IVA and CCAAdj	937.8	964.2	79.4	48.2	17.0	18.7	-4.2	31.8
Farm	20.1	17.9	8.1	-15.7	0.1	-5.1	-1.6	-0.1
Nonfarm	917.7	946.3	71.4	63.9	16.9	23.9	-2.8	32.0
Rental income of persons with CCAAdj	73.9	84.5	2.5	-60.3	-10.7	-13.6	-115.5	95.6
Personal income receipts on assets	1,456.7	1,510.3	57.8	60.2	-85.7	31.9	29.1	41.4
Personal interest income	945.0	977.5	-11.7	39.1	8.0	20.6	15.2	26.3
Personal dividend income	511.7	532.9	69.5	21.1	-93.7	11.3	13.8	15.3
Personal current transfer receipts	1,525.5	1,545.5	83.5	98.0	39.6	20.8	48.5	-12.6
Less: Contributions for government social insurance	869.4	879.2	45.6	47.2	17.5	3.9	7.7	6.6
Equals: Personal income	10,238.2	10,462.6	544.2	524.9	48.6	112.3	45.3	231.6
Less: Personal current taxes	1,206.9	1,234.3	49.2	157.8	77.1	34.6	9.9	18.4
Equals: Disposable personal income	9,031.3	9,228.3	495.0	367.1	-28.4	77.7	35.4	213.2
Less: Personal outlays	9,072.8	9,261.6	516.2	560.3	129.6	146.6	172.7	87.7
Equals: Personal saving	-41.6	-33.3	-21.0	-193.4	-158.0	-68.9	-137.4	125.6
Addenda: Special factors in personal income								
In government wages and salaries:								
Federal pay raise		7.0			6.6	0.4	0.0	0.0
Federal civilian retroactive pay		0.0			0.0	0.0	0.0	0.0
Reservists' pay		8.1			0.3	-0.9	-0.7	0.1
In supplements to wages and salaries:								
Employer contributions for social insurance		4.1			4.1	0.0	0.0	0.0
In nonfarm proprietors' income:								
Hurricane-related net insurance settlements (excluding owner-occupied housing)		-0.5			0.0	0.0	-21.6	21.1
In rental income of persons:								
Hurricane-related net insurance settlements (excluding owner-occupied housing)		-2.6			0.0	0.0	-103.7	101.1
In personal dividend income:								
Microsoft "special" dividend payments		0.0			-99.4	0.0	0.0	0.0
In personal current transfer receipts:								
Social security retroactive payments		2.2			-2.5	0.0	0.0	2.2
Cost-of-living adjustments under Federal transfer programs		15.7			15.3	0.0	0.0	0.4
Hurricane-related net insurance settlements (excluding owner-occupied housing)		3.6			0.0	0.0	48.8	-41.9
In contributions for government social insurance:								
Changes in premium for supplementary medical insurance		5.4			5.4	0.0	0.0	0.0
In personal current taxes:								
Federal tax law changes		-2.7			-2.7	0.0	0.0	0.0
Refunds, settlements, and other		49.6			49.6	0.0	0.0	0.0

NOTE: Dollar levels are from NIPA tables 2.1 and 2.2B.
IVA Inventory valuation adjustment
CCAAdj Capital consumption adjustment

Real GDP for 2005

Real GDP increased 3.5 percent in 2005 after increasing 4.2 percent in 2004 (table 1). Real gross domestic purchases increased 3.6 percent after increasing 4.7 percent.

The deceleration in real GDP primarily reflected a downturn in private inventory investment and decelerations in consumer spending and in Federal Government spending that were partly offset by a deceleration in imports.

Businesses reduced inventory investment in 2005 by \$34.8 billion. The reduction subtracted 0.32 percentage point from real GDP growth in contrast to the inventory accumulation in 2004 that added 0.35 percentage point to real growth.

Consumer spending increased 3.6 percent and contributed 2.49 percentage points to real GDP growth after increasing 3.9 percent in 2004 and adding 2.71 percentage points. The deceleration was primarily due to a downturn in spending for motor vehicles and parts and to a deceleration in spending for furniture and household equipment.

Federal Government spending increased 2.0 percent and contributed 0.14 percentage point to real GDP growth in 2005 after increasing 5.2 percent and con-

tributing 0.36 percentage point. Partly offsetting this deceleration, state and local spending increased 1.5 percent and contributed 0.18 percentage point to real GDP growth after increasing 0.4 percent and contributing 0.05 percentage point.

Imports decelerated in 2005, increasing 6.2 percent after increasing 10.7 percent. Imports subtracted 0.96 percentage point from real GDP growth in 2005 after subtracting 1.53 percentage points. The deceleration was widespread across imports of goods and of services.

The price index for gross domestic purchases increased 3.2 percent, compared with an increase of 2.9 percent in 2004, mainly reflecting an acceleration in energy prices; food prices decelerated (table 4). The price index for gross domestic purchases excluding food and energy remained roughly constant over 2004, increasing 2.5 percent in 2005 after increasing 2.4 percent.

Real DPI increased 1.4 percent after increasing 3.4 percent. The deceleration reflected a deceleration in current-dollar personal income that was reinforced by an acceleration in personal current taxes.

Gross Domestic Product

Revisions and Source Data

By Bruce T. Grimm and Teresa L. Weadock

THE Bureau of Economic Analysis (BEA) estimates of gross domestic product (GDP) are among the most widely scrutinized indicators of U.S. economic activity. In particular, BEA's first quarterly estimates of GDP draw wide attention from policymakers, academics, investment professionals, the media, and others. These first quarterly estimates provide an early estimate of broad economic activity and are produced using a wide mix of source data—preliminary survey results, various indicators, trade industry data, and more—that are later revised to reflect more complete information.

The goal of this article is to explain the relationship between the first three quarterly GDP estimates and the source data that each of these estimates incorporates. This article also illustrates that the differences between the quarterly GDP estimates and the first annual revision estimate, which incorporates higher quality source data, are relatively small. Thus, the earliest quarterly estimates of GDP present a general picture of the economy—growth, trends, and component activity—that changes relatively little through subsequent revisions.

The estimates of GDP for each quarter are published in a series of releases (table 1). For any given quarter, the “advance” estimate of GDP is released toward the end of the first month after the quarter ends. The “preliminary” estimate is released toward the end of the second month after the quarter ends. And the “final” estimate is released toward the end of the third month.

The two later estimates incorporate progressively more up-to-date source data. These three quarterly estimates are referred to by BEA as the “current quarterly” estimates and attract the most attention from the public. Previous BEA studies of revisions have indicated that the current quarterly estimates of GDP are reliable.¹

In addition, BEA releases “annual revision estimates” of GDP in series. These revisions revise quarterly and annual GDP estimates for the previous 3 years. The first annual revision estimate is usually released in July of the following year.² The first annual revision estimate for the year 2005, for example, will be released in July 2006. The first annual revision incorporates revised monthly or quarterly source data and new annual data. The second and third annual revision estimates follow in successive years. These revisions incorporate newly available and revised annual data.

After the third annual revision estimate, the estimates of GDP—both quarterly and annual—are generally not revised until the next comprehensive revision. Comprehensive revisions, which occur about every 5 years, incorporate even more detailed source data from various economic censuses.

Source data types

To calculate GDP and other measures in the national income and product accounts (NIPAs), BEA relies on a wide range of source data, including measures of retail sales, manufacturers' shipments, inventories, value of construction put in place, employment, international trade flows of goods and services, revenue of services industries, and estimates of government outlays. These

Table 1. Release Schedule for the Successive Estimates of Gross Domestic Product for the Fourth Quarter of 2004

Advance estimate	January 2005
Preliminary estimate	February 2005
Final estimate	March 2005
First annual estimate	July 2005
Second annual estimate	July 2006
Third annual estimate	July 2007

1. For example, see Dennis J. Fixler and Bruce T. Grimm, “Reliability of the NIPA Estimates of U.S. Economic Activity” *SURVEY OF CURRENT BUSINESS* 85 (February 2005): 8–19; <www.bea.gov/bea/articles/2005/02February/0205_NIPAs.pdf>.

2. The first annual revision estimate follows the early annual estimate for a given year. This estimate is an average of the year's four quarters. It is released with the “advance” quarterly estimate of GDP for the fourth quarter, usually in January of the following year, and it is revised with the release of the preliminary and final estimates for the fourth quarter.

source data are available at different frequencies—for example, inventory data are available monthly and annually.

To derive the quarterly estimates of most GDP components, BEA relies on “expenditure data” in current dollars. Typically, these data are then adjusted to conform with NIPA concepts and definitions, using one of four methods: Commodity flow, retail control, perpetual inventory, or fiscal year analysis.³

In some cases, BEA relies on other methods to derive appropriate expenditure data, including a straightforward “physical quantity times price” method. For example, to derive personal consumption expenditures for gasoline, the number of gallons and the average prices from the Energy Information Administration (EIA) are multiplied to obtain current-dollar estimates. In other cases, if the monthly or quarterly data are available but are not as comprehensive or as reliable as annual source data, BEA uses the annual data to extrapolate or interpolate an estimate of expenditures. In some cases, the extrapolation and interpolation are based on trends.

Estimates of imports and exports of goods and services (as well as some other foreign transactions) are based on the international transactions accounts.

Source data categories and successive estimates

In this article, BEA categorizes the source data used for GDP and NIPA estimates according to quality, availability, and use (table 2) The four categories are as follows:

- **Revised data.** These data are based on revised estimates of monthly or quarterly source data; they are presumed to be more accurate than preliminary data.
- **Monthly or quarterly data.** These data include either monthly data for all 3 months of a quarter or data for a complete quarter.
- **Monthly and trend-based data.** These data typically include 2 months of source data but limited or no data for the third month, necessitating a calculation for the third month.⁴

3. For more details, see “Updated Summary Methodologies,” SURVEY 85 (November 2005): 11–28; <www.bea.gov/bea/articles/2005/11November/1105_NIPAMeth.pdf>.

4. Information on the assumptions used for unavailable source data is provided in a technical note that is on BEA’s Web site <www.bea.gov> as part of the advance GDP release. In addition, on the day of the release of personal income and outlays after the release of the advance estimates, more detailed information is posted on BEA’s Web site; under “Gross Domestic Product” and “Supplemental Estimates,” see “Key source data and assumptions for advance estimates.”

- **Trend-based data.** These data are typically calculated by BEA from previous estimates and trends, using moving averages of various lengths, regressions, and judgment by BEA economists.

The advance estimates are based on source data in the last three categories. The most common types of source data are “monthly or quarterly data” and “monthly and trend-based data.” These two categories account for about 75 percent of the source data used to calculate the advance estimates (table 3 and chart 1). Trend-based data account for the remainder.

Table 3. Shares of Sources for the Successive GDP Estimates for the Third Quarter of 2003
[Percent]

Sources	Advance estimates	Preliminary estimates	Final estimates	First annual estimates
Trend-based data	25.1	22.6	20.9	5.6
Monthly data and trend-based data...	29.7	1.7	1.2	.....
Monthly or quarterly data	45.3	6.6	8.4	.....
Revised data .....	.....	69.2	69.5	47.2
Annual data .....	.....	.....	.....	47.2

The preliminary and final estimates are based on source data in all four categories. However, most of the “monthly and trend-based data” are replaced by revised data, which are generally considered more accurate. About 77 percent of the source data for the final estimates are revised data or “monthly or quarterly data.” About 21 percent of the source data for the final estimate is trend-based data, down from 25 percent for the advance estimates.

The estimate of new residential structures offers an example of source data changes from the advance estimate to the final quarterly estimate. The advance estimate of new residential structures incorporates 2 months of source data and an assumption for the third month; the source data is categorized as “monthly and trend-based data.” The preliminary estimate is based on revised data for the first and second months and newly available data for the third month; the source data are categorized as revised data. The final estimate is based on data for the second and third months that are further revised; the source data is also categorized as revised data.

Annual revisions

The first annual revision estimate of GDP includes revisions to the quarterly estimates for the previous year in addition to new annual estimates. By the time the first annual revision estimates are calculated and released, much of the data used to calculate the advance quarterly estimates have been replaced with higher quality data.

Table 2. Sources for the Successive Estimates of Quarterly Gross Domestic Product

GDP component	Advance estimates	Preliminary estimates	Final estimates	First annual estimates
Personal consumption expenditures				
Goods				
Motor vehicles	Monthly data and trend-based data	Monthly or quarterly data	Monthly or quarterly data	Revised data
Other durable and nondurable goods	Monthly or quarterly data	Revised data	Revised data	Revised data
Services				
Housing (housing stock)	Monthly or quarterly data	Revised data	Revised data	Revised data
Household operation				
Electricity and natural gas	Trend-based data	Monthly data and trend-based data	Monthly data and trend-based data	Annual data
Telephone	Trend-based data	Monthly data and trend-based data	Monthly data and trend-based data	Annual data
Other	Trend-based data	Trend-based data	Trend-based data	Annual data
Transportation				
Motor vehicle leasing	Monthly data and trend-based data	Monthly or quarterly data	Monthly or quarterly data	Annual data
Airlines	Monthly or quarterly data	Monthly or quarterly data	Monthly or quarterly data	Annual data
Other	Trend-based data	Trend-based data	Trend-based data	Annual data
Medical care	Trend-based data	Trend-based data	Trend-based data	Annual data
Recreation				
Motion picture admissions	Monthly or quarterly data	Monthly or quarterly data	Monthly or quarterly data	Annual data
Cable television	Trend-based data	Monthly or quarterly data	Revised data	Annual data
Casino gambling	Monthly data and trend-based data	Monthly data and trend-based data	Monthly or quarterly data	Annual data
Other	Trend-based data	Trend-based data	Trend-based data	Annual data
Personal care	Trend-based data	Trend-based data	Trend-based data	Annual data
Personal business				
Brokerage	Monthly data and trend-based data	Monthly or quarterly data	Monthly or quarterly data	Annual data
Bank service charges	Trend-based data	Trend-based data	Monthly or quarterly data	Annual data
Imputed interest of commercial banks	Trend-based data	Trend-based data	Monthly or quarterly data	Annual data
Legal services	Trend-based data	Trend-based data	Monthly or quarterly data	Annual data
Other	Trend-based data	Trend-based data	Trend-based data	Annual data
Education and research	Trend-based data	Trend-based data	Trend-based data	Annual data
Religious and welfare	Trend-based data	Trend-based data	Trend-based data	Annual data
Net foreign travel	Monthly data and trend-based data	Revised data	Revised data	Revised data
Nonresidential fixed investment				
Structures				
Construction put-in-place	Monthly data and trend-based data	Revised data	Revised data	Revised data
Petroleum and natural gas	Monthly or quarterly data	Monthly or quarterly data	Monthly or quarterly data	Revised data
Equipment and software				
Unit auto and truck sales	Monthly or quarterly data	Monthly or quarterly data	Monthly or quarterly data	Revised data
Business shares of auto and truck sales	Monthly data and trend-based data	Monthly or quarterly data	Monthly or quarterly data	Revised data
Manufacturers' shipments of nondefense capital goods, excluding aircraft	Monthly or quarterly data	Revised data	Revised data	Revised data
Shipments of civilian aircraft	Monthly data and trend-based data	Revised data	Revised data	Revised data
Exports and imports of capital goods	Monthly data and trend-based data	Revised data	Revised data	Revised data
Residential fixed investment				
Structures				
Construction put-in-place	Monthly data and trend-based data	Revised data	Revised data	Revised data
Brokers' commissions				
Sales of new homes	Monthly or quarterly data	Revised data	Revised data	Revised data
Sales of existing homes	Monthly or quarterly data	Revised data	Revised data	Revised data
Change in private inventories				
Wholesale and retail trade and nondurable-manufacturing inventories	Monthly data and trend-based data	Revised data	Revised data	Revised data
Durable-manufacturing inventories	Monthly or quarterly data	Revised data	Revised data	Revised data
Other	Trend-based data	Monthly data and trend-based data	Monthly data and trend-based data	Annual data
Net exports of goods and services				
Exports				
Goods	Monthly data and trend-based data	Revised data	Revised data	Revised data
Services	Monthly data and trend-based data	Revised data	Revised data	Annual data
Imports				
Goods	Monthly data and trend-based data	Revised data	Revised data	Revised data
Services	Monthly data and trend-based data	Revised data	Revised data	Annual data
Government consumption expenditures and gross investment				
Federal	Monthly or quarterly data	Revised data	Revised data	Annual data
State and local				
Compensation (employment)	Monthly or quarterly data	Revised data	Revised data	Annual data
Structures (construction put-in-place)	Monthly data and trend-based data	Revised data	Revised data	Revised data
Other	Trend-based data	Trend-based data	Trend-based data	Trend-based data

Many of the quarterly estimates in the first annual revision are based on source data that cover a full year (annual data) and are then either interpolated or extrapolated using source data that cover either months or quarters.⁵ The monthly or quarterly source data are often the same as those used to calculate the current quarterly estimates, with revisions, if necessary, to make them consistent with the annual data and with updated seasonal adjustments.

Annual source data often contain additional or more complete information than the quarterly or monthly source data. For example, the first annual revision estimates for personal consumption expendi-

5. In the interpolation process, the annual estimates are interpolated using quarterly or monthly source data that generally retain patterns of the annual source data; the quarterly estimates are interpolated in ways that retain the annual totals.

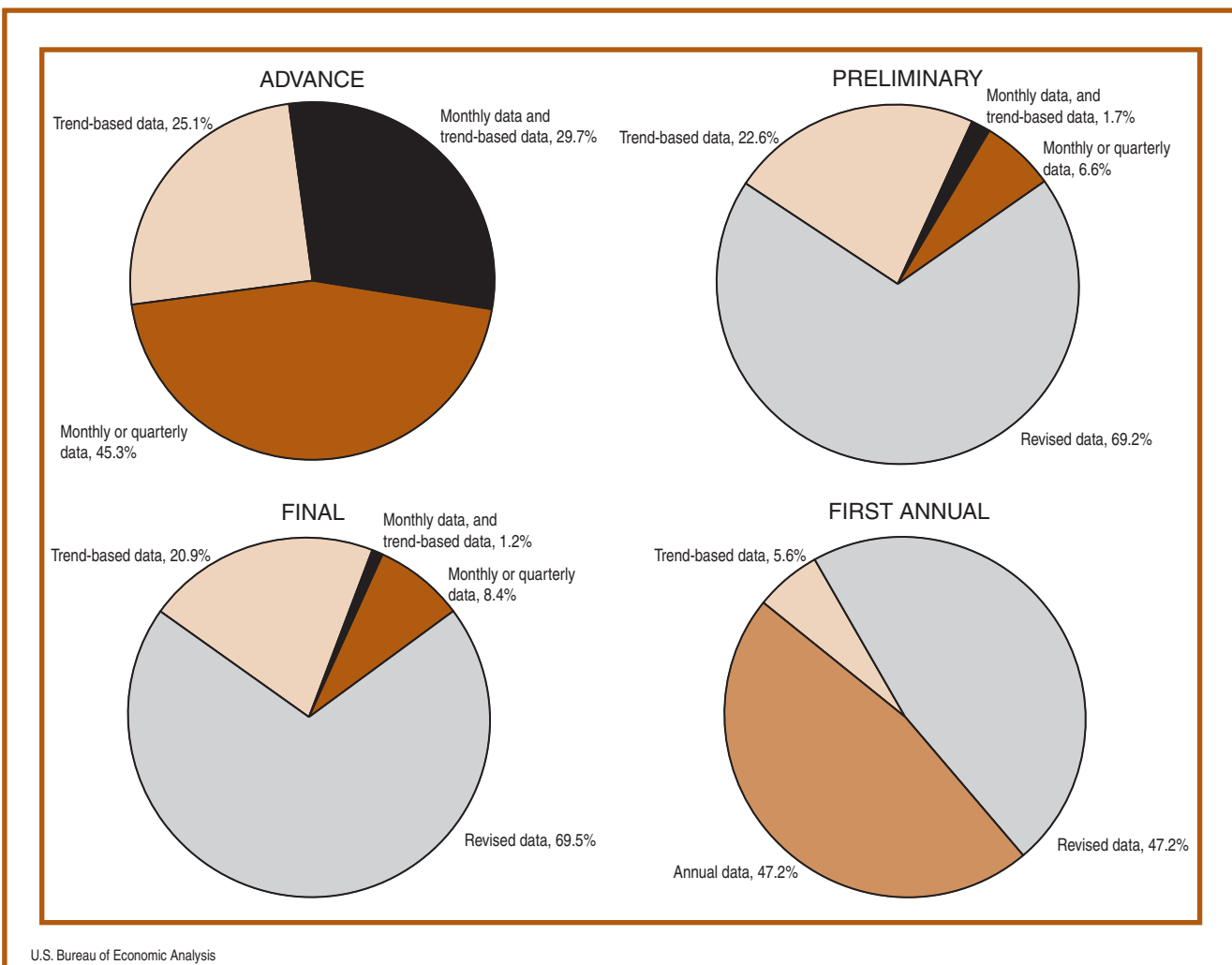
tures for electricity are based on 3 months of source data for each quarter as well as on annual estimates from the EIA.

Nearly half of the first annual revision estimates are based on source data that are not available when the final quarterly estimates are prepared. Another 25 percent of the source data are revised data. Only about 6 percent of the source data used for the first annual estimates are either trend-based data or are unrevised monthly or quarterly source data.

The second and third annual revision estimates incorporate more new or revised annual source data as well as some further revised monthly and quarterly data. These annual revision estimates also incorporate revised seasonal adjustment factors, which depend on seasonal patterns that change over time.

In addition, BEA releases a comprehensive revision

Chart 1. Shares of Source Data for the Quarterly GDP Estimates



about every 5 years.⁶ In years when comprehensive revisions are published, no annual revision is published.

Current quarterly and first annual revision comparison

The current quarterly estimates receive the most attention from policymakers and business analysts because they are the first estimates published for a specific quarter and are thus considered highly topical. In 1983–2002, the current quarterly estimates of GDP growth in current dollars ranged from –1.2 percent to 13.9 percent.

To assess the magnitude of revisions to current-dollar GDP growth estimates, one can compare the three current quarterly estimates among themselves and compare the three current quarterly growth estimates to the first annual revision growth estimate. These comparisons allow one to assess the impact of the source data flow because the first annual revision estimate reflects higher quality source data, mainly more up-to-date annual data and revised quarterly data.⁷ This estimate also features revisions to seasonal adjustments that are typically smaller than the revisions to the later estimates. In addition, the effects of revisions due to changes in definitions or methodologies are smaller than the revisions to the later estimates.

Overall, the magnitude of revisions to these growth rates is small. What's more, the revisions from the current quarterly estimates to the latest estimates, which are considered the most accurate, are similar to the revisions from the three annual estimates to the latest estimates.⁸

Mean revisions. Even though the source data used for the advance estimates are updated with more timely and more reliable data for the preliminary and final estimates, the average revisions from the advance estimate to the later estimates are rather modest. The mean revisions from the advance estimate to both the preliminary and final estimates of current-dollar GDP are 0.15 percentage point (table 4). The mean revision from the preliminary estimate to the final estimate of current-dollar GDP is negligible.

The mean revision from the advance estimate to the first annual estimate of GDP is 0.21 percentage point. The mean revisions of the preliminary and final esti-

mates to the first annual revision estimate of GDP are both just 0.06 percentage point. The 0.06-percentage-point mean revisions reflect the incorporation of comprehensive revisions into some of the first annual estimates; the comprehensive revisions have historically raised both the levels and the rates of growth of GDP. There are no significant biases; none of the mean revisions is statistically significantly different from zero.

Mean absolute revision (MAR). The mean revision without regard to sign of the advance estimate to the preliminary estimate of GDP is 0.54 percentage point. The MAR from the advance estimate to the final estimate is 0.70 percentage point. The MAR from the preliminary estimate to the final estimate is 0.28 percentage point.

The MARs from the current quarterly estimates to the first annual estimates of GDP range from 0.86 to 1.08 percentage points. In comparison, the MARs of the current quarterly estimates to the second and third annual revisions range from 1.12 to 1.18 percentage points. Thus, the MARs of revisions from the current quarterly estimates to the later estimates that incorporate annual source data (as well as comprehensive revisions in some instances) are substantially larger than the MARs from the earlier to the later current quarterly estimates.⁹

Previous BEA studies of GDP estimates have found that the current quarterly estimates are reliable. An analysis of GDP estimates for 1983–2002, for example, found that 98 percent of the time, these estimates successfully indicated the direction of change in real GDP; that 74 percent of the time, these estimates indicated whether real GDP was accelerating or decelerating; and that more than 60 percent of the time, when the estimates were more than one standard deviation higher or lower than the mean, later estimates found they remained similarly removed from the mean.

9. For a discussion of the performance of the advance, preliminary, and final estimates, see Allan H. Young, "Reliability and Accuracy of the Quarterly Estimates, SURVEY 73 (October 1993): 29–43; <www.bea.gov/beat/articles/National/NIPA/1993/1093od.pdf>.

Table 4. Mean and Mean Absolute Revisions to the Successive Estimates of Current-Dollar GDP for 1983–2002

[Percentage points]

	Preliminary estimates	Final estimates	First annual estimates
Mean revisions			
Advance estimates	0.15	0.15	0.21
Preliminary estimates		0.00	0.06
Final estimates			0.06
Mean absolute revisions			
Advance estimates	0.54	0.70	1.08
Preliminary estimates		0.28	0.87
Final estimates			0.86

6. These estimates are "benchmarked" to BEA's benchmark input-output accounts, which are also released about every 5 years. Comprehensive revisions include changes in definitions and methodologies that incorporate new measures or techniques or that incorporate data from new sources.

7. The first annual revision estimates are also used as the standard in BEA's scoring of its reliability of GDP estimates; the results are reported to the Office of Management and Budget.

8. See Dennis J. Fixler, "Revisions to GDP Estimates in the U.S." (paper presented at the Organisation for Economic Co-operation and Development Workshop on Revisions, Paris, October 7, 2004); <www.bea.gov/beat/papers.htm>.

Research Spotlight

Taxation and Multinational Activity: New Evidence, New Interpretations

By Mihir A. Desai, C. Fritz Foley, and James R. Hines Jr.

TARIFF reductions, falling transport costs, and reduced barriers to international capital flows have created extensive opportunities for multinational firms operating in increasingly integrated global markets. In the midst of rapid integration and globalization, firms still face tax systems that differ among countries, and these differences have the potential to affect major investment and financing decisions. Indeed, high-profile examples of countries such as Ireland that use tax policy to attract multinational firms highlight the role of taxation in attracting foreign direct investment, which in turn contributes to economic growth. Governments anxious to attract foreign direct investment often consider the use of tax incentives to lure multinational firms. Similarly, governments of foreign direct investment source countries, including the United States, often wonder whether their tax treatment of foreign income is appropriate. Scholarship on the effect of taxation on foreign direct investment, however, has been limited by an inability to observe how decisionmaking *within* firms reflects tax considerations.

A number of our recent studies have investigated the extent to which taxation influences the activities of U.S. multinational firms. U.S. multinational firms serve as particularly powerful subjects of study because they simultaneously operate in many distinct tax jurisdictions and their actions therefore reflect the impact of tax differences, controlling for any firm-specific effects. Our research covers a wide range of topics, including the impact of indirect taxes as well as of

corporate income taxes, the sensitivity of financing decisions to tax rates, the effects of taxes on repatriation policies, the demand for, and impact of, tax havens, and the use of indirect ownership as a means of avoiding taxes. This body of work is summarized in this research spotlight.

This research is based in large part on work conducted at the Bureau of Economic Analysis (BEA) through a special program that gave us access to the agency's rich store of confidential firm-level data on multinational companies for analytical purposes (see the box "BEA Program for Outside Researchers"). The firm-level data, which are collected in BEA's surveys of international direct investment, are used by BEA to produce aggregated tabular data on multinational-company operations for release to the general public.

In its benchmark and annual surveys of U.S. direct investment abroad, BEA collects the most comprehensive and reliable available data on the activities of U.S. multinational firms.¹ These data are particularly valuable for investigating the impact of international taxation on the activities of U.S.-owned businesses because they include a large amount of tax and operating information that has been collected on a consistent basis on foreign affiliates located around the world.

Several notable features of BEA's direct investment abroad surveys distinguish them from other data sources. First, the BEA data on the foreign operations of U.S. multinational firms are drawn from all foreign affiliates—foreign branches as well as separately incorporated foreign subsidiaries. Because the tax treatments of these two types of foreign affiliates differ, comparisons of the behavior of incorporated and unincorporated affiliates provide useful indicators of the

Mihir A. Desai is an Associate Professor at Harvard Business School, C. Fritz Foley is an Assistant Professor at Harvard Business School, and James R. Hines, Jr. is a Professor of Economics at the University of Michigan. Statistical work for the studies described here was performed at BEA under a special program for outside researchers. (See the box "BEA Program for Outside Researchers.") The views expressed in this article represent the views of the authors.

1. For a discussion of the most recent data collected, see Raymond J. Mataloni Jr., "U.S. Multinational Companies: Operations in 2003," *SURVEY OF CURRENT BUSINESS* 85 (July 2005): 9–29. For general information on the statistics that are available on U.S. multinational firms, see Raymond J. Mataloni Jr., "A Guide to BEA Statistics on U.S. Multinational Companies," *SURVEY* 65 (March 1995): 38–55.

impact of taxation. Second, in contrast to some of the data provided to tax authorities, the BEA filings are not contingent on repatriations (which is usually the taxable event from the U.S. perspective) and include operating information. Thus, the BEA filings profile all of a firm's activity abroad every year. Third, the BEA data provide information not only on income taxes, but also on indirect taxes (such as excise taxes and value added taxes) paid by the foreign affiliates of U.S. multinational firms. Finally, reporting in the BEA data follows generally accepted U.S. accounting principles, and the financial information collected is filed through U.S. entities familiar with such practices; therefore, it is not necessary to make the problematic assumptions that are normally required in order to analyze financial information collected in different countries. The rich variety of operating information for parents and their affiliates also allows for analysis that controls for a variety of confounding factors.

In addition to providing a rich source for financial and operating data for multinational firms, the BEA data also provide a unique window on tax rates around the world. Typically, measures of tax rates rely on statutory rates or rates calculated based on aggregate tax data. The BEA data allow for the measurement of tax burdens as experienced by multinational firms in their operations around the world. As such, they offer a

more accurate measure of effective tax burdens.²

The remainder of this research spotlight summarizes our research on the effects of taxation on multinational firms in the following areas:

- Foreign business activity by multinational firms,
- Financing foreign affiliates,
- Profit repatriation from foreign affiliates,
- Tax havens, and
- Ownership structures.

Income Taxation, Indirect Taxation, and Multinational Activity

Governments have the ability to impose an array of taxes on foreign entities, including personal and corporate income taxes, sales taxes, value-added taxes, property taxes, excise taxes, and numerous others. It is not uncommon for a country to impose all of these taxes simultaneously. Obviously, these taxes have important implications for investment and economic activity, including foreign direct investment.

2. In the papers discussed in this article, income tax rates are defined as ratios of income tax payments to pretax income and are calculated using data for affiliates that report positive after-tax income. Indirect tax rates are defined as ratios of tax payments other than income taxes and payroll taxes to affiliate value added. Payroll taxes are reported as an indistinguishable component of employee compensation. The data are based on U.S. financial accounting rules, which differ from tax accounting rules.

BEA Program for Outside Researchers

The statistical work underpinning the studies described in this article was conducted at the Bureau of Economic Analysis under a program that permits outside researchers to work on site as unpaid special sworn employees of the Bureau for the purpose of conducting analytical and statistical studies using the microdata that it collects under the International Investment and Trade in Services Survey Act. The program was established in the early 1990s, partly as a response to a recommendation by a National Academy of Sciences study panel that "nongovernment users should be given greater access to trade and other international economic data compiled by the federal government."¹ Similar programs have been established at the Census Bureau and the Bureau of Labor Statistics. These programs recognize that some research

requires data at a more detailed level than that provided in publicly disseminated tabulations, and they help to ensure that the data are fully utilized and that the expertise and analytical perspectives of leading economic researchers are brought to bear in their analysis.

At BEA, this work is conducted under strict guidelines and procedures that protect the confidentiality of company-specific data, as required by law. Because the program exists for the express purpose of advancing scientific knowledge and because of legal requirements that limit the use of the data to analytical and statistical purposes, appointment to special-sworn-employee status under this program is limited to researchers. Appointments are not extended to persons affiliated with organizations that collect taxes, enforce regulations, or make policy. BEA screens research outputs before publication to ensure that confidential information is not disclosed, but the views expressed represent those of the researchers.

1. Anne Y. Kester, ed., *Behind the Numbers: U.S. Trade in the World Economy*, National Research Council, Panel on Foreign Trade Statistics (Washington, DC: National Academy Press, 1992): 73.

Previous economic studies have investigated the influence of corporate income taxes on international direct investment. However, the existing literature has considerably less to say about the relationship between direct investment and other types of taxation or about the possibility that the documented relationships may reflect indirect taxes as well as income taxes. Indirect taxes, which are defined as taxes other than corporate income taxes, have grown rapidly over the last several decades and may have a comparable, or greater, impact on investment decisionmaking than do income taxes.

In our paper “Foreign Direct Investment in a World of Multiple Taxes,” we compare the effect of corporate income taxes on investment by U.S. multinational firms with the effect of indirect taxes. Foreign indirect tax obligations of U.S. multinational firms are significant, exceeding 1.5 times their direct tax obligations (chart 1). In addition, many countries, including the United States, permit multinational firms to claim foreign tax credits for corporate income taxes paid to foreign governments, but they do not allow credits for indirect taxes. As a result, taxes for which firms are ineligible to claim credits may well have a greater impact on decisionmaking than (creditable) income taxes.

This study compares the sensitivity of foreign direct investment to indirect taxation with its sensitivity to corporate income taxation. This comparison serves

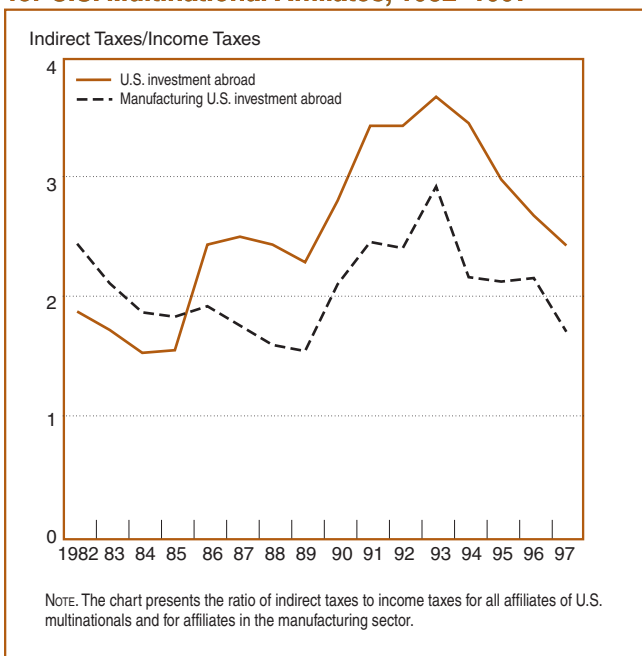
two functions; the first is to identify the impact of these quantitatively important indirect taxes, and the second is to refine our understanding of the channels through which high rates of corporate income taxation discourage foreign direct investment.

The evidence indicates that higher tax rates in host countries are indeed associated with lower direct investment by U.S. multinational firms and that this association is apparent for both indirect taxes and corporate income taxes. Indirect tax rates are negatively correlated with investment levels as measured by assets to about the same degree as are corporate income tax rates. Our estimates suggest that U.S.-owned affiliates in countries with 10-percent higher indirect tax rates have 7.1-percent fewer assets, and those in countries with 10-percent higher corporate income tax rates have 6.6-percent fewer assets. These effects on investment levels are mirrored in effects on output: 10-percent higher indirect tax rates are associated with 2.9-percent less output, and 10-percent higher income tax rates are associated with 1.9-percent less output.

There are reasons to believe that indirect taxes and corporate income taxes influence overall levels of multinational affiliate activity through distinct channels. Indirect tax obligations are not functions of reported income and therefore are little, if at all, affected by the financing of foreign affiliates and by the prices used for intrafirm transfers. For any given level of output, high corporate income taxes have a depressing effect on the use of capital because the taxation of the return to capital encourages firms to substitute away from capital inputs and towards tax deductible inputs such as labor. As a consequence, corporate income taxes encourage firms to reduce their capital-labor ratios, while indirect taxes do so to a much lesser degree. The evidence is consistent with these predictions, in that high corporate income tax rates depress affiliate capital-labor ratios and profit rates, while high indirect tax rates have no discernible effects on these variables.

Thus, high corporate income tax rates are associated with reduced levels of foreign direct investment because they increase the costs of using capital, they encourage taxpayers to substitute labor for capital, and they affect the returns to reallocating taxable income. High indirect tax rates reduce foreign direct investment through just one of these channels, that of greater costs, but the magnitude of their impact is comparable with that of income taxes, partly reflecting the fact that tax credits are not available for indirect tax payments.

Chart 1. The Ratio of Indirect Taxes to Income Taxes for U.S. Multinational Affiliates, 1982–1997



Taxation and the Financing of Foreign Direct Investment

Tax systems generally permit corporations to deduct interest expenses in calculating taxable income, but they do not permit corresponding deductions for dividend payments to shareholders. Such systems encourage the use of debt at the expense of equity, an incentive that is stronger at higher tax rates. While it is widely appreciated that tax systems create such incentives, estimating the sensitivity of capital structure to corporate income tax rates has proven to be difficult. Countries typically subject similar corporations to similar tax rates, thus limiting tax-rate differences and making it difficult to identify the effects of taxation using data drawn from firms in the same country. Recent efforts using cross-country samples exploit the rich variations that international comparisons offer, but these efforts frequently face problems associated with nonstandardized measurement across countries and small sample sizes. Consequently, it is hardly surprising that several studies report no effects or unexpected relationships between tax incentives and the use of debt.

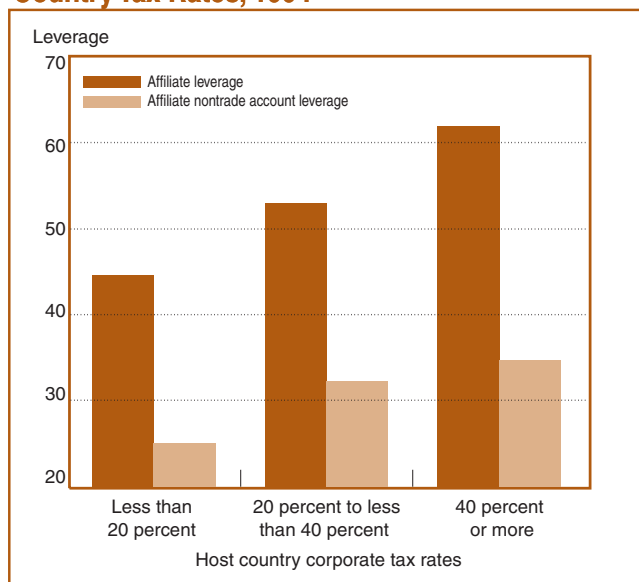
In our paper “A Multinational Perspective on Capital Structure Choice and Internal Capital Markets,” we examine the impact of local corporate income taxes on the extent to which multinationals finance their foreign operations with debt, including the use of borrowing from related parties abroad. U.S. multinational firms face different tax rates and therefore different incentives to use debt in the countries in which they operate. The BEA affiliate-level data makes it possible to distinguish the behavior of foreign affiliates of the *same* parent companies operating in markets with differing corporate income tax rates, and that makes it possible to infer the effects of tax rates on external borrowing and on borrowing from parent companies. The analysis thereby controls for the determinants of capital structure that are common to all affiliates of the same parent company. It also illuminates the extent to which firms use internal capital markets to reduce worldwide tax obligations and to substitute for costly external financing.

The evidence indicates that higher corporate tax rates are robustly associated with increased use of debt. Chart 2 displays the relationship between country tax rates and two measures of U.S. affiliate leverage in 1994. The first measure is the ratio of affiliate current liabilities and long-term debt to total affiliate assets. The median of this ratio for each group of tax rates is depicted by the darker shaded bars. In countries with

tax rates of less than 20 percent, the median ratio is about 45 percent. The median ratio exceeds 60 percent for affiliates in countries with tax rates that are greater than, or equal, to 40 percent. The second measure of leverage that we analyze removes the potential impact of trade credit because trade credit is often noninterest bearing; it is the ratio of affiliate current liabilities and long-term debt, less trade accounts and trade notes payable, to total affiliate assets. The median of this ratio for distinct groups of host country tax rates is depicted by the lighter shaded bars; it also increases substantially with tax rates.

Further analysis reveals that borrowing from parent firms responds more sharply to tax-rate differences than borrowing from external sources. According to our estimates, 1-percent higher tax rates are associated with 0.19-percent higher external borrowing but 0.35-percent higher borrowing from parent companies. Thus, it appears that multinationals opportunistically use their internal capital markets to structure financing in response to tax-rate differences around the world. In addition to measuring the impact of tax-rate differences, the study also considers the effects of external financing costs on proclivities to finance investments with external and internal funds. Specifically, the paper demonstrates that multinational firms face higher borrowing costs in countries with less well developed capital markets, and affiliates in those countries are relatively heavily financed by loans from their parent companies.

Chart 2. Affiliate Capital Structure and Host Country Tax Rates, 1994



Taxation and Repatriation Policies

The U.S. system of taxing foreign income has attracted a great deal of scholarly and legislative attention in recent years. For example, the *American Jobs Creation Act of 2004* featured temporarily reduced taxes on repatriations from abroad in order to encourage firms to repatriate foreign profits that could then be used to finance domestic investment. This rationale relies on the idea that dividend repatriations from foreign affiliates of U.S. multinational firms are significantly affected by repatriation taxes, a proposition tested in our paper “Repatriation Taxes and Dividend Distortions.”

The United States taxes the foreign incomes of U.S. companies, grants credits for foreign income taxes paid, and defers taxes due on the unrepatriated earnings of affiliates that are separately incorporated abroad. This system thus effectively imposes repatriation taxes that inversely vary with foreign tax rates and that differ for affiliates organized as separate corporations and branches because the profits of foreign branches are taxed as they are earned and therefore do not trigger additional tax liabilities upon repatriation. Some observers suggest that the taxation of repatriated profits imposes an undue burden on U.S. companies and that a territorial tax system, in which income earned abroad by U.S. multinational companies would not be subject to U.S. taxation, would improve efficiency and would enhance the competitive positions of U.S. companies in the world marketplace. Others believe that the failure to tax foreign income would create too strong an incentive for U.S. companies to invest in foreign countries rather than in the United States.

Our study measures the effects of repatriation taxes by comparing the behavior of foreign subsidiaries that are subject to different tax rates and by comparing the behavior of foreign incorporated (or “subsidiary”) affiliates with the behavior of unincorporated (or “branch”) affiliates. The evidence indicates that dividend payouts are determined by gradual adjustment to desired long-run dividends conditional on earnings. Highly taxed foreign affiliates have higher payout rates than do more lightly taxed subsidiaries, reflecting the lower net repatriation taxes associated with receiving dividends from heavily taxed affiliates, whose dividends come with large foreign tax credits. Unincorporated foreign affiliates, from whom the receipt of distributions from earnings do not trigger repatriation taxes, do not exhibit the same large and significant association between tax rates and dividend payout ratios.

These effects would disappear if the United States were to exempt foreign income from taxation. The re-

sults imply that holding foreign investment levels constant, the existence of repatriation taxes reduces aggregate dividend payouts by 12.8 percent and in the process generates annual efficiency losses equal to 2.5 percent of dividends. Because repatriation taxes also reduce U.S. direct investment abroad, the total economic effects are larger still.

The Demand for and Uses of Tax Havens

Tax havens are low-tax jurisdictions that provide opportunities for tax avoidance. Popular tax havens typically include Ireland and Luxembourg in Europe, Hong Kong and Singapore in Asia, and various Caribbean island nations in the Americas. Low-tax jurisdictions also exist within countries. Examples include special economic zones in China, low-tax states and enterprise zones in the United States, and historically tax-favored regions such as eastern Germany, southern Italy, and eastern Canada.

U.S. multinational firms make extensive use of foreign tax havens. As of 1999, nearly 60 percent of U.S. firms with significant foreign operations had an affiliate presence in tax-haven countries. In our study “The Demand for Tax Haven Operations,” we use the BEA affiliate-level data to identify the characteristics of firms that use tax havens and the purposes that tax-haven operations serve. The results of the paper’s empirical tests indicate that tax-haven operations facilitate tax avoidance both by permitting firms to allocate taxable income away from high-tax jurisdictions and by reducing the burden of home country taxation of foreign income.

The data suggest that large multinational firms with extensive foreign operations are the most likely to operate in tax havens and that this pattern reflects global tax-avoidance strategies. U.S. multinational firms are more likely to establish new tax-haven operations if their nontax-haven investments are growing rapidly, which generally confirms the notion that more foreign investment increases the potential return to using tax havens. The analysis shows that 1-percent greater sales and investment growth in nearby nontax-haven countries is associated with a 1.5-to-2-percent greater likelihood of establishing a tax-haven operation.

Larger tax-haven countries support a broad range of business activities and thereby afford companies the greatest opportunities to locate taxable profits. The evidence is that multinational parents in industries in which firms typically face high foreign tax rates, in industries that are technology intensive, and in industries characterized by extensive intrafirm trade are the

most likely to operate in large, rather than small, tax havens. The data also show that ownership of an affiliate in a large tax-haven country is associated with reduced tax payments elsewhere in the same region. These results are consistent with the notion that multinational firms have become adept at using financial transactions, intrafirm trade, and transfers of intangible property to reallocate taxable income to low-tax jurisdictions.

U.S. multinational parents in industries in which firms typically face low foreign tax rates also have particularly strong reasons to operate in tax havens. The U.S. policy of taxing foreign profits from foreign subsidiaries only when repatriated, together with the system of granting credits for foreign tax payments, implies that the profits earned in low-tax foreign countries are more likely to generate U.S. tax liabilities when repatriated than are profits earned in high-tax foreign countries. U.S. multinationals can defer repatriation taxes by investing foreign profits in other foreign operations, a process that is facilitated by indirectly owning foreign operations through holding companies located in tax havens. These arrangements must be carefully structured in order to avoid immediate U.S. taxation of certain passive types of income, but they can nonetheless offer benefits to investors with significant potential exposure to U.S. taxation of lightly taxed foreign income. Firms appear to make extensive use of affiliates located in small tax-haven countries for this purpose.

Our related study, “Do Tax Havens Divert Economic Activity?” notes that this evidence suggests that tax havens may serve to increase economic activity in nearby high-tax countries. Tax havens serve this function by indirectly reducing tax burdens on income earned in high-tax countries and by attracting investment that may enhance the profitability of operations in those countries. Proximity allows firms to split up production processes and increases the extent to which firms can avoid taxes through transfer pricing. Evidence that firms with extensive investments in nearby countries find it profitable to establish tax-haven operations likewise implies that the availability of tax haven opportunities increases the attractiveness of investments in high-tax locations. While it is common to worry about the role of nearby tax havens in diverting economic activity, these results indicate that the opposite may well be the case, as the ability to reduce tax obligations through the judicious use of tax-haven operations may stimulate greater investment in their high-tax neighbors.

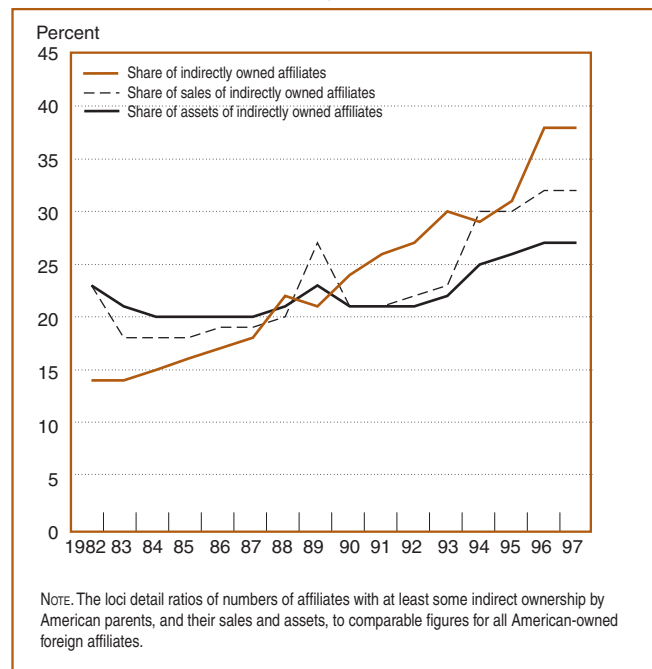
Taxation and Ownership Structure

U.S. multinational firms often structure the ownership of their foreign operations in tiers, so that the parent company might own a holding company in the Netherlands, for example, which in turn owns each of the firm’s many other foreign subsidiaries. Such chains of ownership are becoming increasingly popular, with indirectly owned foreign affiliates now accounting for more than 30 percent of the aggregate foreign assets and sales of U.S. multinational firms (chart 3). The use of indirect ownership is described in our study “Chains of Ownership, Regional Tax Competition, and Foreign Direct Investment.”

The ability to use indirect ownership, in which affiliates are owned indirectly through other affiliates rather than directly by a parent, can make investors from home countries that tax worldwide incomes and that grant foreign tax credits considerably more sensitive to foreign tax-rate differences than they would be otherwise. Indirect ownership has this effect by reducing the burden of home country taxes. In doing so, indirect ownership mitigates the feature of foreign tax credit systems that provides investors with limited incentives to avoid foreign taxes, because they are entitled to claim credits against home country taxes.

Indirect ownership can arise as a consequence of

Chart 3. The Role of Chains of Ownership in U.S. Direct Investment Abroad, 1982–1997



two strategies commonly suggested by lawyers that specialize in international tax planning. In the first, foreign earnings that would otherwise be repatriated are used to purchase equity in other existing foreign affiliates. This triangular strategy (so called because ownership of the indirectly held affiliate is split between the parent and one of its affiliates, producing a triangular ownership chart) adds to, or replaces, the original equity from the parent in the indirectly held affiliate with earnings from the operations of another foreign affiliate. In the second indirect ownership strategy, a multinational firm uses retained earnings from foreign operations to capitalize its initial investments in new foreign affiliates. The parent firm then has no direct ownership stake in the new foreign affiliate; instead, it owns it indirectly through one or more tiers of other foreign affiliates. The function of this strategy is similar to that of the triangular strategy; it also reduces the cost of taxes due upon repatriation by deferring repatriation.

Comparing the behavior of indirectly owned affiliates with directly owned affiliates allows one to measure the extent to which tax effects change when U.S. parent companies avoid the U.S. tax consequences of immediate repatriation. This comparison also offers an indication of the extent to which tax incentives might differ for multinationals that are based in countries that do not tax the foreign incomes of domestically incorporated firms. In particular, the foreign tax credit system used by the United States is likely to make American investors less sensitive to tax-rate differences than investors from many other countries.

Our findings indicate that indirectly owned foreign affiliates exhibit stronger tax effects than directly

owned affiliates. For indirectly owned affiliates, 10-percent higher tax rates in the host country are associated with a 12.0-percent reduction in affiliate assets and a 1.4-percent lower after-tax returns on assets. The comparable effects for directly owned affiliates are a 2.6-percent reduction in assets and a 0.7-percent lower return on assets. Because many countries other than the United States utilize territorial tax systems that do not impose taxes on earnings upon repatriation, granting credits for taxes earned abroad, multinational firms based in many parts of the world face tax environments similar to those faced by indirectly owned affiliates of U.S. companies. As a consequence, our findings suggest that previous evidence for the United States on the impact of taxation may, if anything, underestimate the effect of taxation on the behavior of multinational firms around the world. Similarly, the results illustrate the likely reaction of U.S. multinational firms to the adoption of a territorial tax system in place of the current worldwide tax system with foreign tax credits.

Conclusion

The behavior of U.S. multinational firms as revealed by the evidence collected by the BEA surveys consistently demonstrates that taxes play a critical role in shaping the volume and location of foreign investment, the financing of foreign investment, and the organizational structures of multinationals firms. As the scope of international business operations increases and as governments grapple with proposals for tax reforms, BEA's work in collecting and compiling data on multinational firms, along with its efforts to facilitate scholarly research using these data, only grows in importance.

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BEA Current and Historical Data

National, International, and Regional Data

A selection of estimates from the national, industry, international, and regional accounts of the Bureau of Economic Analysis (BEA) are presented in this section. BEA's estimates are not copyrighted and may be reprinted without BEA's permission, and citing the SURVEY OF CURRENT BUSINESS and BEA as the source is appreciated.

More detailed estimates from BEA's accounts are available on BEA's Web site at <www.bea.gov>. These estimates are available in a variety of formats, including interactive access. In addition, news releases, articles, and other information, including methodologies and working papers, are available.

The tables present annual [A], quarterly [Q], and monthly [M] data.

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National Data

A. Selected NIPA Tables

The selected set of NIPA tables presents the most recent estimates of gross domestic product (GDP) and its components that were released on January 27, 2006. These estimates include the “advance” estimates for the fourth quarter of 2005.

The selected set presents quarterly estimates

that are updated monthly. Annual estimates are presented in most of the tables.

The GDP news release is available on BEA's Web site within minutes after the release. To receive an e-mail notification of the release, go to <www.bea.gov>, and subscribe. The “Selected NIPA Tables” are available later that day.

1. Domestic Product and Income

Table 1.1.1. Percent Change From Preceding Period in Real Gross Domestic Product
[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	4.2	3.5	3.3	3.8	3.3	4.1	1.1
Personal consumption expenditures	2	3.9	3.6	4.3	3.5	3.4	4.1	1.1
Durable goods	3	6.0	4.4	5.5	2.6	7.9	9.3	-17.5
Nondurable goods	4	4.7	4.4	5.5	5.3	3.6	3.5	5.1
Services	5	3.0	2.9	3.6	2.8	2.3	3.3	3.2
Gross private domestic investment.....	6	11.9	5.8	6.8	8.6	-3.7	5.3	12.2
Fixed investment.....	7	9.7	8.0	7.2	7.0	9.5	8.0	3.0
Nonresidential	8	9.4	8.5	10.4	5.7	8.8	8.5	2.8
Structures.....	9	2.2	1.9	4.7	-2.0	2.7	2.2	0.7
Equipment and software...	10	11.9	10.8	12.4	8.3	10.9	10.6	3.5
Residential.....	11	10.3	7.2	1.6	9.5	10.8	7.3	3.5
Change in private inventories...	12							
Net exports of goods and services	13							
Exports	14	8.4	6.7	7.1	7.5	10.7	2.5	2.4
Goods.....	15	8.9	7.1	3.7	5.3	16.0	3.2	3.8
Services	16	7.4	6.0	15.5	12.5	-0.4	1.0	-0.9
Imports	17	10.7	6.2	11.3	7.4	-0.3	2.4	9.1
Goods.....	18	11.0	6.7	13.0	8.2	-1.1	3.5	10.0
Services.....	19	9.6	3.5	3.1	3.7	4.4	-3.2	4.2
Government consumption expenditures and gross investment.....	20	2.2	1.7	0.9	1.9	2.5	2.9	-2.4
Federal	21	5.2	2.0	-0.6	2.4	2.4	7.4	-7.0
National defense.....	22	7.0	2.3	-3.3	3.0	3.7	10.0	-13.1
Nondefense.....	23	1.8	1.6	5.2	1.1	-0.2	2.4	6.9
State and local.....	24	0.4	1.5	1.8	1.6	2.6	0.2	0.4

Table 1.1.2. Contributions to Percent Change in Real Gross Domestic Product

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Percent change at annual rate: Gross domestic product	1	4.2	3.5	3.3	3.8	3.3	4.1	1.1
Percentage points at annual rates:								
Personal consumption expenditures	2	2.71	2.49	3.01	2.44	2.35	2.85	0.79
Durable goods	3	0.51	0.37	0.45	0.22	0.64	0.76	-1.56
Nondurable goods	4	0.94	0.90	1.09	1.07	0.74	0.73	1.04
Services.....	5	1.27	1.22	1.47	1.15	0.97	1.36	1.32
Gross private domestic investment.....	6	1.82	0.96	1.11	1.42	-0.63	0.87	1.95
Fixed investment.....	7	1.47	1.28	1.13	1.12	1.51	1.31	0.51
Nonresidential	8	0.92	0.87	1.04	0.58	0.90	0.88	0.30
Structures.....	9	0.06	0.05	0.12	-0.05	0.07	0.06	0.02
Equipment and software...	10	0.86	0.82	0.92	0.64	0.83	0.82	0.28
Residential.....	11	0.55	0.42	0.09	0.54	0.62	0.43	0.21
Change in private inventories...	12	0.35	-0.32	-0.03	0.29	-2.14	-0.43	1.45
Net exports of goods and services	13	-0.73	-0.28	-0.98	-0.40	1.11	-0.12	-1.18
Exports	14	0.80	0.68	0.70	0.74	1.07	0.26	0.25
Goods.....	15	0.59	0.49	0.25	0.37	1.08	0.23	0.27
Services.....	16	0.22	0.18	0.44	0.37	-0.01	0.03	-0.03
Imports	17	-1.53	-0.96	-1.68	-1.14	0.04	-0.38	-1.42
Goods.....	18	-1.30	-0.86	-1.60	-1.05	0.15	-0.46	-1.32
Services.....	19	-0.23	-0.09	-0.08	-0.10	-0.11	0.09	-0.11
Government consumption expenditures and gross investment.....	20	0.41	0.32	0.17	0.35	0.47	0.54	-0.45
Federal	21	0.36	0.14	-0.04	0.17	0.17	0.52	-0.50
National defense.....	22	0.32	0.11	-0.16	0.14	0.17	0.46	-0.66
Nondefense.....	23	0.04	0.04	0.12	0.03	-0.01	0.06	0.15
State and local.....	24	0.05	0.18	0.21	0.19	0.31	0.03	0.05

Table 1.1.3. Real Gross Domestic Product, Quantity Indexes

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	109.562	113.386	111.003	112.044	112.959	114.112	114.429
Personal consumption expenditures	2	112.601	116.600	114.236	115.217	116.176	117.338	117.670
Durable goods	3	126.245	131.777	129.166	129.999	132.499	135.492	129.119
Nondurable goods	4	113.000	118.014	114.857	116.351	117.392	118.413	119.900
Services	5	109.725	112.960	111.027	111.789	112.440	113.353	114.260
Gross private domestic investment	6	104.286	110.379	107.398	109.645	108.615	110.023	113.234
Fixed investment	7	104.534	112.929	107.880	109.722	112.252	114.443	115.300
Nonresidential	8	96.314	104.510	100.246	101.633	103.806	105.935	106.665
Structures	9	79.314	80.802	80.554	80.145	80.680	81.123	81.259
Equipment and software... ..	10	103.126	114.250	108.201	110.376	113.274	116.170	117.180
Residential	11	125.714	134.732	127.772	130.695	134.100	136.484	137.648
Change in private inventories... ..	12							
Net exports of goods and services	13							
Exports	14	101.970	108.850	104.398	106.295	109.037	109.710	110.357
Goods	15	99.899	106.963	102.031	103.356	107.266	108.104	109.124
Services	16	107.119	113.569	110.275	113.578	113.466	113.738	113.493
Imports	17	116.495	123.676	120.518	122.698	122.620	123.340	126.044
Goods	18	116.830	124.643	121.221	123.629	123.276	124.335	127.332
Services	19	114.991	119.070	117.217	118.292	119.561	118.596	119.830
Government consumption expenditures and gross investment	20	113.398	115.305	114.008	114.537	115.248	116.063	115.372
Federal	21	125.038	127.575	125.704	126.446	127.188	129.491	127.174
National defense	22	129.970	132.915	130.621	131.595	132.791	135.990	131.286
Nondefense	23	116.166	117.976	116.865	117.188	117.120	117.814	119.782
State and local	24	107.487	109.071	108.069	108.489	109.183	109.246	109.365

Table 1.1.4. Price Indexes for Gross Domestic Product

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	109.102	112.144	110.111	110.950	111.655	112.567	113.407
Personal consumption expenditures	2	108.246	111.298	109.326	109.936	110.832	111.846	112.576
Durable goods	3	90.631	90.159	90.449	90.648	90.527	89.839	89.621
Nondurable goods	4	107.634	111.585	108.982	109.827	110.854	112.985	113.176
Services	5	112.695	116.176	113.955	114.303	115.633	116.508	117.758
Gross private domestic investment	6	106.555	109.796	107.733	108.427	109.164	110.169	111.424
Fixed investment	7	106.697	109.937	107.831	108.522	109.254	110.318	111.653
Nonresidential	8	101.025	103.155	101.455	102.244	102.715	103.358	104.304
Structures	9	120.124	132.176	122.827	125.876	128.886	133.914	140.027
Equipment and software... ..	10	95.022	94.666	94.854	95.067	94.910	94.491	94.197
Residential	11	119.935	125.568	122.574	123.062	124.359	126.335	128.516
Change in private inventories... ..	12							
Net exports of goods and services	13							
Exports	14	104.999	108.879	106.366	107.559	108.534	109.323	110.098
Goods	15	104.407	107.665	105.610	106.775	107.545	107.904	108.438
Services	16	106.442	111.791	108.197	109.454	110.908	112.724	114.078
Imports	17	104.571	110.982	107.026	107.783	109.925	112.413	113.807
Goods	18	102.970	109.584	105.440	105.937	108.473	111.228	112.697
Services	19	113.012	118.280	115.383	117.585	117.531	118.523	119.481
Government consumption expenditures and gross investment	20	113.505	118.874	115.148	116.747	117.820	119.751	121.178
Federal	21	114.354	118.478	115.575	117.550	118.168	119.056	119.140
National defense	22	114.840	118.915	116.198	118.060	118.471	119.493	119.634
Nondefense	23	113.498	117.724	114.447	116.647	117.681	118.298	118.270
State and local	24	113.022	119.131	114.914	116.291	117.635	120.186	122.411

Table 1.1.5. Gross Domestic Product

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	11,734.3	12,479.4	11,995.2	12,198.8	12,378.0	12,605.7	12,735.3
Personal consumption expenditures	2	8,214.3	8,745.9	8,416.1	8,535.8	8,677.0	8,844.0	8,926.9
Durable goods	3	987.8	1,025.7	1,008.6	1,017.3	1,035.5	1,050.9	999.0
Nondurable goods	4	2,368.3	2,564.3	2,437.1	2,476.6	2,533.7	2,604.9	2,642.0
Services	5	4,858.2	5,155.9	4,970.4	5,041.8	5,107.8	5,188.3	5,285.9
Gross private domestic investment	6	1,928.1	2,099.5	2,004.5	2,058.5	2,054.4	2,099.5	2,185.7
Fixed investment	7	1,872.6	2,084.3	1,952.6	1,998.7	2,058.5	2,119.2	2,160.9
Nonresidential	8	1,198.8	1,328.3	1,252.9	1,280.1	1,313.5	1,348.9	1,370.6
Structures	9	298.4	334.5	309.8	315.9	325.6	340.2	356.3
Equipment and software... ..	10	900.4	993.8	943.1	964.3	987.9	1,008.7	1,014.3
Residential	11	673.8	756.0	699.7	718.5	745.0	770.3	790.3
Change in private inventories... ..	12	55.4	15.2	51.9	59.9	-4.2	-19.7	24.8
Net exports of goods and services	13	-624.0	-725.7	-685.4	-697.5	-691.0	-730.4	-784.1
Exports	14	1,173.8	1,299.2	1,217.1	1,253.2	1,297.1	1,314.6	1,331.8
Goods	15	818.1	903.2	845.0	865.4	904.7	914.8	928.0
Services	16	355.7	396.0	372.1	387.7	392.5	399.9	403.8
Imports	17	1,797.8	2,024.9	1,902.5	1,950.6	1,988.1	2,045.1	2,115.8
Goods	18	1,495.9	1,697.8	1,588.4	1,627.6	1,661.8	1,718.6	1,783.3
Services	19	301.9	327.1	314.1	323.0	326.3	326.4	332.5
Government consumption expenditures and gross investment	20	2,215.9	2,359.7	2,260.0	2,302.0	2,337.6	2,392.7	2,406.8
Federal	21	827.6	874.8	840.8	860.2	869.8	892.2	876.9
National defense	22	552.7	585.3	562.0	575.3	582.5	601.7	581.6
Nondefense	23	274.9	289.5	278.8	285.0	287.3	290.5	295.3
State and local	24	1,388.3	1,484.9	1,419.1	1,441.7	1,467.7	1,500.4	1,529.9

Table 1.1.6. Real Gross Domestic Product, Chained Dollars

[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	10,755.7	11,131.1	10,897.1	10,999.3	11,089.2	11,202.3	11,233.5
Personal consumption expenditures	2	7,588.6	7,858.1	7,698.8	7,764.9	7,829.5	7,907.9	7,930.2
Durable goods	3	1,089.9	1,137.7	1,115.1	1,122.3	1,143.9	1,169.7	1,114.7
Nondurable goods	4	2,200.4	2,298.0	2,236.5	2,265.6	2,285.9	2,305.8	2,334.7
Services	5	4,310.9	4,438.0	4,362.1	4,392.0	4,417.6	4,453.5	4,489.1
Gross private domestic investment	6	1,809.8	1,915.6	1,863.9	1,902.9	1,885.0	1,909.4	1,965.1
Fixed investment	7	1,755.1	1,896.1	1,811.3	1,842.2	1,884.7	1,921.5	1,935.9
Nonresidential	8	1,186.7	1,287.6	1,235.1	1,252.2	1,279.0	1,305.2	1,314.2
Structures	9	248.4	253.1	252.3	251.0	252.7	254.1	254.5
Equipment and software... ..	10	947.6	1,049.8	994.2	1,014.2	1,040.9	1,067.5	1,076.8
Residential	11	561.8	602.1	571.0	584.1	599.3	610.0	615.2
Change in private inventories... ..	12	52.0	17.2	50.1	58.2	-1.7	-13.3	25.7
Net exports of goods and services	13	-601.3	-631.9	-634.1	-645.4	-614.2	-617.5	-650.3
Exports	14	1,117.9	1,193.3	1,144.5	1,165.3	1,195.4	1,202.7	1,209.8
Goods	15	783.6	839.0	800.3	810.7	841.3	847.9	855.9
Services	16	334.1	354.3	344.0	354.3	353.9	354.8	354.0
Imports	17	1,719.2	1,825.2	1,778.6	1,810.7	1,809.6	1,820.2	1,860.1
Goods	18	1,452.7	1,549.9	1,507.3	1,537.3	1,532.9	1,546.1	1,583.3
Services	19	267.1	276.6	272.3	274.8	277.7	275.5	278.4
Government consumption expenditures and gross investment	20	1,952.3	1,985.1	1,962.8	1,971.9	1,984.1	1,998.1	1,986.2
Federal	21	723.7	738.4	727.6	731.8	736.1	749.5	736.1
National defense	22	481.3	492.2	483.7	487.3	491.7	503.6	486.2
Nondefense	23	242.2	246.0	243.6	244.3	244.2	245.6	249.7
State and local	24	1,228.4	1,246.5	1,235.0	1,239.8	1,247.8	1,248.5	1,249.8
Residual	25	-5.1	-16.3	-11.2	-12.4	-17.7	-23.8	-11.1

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

Table 1.1.7. Percent Change From Preceding Period in Prices for Gross Domestic Product
[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product ...	1	2.6	2.8	2.7	3.1	2.6	3.3	3.0
Personal consumption expenditures	2	2.6	2.8	3.1	2.3	3.3	3.7	2.6
Durable goods	3	-1.9	-0.5	0.6	0.9	-0.5	-3.0	-1.0
Nondurable goods	4	3.3	3.7	4.5	1.3	5.7	7.9	0.7
Services	5	3.2	3.1	3.0	3.0	2.9	3.1	4.4
Gross private domestic investment	6	3.1	3.0	2.3	2.6	2.7	3.7	4.6
Fixed investment	7	3.2	3.0	2.2	2.6	2.7	4.0	4.9
Nonresidential	8	1.3	2.1	1.1	3.1	1.9	2.5	3.7
Structures	9	5.5	10.0	5.6	10.3	9.9	16.5	19.5
Equipment and software	10	-0.1	-0.4	-0.4	0.9	-0.7	-1.8	-1.2
Residential	11	6.7	4.7	4.2	1.6	4.3	6.5	7.1
Change in private inventories	12							
Net exports of goods and services	13							
Exports	14	3.6	3.7	4.3	4.6	3.7	2.9	2.9
Goods	15	3.7	3.1	3.8	4.5	2.9	1.3	2.0
Services	16	3.1	5.0	5.6	4.7	5.4	6.7	4.9
Imports	17	5.0	6.1	6.8	2.9	8.2	9.4	5.1
Goods	18	5.0	6.4	6.9	1.9	9.9	10.6	5.4
Services	19	4.9	4.7	6.5	7.9	-0.2	3.4	3.3
Government consumption expenditures and gross investment	20	3.7	4.7	4.1	5.7	3.7	6.7	4.9
Federal	21	4.2	3.6	2.6	7.0	2.1	3.0	0.3
National defense	22	4.0	3.5	2.7	6.6	1.4	3.5	0.5
Nondefense	23	4.6	3.7	2.5	7.9	3.6	2.1	-0.1
State and local	24	3.4	5.4	4.9	4.9	4.7	9.0	7.6
Addendum:								
Gross national product	25	2.6		2.7	3.1	2.6	3.3	

Table 1.1.8. Contributions to Percent Change in the Gross Domestic Product Price Index

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Percent change at annual rate:								
Gross domestic product ...	1	2.6	2.8	2.7	3.1	2.6	3.3	3.0
Percentage points at annual rates:								
Personal consumption expenditures	2	1.81	1.97	2.18	1.58	2.30	2.58	1.85
Durable goods	3	-0.16	-0.04	0.05	0.07	-0.04	-0.25	-0.08
Nondurable goods	4	0.67	0.74	0.90	0.26	1.14	1.58	0.14
Services	5	1.31	1.27	1.23	1.25	1.20	1.26	1.78
Gross private domestic investment	6	0.50	0.51	0.39	0.44	0.46	0.62	0.78
Fixed investment	7	0.49	0.50	0.36	0.42	0.45	0.66	0.82
Nonresidential	8	0.13	0.22	0.11	0.33	0.20	0.27	0.40
Structures	9	0.14	0.25	0.14	0.26	0.25	0.41	0.49
Equipment and software	10	-0.01	-0.03	-0.03	0.07	-0.05	-0.14	-0.10
Residential	11	0.36	0.27	0.24	0.09	0.25	0.39	0.43
Change in private inventories	12	0.01	0.01	0.03	0.01	0.01	-0.04	-0.05
Net exports of goods and services	13	-0.38	-0.58	-0.60	0.01	-0.89	-1.14	-0.51
Exports	14	0.35	0.38	0.43	0.46	0.38	0.31	0.30
Goods	15	0.25	0.22	0.26	0.31	0.21	0.10	0.14
Services	16	0.09	0.16	0.17	0.15	0.17	0.21	0.15
Imports	17	-0.72	-0.95	-1.03	-0.45	-1.26	-1.44	-0.81
Goods	18	-0.60	-0.83	-0.87	-0.25	-1.27	-1.36	-0.72
Services	19	-0.12	-0.12	-0.16	-0.20	0.00	-0.09	-0.08
Government consumption expenditures and gross investment	20	0.70	0.88	0.76	1.06	0.70	1.24	0.91
Federal	21	0.29	0.25	0.19	0.48	0.15	0.21	0.02
National defense	22	0.18	0.17	0.13	0.30	0.07	0.16	0.02
Nondefense	23	0.11	0.09	0.06	0.18	0.08	0.05	0.00
State and local	24	0.41	0.63	0.58	0.57	0.55	1.03	0.89

Table 1.1.9. Implicit Price Deflators for Gross Domestic Product
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product ...	1	109.099	112.113	110.077	110.905	111.622	112.527	113.369
Personal consumption expenditures	2	108.245	111.298	109.318	109.927	110.824	111.838	112.568
Durable goods	3	90.630	90.156	90.446	90.646	90.524	89.837	89.619
Nondurable goods	4	107.635	111.590	108.970	109.315	110.842	112.972	113.163
Services	5	112.695	116.176	113.947	114.795	115.625	116.500	117.749
Gross private domestic investment	6	106.532	109.601	107.544	108.182	108.987	109.954	111.221
Fixed investment	7	106.697	109.929	107.802	108.493	109.224	110.289	111.624
Nonresidential	8	101.025	103.156	101.443	102.231	102.702	103.345	104.291
Structures	9	120.123	132.173	122.799	125.847	128.857	133.884	139.996
Equipment and software	10	95.022	94.663	94.859	95.072	94.915	94.495	94.201
Residential	11	119.935	125.562	122.530	123.019	124.315	126.290	128.471
Change in private inventories	12							
Net exports of goods and services	13							
Exports	14	104.999	108.872	106.348	107.540	108.515	109.304	110.079
Goods	15	104.407	107.660	105.593	106.757	107.527	107.886	108.420
Services	16	106.443	111.770	108.177	109.433	110.887	112.702	114.056
Imports	17	104.571	110.945	106.969	107.727	109.868	112.355	113.747
Goods	18	102.971	109.545	105.378	105.875	108.409	111.162	112.630
Services	19	113.012	118.256	115.358	117.560	117.505	118.497	119.455
Government consumption expenditures and gross investment	20	113.505	118.873	115.142	116.740	117.814	119.744	121.171
Federal	21	114.354	118.475	115.568	117.542	118.161	119.048	119.133
National defense	22	114.840	118.907	116.188	118.050	118.459	119.482	119.623
Nondefense	23	113.498	117.724	114.442	116.643	117.676	118.293	118.266
State and local	24	113.022	119.130	114.907	116.285	117.628	120.180	122.404
Addendum:								
Gross national product	25	109.091		110.064	110.890	111.607	112.512	

Table 1.1.10. Percentage Shares of Gross Domestic Product
[Percent]

	Line	2004	2005	2004					2005				
				2004		2005			2004		2005		
				IV	I	II	III	IV	IV	I	II	III	IV
Gross domestic product ...	1	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0		
Personal consumption expenditures	2	70.0	70.1	70.2	70.0	70.1	70.2	70.0	70.1	70.2	70.1		
Durable goods	3	8.4	8.2	8.4	8.3	8.4	8.3	8.4	8.3	8.3	7.8		
Nondurable goods	4	20.2	20.5	20.3	20.3	20.5	20.7	20.7	20.7	20.7	20.7		
Services	5	41.4	41.3	41.4	41.3	41.3	41.2	41.5	41.5	41.5	41.5		
Gross private domestic investment	6	16.4	16.8	16.7	16.9	16.6	16.7	17.2					
Fixed investment	7	16.0	16.7	16.3	16.4	16.6	16.8	17.0					
Nonresidential	8	10.2	10.6	10.4	10.5	10.6	10.7	10.8					
Structures	9	2.5	2.7	2.6	2.6	2.6	2.7	2.8					
Equipment and software	10	7.7	8.0	7.9	7.9	8.0	8.0	8.0					
Residential	11	5.7	6.1	5.8	5.9	6.0	6.1	6.2					
Change in private inventories	12	0.5	0.1	0.4	0.5	0.0	-0.2	0.2					
Net exports of goods and services	13	-5.3	-5.8	-5.7	-5.7	-5.6	-5.8	-6.2					
Exports	14	10.0	10.4	10.1	10.3	10.5	10.4	10.5					
Goods	15	7.0	7.2	7.0	7.1	7.3	7.3	7.3					
Services	16	3.0	3.2	3.1	3.2	3.2	3.2	3.2					
Imports	17	15.3	16.2	15.9	16.0	16.1	16.2	16.6					
Goods	18	12.7	13.6	13.2	13.3	13.4	13.6	14.0					
Services	19	2.6	2.6	2.6	2.6	2.6	2.6	2.6					
Government consumption expenditures and gross investment	20	18.9	18.9	18.8	18.9	18.9	19.0	18.9					
Federal	21	7.1	7.0	7.0	7.1	7.0	7.1	6.9					
National defense	22	4.7	4.7	4.7	4.7	4.7	4.8	4.6					
Nondefense	23	2.3	2.3	2.3	2.3	2.3	2.3	2.3					
State and local	24	11.8	11.9	11.8	11.8	11.9	11.9	12.0					

Table 1.2.1. Percent Change From Preceding Period in Real Gross Domestic Product by Major Type of Product
[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	4.2	3.5	3.3	3.8	3.3	4.1	1.1
Final sales of domestic product	2	3.9	3.8	3.3	3.5	5.6	4.6	-0.3
Change in private inventories	3							
Goods	4	6.5	4.6	3.9	4.4	5.0	5.3	0.6
Final sales	5	5.4	5.7	4.1	3.5	12.3	6.8	-3.9
Change in private inventories	6							
Durable goods	7	8.5	6.0	6.0	4.2	5.4	14.6	1.1
Final sales	8	7.0	7.3	5.4	3.1	16.1	11.3	-6.8
Change in private inventories ¹	9							
Nondurable goods	10	4.8	3.4	2.3	4.5	4.6	-1.7	0.2
Final sales	11	4.1	4.3	2.9	3.8	9.3	3.2	-1.5
Change in private inventories ¹	12							
Services ²	13	2.7	2.7	3.2	3.2	1.5	3.6	1.1
Structures	14	5.7	4.8	2.2	5.2	8.4	3.3	2.5
Addenda:								
Motor vehicle output	15	4.6	3.5	8.8	4.3	-0.3	17.6	-15.9
Gross domestic product excluding motor vehicle output	16	4.2	3.5	3.1	3.8	3.4	3.7	1.8
Final sales of computers ³	17	20.4	39.6	56.5	54.9	45.4	20.3	46.4
Gross domestic product excluding final sales of computers	18	4.1	3.2	3.0	3.5	3.0	4.0	0.8
Gross domestic purchases excluding final sales of computers to domestic purchasers	19	4.5	3.3	3.8	3.6	1.8	3.9	1.9

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

Table 1.2.2. Contributions to Percent Change in Real Gross Domestic Product by Major Type of Product

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Percent change at annual rate:								
Gross domestic product	1	4.2	3.5	3.3	3.8	3.3	4.1	1.1
Percentage points at annual rates:								
Final sales of domestic product	2	3.87	3.81	3.33	3.51	5.45	4.58	-0.33
Change in private inventories	3	0.35	-0.32	-0.03	0.29	-2.14	-0.43	1.45
Goods	4	2.06	1.46	1.26	1.41	1.58	1.70	0.19
Final sales	5	1.71	1.78	1.29	1.12	3.72	2.14	-1.25
Change in private inventories	6	0.35	-0.32	-0.03	0.29	-2.14	-0.43	1.45
Durable goods	7	1.21	0.86	0.85	0.61	0.78	2.00	0.16
Final sales	8	0.99	1.03	0.77	0.44	2.16	1.57	-1.00
Change in private inventories ¹	9	0.22	-0.16	0.08	0.17	-1.37	0.43	1.16
Nondurable goods	10	0.85	0.59	0.41	0.80	0.80	-0.30	0.03
Final sales	11	0.72	0.75	0.52	0.67	1.57	0.56	-0.25
Change in private inventories ¹	12	0.13	-0.16	-0.11	0.12	-0.77	-0.86	0.29
Services ²	13	1.59	1.54	1.82	1.86	0.88	2.09	0.66
Structures	14	0.57	0.49	0.23	0.53	0.85	0.35	0.26
Addenda:								
Motor vehicle output	15	0.16	0.12	0.29	0.15	-0.01	0.56	-0.58
Gross domestic product excluding motor vehicle output	16	4.05	3.37	3.01	3.66	3.32	3.58	1.70
Final sales of computers ³	17	0.15	0.28	0.36	0.37	0.32	0.16	0.33
Gross domestic product excluding final sales of computers	18	4.07	3.21	2.95	3.44	2.98	3.98	0.79

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

Table 1.2.3. Real Gross Domestic Product by Major Type of Product, Quantity Indexes
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	109.562	113.386	111.003	112.044	112.959	114.112	114.429
Final sales of domestic product	2	109.650	113.849	111.122	112.088	113.613	114.896	114.800
Change in private inventories	3							
Goods	4	109.533	114.536	111.518	112.717	114.088	115.582	115.757
Final sales	5	109.680	115.890	111.770	112.734	116.053	117.972	116.803
Change in private inventories	6							
Durable goods	7	108.766	115.336	111.020	112.169	113.665	117.595	117.916
Final sales	8	108.732	116.696	111.581	112.429	116.708	119.865	117.782
Change in private inventories ¹	9							
Nondurable goods	10	110.465	114.194	112.237	113.479	114.751	114.246	114.301
Final sales	11	110.678	115.468	112.151	113.211	115.752	116.668	116.240
Change in private inventories ¹	12							
Services ²	13	110.211	113.149	111.353	112.244	112.667	113.680	114.004
Structures	14	106.801	111.893	108.223	109.603	111.823	112.729	113.416
Addenda:								
Motor vehicle output	15	115.415	119.437	117.133	118.364	118.275	123.167	117.941
Gross domestic product excluding motor vehicle output	16	109.356	113.173	110.788	111.822	112.771	113.799	114.299
Final sales of computers ³	17	169.498	236.640	187.998	209.734	230.293	241.200	265.332
Gross domestic product excluding final sales of computers	18	109.144	112.673	110.499	111.442	112.269	113.379	113.603
Gross domestic purchases excluding final sales of computers to domestic purchasers	19	110.642	114.284	112.228	113.236	113.732	114.820	115.349

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

Table 1.2.4. Price Indexes for Gross Domestic Product by Major Type of Product
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	109.102	112.144	110.111	110.950	111.655	112.567	113.407
Final sales of domestic product	2	109.124	112.166	110.124	110.963	111.667	112.589	113.443
Change in private inventories	3							
Goods	4	100.140	100.376	100.186	100.575	100.555	100.452	99.920
Final sales	5	100.170	100.379	100.177	100.561	100.533	100.459	99.963
Change in private inventories	6							
Durable goods	7	92.833	92.435	92.722	92.828	92.667	92.288	91.956
Final sales	8	92.801	92.366	92.639	92.741	92.593	92.222	91.910
Change in private inventories ¹	9							
Nondurable goods	10	106.869	107.705	107.062	107.720	107.833	107.996	107.270
Final sales	11	106.965	107.781	107.128	107.779	107.863	108.078	107.405
Change in private inventories ¹	12							
Services ²	13	112.975	117.033	114.327	115.364	116.360	117.558	118.850
Structures	14	118.857	126.431	121.433	122.785	124.501	127.544	130.893
Addenda:								
Motor vehicle output	15	96.427	97.557	97.080	98.393	98.133	96.739	96.964
Gross domestic product excluding motor vehicle output	16	109.599	112.719	110.622	111.441	112.185	113.192	114.057
Final sales of computers ³	17	49.637	41.374	47.057	44.535	42.259	40.396	38.308
Gross domestic product excluding final sales of computers	18	109.887	113.151	110.958	111.861	112.629	113.602	114.510

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

**Table 1.2.5. Gross Domestic Product
by Major Type of Product**
[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	11,734.3	12,479.4	11,995.2	12,198.8	12,378.0	12,605.7	12,735.3
Final sales of domestic product	2	11,678.9	12,464.2	11,943.3	12,138.9	12,382.1	12,625.4	12,710.5
Change in private inventories	3	55.4	15.2	51.9	59.9	-4.2	-19.7	24.8
Goods	4	3,783.0	3,962.1	3,850.8	3,906.3	3,954.4	4,001.3	3,986.3
Final sales	5	3,727.6	3,946.9	3,799.0	3,846.4	3,958.5	4,021.0	3,961.5
Change in private inventories	6	55.4	15.2	51.9	59.9	-4.2	-19.7	24.8
Durable goods	7	1,705.7	1,800.9	1,738.9	1,758.9	1,779.4	1,833.2	1,831.9
Final sales	8	1,668.3	1,782.0	1,709.0	1,723.9	1,786.6	1,827.6	1,789.8
Change in private inventories ¹	9	37.4	18.9	29.9	35.0	-7.3	5.6	42.2
Nondurable goods	10	2,077.4	2,161.2	2,112.0	2,147.4	2,175.0	2,168.1	2,154.4
Final sales	11	2,059.4	2,164.9	2,090.0	2,122.5	2,171.9	2,193.4	2,171.8
Change in private inventories ¹	12	18.0	-3.7	22.0	24.9	3.1	-25.3	-17.4
Services ²	13	6,755.4	7,184.6	6,906.7	7,025.1	7,112.4	7,250.2	7,350.8
Structures	14	1,195.8	1,332.7	1,237.7	1,267.4	1,311.2	1,354.1	1,398.1
Addenda:								
Motor vehicle output	15	406.2	425.5	415.2	425.0	423.7	435.5	418.0
Gross domestic product excluding motor vehicle output	16	11,328.1	12,053.9	11,580.0	11,773.8	11,954.3	12,170.2	12,317.3
Final sales of computers ³	17	92.5	107.3	97.5	102.9	107.2	107.3	112.0
Gross domestic product excluding final sales of computers	18	11,641.8	12,372.1	11,897.8	12,095.9	12,270.7	12,498.4	12,623.3

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

**Table 1.2.6. Real Gross Domestic Product
by Major Type of Product, Chained Dollars**
[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	10,755.7	11,131.1	10,897.1	10,999.3	11,089.2	11,202.3	11,233.5
Final sales of domestic product	2	10,702.4	11,112.2	10,846.0	10,940.3	11,089.2	11,214.4	11,205.0
Change in private inventories	3	52.0	17.2	50.1	58.2	-1.7	-13.3	25.7
Residual	4	1.3	1.7	1.0	0.8	1.7	1.2	2.8
Goods	5	3,778.2	3,950.7	3,846.6	3,888.0	3,935.3	3,986.8	3,992.9
Final sales	6	3,721.3	3,932.0	3,792.2	3,824.9	3,937.5	4,002.6	3,962.9
Change in private inventories	7	52.0	17.2	50.1	58.2	-1.7	-13.3	25.7
Durable goods	8	1,837.5	1,948.5	1,875.5	1,894.9	1,920.2	1,986.6	1,992.0
Final sales	9	1,797.7	1,929.4	1,844.8	1,858.8	1,929.6	1,981.7	1,947.3
Change in private inventories ¹	10	36.5	18.0	28.4	33.4	-6.9	5.6	39.9
Nondurable goods	11	1,944.2	2,009.8	1,975.3	1,997.2	2,019.6	2,010.7	2,011.7
Final sales	12	1,925.3	2,008.6	1,950.9	1,969.3	2,013.5	2,029.5	2,022.0
Change in private inventories ¹	13	16.4	0.5	22.0	25.3	4.6	-17.4	-10.5
Services ²	14	5,979.6	6,139.0	6,041.5	6,089.9	6,112.8	6,167.8	6,185.4
Structures	15	1,006.1	1,054.1	1,019.5	1,032.5	1,053.4	1,062.0	1,068.4
Residual	16	-5.9	-18.5	-10.0	-9.9	-17.8	-26.9	-19.0
Addenda:								
Motor vehicle output	17	421.2	435.9	427.5	432.0	431.7	449.5	430.4
Gross domestic product excluding motor vehicle output	18	10,336.3	10,697.1	10,471.7	10,569.4	10,659.1	10,756.3	10,803.5
Final sales of computers ³	19	186.3	260.2	206.7	230.6	253.2	265.2	291.7
Gross domestic product excluding final sales of computers	20	10,594.6	10,937.2	10,726.2	10,817.7	10,898.0	11,005.7	11,027.5

1. Estimates for durable goods and nondurable goods for 1996 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. Includes government consumption expenditures, which are for services (such as education and national defense) produced by government. In current dollars, these services are valued at their cost of production.

3. For some components of final sales of computers, includes computer parts.

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line following change in private inventories is the difference between gross domestic product and the sum of final sales of domestic product and of change in private inventories; the residual line following structures is the difference between gross domestic product and the sum of the detailed lines of goods, of services, and of structures.

Table 1.3.1. Percent Change From Preceding Period in Real Gross Value Added by Sector
[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	4.2	3.5	3.3	3.8	3.3	4.1	1.1
Business ¹	2	4.8	4.0	3.6	4.4	4.0	4.8	1.0
Nonfarm ²	3	4.8	4.1	3.9	4.3	4.4	4.7	0.9
Farm	4	0.0	-9.1	-17.1	7.3	-31.1	20.9	14.8
Households and institutions	5	4.1	2.7	2.7	3.1	1.8	2.7	1.9
Households	6	6.5	3.5	4.3	3.3	1.6	2.9	4.1
Nonprofit institutions serving households ³	7	1.1	1.7	0.7	2.8	2.2	2.5	-0.8
General government ⁴	8	0.8	1.0	1.9	0.7	0.2	1.2	0.9
Federal	9	0.9	0.5	2.5	0.5	-1.1	-0.5	0.9
State and local	10	0.8	1.2	1.7	0.8	0.8	1.9	0.9
Addendum:								
Gross housing value added	11	5.2	3.0	4.8	2.3	1.1	1.9	2.9

1. Equals gross domestic product excluding gross value added of households and institutions and of general government.

2. Equals gross domestic business value added excluding gross farm value added.

3. Equals compensation of employees of nonprofit institutions, the rental value of nonresidential fixed assets owned and used by nonprofit institutions serving households, and rental income of persons for tenant-occupied housing owned by nonprofit institutions.

4. Equals compensation of general government employees plus general government consumption of fixed capital.

Table 1.3.3. Real Gross Value Added by Sector, Quantity Indexes
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	109.562	113.386	111.003	112.044	112.959	114.112	114.429
Business ¹	2	110.275	114.662	111.877	113.082	114.193	115.536	115.836
Nonfarm ²	3	110.327	114.894	112.054	113.252	114.479	115.789	116.056
Farm	4	106.171	96.549	98.411	100.170	91.260	95.701	99.065
Households and institutions	5	108.443	111.411	109.689	110.528	111.030	111.785	112.302
Households	6	108.254	112.087	110.174	111.075	111.505	112.315	113.453
Nonprofit institutions serving households ³	7	108.796	110.698	109.204	109.967	110.558	111.247	111.019
General government ⁴	8	106.182	107.218	106.774	106.951	107.015	107.335	107.569
Federal	9	106.207	106.764	106.876	106.999	106.692	106.561	106.806
State and local	10	106.157	107.403	106.716	106.917	107.143	107.660	107.890
Addendum:								
Gross housing value added	11	104.215	107.312	106.052	106.647	106.945	107.444	108.211

1. Equals gross domestic product excluding gross value added of households and institutions and of general government.

2. Equals gross domestic business value added excluding gross farm value added.

3. Equals compensation of employees of nonprofit institutions, the rental value of nonresidential fixed assets owned and used by nonprofit institutions serving households, and rental income of persons for tenant-occupied housing owned by nonprofit institutions.

4. Equals compensation of general government employees plus general government consumption of fixed capital.

Table 1.3.4. Price Indexes for Gross Value Added by Sector

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004	2005			
				IV	I	II	III	IV
Gross domestic product	1	109.102	112.144	110.111	110.950	111.655	112.567	113.407
Business ¹	2	106.982	109.744	107.834	108.576	109.272	110.138	110.991
Nontfarm ²	3	106.599	109.534	107.511	108.318	109.023	109.965	110.831
Farm	4	147.789	129.334	141.750	134.561	133.924	124.847	124.004
Households and institutions	5	115.209	118.988	117.130	117.886	118.461	119.413	120.194
Households	6	112.732	114.438	113.537	113.755	114.127	114.686	115.182
Nonprofit institutions serving households ³	7	118.345	124.856	121.727	123.196	124.042	125.513	126.674
General government ⁴	8	117.958	122.313	119.177	120.826	121.735	122.947	123.742
Federal	9	121.881	125.968	122.553	125.296	125.757	126.357	126.464
State and local	10	116.332	120.797	117.781	118.972	120.067	121.534	122.614
Addendum:								
Gross housing value added	11	112.729	114.054	113.132	113.438	113.666	114.266	114.844

1. Equals gross domestic product excluding gross value added of households and institutions and of general government.
2. Equals gross domestic business value added excluding gross farm value added.
3. Equals compensation of employees of nonprofit institutions, the rental value of nonresidential fixed assets owned and used by nonprofit institutions serving households, and rental income of persons for tenant-occupied housing owned by nonprofit institutions.
4. Equals compensation of general government employees plus general government consumption of fixed capital.

Table 1.3.5. Gross Value Added by Sector

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
Gross domestic product	1	11,734.3	12,479.4	11,995.2	12,198.8	12,378.0	12,605.7	12,735.3
Business ¹	2	9,041.2	9,640.7	9,242.5	9,405.3	9,559.9	9,748.3	9,849.5
Nontfarm ²	3	8,928.9	9,554.6	9,145.9	9,312.5	9,475.2	9,665.8	9,765.0
Farm	4	112.2	86.1	96.6	92.8	84.7	82.5	84.5
Households and institutions	5	1,353.5	1,436.0	1,391.7	1,411.4	1,424.7	1,445.9	1,462.1
Households	6	751.3	789.7	770.0	777.8	783.4	793.0	804.4
Nonprofit institutions serving households ³	7	602.2	646.4	621.6	633.5	641.3	653.0	657.7
General government ⁴	8	1,339.7	1,402.7	1,361.0	1,382.1	1,393.4	1,411.4	1,423.7
Federal	9	408.2	424.1	413.1	422.8	423.1	424.6	426.0
State and local	10	931.4	978.5	948.0	959.4	970.2	986.8	997.7
Addendum:								
Gross housing value added	11	933.1	972.1	952.9	960.9	965.5	975.1	987.0

1. Equals gross domestic product excluding gross value added of households and institutions and of general government.
2. Equals gross domestic business value added excluding gross farm value added.
3. Equals compensation of employees of nonprofit institutions, the rental value of nonresidential fixed assets owned and used by nonprofit institutions serving households, and rental income of persons for tenant-occupied housing owned by nonprofit institutions.
4. Equals compensation of general government employees plus general government consumption of fixed capital.

Table 1.3.6. Real Gross Value Added by Sector, Chained Dollars

[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
Gross domestic product	1	10,755.7	11,131.1	10,897.1	10,999.3	11,089.2	11,202.3	11,233.5
Business ¹	2	8,454.4	8,790.7	8,577.2	8,669.6	8,754.8	8,857.8	8,880.8
Nontfarm ²	3	8,379.5	8,726.4	8,510.7	8,601.7	8,694.8	8,794.3	8,814.6
Farm	4	75.9	69.1	70.4	71.6	65.3	68.5	70.9
Households and institutions	5	1,172.0	1,204.0	1,185.4	1,194.5	1,199.9	1,208.1	1,213.7
Households	6	666.5	690.1	678.3	683.8	686.5	691.5	698.5
Nonprofit institutions serving households ³	7	506.0	514.8	507.9	511.4	514.2	517.4	516.3
General government ⁴	8	1,135.7	1,146.8	1,142.0	1,143.9	1,144.6	1,148.0	1,150.5
Federal	9	334.9	336.7	337.0	337.4	336.5	336.1	336.8
State and local	10	800.7	810.1	804.9	806.4	808.1	812.0	813.7
Residual	11	-7.8	-16.1	-12.1	-13.0	-16.2	-17.5	-17.3
Addendum:								
Gross housing value added	12	827.8	852.4	842.4	847.1	849.4	853.4	859.5

1. Equals gross domestic product excluding gross value added of households and institutions and of general government.
2. Equals gross domestic business value added excluding gross farm value added.
3. Equals compensation of employees of nonprofit institutions, the rental value of nonresidential fixed assets owned and used by nonprofit institutions serving households, and rental income of persons for tenant-occupied housing owned by nonprofit institutions.

4. Equals compensation of general government employees plus general government consumption of fixed capital.

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

Table 1.4.1. Percent Change From Preceding Period in Real Gross Domestic Product, Real Gross Domestic Purchases, and Real Final Sales to Domestic Purchasers

[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
Gross domestic product	1	4.2	3.5	3.3	3.8	3.3	4.1	1.1
Less: Exports of goods and services	2	8.4	6.7	7.1	7.5	10.7	2.5	2.4
Plus: Imports of goods and services	3	10.7	6.2	11.3	7.4	-0.3	2.4	9.1
Equals: Gross domestic purchases	4	4.7	3.6	4.1	4.0	2.1	4.0	2.2
Less: Change in private inventories	5							
Equals: Final sales to domestic purchasers	6	4.4	3.9	4.1	3.7	4.2	4.5	0.8
Addendum:								
Final sales of domestic product	7	3.9	3.8	3.3	3.5	5.6	4.6	-0.3

Table 1.4.3. Real Gross Domestic Product, Real Gross Domestic Purchases, and Real Final Sales to Domestic Purchasers, Quantity Indexes

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004	2005			
				IV	I	II	III	IV
Gross domestic product	1	109.562	113.386	111.003	112.044	112.959	114.112	114.429
Less: Exports of goods and services	2	101.970	108.850	104.398	106.295	109.037	109.710	110.357
Plus: Imports of goods and services	3	116.495	123.676	120.518	122.698	122.620	123.340	126.044
Equals: Gross domestic purchases	4	111.301	115.276	113.000	114.112	114.695	115.836	116.463
Less: Change in private inventories	5							
Equals: Final sales to domestic purchasers	6	111.394	115.731	113.124	114.164	115.332	116.598	116.831
Addendum: Final sales of domestic product	7	109.650	113.849	111.122	112.088	113.613	114.896	114.800

Table 1.4.4. Price Indexes for Gross Domestic Product, Gross Domestic Purchases, and Final Sales to Domestic Purchasers

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004	2005			
				IV	I	II	III	IV
Gross domestic product	1	109.102	112.144	110.111	110.950	111.655	112.567	113.407
Less: Exports of goods and services	2	104.999	108.879	106.366	107.559	108.534	109.323	110.098
Plus: Imports of goods and services	3	104.571	110.982	107.026	107.783	109.925	112.413	113.807
Equals: Gross domestic purchases	4	108.899	112.377	110.092	110.883	111.785	112.953	113.886
Less: Change in private inventories	5							
Equals: Final sales to domestic purchasers	6	108.921	112.399	110.106	110.898	111.798	112.976	113.922
Addendum: Final sales of domestic product	7	109.124	112.166	110.124	110.963	111.667	112.589	113.443

Table 1.4.5. Relation of Gross Domestic Product, Gross Domestic Purchases, and Final Sales to Domestic Purchasers

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
Gross domestic product	1	11,734.3	12,479.4	11,995.2	12,198.8	12,378.0	12,605.7	12,735.3
Less: Exports of goods and services	2	1,173.8	1,299.2	1,217.1	1,253.2	1,297.1	1,314.6	1,331.8
Plus: Imports of goods and services	3	1,797.8	2,024.9	1,902.5	1,950.6	1,988.1	2,045.1	2,115.8
Equals: Gross domestic purchases	4	12,358.3	13,205.2	12,680.6	12,896.3	13,069.0	13,336.1	13,519.3
Less: Change in private inventories	5	55.4	15.2	51.9	59.9	-4.2	-19.7	24.8
Equals: Final sales to domestic purchasers	6	12,302.9	13,190.0	12,628.7	12,836.4	13,073.1	13,355.8	13,494.5
Addendum: Final sales of domestic product	7	11,678.9	12,464.2	11,943.3	12,138.9	12,382.1	12,625.4	12,710.5

Table 1.4.6. Relation of Real Gross Domestic Product, Real Gross Domestic Purchases, and Real Final Sales to Domestic Purchasers, Chained Dollars

[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
Gross domestic product	1	10,755.7	11,131.1	10,897.1	10,999.3	11,089.2	11,202.3	11,233.5
Less: Exports of goods and services	2	1,117.9	1,193.3	1,144.5	1,165.3	1,195.4	1,202.7	1,209.8
Plus: Imports of goods and services	3	1,719.2	1,825.2	1,778.6	1,810.7	1,809.6	1,820.2	1,860.1
Equals: Gross domestic purchases	4	11,348.7	11,754.1	11,522.0	11,635.4	11,694.8	11,811.2	11,875.1
Less: Change in private inventories	5	52.0	17.2	50.1	58.2	-1.7	-13.3	25.7
Equals: Final sales to domestic purchasers	6	11,295.3	11,735.1	11,470.7	11,576.2	11,694.6	11,823.0	11,846.6
Addendum: Final sales of domestic product	7	10,702.4	11,112.2	10,846.0	10,940.3	11,089.2	11,214.4	11,205.0

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive.

Table 1.5.1. Percent Change From Preceding Period in Real Gross Domestic Product, Expanded Detail
[Percent]

	Line	Seasonally adjusted at annual rates						
		2004	2005	2005				
				IV	I	II	III	IV
Gross domestic product ...	1	4.2	3.5	3.3	3.8	3.3	4.1	1.1
Personal consumption expenditures	2	3.9	3.6	4.3	3.5	3.4	4.1	1.1
Durable goods	3	6.0	4.4	5.5	2.6	7.9	9.3	-17.5
Motor vehicles and parts	4	1.6	-1.1	2.8	-8.0	7.5	12.7	-44.9
Furniture and household equipment	5	11.8	9.6	7.0	11.3	5.8	12.9	12.6
Other	6	6.1	8.0	8.9	13.2	12.9	-3.4	9.0
Nondurable goods	7	4.7	4.4	5.5	5.3	3.6	3.5	5.1
Food	8	5.0	5.1	6.6	5.2	4.3	6.3	5.4
Clothing and shoes	9	6.3	6.1	9.4	5.6	7.3	3.0	10.9
Gasoline, fuel oil, and other energy goods	10	1.4	1.8	3.4	9.5	-4.6	-4.3	2.6
Other	11	4.6	3.7	2.5	3.7	4.2	2.7	3.2
Services	12	3.0	2.9	3.6	2.8	2.3	3.3	3.2
Housing	13	2.9	2.4	2.8	2.2	2.1	1.9	1.8
Household operation	14	1.9	2.8	9.1	1.9	-0.5	4.6	2.0
Electricity and gas	15	1.6	3.8	27.4	1.3	-5.1	6.2	1.0
Other household operation	16	2.0	2.1	-1.4	2.4	2.8	3.4	2.7
Transportation	17	1.2	1.3	-0.5	2.3	2.3	1.8	4.2
Medical care	18	4.1	4.7	4.5	4.4	4.2	5.5	5.2
Recreation	19	3.9	2.2	0.7	4.9	0.8	0.7	2.8
Other	20	2.6	2.1	3.0	1.2	1.9	2.7	2.8
Gross private domestic investment	21	11.9	5.8	6.8	8.6	-3.7	5.3	12.2
Fixed investment	22	9.7	8.0	7.2	7.0	9.5	8.0	3.0
Nonresidential	23	9.4	8.5	10.4	5.7	8.8	8.5	2.8
Structures	24	2.2	1.9	4.7	-2.0	2.7	2.2	0.7
Equipment and software ..	25	11.9	10.8	12.4	8.3	10.9	10.6	3.5
Information processing equipment and software ..	26	13.6	13.1	9.2	20.3	14.5	11.1	9.1
Computers and peripheral equipment	27	27.5	32.7	39.9	45.5	31.7	13.9	35.4
Software ¹	28	7.4	11.3	6.1	15.2	20.1	9.0	8.6
Other	29	13.7	5.3	-1.5	13.0	0.5	11.8	-3.1
Industrial equipment	30	3.4	6.8	4.8	18.8	-18.9	16.7	10.5
Transportation equipment	31	12.7	12.8	32.8	-11.2	27.4	13.9	-17.7
Other equipment	32	14.8	6.4	10.2	-10.0	18.5	1.1	5.2
Residential	33	10.3	7.2	1.6	9.5	10.8	7.3	3.5
Change in private inventories ...	34							
Farm	35							
Nonfarm	36							
Net exports of goods and services	37							
Exports	38	8.4	6.7	7.1	7.5	10.7	2.5	2.4
Goods	39	8.9	7.1	3.7	5.3	16.0	3.2	3.8
Services	40	7.4	6.0	15.5	12.5	-0.4	1.0	-0.9
Imports	41	10.7	6.2	11.3	7.4	-0.3	2.4	9.1
Goods	42	11.0	6.7	13.0	8.2	-1.1	3.5	10.0
Services	43	9.6	3.5	3.1	3.7	4.4	-3.2	4.2
Government consumption expenditures and gross investment	44	2.2	1.7	0.9	1.9	2.5	2.9	-2.4
Federal	45	5.2	2.0	-0.6	2.4	2.4	7.4	-7.0
National defense	46	7.0	2.3	-3.3	3.0	3.7	10.0	-13.1
Consumption expenditures ..	47	6.4	2.4	-6.0	8.5	1.0	9.1	-15.0
Gross investment	48	11.8	1.7	18.5	-29.0	26.2	16.7	1.5
Nondefense	49	1.8	1.6	5.2	1.1	-0.2	2.4	6.9
Consumption expenditures ..	50	1.9	0.7	4.0	0.8	-4.1	3.8	2.5
Gross investment	51	1.0	8.2	13.9	3.3	32.0	-6.6	41.1
State and local	52	0.4	1.5	1.8	1.6	2.6	0.2	0.4
Consumption expenditures ...	53	0.4	1.2	1.7	0.8	0.8	1.8	0.9
Gross investment	54	0.3	2.7	2.1	4.7	10.1	-6.0	-1.6

1. Excludes software "embedded," or bundled, in computers and other equipment.

Table 1.5.2. Contributions to Percent Change in Real Gross Domestic Product, Expanded Detail

	Line	Seasonally adjusted at annual rates						
		2004	2005	2005				
				IV	I	II	III	IV
Percent change at annual rate:								
Gross domestic product	1	4.2	3.5	3.3	3.8	3.3	4.1	1.1
Percentage points at annual rates:								
Personal consumption expenditures	2	2.71	2.49	3.01	2.44	2.35	2.85	0.79
Durable goods	3	0.51	0.37	0.45	0.22	0.64	0.76	-1.56
Motor vehicles and parts	4	0.06	-0.04	0.11	-0.31	0.27	0.45	-2.06
Furniture and household equipment	5	0.34	0.28	0.21	0.32	0.17	0.37	0.35
Other	6	0.10	0.13	0.14	0.20	0.20	-0.06	0.14
Nondurable goods	7	0.94	0.90	1.09	1.07	0.74	0.73	1.04
Food	8	0.48	0.49	0.63	0.50	0.42	0.61	0.51
Clothing and shoes	9	0.17	0.17	0.25	0.15	0.20	0.08	0.28
Gasoline, fuel oil, and other energy goods	10	0.03	0.04	0.07	0.21	-0.11	-0.11	0.07
Other	11	0.26	0.20	0.14	0.20	0.23	0.15	0.17
Services	12	1.27	1.22	1.47	1.15	0.97	1.36	1.32
Housing	13	0.30	0.24	0.29	0.23	0.22	0.20	0.18
Household operation	14	0.07	0.11	0.34	0.07	-0.02	0.17	0.08
Electricity and gas	15	0.03	0.06	0.37	0.02	-0.08	0.10	0.02
Other household operation ..	16	0.05	0.05	-0.03	0.05	0.06	0.08	0.06
Transportation	17	0.03	0.04	-0.01	0.06	0.06	0.05	0.11
Medical care	18	0.49	0.56	0.54	0.53	0.50	0.66	0.61
Recreation	19	0.11	0.06	0.02	0.14	0.02	0.02	0.08
Other	20	0.26	0.21	0.29	0.11	0.18	0.26	0.26
Gross private domestic investment	21	1.82	0.96	1.11	1.42	-0.63	0.87	1.95
Fixed investment	22	1.47	1.28	1.13	1.12	1.51	1.31	0.51
Nonresidential	23	0.92	0.87	1.04	0.58	0.90	0.88	0.30
Structures	24	0.06	0.05	0.12	-0.05	0.07	0.06	0.02
Equipment and software ..	25	0.86	0.82	0.92	0.64	0.83	0.82	0.28
Information processing equipment and software ..	26	0.49	0.48	0.34	0.72	0.53	0.42	0.34
Computers and peripheral equipment	27	0.19	0.24	0.27	0.31	0.23	0.11	0.26
Software ¹	28	0.11	0.17	0.09	0.22	0.29	0.14	0.13
Other	29	0.19	0.08	-0.02	0.18	0.01	0.17	-0.05
Industrial equipment	30	0.04	0.08	0.06	0.23	-0.27	0.20	0.13
Transportation equipment	31	0.15	0.16	0.39	-0.16	0.33	0.18	-0.27
Other equipment	32	0.18	0.09	0.13	-0.14	0.23	0.02	0.07
Residential	33	0.55	0.42	0.09	0.54	0.62	0.43	0.21
Change in private inventories ...	34	0.35	-0.32	-0.03	0.29	-2.14	-0.43	1.45
Farm	35	0.03	-0.07	-0.28	-0.11	-0.09	-0.02	0.02
Nonfarm	36	0.32	-0.25	0.25	0.40	-2.05	-0.42	1.43
Net exports of goods and services	37	-0.73	-0.28	-0.98	-0.40	1.11	-0.12	-1.18
Exports	38	0.80	0.68	0.70	0.74	1.07	0.26	0.25
Goods	39	0.59	0.49	0.25	0.37	1.08	0.23	0.27
Services	40	0.22	0.18	0.44	0.37	-0.01	0.03	-0.03
Imports	41	-1.53	-0.96	-1.68	-1.14	0.04	-0.38	-1.42
Goods	42	-1.30	-0.86	-1.60	-1.05	0.15	-0.46	-1.32
Services	43	-0.23	-0.09	-0.08	-0.10	-0.11	0.09	-0.11
Government consumption expenditures and gross investment	44	0.41	0.32	0.17	0.35	0.47	0.54	-0.45
Federal	45	0.36	0.14	-0.04	0.17	0.17	0.52	-0.50
National defense	46	0.32	0.11	-0.16	0.14	0.17	0.46	-0.66
Consumption expenditures ..	47	0.26	0.10	-0.26	0.34	0.04	0.37	-0.67
Gross investment	48	0.06	0.01	0.10	-0.20	0.13	0.09	0.01
Nondefense	49	0.04	0.04	0.12	0.03	-0.01	0.06	0.15
Consumption expenditures ..	50	0.04	0.01	0.08	0.02	-0.09	0.08	0.05
Gross investment	51	0.00	0.02	0.04	0.01	0.08	-0.02	0.10
State and local	52	0.05	0.18	0.21	0.19	0.31	0.03	0.05
Consumption expenditures ...	53	0.04	0.11	0.16	0.08	0.08	0.17	0.09
Gross investment	54	0.01	0.06	0.05	0.11	0.23	-0.14	-0.04

1. Excludes software "embedded," or bundled, in computers and other equipment.

Table 1.5.3. Real Gross Domestic Product, Expanded Detail, Quantity Indexes

[[Index numbers, 2000=100]]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	109.562	113.386	111.003	112.044	112.959	114.112	114.429
Personal consumption expenditures	2	112.601	116.600	114.236	115.217	116.176	117.338	117.670
Durable goods	3	126.245	131.777	129.166	129.999	132.499	135.492	129.119
Motor vehicles and parts	4	118.232	116.873	120.198	117.729	119.865	123.498	106.400
Furniture and household equipment.....	5	141.536	155.068	145.992	149.952	152.091	156.760	161.468
Other	6	119.432	129.044	122.152	126.001	129.870	128.747	131.558
Non-durable goods	7	113.000	118.014	114.857	116.351	117.392	118.413	119.900
Food	8	111.230	116.866	113.215	114.667	115.889	117.681	119.227
Clothing and shoes.....	9	119.252	126.509	121.915	123.575	125.764	126.695	130.004
Gasoline, fuel oil, and other energy goods.....	10	105.175	107.081	106.012	108.446	107.188	106.011	106.682
Other	11	115.726	119.994	117.392	118.452	119.670	120.456	121.397
Services	12	109.725	112.960	111.027	111.789	112.440	113.353	114.260
Housing	13	107.149	109.669	108.255	108.855	109.431	109.951	110.441
Household operation	14	103.966	106.839	105.703	106.210	106.079	107.272	107.793
Electricity and gas	15	104.126	108.110	107.921	108.275	106.881	108.511	108.773
Other household operation	16	103.854	106.004	104.232	104.842	105.561	106.451	107.160
Transportation	17	97.313	98.622	97.180	97.727	98.286	98.729	99.748
Medical care	18	120.130	125.805	122.265	123.600	124.883	126.566	128.172
Recreation	19	112.740	115.184	113.345	114.713	114.942	115.143	115.938
Other	20	106.418	108.702	107.468	107.777	108.282	108.999	109.749
Gross private domestic investment.....	21	104.286	110.379	107.398	109.645	108.615	110.023	113.234
Fixed investment.....	22	109.725	112.929	107.880	109.722	112.252	114.443	115.300
Nonresidential.....	23	96.314	104.510	100.246	101.633	103.006	105.935	106.665
Structures.....	24	79.314	80.802	80.554	80.145	80.680	81.123	81.259
Equipment and software... Information processing equipment and software.....	25	103.126	114.250	108.201	110.376	113.274	116.170	117.180
Computers and peripheral equipment	26	111.723	126.348	115.408	120.857	125.013	128.350	131.171
Software ¹	27	154.137	204.510	170.366	187.116	200.445	207.082	223.398
Other	28	107.171	119.324	109.464	113.411	118.726	121.318	123.840
Industrial equipment.....	29	99.409	104.638	100.162	103.280	103.420	106.346	105.504
Transportation equipment.....	30	87.556	93.495	90.762	94.766	89.922	93.461	95.830
Other equipment.....	31	86.219	97.275	95.313	92.529	98.301	101.543	96.728
Residential.....	32	114.335	121.695	120.448	117.325	122.398	122.743	124.316
Change in private inventories... Farm	33	125.714	134.732	127.772	130.695	134.100	136.484	137.648
Nonfarm.....	34							
	35							
	36							
Net exports of goods and services	37							
Exports	38	101.970	108.850	104.398	106.295	109.037	109.710	110.357
Goods	39	99.899	106.963	102.031	103.356	107.266	108.104	109.124
Services	40	107.119	113.569	110.275	113.578	113.466	113.738	113.493
Imports	41	116.495	123.676	120.518	122.698	122.620	123.340	126.044
Goods	42	116.830	124.643	121.221	123.629	123.276	124.335	127.332
Services	43	114.991	119.070	117.217	118.292	119.561	118.596	119.830
Government consumption expenditures and gross investment.....	44	113.398	115.305	114.008	114.537	115.248	116.063	115.372
Federal	45	125.038	127.575	125.704	126.446	127.188	129.491	127.174
National defense.....	46	129.970	132.915	130.621	131.595	132.791	135.990	131.286
Consumption expenditures	47	128.541	131.567	128.582	131.219	131.542	134.436	129.072
Gross investment.....	48	140.426	142.786	145.788	133.838	141.860	147.452	147.994
Nondefense	49	116.166	117.976	116.865	117.188	117.120	117.814	119.782
Consumption expenditures	50	117.336	118.110	118.067	118.308	117.072	118.159	118.900
Gross investment.....	51	109.028	117.918	109.476	110.360	118.291	116.283	126.740
State and local	52	107.487	109.071	108.069	108.489	109.183	109.246	109.365
Consumption expenditures...	53	106.724	107.989	107.302	107.519	107.736	108.224	108.476
Gross investment.....	54	110.618	113.570	111.213	112.504	115.248	113.490	113.039

1. Excludes software "embedded," or bundled, in computers and other equipment.

Table 1.5.4. Price Indexes for Gross Domestic Product, Expanded Detail

[[Index numbers, 2000=100]]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	109.102	112.144	110.111	110.950	111.655	112.567	113.407
Personal consumption expenditures	2	108.246	111.298	109.326	109.936	110.832	111.846	112.576
Durable goods	3	90.631	90.159	90.449	90.648	90.527	89.839	89.621
Motor vehicles and parts	4	96.669	98.706	97.470	98.823	98.970	98.209	98.824
Furniture and household equipment.....	5	79.960	76.961	78.932	78.180	77.740	76.415	75.508
Other	6	98.033	97.640	97.480	97.231	97.247	98.201	97.879
Non-durable goods	7	107.634	111.585	108.982	109.327	110.854	112.985	113.176
Food	8	110.261	112.728	111.365	111.637	112.596	112.972	113.712
Clothing and shoes.....	9	92.663	91.728	92.362	92.543	92.117	91.161	91.092
Gasoline, fuel oil, and other energy goods.....	10	124.099	151.626	132.036	132.561	144.473	166.716	162.753
Other	11	106.182	107.829	106.724	107.235	107.468	107.947	108.688
Services	12	112.695	116.176	113.955	114.803	115.633	116.508	117.758
Housing	13	113.232	116.114	114.247	115.070	115.799	116.419	117.167
Household operation	14	110.003	115.723	111.062	112.310	113.924	115.755	120.902
Electricity and gas	15	117.902	130.140	120.215	122.161	125.641	130.013	142.744
Other household operation	16	105.424	107.308	105.760	106.591	107.100	107.433	108.108
Transportation	17	108.279	111.790	109.244	109.712	111.268	112.712	113.466
Medical care	18	113.583	116.877	114.842	115.877	116.415	117.125	118.091
Recreation	19	112.037	115.110	113.250	113.847	114.514	115.443	116.636
Other	20	113.658	117.226	115.358	116.023	116.855	117.652	118.374
Gross private domestic investment.....	21	106.555	109.796	107.733	108.427	109.164	110.169	111.424
Fixed investment.....	22	106.697	109.937	107.831	108.522	109.254	110.318	111.653
Nonresidential.....	23	101.025	103.155	101.455	102.244	102.715	103.358	104.304
Structures.....	24	120.124	132.176	122.827	125.876	128.886	133.914	140.027
Equipment and software... Information processing equipment and software.....	25	95.022	94.666	94.854	95.067	94.910	94.491	94.197
Computers and peripheral equipment	26	85.559	82.818	84.540	83.958	83.222	82.382	81.710
Software ¹	27	58.577	50.947	56.274	53.972	51.837	49.866	48.112
Other	28	94.540	94.246	93.892	94.243	94.354	94.203	94.186
Industrial equipment.....	29	93.659	93.299	93.418	93.564	93.436	93.149	93.049
Transportation equipment.....	30	104.261	108.187	105.639	106.962	108.209	108.453	109.122
Other equipment.....	31	109.542	109.233	109.839	110.053	109.319	108.922	108.636
Residential.....	32	104.117	108.180	104.975	106.952	108.165	108.685	108.920
Change in private inventories... Farm	33	119.935	125.568	122.574	123.062	124.359	126.335	128.516
Nonfarm.....	34							
	35							
	36							
Net exports of goods and services	37							
Exports	38	104.999	108.879	106.366	107.559	108.534	109.323	110.098
Goods	39	104.407	107.665	105.610	106.775	107.545	107.904	108.438
Services	40	106.442	111.791	108.197	109.454	110.908	112.724	114.078
Imports	41	104.571	110.982	107.026	107.783	109.925	112.413	113.807
Goods	42	102.970	109.584	105.440	105.937	108.473	111.228	112.697
Services	43	113.012	118.280	115.383	117.585	117.531	118.523	119.481
Government consumption expenditures and gross investment.....	44	113.505	118.874	115.148	116.747	117.820	119.751	121.178
Federal	45	114.354	118.478	115.575	117.550	118.168	119.056	119.140
National defense.....	46	114.840	118.915	116.198	118.060	118.471	119.493	119.634
Consumption expenditures	47	117.172	121.618	118.561	120.631	121.144	122.308	122.389
Gross investment.....	48	99.922	101.696	101.087	101.667	101.436	101.591	102.088
Nondefense	49	113.498	117.724	114.447	116.647	117.681		

Table 1.5.5. Gross Domestic Product, Expanded Detail

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	11,734.3	12,479.4	11,995.2	12,198.8	12,378.0	12,605.7	12,735.3
Personal consumption expenditures	2	8,214.3	8,745.9	8,416.1	8,535.8	8,677.0	8,844.0	8,926.9
Durable goods	3	987.8	1,025.7	1,008.6	1,017.3	1,035.5	1,050.9	999.0
Motor vehicles and parts	4	441.8	445.8	452.8	449.6	458.5	468.7	406.4
Furniture and household equipment.....	5	354.1	373.3	360.6	366.9	370.0	374.9	381.6
Other	6	191.9	206.5	195.2	200.8	207.0	207.2	211.1
Non-durable goods	7	2,368.3	2,564.3	2,437.1	2,476.6	2,533.7	2,604.9	2,642.0
Food	8	1,134.7	1,218.8	1,166.4	1,184.2	1,207.1	1,229.3	1,254.2
Clothing and shoes.....	9	329.0	345.5	335.2	340.5	344.9	343.9	352.6
Gasoline, fuel oil, and other energy goods.....	10	249.9	310.6	267.9	275.2	296.4	338.3	332.4
Other	11	654.8	689.5	667.6	676.8	685.3	692.8	702.9
Services	12	4,858.2	5,155.9	4,970.4	5,041.8	5,107.8	5,188.3	5,285.9
Housing	13	1,221.1	1,281.6	1,244.7	1,260.6	1,275.3	1,288.2	1,302.3
Household operation	14	446.2	482.4	457.9	465.3	471.4	484.4	508.4
Electricity and gas	15	175.9	201.6	185.9	189.5	192.4	202.1	222.4
Other household operation	16	270.2	280.8	272.1	275.8	279.0	282.3	285.9
Transportation	17	306.9	321.1	309.2	312.3	318.5	324.1	329.6
Medical care	18	1,401.1	1,509.8	1,441.6	1,470.5	1,492.6	1,522.0	1,554.0
Recreation	19	338.8	355.7	344.3	350.3	353.1	356.6	362.8
Other	20	1,144.1	1,205.4	1,172.6	1,182.8	1,196.8	1,213.0	1,228.8
Gross private domestic investment.....	21	1,928.1	2,099.5	2,004.5	2,058.5	2,054.4	2,099.5	2,185.7
Fixed investment.....	22	1,872.6	2,084.3	1,952.6	1,998.7	2,058.5	2,119.2	2,160.9
Nonresidential	23	1,198.8	1,328.3	1,252.9	1,280.1	1,313.5	1,348.9	1,370.6
Structures	24	298.4	334.5	309.8	315.9	325.6	340.2	356.3
Equipment and software.....	25	900.4	993.8	943.1	964.3	987.9	1,008.7	1,014.3
Information processing equipment and software.....	26	447.0	489.2	456.3	474.6	486.6	494.5	501.3
Computers and peripheral equipment	27	91.6	105.6	97.5	102.7	105.6	105.0	109.3
Software ¹	28	178.5	198.1	181.1	188.3	197.3	201.3	205.5
Other	29	176.9	185.5	177.8	183.6	183.6	188.2	186.6
Industrial equipment.....	30	145.3	161.0	152.6	161.3	154.9	161.3	166.4
Transportation equipment	31	151.9	170.9	168.4	163.8	172.8	177.9	169.0
Other equipment	32	156.2	172.7	165.8	164.6	173.7	175.0	177.6
Residential	33	673.8	756.0	699.7	718.5	745.0	770.3	790.3
Change in private inventories...	34	55.4	15.2	51.9	59.9	-4.2	-19.7	24.8
Farm	35	3.2	-8.4	-3.0	-6.5	-8.5	-9.5	-9.0
Nonfarm	36	52.2	23.6	54.8	66.4	4.3	-10.2	33.7
Net exports of goods and services	37	-624.0	-725.7	-685.4	-697.5	-691.0	-730.4	-784.1
Exports	38	1,173.8	1,299.2	1,217.1	1,253.2	1,297.1	1,314.6	1,331.8
Goods	39	818.1	903.2	845.0	865.4	904.7	914.8	928.0
Services	40	355.7	396.0	372.1	387.7	392.5	399.9	403.8
Imports	41	1,797.8	2,024.9	1,902.5	1,950.6	1,988.1	2,045.1	2,115.8
Goods	42	1,495.9	1,697.8	1,588.4	1,627.6	1,661.8	1,718.6	1,783.3
Services	43	301.9	327.1	314.1	323.0	326.3	326.4	332.5
Government consumption expenditures and gross investment.....	44	2,215.9	2,359.7	2,260.0	2,302.0	2,337.6	2,392.7	2,406.8
Federal	45	827.6	874.8	840.8	860.2	869.8	892.2	876.9
National defense.....	46	552.7	585.3	562.0	575.3	582.5	601.7	581.6
Consumption expenditures	47	484.2	514.4	490.1	508.9	512.3	528.6	507.8
Gross investment.....	48	68.5	70.9	71.9	66.4	70.2	73.1	73.7
Nondefense	49	274.9	289.5	278.8	285.0	287.3	290.5	295.3
Consumption expenditures	50	241.4	252.8	245.1	250.7	250.5	254.3	255.7
Gross investment.....	51	33.4	36.7	33.8	34.3	36.8	36.3	39.6
State and local	52	1,388.3	1,484.9	1,419.1	1,441.7	1,467.7	1,500.4	1,529.9
Consumption expenditures...	53	1,117.7	1,192.6	1,143.1	1,159.0	1,175.7	1,205.7	1,230.1
Gross investment.....	54	270.6	292.3	276.1	282.7	292.0	294.7	299.8

1. Excludes software "embedded," or bundled, in computers and other equipment.

Table 1.5.6. Real Gross Domestic Product, Expanded Detail, Chained Dollars

[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	10,755.7	11,131.1	10,897.1	10,999.3	11,089.2	11,202.3	11,233.5
Personal consumption expenditures	2	7,588.6	7,858.1	7,698.8	7,764.9	7,829.5	7,907.9	7,930.2
Durable goods	3	1,089.9	1,137.7	1,115.1	1,122.3	1,143.9	1,169.7	1,114.7
Motor vehicles and parts	4	457.0	451.7	464.6	455.0	463.3	477.3	411.3
Furniture and household equipment.....	5	442.9	485.2	456.8	469.2	475.9	490.5	505.2
Other	6	195.8	211.5	200.2	206.5	212.9	211.0	215.6
Non-durable goods	7	2,200.4	2,298.0	2,236.5	2,265.6	2,285.9	2,305.8	2,334.7
Food	8	1,029.1	1,081.2	1,047.4	1,060.9	1,072.2	1,088.7	1,103.0
Clothing and shoes.....	9	355.0	376.6	363.0	367.9	374.4	377.2	387.0
Gasoline, fuel oil, and other energy goods.....	10	201.4	205.0	203.0	207.7	205.2	203.0	204.3
Other	11	616.7	639.4	625.5	631.2	637.7	641.9	646.9
Services	12	4,310.9	4,438.0	4,362.1	4,392.0	4,417.6	4,453.5	4,489.1
Housing	13	1,078.4	1,103.8	1,089.5	1,095.6	1,101.4	1,106.6	1,111.5
Household operation	14	405.6	416.8	412.4	414.3	413.8	418.5	420.5
Electricity and gas	15	149.2	154.9	154.7	155.2	153.2	155.5	155.9
Other household operation	16	256.3	261.6	257.3	258.8	260.5	262.7	264.5
Transportation	17	283.4	287.2	283.0	284.6	286.3	287.6	290.5
Medical care	18	1,233.5	1,291.8	1,255.4	1,269.1	1,282.3	1,299.6	1,316.1
Recreation	19	302.4	309.0	304.1	307.7	308.3	308.9	311.0
Other	20	1,006.7	1,028.3	1,016.6	1,019.5	1,024.3	1,031.1	1,038.2
Gross private domestic investment.....	21	1,809.8	1,915.6	1,863.9	1,902.9	1,885.0	1,909.4	1,965.1
Fixed investment.....	22	1,755.1	1,896.1	1,811.3	1,842.2	1,884.7	1,921.5	1,935.9
Nonresidential	23	1,186.7	1,287.6	1,235.1	1,252.2	1,279.0	1,305.2	1,314.2
Structures	24	248.4	253.1	252.3	251.0	252.7	254.1	254.5
Equipment and software.....	25	947.6	1,049.8	994.2	1,014.2	1,040.9	1,067.5	1,076.8
Information processing equipment and software.....	26	522.4	590.8	539.7	565.1	584.6	600.2	613.4
Computers and peripheral equipment ¹	27	.....	.....	.....	.....	.....	.....	.....
Software ²	28	188.8	210.2	192.8	199.8	209.1	213.7	218.2
Other	29	188.9	198.8	190.3	196.3	196.5	202.1	200.5
Industrial equipment.....	30	139.4	148.9	144.5	150.9	143.2	148.8	152.6
Transportation equipment.....	31	138.7	156.5	153.3	148.8	158.1	163.3	155.6
Other equipment	32	150.0	159.7	158.0	153.9	160.6	161.1	163.1
Residential	33	561.8	602.1	571.0	584.1	599.3	610.0	615.2
Change in private inventories...	34	52.0	17.2	50.1	58.2	-1.7	-13.3	25.7
Farm	35	2.3	-3.7	-0.2	-2.3	-4.2	-4.5	-3.8
Nonfarm	36	49.9	21.9	50.8	61.8	3.4	-8.1	30.6
Net exports of goods and services	37	-601.3	-631.9	-634.1	-645.4	-614.2	-617.5	-650.3
Exports	38	1,117.9	1,193.3	1,144.5	1,165.3	1,195.4	1,202.7	1,209.8
Goods	39	783.6	839.0	800.3	810.7	841.3	847.9	855.9
Services	40	334.1	354.3	344.0	354.3	353.9	354.8	354.0
Imports	41	1,719.2	1,825.2	1,778.6	1,810.7	1,809.6	1,820.2	1,860.1
Goods	42	1,452.7	1,549.9	1,507.3	1,537.3	1,532.9	1,546.1	1,583.3
Services	43	267.1	276.6	272.3	274.8	277.7	275.5	276.4
Government consumption expenditures and gross investment.....	44	1,952.3	1,985.1	1,962.8	1,971.9	1,984.1	1,998.1	1,986.2
Federal	45	723.7	738.4	727.6	731.8	736.1	749.5	736.1
National defense.....	46	481.3	492.2	483.7	487.3	491.7	503.6	486.2
Consumption expenditures	47	413.3	423.0	413.4	421.9	422.9	432.2	415.0
Gross investment.....	48	68.5	69.7	71.2	65.3	69.2	72.0	72.2
Nondefense	49	242.2	246.0	243.6	244.3	244.2	245.6	249.7
Consumption expenditures	50	208.6	210.0	209.9	210.4	208.2	210.1	211.4
Gross investment.....	51	33.4	36.1	33.6	33.8	36.3	35.6	38.9
State and local	52	1,228.4	1,246.5	1,235.0	1,239.8	1,247.8	1,248.5	1,249.8
Consumption expenditures...	53	979.5	991.1	984.8	986.8	988.8	993.3	995.6
Gross investment.....	54	248.9	255.6	250.3	253.2			

**Table 1.6.4. Price Indexes for
Gross Domestic Purchases**

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004	2005			
				IV	I	II	III	IV
Gross domestic purchases ...	1	108.899	112.377	110.092	110.883	111.785	112.953	113.886
Personal consumption expenditures	2	108.246	111.298	109.326	109.936	110.832	111.846	112.576
Durable goods	3	90.631	90.159	90.449	90.648	90.527	89.839	89.621
Motor vehicles and parts	4	96.669	98.706	97.470	98.823	98.970	98.209	98.824
Furniture and household equipment	5	79.960	76.961	78.932	78.180	77.740	76.415	75.508
Other	6	98.033	97.640	97.480	97.231	97.247	98.201	97.879
Nondurable goods	7	107.634	111.585	108.982	109.327	110.854	112.985	113.716
Food	8	110.261	112.728	111.365	111.633	112.596	112.972	113.712
Clothing and shoes	9	92.663	91.728	92.362	92.543	92.117	91.161	91.092
Gasoline, fuel oil, and other energy goods	10	124.099	151.626	132.036	132.561	144.473	166.716	162.753
Other	11	106.182	107.829	106.724	107.235	107.468	107.947	108.668
Services	12	112.895	116.176	113.955	114.803	115.633	116.508	117.758
Housing	13	113.232	116.114	114.247	115.070	115.799	116.419	117.167
Household operation	14	110.003	115.723	111.062	112.310	113.924	115.755	120.902
Electricity and gas	15	117.902	130.140	120.215	122.161	125.641	130.013	142.744
Other household operation	16	105.424	107.308	105.760	106.591	107.100	107.433	108.108
Transportation	17	108.279	111.790	109.244	109.712	111.268	112.712	113.466
Medical care	18	113.583	116.877	114.842	115.877	116.415	117.125	118.091
Recreation	19	112.037	115.110	113.250	113.847	114.514	115.443	116.636
Other	20	113.658	117.226	115.358	116.023	116.855	117.652	118.374
Gross private domestic investment	21	106.555	109.796	107.733	108.427	109.164	110.169	111.424
Fixed investment	22	106.697	109.937	107.831	108.522	109.254	110.318	111.653
Nonresidential	23	101.025	103.155	101.455	102.244	102.715	103.358	104.304
Structures	24	120.124	132.176	122.827	125.876	128.886	133.914	140.027
Equipment and software	25	95.022	94.666	94.854	95.067	94.910	94.491	94.197
Information processing equipment and software	26	85.559	82.818	84.540	83.958	83.222	82.382	81.710
Computers and peripheral equipment	27	58.577	50.947	56.274	53.972	51.837	49.866	48.112
Software ¹	28	94.540	94.246	93.892	94.243	94.354	94.203	94.186
Other	29	93.659	93.299	93.418	93.564	93.436	93.149	93.049
Industrial equipment	30	104.261	108.187	105.639	106.962	108.209	108.453	109.122
Transportation equipment	31	109.542	109.233	109.839	110.053	109.319	108.922	108.636
Other equipment	32	104.117	108.180	104.975	106.952	108.165	108.685	108.920
Residential	33	119.935	125.568	122.574	123.062	124.359	126.335	128.516
Change in private inventories	34							
Farm	35							
Nonfarm	36							
Government consumption expenditures and gross investment	37	113.505	118.874	115.148	116.747	117.820	119.751	121.178
Federal	38	114.354	118.478	115.575	117.550	118.168	119.056	119.140
National defense	39	114.840	118.915	116.198	118.060	118.471	119.493	119.634
Consumption expenditures	40	117.172	121.618	118.561	120.631	121.144	122.308	122.389
Gross investment	41	99.922	101.696	101.087	101.667	101.436	101.591	102.088
Nondefense	42	113.498	117.724	114.447	116.647	117.681	118.298	118.270
Consumption expenditures	43	115.720	120.374	116.725	119.173	120.334	121.026	120.962
Gross investment	44	99.993	101.614	100.619	101.279	101.549	101.732	101.895
State and local	45	113.022	119.131	114.914	116.291	117.635	120.186	122.411
Consumption expenditures	46	114.116	120.332	116.081	117.462	118.909	121.395	123.564
Gross investment	47	108.699	114.385	110.305	111.668	112.609	115.412	117.850
Addenda:								
Final sales of computers to domestic purchasers ²	48	51.448	44.262	48.989	46.975	45.166	43.271	41.637
Gross domestic purchases excluding final sales of computers to domestic purchasers	49	109.875	113.626	111.153	112.017	112.991	114.244	115.252
Food	50	110.172	112.670	111.303	111.594	112.545	112.872	113.669
Energy goods and services	51	121.112	144.226	127.840	129.443	137.716	152.559	157.185
Gross domestic purchases excluding food and energy	52	108.224	110.954	109.181	109.990	110.561	111.236	112.027
Gross domestic product	53	109.102	112.144	110.111	110.950	111.655	112.567	113.407
Gross domestic product excluding final sales of computers	54	109.887	113.151	110.958	111.861	112.629	113.602	114.510
Food	55	110.895	112.962	111.575	111.829	112.860	113.264	113.896
Energy goods and services	56	115.551	126.720	117.211	121.847	123.329	130.359	131.347
Gross domestic product excluding food and energy	57	108.700	111.599	109.725	110.511	111.155	111.936	112.795
Final sales of domestic product	58	109.124	112.166	110.124	110.963	111.667	112.589	113.443
Final sales to domestic purchasers	59	108.921	112.399	110.106	110.898	111.798	112.976	113.922

1. Excludes software "embedded," or bundled, in computers and other equipment.
2. For some components of final sales of computers, includes computer parts.

**Table 1.6.7. Percent Change From Preceding Period in Prices for
Gross Domestic Purchases**

[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
Gross domestic purchases	1	2.9	3.2	3.2	2.9	3.3	4.2	3.3
Personal consumption expenditures	2	2.6	2.8	3.1	2.3	3.3	3.7	2.6
Durable goods	3	-1.9	-0.5	0.6	0.9	-0.5	-3.0	-1.0
Motor vehicles and parts	4	-1.0	2.1	4.4	5.7	0.6	-3.0	2.5
Furniture and household equipment	5	-4.1	-3.8	-2.6	-3.8	-2.2	-6.6	-4.7
Other	6	0.1	-0.4	-1.9	-1.0	0.1	4.0	-1.3
Nondurable goods	7	3.3	3.7	4.5	1.3	5.7	7.9	0.7
Food	8	3.1	2.2	2.5	1.0	3.5	1.3	2.6
Clothing and shoes	9	-0.4	-1.0	-0.6	0.8	-1.8	-4.1	-0.3
Gasoline, fuel oil, and other energy goods	10	17.6	22.2	29.2	1.6	41.1	77.3	-9.2
Other	11	1.0	1.6	2.2	1.9	0.9	1.8	2.7
Services	12	3.2	3.1	3.0	3.0	2.9	3.1	4.4
Housing	13	2.5	2.5	2.0	2.9	2.6	2.2	2.6
Household operation	14	2.1	5.2	1.9	4.6	5.9	6.6	19.0
Electricity and gas	15	3.9	10.4	4.2	6.6	11.9	14.7	45.3
Other household operation	16	1.0	1.8	0.4	3.2	1.9	1.2	2.5
Transportation	17	2.2	3.2	2.1	1.7	5.8	5.3	2.7
Medical care	18	3.6	2.9	3.0	3.7	1.9	2.5	3.3
Recreation	19	2.6	2.7	3.3	2.1	2.4	3.3	4.2
Other	20	4.2	3.1	4.3	2.3	2.9	2.8	2.5
Gross private domestic investment	21	3.1	3.0	2.7	2.6	2.7	3.7	4.6
Fixed investment	22	3.2	3.0	2.2	2.6	2.7	4.0	4.9
Nonresidential	23	1.3	2.1	1.1	3.1	1.9	2.5	3.7
Structures	24	5.5	10.0	5.6	10.3	9.9	16.5	19.5
Equipment and software	25	-0.1	-0.4	-0.4	0.9	-0.7	-1.8	-1.2
Information processing equipment and software	26	-3.1	-3.2	-3.9	-2.7	-3.5	-4.0	-3.2
Computers and peripheral equipment	27	-7.4	-13.0	-11.3	-15.4	-14.9	-14.4	-13.3
Software ¹	28	-2.3	-0.3	-3.4	1.5	0.5	-0.6	-0.1
Other	29	-1.6	-0.4	-0.049	0.6	-0.5	-1.2	-0.4
Industrial equipment	30	2.6	3.8	4.1	5.1	4.7	0.9	2.5
Transportation equipment	31	5.4	-0.3	3.1	0.8	-2.6	-1.4	-1.0
Other equipment	32	0.9	3.9	2.1	7.7	4.6	1.9	0.9
Residential	33	6.7	4.7	4.2	1.6	4.3	6.5	7.1
Change in private inventories	34							
Farm	35							
Nonfarm	36							
Government consumption expenditures and gross investment	37	3.7	4.7	4.1	5.7	3.7	6.7	4.9
Federal	38	4.2	3.6	2.6	7.0	2.1	3.0	0.3
National defense	39	4.0	3.5	2.7	6.6	1.4	3.5	0.5
Consumption expenditures	40	4.3	3.8	2.5	7.2	1.7	3.9	0.3
Gross investment	41	1.9	1.8	3.9	2.3	-0.9	0.6	2.0
Nondefense	42	4.6	3.7	2.5	7.9	3.6	2.1	-0.1
Consumption expenditures	43	5.2	4.0	2.6	8.7	4.0	2.3	-0.2
Gross investment	44	0.8	1.6	2.1	2.6	1.1	0.7	0.6
State and local	45	3.4	5.4	4.9	4.9	4.7	9.0	7.6
Consumption expenditures	46	3.5	5.4	5.2	4.8	5.0	8.6	7.3
Gross investment	47	2.8	5.2	3.8	5.0	3.4	10.3	8.7
Addenda:								
Final sales of computers to domestic purchasers ²	48	-9.1	-14.0	-14.6	-15.5	-14.5	-15.8	-14.3
Gross domestic purchases excluding final sales of computers to domestic purchasers	49	3.0	3.4	3.4	3.1	3.5	4.5	3.6
Food	50	3.1	2.3	2.6	1.0	3.5	1.2	2.9
Energy goods and services	51	11.6	19.1	22.1	5.1	28.1	50.6	12.7
Gross domestic purchases excluding food and energy	52	2.4	2.5	2.4	3.0	2.1	2.5	2.9
Gross domestic product	53	2.6	2.8	2.7	3.1	2.6	3.3	3.0
Gross domestic product excluding final sales of computers	54	2.7	3.0	2.9	3.3	2.8	3.5	3.2
Food	55	3.3	1.9	1.4	0.9	3.7	1.4	2.3
Energy goods and services	56	5.5	9.7	10.8	16.8	5.0	24.8	3.1
Gross domestic product excluding food and energy	57	2.5	2.7	2.6	2.9	2.4	2.8	3.1
Final sales of domestic product	58	2.6	2.8	2.7	3.1	2.6	3.3	3.1
Final sales to domestic purchasers	59	2.9	3.2	3.2	2.9	3.3	4.3	3.4

1. Excludes software "embedded," or bundled, in computers and other equipment.
2. For some components of final sales of computers, includes computer parts.

Table 1.6.8. Contributions to Percent Change in the Gross Domestic Purchases Price Index

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Percent change at annual rate:								
Gross domestic purchases ...	1	2.9	3.2	3.2	2.9	3.3	4.2	3.3
Percentage points at annual rates:								
Personal consumption expenditures	2	1.73	1.87	2.08	1.50	2.19	2.47	1.75
Durable goods	3	-0.16	-0.04	0.05	0.07	-0.04	-0.24	-0.07
Motor vehicles and parts	4	-0.04	0.07	0.15	0.20	0.02	-0.11	0.08
Furniture and household equipment.....	5	-0.12	-0.11	-0.08	-0.11	-0.06	-0.19	-0.13
Other	6	0.00	-0.01	-0.03	-0.02	0.00	0.06	-0.02
Nondurable goods	7	0.64	0.71	0.86	0.25	1.09	1.51	0.13
Food	8	0.28	0.21	0.23	0.09	0.32	0.13	0.24
Clothing and shoes.....	9	-0.01	-0.03	-0.02	0.02	-0.05	-0.11	-0.01
Gasoline, fuel oil, and other energy goods.....	10	0.32	0.44	0.53	0.03	0.77	1.40	-0.24
Other	11	0.05	0.08	0.11	0.10	0.05	0.09	0.14
Services	12	1.25	1.21	1.17	1.18	1.14	1.20	1.69
Housing	13	0.25	0.25	0.20	0.29	0.25	0.21	0.25
Household operation.....	14	0.08	0.19	0.07	0.16	0.21	0.24	0.65
Electricity and gas	15	0.06	0.15	0.06	0.10	0.17	0.21	0.60
Other household operation.....	16	0.02	0.04	0.01	0.07	0.04	0.03	0.05
Transportation.....	17	0.06	0.08	0.05	0.04	0.14	0.13	0.07
Medical care	18	0.40	0.33	0.34	0.41	0.21	0.28	0.38
Recreation.....	19	0.07	0.07	0.09	0.06	0.06	0.09	0.11
Other	20	0.39	0.29	0.43	0.21	0.27	0.25	0.23
Gross private domestic investment.....	21	0.47	0.48	0.37	0.41	0.44	0.59	0.74
Fixed investment.....	22	0.47	0.47	0.34	0.40	0.43	0.63	0.78
Nonresidential	23	0.12	0.21	0.11	0.31	0.19	0.26	0.37
Structures.....	24	0.13	0.24	0.13	0.24	0.24	0.39	0.47
Equipment and software.....	25	-0.01	-0.03	-0.03	0.07	-0.05	-0.13	-0.09
Information processing equipment and software.....	26	-0.11	-0.12	-0.15	-0.10	-0.13	-0.15	-0.12
Computers and peripheral equipment	27	-0.06	-0.11	-0.09	-0.13	-0.13	-0.12	-0.11
Software	28	-0.03	0.00	-0.05	0.02	0.01	-0.01	0.00
Other	29	-0.02	-0.01	0.00	0.01	-0.01	-0.02	-0.01
Industrial equipment.....	30	0.03	0.05	0.05	0.06	0.06	0.01	0.03
Transportation equipment	31	0.06	0.00	0.04	0.01	-0.03	-0.02	-0.01
Other equipment	32	0.01	0.05	0.03	0.10	0.06	0.03	0.01
Residential.....	33	0.34	0.26	0.23	0.09	0.24	0.37	0.40
Change in private inventories	34	0.01	0.01	0.03	0.01	0.01	-0.04	-0.04
Farm	35	0.00	0.00	0.00	0.00	0.00	-0.01	0.01
Nonfarm.....	36	0.01	0.01	0.03	0.01	0.01	-0.03	-0.06
Government consumption expenditures and gross investment.....	37	0.67	0.84	0.73	1.00	0.66	1.19	0.86
Federal	38	0.28	0.24	0.18	0.46	0.14	0.20	0.02
National defense.....	39	0.17	0.16	0.12	0.29	0.06	0.16	0.02
Consumption expenditures	40	0.16	0.15	0.10	0.27	0.07	0.15	0.01
Gross investment.....	41	0.01	0.01	0.02	0.01	0.00	0.00	0.01
Nondefense	42	0.10	0.08	0.06	0.17	0.08	0.05	0.00
Consumption expenditures	43	0.10	0.08	0.05	0.16	0.08	0.04	0.00
Gross investment.....	44	0.00	0.00	0.01	0.01	0.00	0.00	0.00
State and local.....	45	0.39	0.60	0.55	0.54	0.52	0.99	0.84
Consumption expenditures	46	0.32	0.49	0.47	0.43	0.45	0.76	0.65
Gross investment.....	47	0.06	0.11	0.08	0.11	0.08	0.22	0.19
Addenda:								
Final sales of computers to domestic purchasers ²	48	-0.11	-0.18	-0.18	-0.20	-0.19	-0.20	-0.18
Gross domestic purchases excluding final sales of computers to domestic purchasers.....	49	2.97	3.37	3.36	3.10	3.48	4.45	3.53
Food	50	0.29	0.21	0.24	0.10	0.32	0.11	0.27
Energy goods and services	51	0.46	0.80	0.87	0.23	1.15	2.00	0.62
Gross domestic purchases excluding food and energy....	52	2.12	2.18	2.06	2.58	1.81	2.14	2.46

1. Excludes software "embedded," or bundled, in computers and other equipment.
 2. For some components of final sales of computers, includes computer parts.

Table 1.7.1. Percent Change from Preceding Period in Real Gross Domestic Product, Real Gross National Product, and Real Net National Product
[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	4.2	3.5	3.3	3.8	3.3	4.1	1.1
Plus: Income receipts from the rest of the world.....	2	18.0	.....	45.5	-2.6	21.9	23.4	.....
Less: Income payments to the rest of the world	3	28.0	.....	70.5	-5.3	28.6	16.9	.....
Equals: Gross national product	4	4.0	.....	2.9	3.9	3.2	4.4	.....
Less: Consumption of fixed capital	5	5.4	7.9	-24.4	2.3	2.4	157.9	-56.1
Private	6	6.0	8.6	-28.6	2.1	2.3	192.0	-60.7
Government.....	7	2.6	4.2	2.7	2.9	2.7	28.8	-18.9
General government enterprises	8	2.4	2.6	2.6	2.9	2.5	2.1	2.1
Equals: Net national product.....	10	3.9	.....	7.5	4.1	3.3	-9.0	.....
Addenda:								
Gross domestic income ¹	11	4.0	.....	5.5	3.5	2.0	4.6	.....
Gross national income ²	12	3.8	.....	5.0	3.6	1.9	4.9	.....
Net domestic product.....	13	4.0	2.9	8.0	4.0	3.4	-9.3	15.0
Net domestic income ³	14	3.8	.....	10.6	3.7	2.0	-8.9	.....

1. Gross domestic income deflated by the implicit price deflator for gross domestic product.
 2. Gross national income deflated by the implicit price deflator for gross national product.
 3. Net domestic income deflated by the implicit price deflator for net domestic product.

Table 1.7.3. Real Gross Domestic Product, Real Gross National Product, and Real Net National Product, Quantity Indexes
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	109.562	113.386	111.003	112.044	112.959	114.112	114.429
Plus: Income receipts from the rest of the world.....	2	100.245	.....	110.564	109.838	115.405	121.632	.....
Less: Income payments to the rest of the world	3	97.016	.....	113.032	111.516	118.761	123.482	.....
Equals: Gross national product	4	109.637	.....	110.916	111.977	112.851	114.076	.....
Less: Consumption of fixed capital	5	117.153	126.365	116.406	117.057	117.749	149.215	121.437
Private	6	118.487	128.646	117.360	117.978	118.658	155.117	122.832
Government.....	7	110.525	115.164	111.634	112.447	113.192	120.590	114.427
General government enterprises	8	110.131	112.940	111.178	112.664	113.264	113.264	113.860
Equals: Net national product.....	10	108.623	.....	110.161	111.274	112.172	109.562	.....
Addendum:								
Net domestic product.....	11	108.533	111.675	110.257	111.347	112.290	109.583	113.478

Table 1.7.4. Price Indexes for Gross Domestic Product, Gross National Product, and Net National Product
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	109.102	112.144	110.111	110.950	111.655	112.567	113.407
Plus: Income receipts from the rest of the world	2	108.296	.....	109.353	110.041	110.882	111.958	.....
Less: Income payments to the rest of the world	3	108.452	.....	109.601	110.450	111.314	112.403	.....
Equals: Gross national product	4	109.094	.....	110.100	110.933	111.638	112.550	.....
Less: Consumption of fixed capital	5	103.141	104.852	104.303	104.179	104.197	105.166	105.864
Private	6	102.737	104.102	103.855	103.595	103.508	104.346	104.959
Government.....	7	105.239	108.827	106.639	107.237	107.808	109.531	110.730
General government enterprises	8	104.759	108.233	106.148	106.719	107.265	108.921	110.027
Equals: Net national product.....	10	109.959	.....	110.941	111.912	112.715	113.617	.....
Addendum:								
Net domestic product.....	11	109.972	113.205	110.957	111.936	112.740	113.641	114.504

Table 1.7.5. Relation of Gross Domestic Product, Gross National Product, Net National Product, National Income, and Personal Income
[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	11,734.3	12,479.4	11,995.2	12,198.8	12,378.0	12,605.7	12,735.3
Plus: Income receipts from the rest of the world	2	415.4		462.4	462.3	489.4	520.8	
Less: Income payments to the rest of the world	3	361.7		425.6	422.9	453.9	476.6	
Equals: Gross national product	4	11,788.0		12,032.0	12,238.2	12,413.5	12,650.0	
Less: Consumption of fixed capital	5	1,435.3	1,574.1	1,442.0	1,448.4	1,457.2	1,863.8	1,526.9
Private	6	1,206.2	1,327.2	1,207.6	1,210.9	1,216.9	1,603.6	1,277.3
Domestic business	7	973.3	1,041.9	978.4	980.4	984.5	1,177.9	1,024.9
Capital consumption allowances	8	1,228.6	1,055.4	1,237.4	1,011.1	1,023.9	1,127.0	1,059.5
Less: Capital consumption adjustment	9	255.3	13.5	259.0	30.8	39.4	-50.9	34.7
Households and institutions	10	232.8	285.3	229.2	230.5	232.4	425.7	252.5
Government	11	229.1	246.9	234.5	237.5	240.4	260.2	249.6
General government	12	192.0	203.4	196.3	198.8	201.1	205.3	208.4
Government enterprises	13	37.2	43.5	38.1	38.7	39.3	54.9	41.1
Equals: Net national product	14	10,352.8		10,589.9	10,789.8	10,956.3	10,786.2	
Less: Statistical discrepancy	15	76.8		30.6	39.4	78.3	66.5	
Equals: National income	16	10,275.9		10,559.3	10,750.4	10,878.0	10,719.6	
Less: Corporate profits with inventory valuation and capital consumption adjustments	17	1,161.5		1,219.5	1,288.2	1,347.5	1,293.1	
Taxes on production and imports less subsidies	18	809.4	847.1	824.4	833.2	848.0	853.4	853.8
Contributions for government social insurance	19	822.2	869.4	843.5	861.0	864.9	872.6	879.2
Net interest and miscellaneous payments on assets	20	505.5	497.1	492.7	498.3	488.7	497.6	503.8
Business current transfer payments (net)	21	91.1	79.4	102.6	99.0	99.6	21.8	97.2
Current surplus of government enterprises	22	-3.0	-11.2	-5.2	-6.1	-7.0	-22.8	-8.8
Wage accruals less disbursements	23	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Plus: Personal income receipts on assets	24	1,396.5	1,456.7	1,493.6	1,407.9	1,439.8	1,468.9	1,510.3
Personal current transfer receipts	25	1,427.5	1,525.5	1,449.2	1,488.8	1,509.6	1,558.1	1,545.5
Equals: Personal income	26	9,713.3	10,238.2	10,024.8	10,073.4	10,185.7	10,231.0	10,462.6
Addenda:								
Gross domestic income	27	11,657.5		11,964.6	12,159.4	12,299.7	12,539.2	
Gross national income	28	11,711.2		12,001.4	12,198.8	12,335.2	12,583.4	
Gross national factor income ¹	29	10,813.7		11,079.6	11,272.6	11,394.6	11,731.1	
Net domestic product	30	10,299.0	10,905.4	10,553.2	10,750.4	10,920.7	10,741.9	11,208.4
Net domestic income	31	10,222.2		10,522.5	10,711.0	10,842.5	10,675.4	
Net national factor income ²	32	9,378.4		9,637.6	9,824.2	9,937.4	9,867.3	

1. Consists of compensation of employees, proprietors' income with inventory valuation adjustment (IVA) and capital consumption adjustment (CCAdj), rental income of persons with CCAdj, corporate profits with IVA and CCAdj, net interest and miscellaneous payments, and consumption of fixed capital.

2. Consists of gross national factor income less consumption of fixed capital.

Table 1.7.6. Relation of Real Gross Domestic Product, Real Gross National Product, and Real Net National Product, Chained Dollars
[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross domestic product	1	10,755.7	11,131.1	10,897.1	10,999.3	11,089.2	11,202.3	11,233.5
Plus: Income receipts from the rest of the world	2	383.7		423.2	420.4	441.7	465.5	
Less: Income payments to the rest of the world	3	333.5		388.5	383.3	408.2	424.4	
Equals: Gross national product	4	10,805.7		10,931.8	11,036.3	11,122.5	11,243.2	
Less: Consumption of fixed capital	5	1,391.6	1,501.0	1,382.7	1,390.4	1,398.7	1,772.4	1,442.5
Private	6	1,174.0	1,274.7	1,162.9	1,169.0	1,175.7	1,537.0	1,217.1
Government	7	217.7	226.9	219.9	221.5	223.0	237.5	225.4
General government	8	183.2	187.9	185.0	186.3	187.5	188.5	189.4
Government enterprises	9	34.5	38.8	34.9	35.2	35.5	48.7	36.0
Equals: Net national product	10	9,415.5		9,548.8	9,645.3	9,723.1	9,496.9	
Addenda:								
Gross domestic income ¹	11	10,685.2		10,869.3	10,963.8	11,019.1	11,143.2	
Gross national income ²	12	10,735.3		10,904.0	11,000.8	11,052.4	11,184.1	
Net domestic product	13	9,365.5	9,636.5	9,514.2	9,608.3	9,689.7	9,456.1	9,792.2
Net domestic income ³	14	9,295.6		9,486.6	9,573.1	9,620.2	9,397.5	

1. Gross domestic income deflated by the implicit price deflator for gross domestic product.

2. Gross national income deflated by the implicit price deflator for gross national product.

3. Net domestic income deflated by the implicit price deflator for net domestic product.

NOTE: Except as noted in footnotes 1, 2 and 3, chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive.

Table 1.8.3. Command-Basis Real Gross National Product, Quantity Indexes
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Gross national product	1	109.637		110.916	111.977	112.851	114.076	
Less: Exports of goods and services and income receipts from the rest of the world	2	101.584		106.102	107.308	110.796	112.931	
Plus: Command-basis exports of goods and services and income receipts from the rest of the world ¹	3	102.059		105.681	107.180	109.686	110.456	
Equals: Command-basis gross national product	4	109.708		110.853	111.958	112.684	113.704	
Addendum:								
Percent change from preceding period in command-basis real gross national product	5	3.9		2.6	4.0	2.6	3.7	

1. Exports of goods and services and income receipts deflated by the implicit price deflator for imports of goods and services and income payments.

Table 1.8.6. Command-Basis Real Gross National Product, Chained Dollars
[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Gross national product	1	10,805.7		10,931.8	11,036.3	11,122.5	11,243.2	
Less: Exports of goods and services and income receipts from the rest of the world	2	1,502.4		1,569.2	1,587.0	1,638.6	1,670.2	
Plus: Command-basis exports of goods and services and income receipts from the rest of the world ¹	3	1,509.4		1,563.0	1,585.2	1,622.2	1,633.6	
Equals: Command-basis gross national product	4	10,812.7		10,925.6	11,034.5	11,106.1	11,206.7	
Addendum:								
Terms of trade ²	5	100.467		99.606	99.884	99.001	97.811	

1. Exports of goods and services and income receipts deflated by the implicit price deflator for imports of goods and services and income payments.

2. Ratio of the implicit price deflator for exports of goods and services and income receipts to the corresponding implicit price deflator for imports divided by 100.

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive.

Table 1.10. Gross Domestic Income by Type of Income

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Gross domestic income	1	11,657.5		11,964.6	12,159.4	12,299.7	12,539.2	
Compensation of employees, paid	2	6,693.4	7,119.4	6,901.6	7,007.3	7,065.8	7,161.4	7,243.3
Wage and salary accruals	3	5,395.2	5,717.6	5,568.7	5,635.5	5,677.9	5,747.5	5,809.6
Disbursements	4	5,395.2	5,717.6	5,568.7	5,635.5	5,677.9	5,747.5	5,809.6
To persons	5	5,386.4		5,559.7	5,626.9	5,669.3	5,738.5	
To the rest of the world	6	8.8		9.0	8.6	8.6	9.0	
Wage accruals less disbursements	7	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Supplements to wages and salaries	8	1,298.1	1,401.8	1,332.9	1,371.8	1,387.9	1,413.8	1,433.7
Taxes on production and imports	9	852.8	903.2	870.9	883.8	900.1	909.5	919.3
Less: Subsidies	10	43.5	56.1	46.5	50.6	52.1	56.1	65.6
Net operating surplus	11	2,719.4		2,796.5	2,870.4	2,928.7	2,660.6	
Private enterprises	12	2,722.4		2,801.7	2,876.5	2,935.7	2,683.4	
Net interest and miscellaneous payments, domestic industries	13	630.9		628.6	646.8	644.8	670.5	
Business current transfer payments (net)	14	91.1	79.4	102.6	99.0	99.6	21.8	97.2
Proprietors' income with inventory valuation and capital consumption adjustments	15	889.6	937.8	900.9	917.9	936.6	932.4	964.2
Rental income of persons with capital consumption adjustment	16	134.2	73.9	128.7	118.0	104.4	-11.1	84.5
Corporate profits with inventory valuation and capital consumption adjustments, domestic industries	17	976.6		1,040.9	1,094.8	1,150.3	1,069.9	
Taxes on corporate income	18	271.1		293.0	362.6	372.5	360.3	
Profits after tax with inventory valuation and capital consumption adjustments	19	705.5		747.8	732.1	777.8	709.6	
Net dividends	20	457.1		569.1	375.4	364.3	222.4	
Undistributed corporate profits with inventory valuation and capital consumption adjustments	21	248.4		178.7	356.7	413.5	487.2	
Current surplus of government enterprises	22	-3.0	-11.2	-5.2	-6.1	-7.0	-22.8	-8.8
Consumption of fixed capital	23	1,435.3	1,574.1	1,442.0	1,448.4	1,457.2	1,863.8	1,526.9
Private	24	1,206.2	1,327.2	1,207.6	1,210.9	1,216.9	1,603.6	1,277.3
Government	25	229.1	246.9	234.5	237.5	240.4	260.2	249.6
Addendum:								
Statistical discrepancy	26	76.8		30.6	39.4	78.3	66.5	

Table 1.12. National Income by Type of Income

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
National income	1	10,275.9		10,559.3	10,750.4	10,878.0	10,719.6	
Compensation of employees	2	6,687.6	7,113.6	6,895.8	7,001.7	7,060.2	7,155.4	7,237.3
Wage and salary accruals	3	5,389.4	5,711.9	5,562.9	5,629.9	5,672.3	5,741.6	5,803.6
Government	4	939.5	971.4	950.0	961.8	967.3	975.0	981.6
Other	5	4,450.0	4,740.4	4,612.9	4,668.1	4,705.0	4,766.6	4,822.0
Supplements to wages and salaries	6	1,298.1	1,401.8	1,332.9	1,371.8	1,387.9	1,413.8	1,433.7
Employer contributions for employee pension and insurance funds	7	895.5	976.2	919.6	950.0	964.4	986.8	1,003.7
Employer contributions for government social insurance	8	402.7	425.6	413.4	421.9	423.5	427.0	430.0
Proprietors' income with IVA and CCAadj	9	889.6	937.8	900.9	917.9	936.6	932.4	964.2
Farm	10	35.8	20.1	24.6	24.7	19.6	18.0	17.9
Nonfarm	11	853.8	917.7	876.3	893.2	917.1	914.3	946.3
Rental income of persons with CCAadj	12	134.2	73.9	128.7	118.0	104.4	-11.1	84.5
Corporate profits with IVA and CCAadj	13	1,161.5		1,219.5	1,288.2	1,347.5	1,293.1	
Taxes on corporate income	14	271.1		293.0	362.6	372.5	360.3	
Profits after tax with IVA and CCAadj	15	890.3		926.4	925.6	975.0	932.8	
Net dividends	16	493.0	514.2	589.3	494.9	506.3	520.1	535.4
Undistributed profits with IVA and CCAadj	17	397.3		337.2	430.7	468.7	412.6	
Net interest and miscellaneous payments	18	505.5	497.1	492.7	498.3	488.7	497.6	503.8
Taxes on production and imports	19	852.8	903.2	870.9	883.8	900.1	909.5	919.3
Less: Subsidies	20	43.5	56.1	46.5	50.6	52.1	56.1	65.6
Business current transfer payments(net)	21	91.1	79.4	102.6	99.0	99.6	21.8	97.2
To persons (net)	22	33.0	41.6	29.8	29.1	29.2	74.8	33.1
To government (net)	23	51.5	33.7	54.7	55.7	56.1	-30.3	53.4
To the rest of the world (net)	24	6.6	4.1	18.0	14.2	14.2	-22.8	10.7
Current surplus of government enterprises	25	-3.0	-11.2	-5.2	-6.1	-7.0	-22.8	-8.8
Cash flow:								
Net cash flow with IVA and CCAadj	26	1,196.9		1,143.8	1,239.2	1,280.9	1,324.9	
Undistributed profits with IVA and CCAadj	27	397.3		337.2	430.7	468.7	412.6	
Consumption of fixed capital	28	799.6	843.7	806.7	808.5	812.2	912.3	842.0
Less: Inventory valuation adjustment	29	-39.6		-44.4	-39.1	-18.9	-27.5	
Equals: Net cash flow	30	1,236.6		1,188.3	1,278.3	1,299.8	1,352.4	
Addenda:								
Proprietors' income with IVA and CCAadj	31	889.6	937.8	900.9	917.9	936.6	932.4	964.2
Farm	32	35.8	20.1	24.6	24.7	19.6	18.0	17.9
Proprietors' income with IVA	33	41.7	25.9	30.9	30.8	25.4	23.9	23.7
Capital consumption adjustment	34	-5.9	-5.9	-6.2	-6.0	-5.9	-5.8	-5.8
Nonfarm	35	853.8	917.7	876.3	893.2	917.1	914.3	946.3
Proprietors' income (without IVA and CCAadj)	36	723.9	825.2	742.1	796.4	815.1	845.3	844.1
Inventory valuation adjustment	37	-4.7	-4.2	-5.0	-4.5	-2.5	-4.8	-5.2
Capital consumption adjustment	38	134.6	96.8	139.1	101.3	104.5	73.9	107.4
Rental income of persons with CCAadj	39	134.2	73.9	128.7	118.0	104.4	-11.1	84.5
Rental income of persons (without CCAadj)	40	149.5	96.3	142.4	131.5	117.8	35.8	100.3
Capital consumption adjustment	41	-15.3	-22.4	-13.7	-13.5	-13.4	-46.9	-15.8
Corporate profits with IVA and CCAadj	42	1,161.5		1,219.5	1,288.2	1,347.5	1,293.1	
Corporate profits with IVA	43	1,019.7		1,079.7	1,339.2	1,393.3	1,365.1	
Profits before tax (without IVA and CCAadj)	44	1,059.3		1,124.1	1,378.3	1,412.2	1,392.6	
Taxes on corporate income	45	271.1		293.0	362.6	372.5	360.3	
Profits after tax (without IVA and CCAadj)	46	788.2		831.1	1,015.7	1,039.7	1,032.3	
Net dividends	47	493.0	514.2	589.3	494.9	506.3	520.1	535.4
Undistributed profits (without IVA and CCAadj)	48	295.2		241.8	520.8	533.4	512.2	
Inventory valuation adjustment	49	-39.6		-44.4	-39.1	-18.9	-27.5	
Capital consumption adjustment	50	141.8	-55.0	139.8	-51.0	-45.8	-72.1	-51.1

IVA Inventory valuation adjustment

CCAadj Capital consumption adjustment

Table 1.14. Gross Value Added of Domestic Corporate Business in Current Dollars and Gross Value Added of Nonfinancial Domestic Corporate Business in Current and Chained Dollars

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Gross value added of corporate business ¹	1	6,914.4		7,143.1	7,275.5	7,386.2	7,469.6	
Consumption of fixed capital	2	799.6	843.7	806.7	808.5	812.2	912.3	842.0
Net value added	3	6,114.8		6,336.4	6,467.0	6,574.0	6,557.3	
Compensation of employees	4	4,395.0	4,695.3	4,547.0	4,618.3	4,657.7	4,723.3	4,782.1
Wage and salary accruals	5	3,571.6	3,804.4	3,702.2	3,746.3	3,775.9	3,825.5	3,870.0
Supplements to wages and salaries	6	823.4	890.9	844.9	872.0	881.8	897.8	912.1
Taxes on production and imports less subsidies	7	561.5	594.6	573.1	581.6	592.6	598.8	605.6
Net operating surplus	8	1,158.3		1,216.2	1,267.1	1,323.8	1,235.2	
Net interest and miscellaneous payments	9	97.4		90.5	93.3	93.9	96.4	
Business current transfer payments	10	84.3	78.8	84.9	79.1	79.6	68.9	87.5
Corporate profits with IVA and CCAAdj	11	976.6		1,040.9	1,094.8	1,150.3	1,069.9	
Taxes on corporate income	12	271.1		293.0	362.6	372.5	360.3	
Profits after tax with IVA and CCAAdj	13	705.5		747.8	732.1	777.8	709.6	
Net dividends	14	457.1		569.1	375.4	364.3	222.4	
Undistributed profits with IVA and CCAAdj	15	248.4		178.7	356.7	413.5	487.2	
Gross value added of financial corporate business ¹	16	918.9		944.1	992.7	972.2	957.5	
Gross value added of nonfinancial corporate business ¹	17	5,995.4		6,198.9	6,282.8	6,414.0	6,512.1	
Consumption of fixed capital	18	690.3	729.2	696.2	697.5	700.4	792.8	726.0
Net value added	19	5,305.1		5,502.8	5,585.3	5,713.6	5,719.3	
Compensation of employees	20	3,906.8	4,173.9	4,042.0	4,105.4	4,140.5	4,198.8	4,251.1
Wage and salary accruals	21	3,168.6	3,375.1	3,284.5	3,323.6	3,349.9	3,393.9	3,433.3
Supplements to wages and salaries	22	738.3	798.8	757.5	781.8	790.6	804.9	817.8
Taxes on production and imports less subsidies	23	519.1	549.8	529.9	537.7	547.9	553.7	559.9
Net operating surplus	24	879.2		930.9	942.2	1,025.2	966.8	
Net interest and miscellaneous payments	25	164.9		162.1	167.0	167.3	172.8	
Business current transfer payments	26	60.4	43.0	69.5	58.0	58.4	2.9	52.7
Corporate profits with IVA and CCAAdj	27	653.9		699.3	717.1	799.6	791.1	
Taxes on corporate income	28	165.9		180.8	231.9	248.6	258.0	
Profits after tax with IVA and CCAAdj	29	487.9		518.5	485.2	550.9	533.1	
Net dividends	30	361.2		465.0	306.7	297.6	181.7	
Undistributed profits with IVA and CCAAdj	31	126.7		53.5	178.5	253.4	351.4	
Addenda:								
Corporate business:								
Profits before tax (without IVA and CCAAdj)	32	874.4		945.5	1,184.8	1,215.0	1,169.5	
Profits after tax (without IVA and CCAAdj)	33	603.3		652.4	822.2	842.5	809.2	
Inventory valuation adjustment	34	-39.6		-44.4	-39.1	-18.9	-27.5	
Capital consumption adjustment	35	141.8	-55.0	139.8	-51.0	-45.8	-72.1	-51.1
Nonfinancial corporate business:								
Profits before tax (without IVA and CCAAdj)	36	573.9		626.1	807.6	865.5	890.8	
Profits after tax (without IVA and CCAAdj)	37	407.9		445.3	575.6	616.9	632.8	
Inventory valuation adjustment	38	-39.6		-44.4	-39.1	-18.9	-27.5	
Capital consumption adjustment	39	119.7	-55.7	117.6	-51.3	-47.0	-72.2	-52.0
				Value added, in billions of chained (2000) dollars				
Gross value added of nonfinancial corporate business ²	40	5,714.1		5,895.9	5,943.3	6,046.0	6,107.0	
Consumption of fixed capital ³	41	656.5	686.9	657.3	660.2	663.6	745.2	678.5
Net value added ⁴	42	5,057.6		5,238.6	5,283.1	5,382.4	5,361.7	

1. Estimates for financial corporate business and nonfinancial corporate business for 2000 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

2. The current-dollar gross value added is deflated using the gross value added chain-type price index for nonfinancial industries from the GDP-by-industry accounts. For periods when this price index is not available, the chain-type price index for GDP goods and structures is used.

3. Chained-dollar consumption of fixed capital of nonfinancial corporate business is calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100.

4. Chained-dollar net value added of nonfinancial corporate business is the difference between the gross product and the consumption of fixed capital.

IVA Inventory valuation adjustment
CCAAdj Capital consumption adjustment

Table 1.15. Price, Costs, and Profit Per Unit of Real Gross Value Added of Nonfinancial Domestic Corporate Business

[Dollars]

	Line	2004	2005	Seasonally adjusted				
				2004	2005			
					IV	I	II	III	IV
Price per unit of real gross value added of nonfinancial corporate business ¹	1	1.049		1.051	1.057	1.061	1.066	
Compensation of employees (unit labor cost)	2	0.684		0.686	0.691	0.685	0.688	
Unit nonlabor cost	3	0.251		0.247	0.245	0.244	0.249	
Consumption of fixed capital	4	0.121		0.118	0.117	0.116	0.130	
Taxes on production and imports less subsidies plus business current transfer payments	5	0.101		0.102	0.100	0.100	0.091	
Net interest and miscellaneous payments	6	0.029		0.027	0.028	0.028	0.028	
Corporate profits with IVA and CCAAdj (unit profits from current production)	7	0.114		0.119	0.121	0.132	0.130	
Taxes on corporate income	8	0.029		0.031	0.039	0.041	0.042	
Profits after tax with IVA and CCAAdj	9	0.085		0.088	0.082	0.091	0.087	

1. The implicit price deflator for gross value added of nonfinancial corporate business divided by 100. Estimates for nonfinancial corporate business for 2000 and earlier periods are based on the 1987 Standard Industrial Classification (SIC); later estimates for these industries are based on the North American Industry Classification System (NAICS).

NOTE: The current-dollar gross value added is deflated using the gross value added chain-type price index for nonfinancial industries from the GDP-by-industry accounts. For periods when this price index is not available, the chain-type price index for GDP goods and structures is used.

IVA Inventory valuation adjustment
CCAAdj Capital consumption adjustment

2. Personal Income and Outlays

Table 2.1. Personal Income and Its Disposition

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Personal income	1	9,713.3	10,238.2	10,024.8	10,073.4	10,185.7	10,231.0	10,462.6
Compensation of employees, received	2	6,687.6	7,113.6	6,895.8	7,001.7	7,060.2	7,155.4	7,237.3
Wage and salary disbursements	3	5,389.4	5,711.9	5,562.9	5,629.9	5,672.3	5,741.6	5,803.6
Private industries	4	4,450.0	4,740.4	4,612.9	4,668.1	4,705.0	4,766.6	4,822.0
Government	5	939.5	971.4	950.0	961.8	967.3	975.0	981.6
Supplements to wages and salaries	6	1,298.1	1,401.8	1,332.9	1,371.8	1,387.9	1,413.8	1,433.7
Employer contributions for employee pension and insurance funds	7	895.5	976.2	919.6	950.0	964.4	986.8	1,003.7
Employer contributions for government social insurance	8	402.7	425.6	413.4	421.9	423.5	427.0	430.0
Proprietors' income with inventory valuation and capital consumption adjustments.....	9	889.6	937.8	900.9	917.9	936.6	932.4	964.2
Farm	10	35.8	20.1	24.6	24.7	19.6	18.0	17.9
Nonfarm	11	853.8	917.7	876.3	893.2	917.1	914.3	946.3
Rental income of persons with capital consumption adjustment.....	12	134.2	73.9	128.7	118.0	104.4	-11.1	84.5
Personal income receipts on assets.....	13	1,396.5	1,456.7	1,493.6	1,407.9	1,439.8	1,468.9	1,510.3
Personal interest income	14	905.9	945.0	907.4	915.4	936.0	951.2	977.5
Personal dividend income	15	490.6	511.7	586.2	492.5	503.8	517.6	532.9
Personal current transfer receipts	16	1,427.5	1,525.5	1,449.2	1,488.8	1,509.6	1,558.1	1,545.5
Government social benefits to persons	17	1,394.5	1,483.9	1,419.5	1,459.7	1,480.4	1,483.2	1,512.4
Old-age, survivors, disability, and health insurance benefits	18	789.3	845.1	805.5	828.0	842.2	850.1	860.2
Government unemployment insurance benefits.....	19	36.0	28.9	32.4	29.4	28.0	28.5	29.7
Veterans benefits	20	34.2	36.4	34.8	36.2	36.4	36.4	36.7
Family assistance ¹	21	18.5	18.8	18.6	18.7	18.7	18.8	18.9
Other	22	516.5	554.7	528.2	547.3	555.1	549.3	566.9
Other current transfer receipts, from business (net).....	23	33.0	41.6	29.8	29.1	29.2	74.8	33.1
Less: Contributions for government social insurance.....	24	822.2	869.4	843.5	861.0	864.9	872.6	879.2
Less: Personal current taxes	25	1,049.1	1,206.9	1,094.3	1,171.4	1,206.0	1,215.9	1,234.3
Equals: Disposable personal income	26	8,664.2	9,031.3	8,930.4	8,902.0	8,979.7	9,015.1	9,228.3
Less: Personal outlays	27	8,512.5	9,072.8	8,725.0	8,854.6	9,001.2	9,173.9	9,261.6
Personal consumption expenditures	28	8,214.3	8,745.9	8,416.1	8,535.8	8,677.0	8,844.0	8,926.9
Personal interest payments ²	29	186.7	206.4	196.2	198.1	205.3	210.1	212.1
Personal current transfer payments	30	111.5	120.5	112.7	120.8	118.8	119.9	122.7
To government	31	68.6	74.7	71.0	72.5	73.9	75.4	77.0
To the rest of the world (net)	32	42.9	45.8	41.7	48.3	44.9	44.4	45.7
Equals: Personal saving	33	151.8	-41.6	205.4	47.4	-21.5	-158.9	-33.3
Personal saving as a percentage of disposable personal income	34	1.8	-0.5	2.3	0.5	-0.2	-1.8	-0.4
Addenda:								
Disposable personal income:								
Total, billions of chained (2000) dollars ³	35	8,004.3	8,114.5	8,169.2	8,098.1	8,102.6	8,060.8	8,198.0
Per capita:								
Current dollars	36	29,475	30,429	30,265	30,103	30,298	30,338	30,975
Chained (2000) dollars	37	27,230	27,340	27,685	27,384	27,338	27,127	27,516
Population (midperiod, thousands)	38	293,951	296,798	295,077	295,720	296,363	297,155	297,933
Percent change from preceding period:								
Disposable personal income, current dollars	39	6.1	4.2	12.5	-1.3	3.5	1.6	9.8
Disposable personal income, chained (2000) dollars	40	3.4	1.4	9.1	-3.4	0.2	-2.0	7.0

1. Consists of aid to families with dependent children and, beginning with 1996, assistance programs operating under the Personal Responsibility and Work Opportunity Reconciliation Act of 1996.

2. Consists of nonmortgage interest paid by households.

3. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

Table 2.2B. Wage and Salary Disbursements by Industry

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Wage and salary disbursements	1	5,389.4	5,711.9	5,562.9	5,629.9	5,672.3	5,741.6	5,803.6
Private industries	2	4,450.0	4,740.4	4,612.9	4,668.1	4,705.0	4,766.6	4,822.0
Goods-producing industries	3	1,049.9	1,114.4	1,083.0	1,099.2	1,107.2	1,119.0	1,132.4
Manufacturing	4	687.7	720.1	707.8	715.3	715.5	720.8	728.7
Services-producing industries	5	3,400.1	3,626.0	3,529.9	3,568.8	3,597.9	3,647.6	3,689.7
Trade, transportation, and utilities	6	899.7	954.6	931.1	937.8	951.1	961.9	967.6
Other services-producing industries ¹	7	2,500.4	2,671.4	2,598.8	2,631.0	2,646.8	2,685.6	2,722.1
Government	8	939.5	971.4	950.0	961.8	967.3	975.0	981.6

1. Other services-producing industries consists of information; finance and insurance; real estate and rental and leasing; professional, scientific, and technical services; management of companies and enterprises; administrative and support and waste management and remediation services; educational services; health care and social assistance; arts, entertainment, and recreation; accommodation and food services; and other services.

NOTE: Estimates in this table are based on the 1997 North American Industry Classification System (NAICS).

Table 2.3.1. Percent Change From Preceding Period in Real Personal Consumption Expenditures by Major Type of Product
[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Personal consumption expenditures	1	3.9	3.6	4.3	3.5	3.4	4.1	1.1
Durable goods	2	6.0	4.4	5.5	2.6	7.9	9.3	-17.5
Motor vehicles and parts	3	1.6	-1.1	2.8	-8.0	7.5	12.7	-44.9
Furniture and household equipment.....	4	11.8	9.6	7.0	11.3	5.8	12.9	12.6
Other	5	6.1	8.0	8.9	13.2	12.9	-3.4	9.0
Nondurable goods.....	6	4.7	4.4	5.5	5.3	3.6	3.5	5.1
Food.....	7	5.0	5.1	6.6	5.2	4.3	6.3	5.4
Clothing and shoes.....	8	6.3	6.1	9.4	5.6	7.3	3.0	10.9
Gasoline, fuel oil, and other energy goods.....	9	1.4	1.8	3.4	9.5	-4.6	-4.3	2.6
Gasoline and oil.....	10	1.5	2.5	6.1	8.7	-3.2	-3.7	4.7
Fuel oil and coal.....	11	-0.2	-5.8	-23.4	18.7	-18.8	-11.4	-21.0
Other	12	4.6	3.7	2.5	3.7	4.2	2.7	3.2
Services.....	13	3.0	2.9	3.6	2.8	2.3	3.3	3.2
Housing.....	14	2.9	2.4	2.8	2.2	2.1	1.9	1.8
Household operation	15	1.9	2.8	9.1	1.9	-0.5	4.6	2.0
Electricity and gas	16	1.6	3.8	27.4	1.3	-5.1	6.2	1.0
Other household operation....	17	2.0	2.1	-1.4	2.4	2.8	3.4	2.7
Transportation.....	18	1.2	1.3	-0.5	2.3	2.3	1.8	4.2
Medical care.....	19	4.1	4.7	4.5	4.4	4.2	5.5	5.2
Recreation.....	20	3.9	2.2	0.7	4.9	0.8	0.7	2.8
Other	21	2.6	2.1	3.0	1.2	1.9	2.7	2.8
Addenda:								
Energy goods and services ¹	22	1.5	2.6	12.6	6.1	-4.8	-0.4	1.9
Personal consumption expenditures excluding food and energy.....	23	3.8	3.4	3.4	3.0	3.8	4.0	0.4

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

Table 2.3.2. Contributions to Percent Change in Real Personal Consumption Expenditures by Major Type of Product

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Percent change at annual rate:								
Personal consumption expenditures	1	3.9	3.6	4.3	3.5	3.4	4.1	1.1
Percentage points at annual rates:								
Durable goods.....	2	0.72	0.52	0.65	0.31	0.92	1.09	-2.22
Motor vehicles and parts	3	0.09	-0.06	0.15	-0.44	0.39	0.64	-2.93
Furniture and household equipment.....	4	0.49	0.40	0.30	0.46	0.25	0.52	0.50
Other	5	0.14	0.18	0.20	0.29	0.29	-0.08	0.20
Nondurable goods	6	1.34	1.28	1.57	1.52	1.05	1.04	1.48
Food.....	7	0.68	0.70	0.90	0.72	0.60	0.87	0.73
Clothing and shoes.....	8	0.25	0.24	0.37	0.22	0.28	0.12	0.41
Gasoline, fuel oil, and other energy goods.....	9	0.04	0.05	0.10	0.30	-0.15	-0.16	0.10
Gasoline and oil.....	10	0.04	0.07	0.17	0.25	-0.10	-0.13	0.16
Fuel oil and coal	11	0.00	-0.02	-0.07	0.04	-0.05	-0.03	-0.07
Other	12	0.37	0.29	0.20	0.29	0.33	0.21	0.25
Services.....	13	1.80	1.75	2.12	1.64	1.39	1.94	1.88
Housing.....	14	0.43	0.35	0.42	0.33	0.32	0.28	0.26
Household operation.....	15	0.10	0.15	0.48	0.11	-0.03	0.25	0.11
Electricity and gas	16	0.04	0.08	0.53	0.03	-0.12	0.14	0.02
Other household operation....	17	0.07	0.07	-0.05	0.08	0.09	0.11	0.09
Transportation.....	18	0.05	0.05	-0.02	0.08	0.08	0.07	0.15
Medical care.....	19	0.69	0.81	0.77	0.76	0.72	0.94	0.88
Recreation.....	20	0.16	0.09	0.03	0.20	0.03	0.03	0.11
Other	21	0.37	0.30	0.42	0.16	0.26	0.37	0.38
Addenda:								
Energy goods and services ¹	22	0.08	0.14	0.63	0.33	-0.27	-0.02	0.12
Personal consumption expenditures excluding food and energy.....	23	3.10	2.72	2.80	2.44	3.04	3.21	0.29

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

Table 2.3.3. Real Personal Consumption Expenditures by Major Type of Product, Quantity Indexes
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Personal consumption expenditures	1	112.601	116.600	114.236	115.217	116.176	117.338	117.670
Durable goods	2	126.245	131.777	129.166	129.999	132.499	135.492	129.119
Motor vehicles and parts	3	118.232	116.873	120.198	117.729	119.865	123.498	106.400
Furniture and household equipment.....	4	141.536	155.068	145.992	149.952	152.091	156.760	161.468
Other	5	119.432	129.044	122.152	126.001	129.870	128.747	131.558
Nondurable goods.....	6	113.000	118.014	114.857	116.351	117.392	118.413	119.900
Food.....	7	111.230	116.866	113.215	114.667	115.889	117.681	119.227
Clothing and shoes.....	8	119.252	126.509	121.915	123.575	125.764	126.695	130.004
Gasoline, fuel oil, and other energy goods.....	9	105.175	107.081	106.012	108.446	107.188	106.011	106.682
Gasoline and oil.....	10	105.851	108.488	107.097	109.365	108.467	107.441	108.679
Fuel oil and coal.....	11	97.874	92.187	94.522	98.651	93.636	90.835	85.626
Other	12	115.726	119.994	117.392	118.452	119.670	120.456	121.397
Services.....	13	109.725	112.960	111.027	111.789	112.440	113.353	114.260
Housing.....	14	107.149	109.669	108.255	108.855	109.431	109.951	110.441
Household operation.....	15	103.966	106.839	105.703	106.210	106.079	107.272	107.793
Electricity and gas	16	104.126	108.110	107.921	108.275	106.881	108.511	108.773
Other household operation....	17	103.854	106.004	104.232	104.842	105.561	106.451	107.160
Transportation.....	18	97.313	98.622	97.180	97.727	98.286	98.729	99.748
Medical care.....	19	120.130	125.805	122.265	123.600	124.883	126.566	128.172
Recreation.....	20	112.740	115.184	113.345	114.713	114.942	115.143	115.938
Other	21	106.418	108.702	107.468	107.777	108.282	108.999	109.749
Addenda:								
Energy goods and services ¹	22	104.726	107.452	106.773	108.360	107.048	106.941	107.458
Personal consumption expenditures excluding food and energy.....	23	113.323	117.135	114.867	115.722	116.803	117.956	118.060

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

Table 2.3.4. Price Indexes for Personal Consumption Expenditures by Major Type of Product
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Personal consumption expenditures	1	108.246	111.298	109.326	109.936	110.832	111.846	112.576
Durable goods.....	2	90.631	90.159	90.449	90.648	90.527	89.839	89.621
Motor vehicles and parts	3	96.669	98.706	97.470	98.823	98.970	98.209	98.824
Furniture and household equipment.....	4	79.960	76.961	78.932	78.180	77.740	76.415	75.508
Other	5	98.033	97.640	97.480	97.231	97.247	98.201	97.879
Nondurable goods.....	6	107.634	111.585	108.982	109.327	110.854	112.985	113.176
Food.....	7	110.261	112.728	111.365	111.633	112.596	112.972	113.712
Clothing and shoes.....	8	92.663	91.728	92.362	92.543	92.117	91.161	91.092
Gasoline, fuel oil, and other energy goods.....	9	124.099	151.626	132.036	132.561	144.473	166.716	162.753
Gasoline and oil.....	10	123.939	150.848	131.104	131.823	143.836	166.372	161.360
Fuel oil and coal	11	125.767	160.624	142.872	140.987	151.564	169.821	180.123
Other	12	106.182	107.829	106.724	107.235	107.468	107.947	108.668
Services.....	13	112.695	116.176	113.955	114.803	115.633	116.508	117.758
Housing.....	14	113.232	116.114	114.247	115.070	115.799	116.419	117.167
Household operation.....	15	110.003	115.723	111.062	112.310	113.924	115.755	120.902
Electricity and gas	16	117.902	130.140	120.215	122.161	125.641	130.013	142.744
Other household operation....	17	105.424	107.308	105.760	106.591	107.100	107.433	108.108
Transportation.....	18	108.279	111.790	109.244	109.712	111.268	112.712	113.466
Medical care.....	19	113.583	116.877	114.842	115.877	116.415	117.125	118.091
Recreation.....	20	112.037	115.110	113.250	113.847	114.514	115.443	116.636
Other	21	113.658	117.226	115.358	116.023	116.855	117.652	118.374
Addenda:								
Energy goods and services ¹	22	121.462	142.462	126.998	128.135	136.443	150.999	154.271
Personal consumption expenditures excluding food and energy.....	23	107.156	109.297	107.980	108.617	109.083	109.450	110.037

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

Table 2.3.5. Personal Consumption Expenditures by Major Type of Product
[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Personal consumption expenditures	1	8,214.3	8,745.9	8,416.1	8,535.8	8,677.0	8,844.0	8,926.9
Durable goods	2	987.8	1,025.7	1,008.6	1,017.3	1,035.5	1,050.9	999.0
Motor vehicles and parts	3	441.8	445.8	452.8	449.6	458.5	468.7	406.4
Furniture and household equipment	4	354.1	373.3	360.6	366.9	370.0	374.9	381.6
Other	5	191.9	206.5	195.2	200.8	207.0	207.2	211.1
Nondurable goods	6	2,368.3	2,564.3	2,437.1	2,476.6	2,533.7	2,604.9	2,642.0
Food	7	1,134.7	1,218.8	1,166.4	1,184.2	1,207.1	1,229.9	1,254.2
Clothing and shoes	8	329.0	345.5	335.2	340.5	344.9	343.9	352.6
Gasoline, fuel oil, and other energy goods	9	249.9	310.6	267.9	275.2	296.4	338.3	332.4
Gasoline and oil	10	230.4	287.2	246.5	253.1	273.9	313.9	307.9
Fuel oil and coal	11	19.5	23.4	21.4	22.0	22.5	24.4	24.4
Other	12	654.8	689.5	667.6	676.8	685.3	692.8	702.9
Services	13	4,858.2	5,155.9	4,970.4	5,041.8	5,107.8	5,188.3	5,285.9
Housing	14	1,221.1	1,281.6	1,244.7	1,260.6	1,275.3	1,288.2	1,302.3
Household operation	15	446.2	482.4	457.9	465.3	471.4	484.4	508.4
Electricity and gas	16	175.9	201.6	185.9	189.5	192.4	202.1	222.4
Other household operation	17	270.2	280.8	272.1	275.8	279.0	282.3	285.9
Transportation	18	306.9	321.1	309.2	312.3	318.5	324.1	329.6
Medical care	19	1,401.1	1,509.8	1,441.6	1,470.5	1,492.6	1,522.0	1,554.0
Recreation	20	338.8	355.7	344.3	350.3	353.1	356.6	362.8
Other	21	1,144.1	1,205.4	1,172.6	1,182.8	1,196.8	1,213.0	1,228.8
Addenda:								
Energy goods and services ¹ ...	22	425.9	512.2	453.8	464.7	488.8	540.4	554.8
Personal consumption expenditures excluding food and energy	23	6,653.8	7,014.9	6,796.0	6,886.9	6,981.1	7,073.7	7,117.9

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

Table 2.3.6. Real Personal Consumption Expenditures by Major Type of Product, Chained Dollars
[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Personal consumption expenditures	1	7,588.6	7,858.1	7,698.8	7,764.9	7,829.5	7,907.9	7,930.2
Durable goods	2	1,089.9	1,137.7	1,115.1	1,122.3	1,143.9	1,169.7	1,114.7
Motor vehicles and parts	3	457.0	451.7	464.6	455.0	463.3	477.3	411.3
Furniture and household equipment	4	442.9	485.2	456.8	469.2	475.9	490.5	505.2
Other	5	195.8	211.5	200.2	206.5	212.9	211.0	215.6
Nondurable goods	6	2,200.4	2,298.0	2,236.5	2,265.6	2,285.9	2,305.8	2,334.7
Food	7	1,029.1	1,081.2	1,047.4	1,060.9	1,072.2	1,088.7	1,103.0
Clothing and shoes	8	355.0	376.6	363.0	367.9	374.4	377.2	387.0
Gasoline, fuel oil, and other energy goods	9	201.4	205.0	203.0	207.7	205.2	203.0	204.3
Gasoline and oil	10	185.9	190.6	188.1	192.1	190.5	188.7	190.9
Fuel oil and coal	11	15.5	14.6	15.0	15.6	14.8	14.4	13.6
Other	12	616.7	639.4	625.5	631.2	637.7	641.9	646.9
Services	13	4,310.9	4,438.0	4,362.1	4,392.0	4,417.6	4,453.5	4,489.1
Housing	14	1,078.4	1,103.8	1,089.5	1,095.6	1,101.4	1,106.6	1,111.5
Household operation	15	405.6	416.8	412.4	414.3	413.8	418.5	420.5
Electricity and gas	16	149.2	154.9	154.7	155.2	153.2	155.5	155.9
Other household operation	17	256.3	261.6	257.3	258.8	260.5	262.7	264.5
Transportation	18	283.4	287.2	283.0	284.6	286.3	287.6	290.5
Medical care	19	1,233.5	1,291.8	1,255.4	1,269.1	1,282.3	1,299.6	1,316.1
Recreation	20	302.4	309.0	304.1	307.7	308.3	308.9	311.0
Other	21	1,006.7	1,028.3	1,016.6	1,019.5	1,024.3	1,031.1	1,038.2
Residual	22	-19.2	-29.3	-22.4	-24.0	-28.5	-33.8	-31.0
Addenda:								
Energy goods and services ¹ ...	23	350.6	359.7	357.5	362.8	358.4	358.0	359.8
Personal consumption expenditures excluding food and energy	24	6,209.5	6,418.3	6,294.1	6,340.9	6,400.1	6,463.3	6,469.0

1. Consists of gasoline, fuel oil, and other energy goods and of electricity and gas.

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

3. Government Current Receipts and Expenditures

Table 3.1. Government Current Receipts and Expenditures

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Current receipts	1	3,208.2	3,321.6	3,497.2	3,564.3	3,478.8	.....
Current tax receipts.....	2	2,169.9	2,256.5	2,413.0	2,473.2	2,481.6	.....
Personal current taxes.....	3	1,049.1	1,206.9	1,094.3	1,171.4	1,206.0	1,234.3	
Taxes on production and imports.....	4	852.8	903.2	870.9	883.8	900.1	909.5	
Taxes on corporate income.....	5	258.9	.....	280.1	348.1	358.5	346.2
Taxes from the rest of the world.....	6	9.2	9.7	11.2	9.7	8.5	10.0	
Contributions for government social insurance.....	7	822.2	869.4	843.5	861.0	864.9	872.6	
Income receipts on assets.....	8	99.0	102.2	101.0	101.2	103.1	102.2	
Interest and miscellaneous receipts.....	9	96.6	99.7	97.9	98.8	100.7	99.7	
Dividends.....	10	2.4	2.5	3.1	2.4	2.5	2.5	
Current transfer receipts.....	11	120.1	108.4	125.7	128.2	130.1	45.1	
From business (net).....	12	51.5	33.7	54.7	55.7	56.1	-30.3	
From persons.....	13	68.6	74.7	71.0	72.5	73.9	75.4	
Current surplus of government enterprises.....	14	-3.0	-11.2	-5.2	-6.1	-7.0	-22.8	
Current expenditures	15	3,620.6	3,875.6	3,689.2	3,788.1	3,840.3	3,900.4	
Consumption expenditures.....	16	1,843.4	1,959.8	1,878.2	1,918.6	1,938.5	1,988.6	
Current transfer payments.....	17	1,423.4	1,518.5	1,448.0	1,501.2	1,507.1	1,512.4	
Government social benefits.....	18	1,397.5	1,487.2	1,422.6	1,462.9	1,483.6	1,486.5	
To persons.....	19	1,394.5	1,483.9	1,419.5	1,459.7	1,480.4	1,483.2	
To the rest of the world.....	20	3.0	3.3	3.2	3.2	3.2	3.3	
Other current transfer payments to the rest of the world (net).....	21	25.9	31.3	25.3	38.3	23.5	25.9	
Interest payments.....	22	310.3	341.3	316.5	317.8	342.6	343.3	
To persons and business.....	23	220.6	.....	219.3	213.7	231.2	223.3
To the rest of the world.....	24	89.7	.....	97.2	104.1	111.5	120.0
Subsidies.....	25	43.5	56.1	46.5	50.6	52.1	56.1	
Less: Wage accruals less disbursements.....	26	0.0	0.0	0.0	0.0	0.0	0.0	
Net government saving	27	-412.3	-367.7	-290.9	-276.1	-421.6	.....
Social insurance funds.....	28	54.0	54.2	63.1	61.0	53.0	53.3	
Other.....	29	-466.3	.....	-430.8	-352.0	-329.1	-474.9
Addenda:								
Total receipts	30	3,238.4	3,351.0	3,527.6	3,594.2	3,509.3	.....
Current receipts.....	31	3,208.2	3,321.6	3,497.2	3,564.3	3,478.8	.....
Capital transfer receipts.....	32	30.2	30.5	29.4	30.4	29.9	31.1	
Total expenditures	33	3,792.0	4,060.7	3,864.0	3,978.7	4,026.9	4,071.3	
Current expenditures.....	34	3,620.6	3,875.6	3,689.2	3,788.1	3,840.3	3,900.4	
Gross government investment.....	35	372.5	399.9	381.7	383.4	399.1	404.1	
Capital transfer payments.....	36	16.3	20.0	16.6	32.2	16.0	16.0	
Net purchases of nonproduced assets.....	37	11.8	12.0	11.0	12.5	11.8	11.0	
Less: Consumption of fixed capital.....	38	229.1	246.9	234.5	237.5	240.4	260.2	
Net lending or net borrowing (-)	39	-553.6	-513.0	-451.0	-432.7	-561.9	.....

Table 3.2. Federal Government Current Receipts and Expenditures

[Billions of dollars]

Line	2004	2005	Seasonally adjusted at annual rates					
			2004		2005			
			IV	I	II	III	IV	
Current receipts	1	1,974.8	.....	2,054.6	2,196.6	2,227.9	2,148.5	.....
Current tax receipts.....	2	1,122.4	.....	1,181.3	1,305.1	1,331.8	1,338.7	.....
Personal current taxes.....	3	801.8	932.2	839.7	908.3	924.3	940.5	955.7
Taxes on production and imports...	4	94.0	97.2	95.1	95.4	98.3	97.5	97.5
Excise taxes.....	5	70.7	71.8	70.7	70.4	72.8	72.3	71.7
Customs duties.....	6	23.3	25.3	24.4	25.0	25.5	25.2	25.7
Taxes on corporate income.....	7	217.4	.....	235.3	291.7	300.8	290.7	.....
Federal Reserve banks.....	8	18.1	.....	19.9	20.6	23.4	24.1	.....
Other.....	9	199.3	.....	215.4	271.1	277.4	266.6	.....
Taxes from the rest of the world....	10	9.2	9.7	11.2	9.7	8.5	10.0	10.4
Contributions for government social insurance.....	11	802.5	849.5	823.4	841.1	845.1	852.6	859.1
Income receipts on assets.....	12	21.9	23.1	22.2	23.0	24.3	22.8	22.4
Interest receipts.....	13	15.3	15.9	15.6	15.9	16.4	15.8	15.5
Rents and royalties.....	14	6.6	7.3	6.6	7.1	7.9	7.1	6.9
Current transfer receipts.....	15	28.6	7.4	30.0	30.4	30.2	-61.4	30.6
From business.....	16	16.0	-5.7	17.0	17.3	17.1	-74.6	17.4
From persons.....	17	12.5	13.1	12.9	13.1	13.1	13.2	13.2
Current surplus of government enterprises.....	18	-0.5	-3.7	-2.3	-2.9	-3.6	-4.3	-3.8
Current expenditures	19	2,381.3	2,547.5	2,426.2	2,494.9	2,525.2	2,563.7	2,606.2
Consumption expenditures.....	20	725.7	767.2	735.1	759.6	762.8	782.9	763.6
Current transfer payments.....	21	1,391.2	1,475.6	1,419.0	1,458.7	1,459.9	1,474.4	1,509.2
Government social benefits.....	22	1,017.1	1,086.5	1,034.9	1,064.2	1,077.9	1,094.4	1,109.6
To persons.....	23	1,014.0	1,083.2	1,031.7	1,061.0	1,074.6	1,091.1	1,106.1
To the rest of the world.....	24	3.0	3.3	3.2	3.2	3.2	3.3	3.5
Other current transfer payments....	25	374.1	389.0	384.1	394.5	382.1	380.0	399.6
Grants-in-aid to state and local governments.....	26	348.3	357.8	358.7	356.1	358.6	354.1	362.4
To the rest of the world (net).....	27	25.9	31.3	25.3	38.3	23.5	25.9	37.3
Interest payments.....	28	221.5	249.1	226.1	226.6	250.8	250.8	268.3
To persons and business.....	29	131.7	.....	128.9	122.5	139.4	130.8	.....
To the rest of the world.....	30	89.7	.....	97.2	104.1	111.5	120.0	.....
Subsidies.....	31	43.0	55.6	46.1	50.1	51.6	55.6	65.1
Less: Wage accruals less disbursements.....	32	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net Federal Government saving	33	-406.5	.....	-371.6	-298.3	-297.3	-415.2	.....
Social insurance funds.....	34	52.1	53.8	61.5	60.2	52.6	53.1	49.4
Other.....	35	-458.6	.....	-433.2	-358.5	-349.9	-468.3	.....
Addenda:								
Total receipts	36	1,999.5	.....	2,078.5	2,221.5	2,252.3	2,173.6	.....
Current receipts.....	37	1,974.8	.....	2,054.6	2,196.6	2,227.9	2,148.5	.....
Capital transfer receipts.....	38	24.6	25.0	23.9	24.9	24.4	25.1	25.8
Total expenditures	39	2,452.1	2,625.5	2,496.8	2,578.9	2,601.0	2,636.5	2,685.6
Current expenditures.....	40	2,381.3	2,547.5	2,426.2	2,494.9	2,525.2	2,563.7	2,606.2
Gross government investment....	41	101.9	107.6	105.7	100.7	107.0	109.4	113.3
Capital transfer payments.....	42	62.6	69.1	61.8	80.0	67.1	64.2	65.3
Net purchases of nonproduced assets.....	43	0.0	-0.5	-1.0	0.3	-0.6	-1.6	0.0
Less: Consumption of fixed capital.....	44	93.8	98.2	95.9	96.9	97.7	99.2	99.1
Net lending or net borrowing (-)	45	-452.6	.....	-418.2	-357.4	-348.7	-462.9	.....

Table 3.3. State and Local Government Current Receipts and Expenditures

[Billions of dollars]

Line	2004	2005	Seasonally adjusted at annual rates					
			2004		2005			
			IV	I	II	III	IV	
Current receipts	1	1,581.7	.....	1,625.7	1,656.7	1,694.9	1,684.3	.....
Current tax receipts.....	2	1,047.6	.....	1,075.2	1,107.9	1,141.4	1,142.9	.....
Personal current taxes.....	3	247.2	274.7	254.6	263.1	281.8	275.4	278.6
Income taxes.....	4	224.0	249.8	230.9	238.9	257.0	250.2	253.0
Other.....	5	23.2	25.0	23.7	24.2	24.8	25.2	25.7
Taxes on production and imports....	6	758.8	806.0	775.8	788.4	801.8	812.0	821.9
Sales taxes.....	7	370.4	392.7	378.6	385.1	391.5	395.5	398.8
Property taxes.....	8	322.8	341.3	329.7	334.3	339.0	343.7	348.4
Other.....	9	65.5	72.0	67.5	69.0	71.4	72.8	74.7
Taxes on corporate income.....	10	41.5	.....	44.8	56.4	57.7	55.5	.....
Contributions for government social insurance.....	11	19.7	19.9	20.1	19.9	19.8	19.9	20.1
Income receipts on assets.....	12	77.1	79.1	78.8	78.2	78.8	79.4	79.9
Interest receipts.....	13	67.0	68.3	67.8	67.7	68.1	68.5	68.8
Dividends.....	14	2.4	2.5	3.1	2.4	2.5	2.5	2.5
Rents and royalties.....	15	7.7	8.3	7.9	8.1	8.2	8.4	8.5
Current transfer receipts.....	16	439.8	458.8	454.5	453.9	458.4	460.6	462.1
Federal grants-in-aid.....	17	348.3	357.8	358.7	356.1	358.6	354.1	362.4
From business (net).....	18	35.5	39.4	37.7	38.4	39.0	44.3	36.0
From persons.....	19	56.0	61.6	58.0	59.4	60.8	62.3	63.8
Current surplus of government enterprises.....	20	-2.5	-7.5	-2.9	-3.2	-3.5	-18.5	-4.9
Current expenditures	21	1,587.5	1,685.9	1,621.7	1,649.4	1,673.7	1,690.8	1,729.9
Consumption expenditures.....	22	1,117.7	1,192.6	1,143.1	1,159.0	1,175.7	1,205.7	1,230.1
Government social benefit payments to persons.....	23	380.5	400.7	387.7	398.6	405.7	392.1	406.3
Interest payments.....	24	88.9	92.1	90.4	91.2	91.8	92.4	93.0
Subsidies.....	25	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Less: Wage accruals less disbursements.....	26	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net state and local government saving	27	-5.9	.....	4.0	7.4	21.3	-6.4	.....
Social insurance funds.....	28	1.8	0.4	1.6	0.8	0.4	0.2	0.1
Other.....	29	-7.7	.....	2.3	6.5	20.8	-6.6	.....
Addenda:								
Total receipts	30	1,633.6	.....	1,676.4	1,710.0	1,751.5	1,738.0	.....
Current receipts.....	31	1,581.7	.....	1,625.7	1,656.7	1,694.9	1,684.3	.....
Capital transfer receipts.....	32	51.9	54.6	50.7	53.3	56.6	53.7	54.9
Total expenditures	33	1,734.6	1,842.1	1,771.2	1,803.6	1,835.5	1,837.1	1,892.0
Current expenditures.....	34	1,587.5	1,685.9	1,621.7	1,649.4	1,673.7	1,690.8	1,729.9
Gross government investment....	35	270.6	292.3	276.1	282.7	292.0	294.7	299.8
Capital transfer payments.....	36	.....	.....	.....	.....	.....	.....	.....
Net purchases of nonproduced assets.....	37	11.7	12.5	12.0	12.2	12.4	12.6	12.8
Less: Consumption of fixed capital.....	38	135.3	148.7	138.6	140.6	142.6	161.0	150.5
Net lending or net borrowing (-)	39	-101.0	.....	-94.8	-93.6	-84.0	-99.1	.....

Table 3.9.1. Percent Change From Preceding Period in Real Government Consumption Expenditures and Gross Investment
[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2005				
				IV	I	II	III	IV
Government consumption expenditures and gross investment	1	2.2	1.7	0.9	1.9	2.5	2.9	-2.4
Consumption expenditures ¹	2	2.1	1.4	-0.1	2.8	0.2	4.0	-3.3
Gross investment ²	3	2.3	3.0	6.0	-2.5	14.6	-2.3	2.3
Structures	4	-1.4	1.6	1.0	2.4	8.3	-6.7	2.1
Equipment and software	5	9.0	5.3	14.8	-10.2	26.1	5.5	2.7
Federal	6	5.2	2.0	-0.6	2.4	2.4	7.4	-7.0
Consumption expenditures	7	4.8	1.8	-2.8	5.9	-0.7	7.3	-9.6
Gross investment	8	8.0	3.8	17.0	-19.6	28.2	8.3	13.5
Structures	9	-10.1	0.0	-3.8	-17.2	-19.5	29.1	129.0
Equipment and software	10	11.6	4.4	20.9	-20.0	37.8	5.4	0.3
National defense	11	7.0	2.3	-3.3	3.0	3.7	10.0	-13.1
Consumption expenditures	12	6.4	2.4	-6.0	8.5	1.0	9.1	-15.0
Gross investment	13	11.8	1.7	18.5	-29.0	26.2	16.7	1.5
Structures	14	-6.0	-1.9	-1.0	-13.7	-1.9	-9.1	29.3
Equipment and software	15	13.5	2.0	20.2	-30.1	28.8	19.0	-0.4
Nondefense	16	1.8	1.6	5.2	1.1	-0.2	2.4	6.9
Consumption expenditures	17	1.9	0.7	4.0	0.8	-4.1	3.8	2.5
Gross investment	18	1.0	8.2	13.9	3.3	32.0	-6.6	41.1
Structures	19	-12.1	1.0	-5.3	-19.1	-28.0	56.8	199.5
Equipment and software	20	7.0	10.9	22.7	13.4	61.9	-21.7	2.2
State and local	21	0.4	1.5	1.8	1.6	2.6	0.2	0.4
Consumption expenditures	22	0.4	1.2	1.7	0.8	0.8	1.8	0.9
Gross investment	23	0.3	2.7	2.1	4.7	10.1	-6.0	-1.6
Structures	24	-0.8	1.7	1.4	3.8	10.3	-8.6	-3.5
Equipment and software	25	5.0	6.9	5.4	8.5	9.3	5.7	6.9

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).
2. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

Table 3.9.2. Contributions to Percent Change in Real Government Consumption Expenditures and Gross Investment

Line	2004	2005	Seasonally adjusted at annual rates					
			2005					
			IV	I	II	III	IV	
Percent change at annual rate:								
Government consumption expenditures and gross investment	1	2.2	1.7	0.9	1.9	2.5	2.9	-2.4
Percentage points at annual rates:								
Consumption expenditures ¹	2	1.76	1.19	-0.08	2.29	0.17	3.25	-2.75
Gross investment ²	3	0.39	0.50	0.98	-0.42	2.33	-0.40	0.39
Structures	4	-0.15	0.17	0.11	0.25	0.86	-0.74	0.22
Equipment and software	5	0.54	0.33	0.87	-0.67	1.47	0.35	0.17
Federal	6	1.89	0.76	-0.21	0.89	0.88	2.71	-2.63
Consumption expenditures	7	1.54	0.59	-0.94	1.88	-0.24	2.34	-3.22
Gross investment	8	0.35	0.17	0.72	-0.99	1.12	0.37	0.59
Structures	9	-0.07	0.00	-0.03	-0.12	-0.13	0.16	0.58
Equipment and software	10	0.43	0.17	0.75	-0.87	1.25	0.21	0.01
National defense	11	1.67	0.56	-0.84	0.75	0.91	2.42	-3.45
Consumption expenditures	12	1.33	0.51	-1.37	1.79	0.22	1.94	-3.49
Gross investment	13	0.34	0.05	0.53	-1.04	0.69	0.48	0.05
Structures	14	-0.01	0.00	0.00	-0.03	0.00	-0.02	0.06
Equipment and software	15	0.35	0.05	0.53	-1.00	0.70	0.50	-0.01
Nondefense	16	0.22	0.19	0.62	0.14	-0.03	0.29	0.81
Consumption expenditures	17	0.20	0.07	0.43	0.09	-0.46	0.40	0.27
Gross investment	18	0.01	0.12	0.19	0.05	0.43	-0.11	0.54
Structures	19	-0.06	0.00	-0.02	-0.09	-0.13	0.18	0.52
Equipment and software	20	0.07	0.12	0.22	0.14	0.55	-0.28	0.02
State and local	21	0.27	0.93	1.11	0.98	1.62	0.15	0.28
Consumption expenditures	22	0.23	0.60	0.85	0.41	0.41	0.91	0.47
Gross investment	23	0.04	0.33	0.26	0.57	1.21	-0.76	-0.20
Structures	24	-0.08	0.16	0.13	0.37	0.99	-0.90	-0.35
Equipment and software	25	0.12	0.16	0.13	0.20	0.22	0.13	0.16

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).
2. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

Table 3.9.3. Real Government Consumption Expenditures and Gross Investment, Quantity Indexes
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2005				
				IV	I	II	III	IV
Government consumption expenditures and gross investment	1	113.398	115.305	114.008	114.537	115.248	116.063	115.372
Consumption expenditures ¹	2	113.057	114.668	113.530	114.309	114.367	115.481	114.518
Gross investment ²	3	114.980	118.380	116.280	115.548	119.565	118.863	119.547
Structures	4	108.509	110.219	108.735	109.382	111.596	109.666	110.232
Equipment and software	5	127.076	133.845	130.465	127.017	134.604	136.418	137.341
Federal	6	125.038	127.575	125.704	126.446	127.188	129.491	127.174
Consumption expenditures	7	124.591	126.819	124.873	126.665	126.436	128.691	125.486
Gross investment	8	128.243	133.109	131.712	124.704	132.686	135.343	139.704
Structures	9	95.356	95.392	95.256	90.867	86.083	91.751	112.867
Equipment and software	10	135.523	141.481	139.827	132.225	143.270	145.158	145.270
National defense	11	129.970	132.915	130.621	131.595	132.791	135.990	131.286
Consumption expenditures	12	128.541	131.567	128.582	131.219	131.542	134.436	129.072
Gross investment	13	140.426	142.786	145.788	133.838	141.860	147.452	147.994
Structures	14	88.049	86.381	89.537	86.307	85.896	83.873	89.446
Equipment and software	15	146.829	149.724	152.683	139.616	148.740	155.352	155.187
Nondefense	16	116.166	117.976	116.865	117.188	117.120	117.814	119.782
Consumption expenditures	17	117.336	118.110	118.067	118.308	117.072	118.159	118.900
Gross investment	18	109.028	117.918	109.476	110.360	118.291	116.283	126.740
Structures	19	99.684	100.726	98.614	93.533	86.145	96.405	126.820
Equipment and software	20	113.202	125.550	114.345	117.985	133.097	125.216	125.903
State and local	21	107.487	109.071	108.069	108.489	109.183	109.246	109.365
Consumption expenditures	22	106.724	107.989	107.302	107.519	107.736	108.224	108.476
Gross investment	23	110.618	113.750	111.213	112.504	115.248	113.490	113.039
Structures	24	109.509	111.356	109.760	110.794	113.546	111.034	110.050
Equipment and software	25	115.436	123.368	117.538	119.965	122.667	124.379	126.462

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).
2. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

Table 3.9.4. Price Indexes for Government Consumption Expenditures and Gross Investment
[Index numbers, 2000=100]

Line	2004	2005	Seasonally adjusted					
			2005					
			IV	I	II	III	IV	
Government consumption expenditures and gross investment	1	113.505	118.874	115.148	116.747	117.820	119.751	121.178
Consumption expenditures ¹	2	115.061	120.610	116.751	118.448	119.614	121.521	122.857
Gross investment ²	3	106.391	110.936	107.821	108.969	109.625	111.661	113.489
Structures	4	112.948	120.388	115.046	116.790	118.102	121.707	124.954
Equipment and software	5	95.967	96.475	96.439	96.741	96.481	96.377	96.299
Federal	6	114.354	118.478	115.575	117.550	118.168	119.056	119.140
Consumption expenditures	7	116.647	121.160	117.907	120.102	120.830	121.838	121.870
Gross investment	8	100.000	101.731	100.989	101.597	101.538	101.702	102.087
Structures	9	114.211	121.490	116.953	118.694	120.466	122.929	123.873
Equipment and software	10	97.495	98.472	98.230	98.679	98.384	98.262	98.562
National defense	11	114.840	118.915	116.198	118.060	118.471	119.493	119.634
Consumption expenditures	12	117.172	121.618	118.561	120.631	121.144	122.308	122.389
Gross investment	13	99.922	101.696	101.087	101.667	101.436	101.591	102.088
Structures	14	115.597	121.498	117.706	118.939	120.164	123.542	123.587
Equipment and software	15	98.548	100.030	99.636	100.170	99.842	99.792	100.316
Nondefense	16	113.498	117.724	114.447	116.647	117.681	118.298	118.270
Consumption expenditures	17	115.720	120.374	116.725	119.173	120.334	121.026	120.962
Gross investment	18	99.993	101.614	100.619	101.279	101.549	101.732	101.895
Structures	19	113.597	121.498	116.600	118.618	120.705	122.661	124.009
Equipment and software	20	94.917	94.617	94.752	94.987	94.768	94.480	94.235
State and local	21	113.022	119.131	114.914	116.291	117.635	120.186	122.411
Consumption expenditures	22	114.116	120.332	116.081	117.462	118.909	121.395	123.564
Gross investment	23	108.699	114.385	110.305	111.668	112.609	115.412	117.850
Structures	24	112.858	120.308	114.914	116.658	117.942	121.615	125.019
Equipment and software	25	93.742	93.517	93.801	93.876	93.671	93.595	92.928

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).
2. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

Table 3.9.5. Government Consumption Expenditures and Gross Investment
[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
Government consumption expenditures and gross investment	1	2,215.9	2,359.7	2,260.0	2,302.0	2,337.6	2,392.7	2,406.8
Consumption expenditures ¹	2	1,843.4	1,959.8	1,878.2	1,918.6	1,938.5	1,988.6	1,993.7
Gross investment ²	3	372.5	399.9	381.7	383.4	399.1	404.1	413.1
Structures.....	4	232.0	251.2	236.8	241.8	249.5	252.7	260.8
Equipment and software.....	5	140.5	148.7	144.9	141.5	149.6	151.4	152.3
Federal	6	827.6	874.8	840.8	860.2	869.8	892.2	876.9
Consumption expenditures.....	7	725.7	767.2	735.1	759.6	762.8	782.9	763.6
Gross investment.....	8	101.9	107.6	105.7	100.7	107.0	109.4	113.3
Structures.....	9	14.5	15.4	14.8	14.3	13.8	15.0	18.6
Equipment and software.....	10	87.4	92.2	90.9	86.3	93.3	94.4	94.7
National defense	11	552.7	585.3	562.0	575.3	582.5	601.7	581.6
Consumption expenditures.....	12	484.2	514.4	490.1	508.9	512.3	528.6	507.8
Gross investment.....	13	68.5	70.9	71.9	66.4	70.2	73.1	73.7
Structures.....	14	5.1	5.2	5.2	5.1	5.1	5.1	5.5
Equipment and software.....	15	63.4	65.6	66.7	61.3	65.1	68.0	68.2
Nondefense	16	274.9	289.5	278.8	285.0	287.3	290.5	295.3
Consumption expenditures.....	17	241.4	252.8	245.1	250.7	250.5	254.3	255.7
Gross investment.....	18	33.4	36.7	33.8	34.3	36.8	36.3	39.6
Structures.....	19	9.4	10.2	9.6	9.2	8.7	9.8	13.1
Equipment and software.....	20	24.0	26.5	24.2	25.0	28.2	26.4	26.5
State and local	21	1,388.3	1,484.9	1,419.1	1,441.7	1,467.7	1,500.4	1,529.9
Consumption expenditures.....	22	1,117.7	1,192.6	1,143.1	1,159.0	1,175.7	1,205.7	1,230.1
Gross investment.....	23	270.6	292.3	276.1	282.7	292.0	294.7	299.8
Structures.....	24	217.6	235.8	222.0	227.5	235.7	237.7	242.2
Equipment and software.....	25	53.0	56.5	54.0	55.2	56.3	57.1	57.6

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

Table 3.9.6. Real Government Consumption Expenditures and Gross Investment, Chained Dollars
[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
Government consumption expenditures and gross investment	1	1,952.3	1,985.1	1,962.8	1,971.9	1,984.1	1,998.1	1,986.2
Consumption expenditures ¹	2	1,602.1	1,625.0	1,608.8	1,619.9	1,620.7	1,636.5	1,622.8
Gross investment ²	3	350.1	360.5	354.1	351.9	364.1	362.0	364.0
Structures.....	4	205.4	208.7	205.9	207.1	211.3	207.6	208.7
Equipment and software.....	5	146.4	154.2	150.3	146.3	155.0	157.1	158.2
Federal	6	723.7	738.4	727.6	731.8	736.1	749.5	736.1
Consumption expenditures.....	7	622.1	633.2	623.5	632.5	631.3	642.6	626.6
Gross investment.....	8	101.9	105.8	104.7	99.1	105.4	107.6	111.0
Structures.....	9	12.7	12.7	12.7	12.1	11.4	12.2	15.0
Equipment and software.....	10	89.7	93.6	92.5	87.5	94.8	96.1	96.1
National defense	11	481.3	492.2	483.7	487.3	491.7	503.6	486.2
Consumption expenditures.....	12	413.3	423.0	413.4	421.9	422.9	432.2	415.0
Gross investment.....	13	68.5	69.7	71.2	65.3	69.2	72.0	72.2
Structures.....	14	4.4	4.3	4.4	4.3	4.3	4.2	4.4
Equipment and software.....	15	64.4	65.6	66.9	61.2	65.2	68.1	68.0
Nondefense	16	242.2	246.0	243.6	244.3	244.2	245.6	249.7
Consumption expenditures.....	17	208.6	210.0	209.9	210.4	208.2	210.1	211.4
Gross investment.....	18	33.4	36.1	33.6	33.8	36.3	35.6	38.9
Structures.....	19	8.3	8.4	8.2	7.8	7.2	8.0	10.6
Equipment and software.....	20	25.3	28.0	25.5	26.3	29.7	28.0	28.1
State and local	21	1,228.4	1,246.5	1,235.0	1,239.8	1,247.8	1,248.5	1,249.8
Consumption expenditures.....	22	979.5	991.1	984.8	986.8	988.8	993.3	995.6
Gross investment.....	23	248.9	255.6	250.3	253.2	259.4	255.4	254.4
Structures.....	24	192.8	196.0	193.2	195.0	199.9	195.5	193.7
Equipment and software.....	25	56.6	60.5	57.6	58.8	60.1	61.0	62.0
Residual.....	26	-0.9	-1.8	-1.1	-0.6	-2.2	-2.3	-2.6

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

Table 3.10.1. Percent Change From Preceding Period in Real Government Consumption Expenditures and General Government Gross Output
[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Government consumption expenditures ¹	1	2.1	1.4	-0.1	2.8	0.2	4.0	-3.3
Gross output of general government	2	2.4	1.9	0.3	3.5	0.5	4.2	-2.2
Value added	3	0.8	1.0	1.9	0.7	0.2	1.2	0.9
Compensation of general government employees	4	0.6	0.7	1.8	0.3	-0.1	1.0	0.7
Consumption of general government fixed capital ²	5	2.4	2.6	2.6	2.9	2.5	2.1	2.1
Intermediate goods and services purchased ³	6	4.9	3.4	-2.3	8.1	0.8	9.0	-6.6
Durable goods	7	7.5	4.1	5.1	-8.5	12.8	8.6	10.3
Nondurable goods	8	2.9	2.8	2.7	12.1	-6.4	2.9	3.6
Services	9	5.3	3.6	-4.5	8.4	2.4	11.3	-11.4
Less: Own-account investment ⁴	10	-0.5	4.8	-1.4	8.4	11.4	1.4	3.2
Sales to other sectors	11	4.0	4.7	2.7	7.6	1.2	6.1	4.1
Federal consumption expenditures ¹	12	4.8	1.8	-2.8	5.9	-0.7	7.3	-9.6
Gross output of general government	13	4.8	2.1	-3.4	7.3	-1.7	8.3	-9.4
Value added	14	0.9	0.5	2.5	0.5	-1.1	-0.5	0.9
Compensation of general government employees	15	0.7	0.1	2.6	0.0	-2.1	-1.1	0.6
Consumption of general government fixed capital ²	16	1.7	2.1	2.1	2.2	2.3	1.8	1.9
Intermediate goods and services purchased ³	17	9.9	4.1	-10.2	16.3	-2.4	19.6	-20.1
Durable goods	18	12.2	5.5	7.3	-15.5	20.7	13.6	16.1
Nondurable goods	19	11.3	6.1	5.0	82.1	-41.6	7.6	11.8
Services	20	9.5	3.7	-13.6	14.3	1.5	21.8	-26.8
Less: Own-account investment ⁴	21	-3.7	6.7	-11.5	19.5	4.2	8.1	3.8
Sales to other sectors	22	6.0	38.2	-47.4	268.8	-63.2	157.8	2.3
Defense consumption expenditures ¹	23	6.4	2.4	-6.0	8.5	1.0	9.1	-15.0
Gross output of general government	24	6.3	2.4	-7.1	9.5	0.9	9.3	-15.7
Value added	25	1.8	0.8	2.1	0.6	-1.0	0.4	0.1
Compensation of general government employees	26	1.8	0.3	2.1	0.1	-2.2	-0.2	-0.6
Consumption of general government fixed capital ²	27	1.8	2.3	2.2	2.3	2.6	2.0	2.1
Intermediate goods and services purchased ³	28	11.9	4.4	-16.7	20.6	3.2	19.9	-30.3
Durable goods	29	11.9	4.8	6.2	-17.0	20.8	13.6	16.9
Nondurable goods	30	14.9	7.4	-30.9	72.9	8.0	-14.8	7.1
Services	31	11.6	4.1	-18.6	23.9	0.4	24.9	-38.6
Less: Own-account investment ⁴	32	-7.6	1.7	3.6	-6.2	2.0	3.4	5.4
Sales to other sectors	33	-1.4	21.6	-90.5	646.3	-8.5	52.9	-82.4
Nondefense consumption expenditures ¹	34	1.9	0.7	4.0	0.8	-4.1	3.8	2.5
Gross output of general government	35	2.0	1.5	4.4	3.1	-6.8	6.3	4.6
Value added	36	-0.6	0.1	3.1	0.2	-1.3	-2.1	2.4
Compensation of general government employees	37	-1.0	-0.2	3.4	-0.1	-1.9	-2.7	2.6
Consumption of general government fixed capital ²	38	1.3	1.6	1.9	1.8	1.5	1.3	1.2
Intermediate goods and services purchased ³	39	5.9	3.4	6.2	7.3	-13.9	18.9	7.5
Durable goods	40	15.1	13.3	21.0	3.9	19.8	12.8	7.4
Nondurable goods	41	.....	.....	.....	.....	.....	.....	.....
Commodity Credit Corporation inventory change	42	.....	.....	.....	.....	.....	.....	.....
Other nondurable goods	43	13.9	1.8	11.6	27.2	-15.9	-13.9	-3.9
Services	44	5.4	2.9	-1.8	-4.0	3.9	15.2	5.8
Less: Own-account investment ⁴	45	-0.2	10.9	-22.8	46.7	6.0	11.9	2.6
Sales to other sectors	46	12.0	49.7	51.4	159.8	-80.4	280.6	133.3
State and local consumption expenditures ¹	47	0.4	1.2	1.7	0.8	0.8	1.8	0.9
Gross output of general government	48	1.2	1.8	2.2	1.6	1.6	2.2	1.6
Value added	49	0.8	1.2	1.7	0.8	0.8	1.9	0.9
Compensation of general government employees	50	0.5	1.0	1.5	0.4	0.6	1.9	0.7
Consumption of general government fixed capital ²	51	3.0	2.9	3.0	3.5	2.6	2.4	2.3
Intermediate goods and services purchased ³	52	1.8	3.0	3.2	3.2	2.9	2.7	3.0
Durable goods	53	1.6	2.2	2.1	2.3	2.7	1.9	2.3
Nondurable goods	54	1.5	2.2	2.3	2.2	2.4	2.1	2.2
Services	55	2.0	3.5	3.7	3.8	3.2	3.1	3.5
Less: Own-account investment ⁴	56	0.3	4.3	1.3	5.7	13.4	-0.2	3.1
Sales to other sectors	57	3.9	4.1	4.2	4.5	3.8	3.8	4.2
Tuition and related educational charges	58	-0.2	2.2	-0.8	4.3	3.9	3.9	4.3
Health and hospital charges	59	6.2	5.0	7.0	4.3	3.9	3.9	4.3
Other sales	60	3.1	3.8	3.0	4.9	3.6	3.7	4.0

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software in table 3.9.5.

**Table 3.10.3. Real Government Consumption Expenditures and
General Government Gross Output, Quantity Indexes**

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004	2005			
					IV	I	II	III	IV
Government consumption expenditures ¹	1	113.057	114.668	113.530	114.309	114.367	115.481	114.518
Gross output of general government	2	113.445	115.637	114.107	115.097	115.229	116.429	115.792
Value added	3	106.182	107.218	106.774	106.951	107.015	107.335	107.569
Compensation of general government employees	4	105.510	106.262	106.029	106.108	106.071	106.347	106.523
Consumption of general government fixed capital ²	5	110.131	112.940	111.178	111.971	112.664	113.264	113.860
Intermediate goods and services purchased ³	6	127.052	131.432	127.849	130.376	130.636	133.483	131.233
Durable goods	7	119.341	124.243	122.115	119.446	123.095	125.662	128.769
Nondurable goods	8	118.582	121.920	119.285	122.730	120.709	121.577	122.664
Services	9	130.788	135.496	131.409	134.097	134.901	138.555	134.430
Less: Own-account investment ⁴	10	108.285	113.462	108.542	110.753	113.793	114.196	115.107
Sales to other sectors	11	116.245	121.750	118.086	120.273	120.630	122.423	123.673
Federal consumption expenditures ¹	12	124.591	126.819	124.873	126.665	126.436	128.691	125.486
Gross output of general government	13	123.967	126.591	124.307	126.513	125.968	128.503	125.378
Value added	14	106.207	106.764	106.876	106.999	106.692	106.561	106.806
Compensation of general government employees	15	106.793	106.891	107.425	107.423	106.859	106.554	106.726
Consumption of general government fixed capital ²	16	104.350	106.548	105.153	105.720	106.332	106.818	107.323
Intermediate goods and services purchased ³	17	154.347	160.666	154.107	160.027	159.060	166.333	157.242
Durable goods	18	128.474	135.491	132.890	127.414	133.560	137.875	143.114
Nondurable goods	19	155.163	164.639	154.049	178.953	156.442	159.319	163.841
Services	20	158.224	164.071	157.385	162.715	163.307	171.566	158.697
Less: Own-account investment ⁴	21	116.015	123.742	116.021	121.300	122.560	124.966	126.140
Sales to other sectors	22	80.852	111.757	85.850	118.968	92.634	117.379	118.047
Defense consumption expenditures ¹	23	128.541	131.567	128.582	131.219	131.542	134.436	129.072
Gross output of general government	24	128.507	131.655	128.416	131.351	131.656	134.619	128.993
Value added	25	107.128	107.942	107.932	108.095	107.811	107.915	107.945
Compensation of general government employees	26	109.047	109.334	109.839	109.854	109.239	109.197	109.045
Consumption of general government fixed capital ²	27	102.223	104.567	103.066	103.656	104.331	104.861	105.420
Intermediate goods and services purchased ³	28	164.434	171.728	162.787	170.602	171.952	179.929	164.428
Durable goods	29	126.861	132.962	130.917	124.954	131.005	135.256	140.635
Nondurable goods	30	156.568	168.197	146.860	168.407	171.676	164.918	167.787
Services	31	173.917	180.997	171.743	181.193	181.355	191.736	169.705
Less: Own-account investment ⁴	32	152.925	155.569	156.311	153.832	154.599	155.891	157.955
Sales to other sectors	33	108.656	132.140	84.831	140.211	137.125	152.479	98.747
Nondefense consumption expenditures ¹	34	117.336	118.110	118.067	118.308	117.072	118.159	118.900
Gross output of general government	35	115.869	117.566	116.981	117.888	115.833	117.610	118.931
Value added	36	104.573	104.679	105.004	105.057	104.710	104.163	104.786
Compensation of general government employees	37	103.348	103.152	103.732	103.703	103.217	102.507	103.179
Consumption of general government fixed capital ²	38	110.336	112.102	111.022	111.520	111.942	112.300	112.644
Intermediate goods and services purchased ³	39	135.776	140.371	138.132	140.594	135.445	141.432	144.014
Durable goods	40	149.167	168.971	158.561	160.089	167.472	172.607	175.716
Nondurable goods	41							
Commodity Credit Corporation inventory change	42							
Other nondurable goods	43	180.945	184.186	182.919	194.246	185.991	179.152	177.357
Services	44	132.751	136.599	134.084	132.730	134.017	138.841	140.808
Less: Own-account investment ⁴	45	96.119	106.610	94.299	103.783	105.312	108.325	109.018
Sales to other sectors	46	69.049	103.341	86.986	110.432	73.472	102.623	126.836
State and local consumption expenditures ¹	47	106.724	107.989	107.302	107.519	107.736	108.224	108.476
Gross output of general government	48	108.766	110.761	109.571	110.017	110.452	111.059	111.514
Value added	49	106.157	107.403	106.716	106.917	107.143	107.660	107.890
Compensation of general government employees	50	105.025	106.026	105.501	105.611	105.775	106.271	106.449
Consumption of general government fixed capital ²	51	115.623	119.009	116.901	117.908	118.678	119.385	120.066
Intermediate goods and services purchased ³	52	113.824	117.268	115.112	116.032	116.868	117.647	118.523
Durable goods	53	108.601	111.037	109.446	110.057	110.795	111.329	111.965
Nondurable goods	54	113.382	115.914	114.322	114.953	115.624	116.224	116.854
Services	55	114.424	118.429	115.924	117.022	117.956	118.853	119.887
Less: Own-account investment ⁴	56	106.645	111.238	106.957	108.462	111.918	111.860	112.712
Sales to other sectors	57	117.305	122.085	119.054	120.359	121.479	122.619	123.882
Tuition and related educational charges	58	108.669	111.010	108.275	109.412	110.453	111.502	112.673
Health and hospital charges	59	125.362	131.681	128.439	129.787	131.019	132.264	133.653
Other sales	60	110.978	115.163	112.247	113.609	114.610	115.651	116.783

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software in table 3.9.5.

Table 3.10.4. Price Indexes for Government Consumption Expenditures and General Government Gross Output

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004	2005			
					IV	I	II	III	IV
Government consumption expenditures ¹	1	115.061	120.610	116.751	118.448	119.614	121.521	122.857
Gross output of general government.....	2	115.428	120.859	117.150	118.771	119.923	121.686	123.056
Value added.....	3	117.958	122.313	119.177	120.826	121.735	122.947	123.742
Compensation of general government employees.....	4	120.433	124.956	121.620	123.477	124.455	125.580	126.313
Consumption of general government fixed capital ²	5	104.759	108.233	106.148	106.719	107.265	108.921	110.027
Intermediate goods and services purchased ³	6	111.158	118.166	113.632	115.203	116.711	119.273	121.478
Durable goods.....	7	102.169	104.074	102.945	103.596	103.942	104.258	104.498
Nondurable goods.....	8	112.261	128.311	118.837	121.054	124.771	131.785	135.635
Services.....	9	111.829	116.419	113.136	114.590	115.492	116.859	118.736
Less: Own-account investment ⁴	10	113.680	118.493	115.126	116.857	117.889	119.113	120.113
Sales to other sectors.....	11	117.819	122.599	119.756	120.912	121.991	122.952	124.543
Federal consumption expenditures ¹	12	116.647	121.160	117.907	120.102	120.830	121.838	121.870
Gross output of general government.....	13	116.828	121.159	117.889	120.079	120.808	121.804	121.943
Value added.....	14	121.881	125.968	122.553	125.296	125.757	126.357	126.464
Compensation of general government employees.....	15	128.117	132.720	128.495	131.998	132.509	133.096	133.276
Consumption of general government fixed capital ²	16	103.806	106.395	105.338	105.867	106.180	106.817	106.716
Intermediate goods and services purchased ³	17	109.828	114.598	111.536	113.091	114.105	115.511	115.683
Durable goods.....	18	101.232	102.654	101.902	102.373	102.612	102.806	102.824
Nondurable goods.....	19	99.603	114.567	106.279	106.999	111.869	120.212	119.190
Services.....	20	112.044	116.250	113.531	115.336	115.948	116.687	117.029
Less: Own-account investment ⁴	21	119.522	123.918	120.522	122.928	123.784	124.471	124.490
Sales to other sectors.....	22	112.325	118.334	113.914	115.450	116.279	116.291	125.316
Defense consumption expenditures ¹	23	117.172	121.618	118.561	120.631	121.144	122.308	122.389
Gross output of general government.....	24	117.181	121.628	118.568	120.642	121.158	122.316	122.395
Value added.....	25	123.092	127.340	124.018	126.854	127.168	127.652	127.687
Compensation of general government employees.....	26	130.783	135.599	131.340	135.135	135.452	135.853	135.955
Consumption of general government fixed capital ²	27	104.740	107.617	106.580	107.076	107.382	108.069	107.943
Intermediate goods and services purchased ³	28	109.658	114.231	111.504	112.768	113.479	115.278	115.398
Durable goods.....	29	102.080	103.678	102.817	103.309	103.612	103.863	103.928
Nondurable goods.....	30	92.183	108.608	100.483	100.118	103.002	117.033	114.280
Services.....	31	113.021	116.897	114.403	115.970	116.521	117.334	117.765
Less: Own-account investment ⁴	32	119.365	124.224	120.537	123.167	124.154	124.708	124.866
Sales to other sectors.....	33	116.979	121.473	118.187	120.741	121.361	122.075	121.714
Nondefense consumption expenditures ¹	34	115.720	120.374	116.725	119.173	120.334	121.026	120.962
Gross output of general government.....	35	115.667	120.364	116.684	119.101	120.253	120.922	121.181
Value added.....	36	119.818	123.627	120.045	122.626	123.345	124.151	124.385
Compensation of general government employees.....	37	124.171	128.454	124.276	127.330	128.142	129.021	129.322
Consumption of general government fixed capital ²	38	101.377	103.212	102.102	102.720	103.051	103.556	103.522
Intermediate goods and services purchased ³	39	109.623	115.454	111.669	113.861	115.565	116.052	116.339
Durable goods.....	40	91.907	91.513	91.853	92.110	91.707	91.344	90.890
Nondurable goods.....	41	.....	.....	.....	.....	.....	.....	.....
Commodity Credit Corporation inventory change.....	42	.....	.....	.....	.....	.....	.....	.....
Other nondurable goods.....	43	109.179	120.747	112.986	115.081	122.232	122.249	123.427
Services.....	44	110.383	115.295	112.091	114.406	115.150	115.733	115.890
Less: Own-account investment ⁴	45	119.601	123.604	120.453	122.667	123.419	124.210	124.119
Sales to other sectors.....	46	109.619	116.107	111.305	112.368	113.335	112.897	125.828
State and local consumption expenditures ¹	47	114.116	120.332	116.081	117.462	118.909	121.395	123.564
Gross output of general government.....	48	114.860	120.748	116.815	118.149	119.515	121.669	123.659
Value added.....	49	116.332	120.797	117.781	118.972	120.067	121.534	122.614
Compensation of general government employees.....	50	117.748	122.241	119.222	120.494	121.638	122.952	123.878
Consumption of general government fixed capital ²	51	105.652	109.890	106.918	107.526	108.273	110.808	112.954
Intermediate goods and services purchased ³	52	112.136	120.498	114.980	116.563	118.397	121.738	125.295
Durable goods.....	53	103.310	105.908	104.240	105.144	105.642	106.136	106.709
Nondurable goods.....	54	114.582	130.816	121.122	123.657	127.100	133.826	138.679
Services.....	55	111.625	116.540	112.784	113.948	115.092	116.988	120.133
Less: Own-account investment ⁴	56	112.254	117.168	113.807	115.377	116.451	117.803	119.043
Sales to other sectors.....	57	117.935	122.679	119.880	121.026	122.112	123.099	124.479
Tuition and related educational charges.....	58	133.191	143.156	137.237	139.381	142.402	144.474	146.369
Health and hospital charges.....	59	117.203	121.041	118.776	119.820	120.494	121.389	122.461
Other sales.....	60	109.511	112.614	110.799	111.514	112.128	112.611	114.201

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software in table 3.9.5.

Table 3.10.5. Government Consumption Expenditures and General Government Gross Output
[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Government consumption expenditures ¹	1	1,843.4	1,959.8	1,878.2	1,918.6	1,938.5	1,988.6	1,993.7
Gross output of general government	2	2,176.8	2,323.2	2,222.1	2,272.3	2,297.0	2,355.1	2,368.5
Value added	3	1,339.7	1,402.7	1,361.0	1,382.1	1,393.4	1,411.4	1,423.7
Compensation of general government employees	4	1,147.7	1,199.3	1,164.7	1,183.3	1,192.3	1,206.2	1,215.2
Consumption of general government fixed capital ²	5	192.0	203.4	196.3	198.8	201.1	205.3	208.4
Intermediate goods and services purchased ³	6	837.2	920.6	861.1	890.2	903.7	943.6	944.9
Durable goods	7	53.8	57.0	55.4	54.6	56.4	57.8	59.3
Nondurable goods	8	193.4	227.3	205.9	215.8	218.8	232.8	241.7
Services	9	590.0	636.3	599.7	619.8	628.4	653.1	643.8
Less: Own-account investment ⁴	10	22.3	24.3	22.6	23.4	24.3	24.6	25.0
Sales to other sectors	11	311.2	339.1	321.2	330.3	334.3	341.9	349.9
Federal consumption expenditures ¹	12	725.7	767.2	735.1	759.6	762.8	782.9	789.9
Gross output of general government	13	736.2	780.9	746.1	773.5	774.8	796.9	778.4
Value added	14	408.2	424.1	413.1	422.8	423.1	424.6	426.0
Compensation of general government employees	15	319.8	331.6	322.7	331.5	331.0	331.5	332.5
Consumption of general government fixed capital ²	16	88.4	92.5	90.4	91.3	92.1	93.1	93.5
Intermediate goods and services purchased ³	17	327.9	356.8	333.1	350.7	351.7	372.3	352.5
Durable goods	18	31.3	33.4	32.5	31.3	32.9	34.1	35.4
Nondurable goods	19	29.2	35.6	31.0	36.2	33.1	36.2	37.0
Services	20	267.5	287.7	269.6	283.1	285.6	302.0	280.2
Less: Own-account investment ⁴	21	4.5	5.0	4.5	4.8	4.9	5.0	5.1
Sales to other sectors	22	6.0	8.8	6.5	9.1	7.1	9.0	9.8
Defense consumption expenditures ¹	23	484.2	514.4	490.1	508.9	512.3	528.6	507.8
Gross output of general government	24	488.8	519.7	494.2	514.3	517.7	534.4	512.4
Value added	25	262.6	273.8	266.6	273.1	273.1	274.4	274.5
Compensation of general government employees	26	198.2	206.0	200.4	206.3	205.6	206.1	206.0
Consumption of general government fixed capital ²	27	64.5	67.8	66.2	66.8	67.5	68.2	68.5
Intermediate goods and services purchased ³	28	226.1	245.9	227.6	241.2	244.6	260.0	237.9
Durable goods	29	28.8	30.7	30.0	28.7	30.2	31.3	32.5
Nondurable goods	30	15.0	19.1	15.4	17.6	18.5	20.2	20.1
Services	31	182.2	196.2	182.2	194.8	195.9	208.6	185.3
Less: Own-account investment ⁴	32	2.1	2.2	2.1	2.1	2.2	2.2	2.2
Sales to other sectors	33	2.5	3.1	2.0	3.3	3.2	3.6	2.3
Nondefense consumption expenditures ¹	34	241.4	252.8	245.1	250.7	250.5	254.3	255.7
Gross output of general government	35	247.4	261.2	252.0	257.2	257.1	262.5	266.0
Value added	36	145.6	150.4	146.5	149.7	150.1	150.3	151.4
Compensation of general government employees	37	121.7	125.6	122.2	125.2	125.4	125.4	126.5
Consumption of general government fixed capital ²	38	23.9	24.7	24.2	24.5	24.7	24.9	24.9
Intermediate goods and services purchased ³	39	101.8	110.8	105.5	109.5	107.1	112.3	114.6
Durable goods	40	2.4	2.7	2.6	2.6	2.7	2.8	2.8
Nondurable goods	41	14.2	16.5	15.5	18.6	14.6	16.1	16.9
Commodity Credit Corporation inventory change	42	-1.0	-0.5	-0.3	1.4	-2.8	-0.8	0.1
Other nondurable goods	43	15.2	17.1	15.9	17.2	17.5	16.8	16.8
Services	44	85.2	91.6	87.4	88.3	89.7	93.4	94.9
Less: Own-account investment ⁴	45	2.4	2.8	2.4	2.7	2.7	2.8	2.8
Sales to other sectors	46	3.5	5.6	4.5	5.8	3.9	5.4	7.4
State and local consumption expenditures ¹	47	1,117.7	1,192.6	1,143.1	1,159.0	1,175.7	1,205.7	1,230.1
Gross output of general government	48	1,440.7	1,542.3	1,475.9	1,498.9	1,522.2	1,558.2	1,590.1
Value added	49	931.4	978.5	948.0	959.4	970.2	986.8	997.7
Compensation of general government employees	50	827.9	867.6	842.0	851.9	861.3	874.7	882.7
Consumption of general government fixed capital ²	51	103.6	110.9	106.0	107.5	108.9	112.2	115.0
Intermediate goods and services purchased ³	52	509.2	563.8	528.0	539.5	552.0	571.3	592.4
Durable goods	53	22.5	23.6	22.9	23.2	23.5	23.7	24.0
Nondurable goods	54	164.2	191.7	175.0	179.6	185.7	196.5	204.8
Services	55	322.5	348.6	330.1	336.7	342.8	351.1	363.7
Less: Own-account investment ⁴	56	17.8	19.4	18.1	18.6	19.4	19.6	19.9
Sales to other sectors	57	305.1	330.3	314.8	321.2	327.1	332.9	340.1
Tuition and related educational charges	58	64.1	70.4	65.8	67.6	69.7	71.4	73.1
Health and hospital charges	59	155.0	168.2	160.9	164.1	166.5	169.4	172.7
Other sales	60	86.0	91.7	88.0	89.6	90.9	92.1	94.3

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software in table 3.9.5.

Table 3.10.6. Real Government Consumption Expenditures and General Government Gross Output, Chained Dollars
 (Billions of chained (2000) dollars)

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Government consumption expenditures ¹	1	1,602.1	1,625.0	1,608.8	1,619.9	1,620.7	1,636.5	1,622.8
Gross output of general government	2	1,885.9	1,922.3	1,896.9	1,913.3	1,915.5	1,935.5	1,924.9
Value added.....	3	1,135.7	1,146.8	1,142.0	1,143.9	1,144.6	1,148.0	1,150.5
Compensation of general government employees.....	4	953.0	959.8	957.7	958.4	958.0	960.5	962.1
Consumption of general government fixed capital ²	5	183.2	187.9	185.0	186.3	187.5	188.5	189.4
Intermediate goods and services purchased ³	6	753.1	779.1	757.9	772.8	774.4	791.3	777.9
Durable goods.....	7	52.6	54.8	53.8	52.7	54.3	55.4	56.8
Nondurable goods.....	8	172.3	177.2	173.3	178.3	175.4	176.7	178.2
Services.....	9	527.6	546.6	530.1	540.9	544.2	558.9	542.3
Less: Own-account investment ⁴	10	19.6	20.5	19.6	20.0	20.6	20.7	20.8
Sales to other sectors.....	11	264.1	276.6	268.3	273.2	274.1	278.1	281.0
Federal consumption expenditures ¹	12	622.1	633.2	623.5	632.5	631.3	642.6	626.6
Gross output of general government	13	631.2	644.6	632.9	644.2	641.4	654.3	638.4
Value added.....	14	334.9	336.7	337.0	337.4	336.5	336.1	336.8
Compensation of general government employees.....	15	249.6	249.9	251.1	251.1	249.8	249.1	249.5
Consumption of general government fixed capital ²	16	85.2	86.9	85.8	86.3	86.8	87.2	87.6
Intermediate goods and services purchased ³	17	299.1	311.4	298.7	310.1	308.3	322.4	304.7
Durable goods.....	18	30.9	32.6	31.9	30.6	32.1	33.1	34.4
Nondurable goods.....	19	29.3	31.1	29.1	33.8	29.6	30.1	31.0
Services.....	20	238.7	247.5	237.4	245.5	246.4	258.8	239.4
Less: Own-account investment ⁴	21	3.8	4.0	3.8	3.9	4.0	4.0	4.1
Sales to other sectors.....	22	5.4	7.4	5.7	7.9	6.1	7.8	7.8
Defense consumption expenditures ¹	23	413.3	423.0	413.4	421.9	422.9	432.2	415.0
Gross output of general government	24	417.1	427.3	416.8	426.3	427.3	436.9	418.7
Value added.....	25	213.4	215.0	215.0	215.3	214.7	214.9	215.0
Compensation of general government employees.....	26	151.5	151.9	152.6	152.6	151.8	151.7	151.5
Consumption of general government fixed capital ²	27	61.6	63.0	62.1	62.4	62.8	63.2	63.5
Intermediate goods and services purchased ³	28	206.2	215.4	204.1	213.9	215.6	225.6	206.2
Durable goods.....	29	28.2	29.6	29.1	27.8	29.2	30.1	31.3
Nondurable goods.....	30	16.3	17.5	15.3	17.6	17.9	17.2	17.5
Services.....	31	161.3	167.8	159.2	168.0	168.1	177.8	157.3
Less: Own-account investment ⁴	32	1.7	1.8	1.8	1.7	1.8	1.8	1.8
Sales to other sectors.....	33	2.1	2.6	1.7	2.7	2.7	3.0	1.9
Nondefense consumption expenditures ¹	34	208.6	210.0	209.9	210.4	208.2	210.1	211.4
Gross output of general government	35	213.9	217.0	215.9	217.6	213.8	217.1	219.5
Value added.....	36	121.5	121.6	122.0	122.1	121.7	121.0	121.8
Compensation of general government employees.....	37	98.0	97.8	98.4	98.3	97.9	97.2	97.8
Consumption of general government fixed capital ²	38	23.6	24.0	23.7	23.8	23.9	24.0	24.1
Intermediate goods and services purchased ³	39	92.9	96.0	94.5	96.2	92.7	96.7	98.5
Durable goods.....	40	2.6	3.0	2.8	2.8	3.0	3.0	3.1
Nondurable goods.....	41	12.9	13.4	13.5	16.0	11.2	12.8	13.4
Commodity Credit Corporation inventory change.....	42	-1.0	-0.8	-0.5	1.1	-3.1	-0.9	-0.2
Other nondurable goods.....	43	13.9	14.2	14.1	14.9	14.3	13.8	13.6
Services.....	44	77.2	79.4	78.0	77.2	77.9	80.7	81.9
Less: Own-account investment ⁴	45	2.0	2.2	2.0	2.2	2.2	2.3	2.3
Sales to other sectors.....	46	3.2	4.8	4.1	5.2	3.4	4.8	5.9
State and local consumption expenditures ¹	47	979.5	991.1	984.8	986.8	988.8	993.3	995.6
Gross output of general government	48	1,254.3	1,277.3	1,263.6	1,268.7	1,273.7	1,280.7	1,286.0
Value added.....	49	800.7	810.1	804.9	806.4	808.1	812.0	813.7
Compensation of general government employees.....	50	703.1	709.8	706.3	707.0	708.1	711.4	712.6
Consumption of general government fixed capital ²	51	98.0	100.9	99.1	100.0	100.6	101.2	101.8
Intermediate goods and services purchased ³	52	454.1	467.9	459.3	462.9	466.3	469.4	472.9
Durable goods.....	53	21.8	22.3	22.0	22.1	22.2	22.3	22.5
Nondurable goods.....	54	143.3	146.5	144.5	145.3	146.1	146.9	147.7
Services.....	55	288.9	299.1	292.7	295.5	297.9	300.1	302.7
Less: Own-account investment ⁴	56	15.9	16.5	15.9	16.1	16.6	16.6	16.8
Sales to other sectors.....	57	258.7	269.3	262.6	265.5	267.9	270.5	273.2
Tuition and related educational charges.....	58	48.2	49.2	48.0	48.5	48.9	49.4	49.9
Health and hospital charges.....	59	132.3	138.9	135.5	136.9	138.2	139.6	141.0
Other sales.....	60	78.5	81.5	79.4	80.4	81.1	81.8	82.6
Residual.....	61	-2.3	-3.5	-2.2	-2.8	-3.0	-3.9	-3.7

1. Government consumption expenditures are services (such as education and national defense) produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software in table 3.9.5.

NOTE. Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

Table 3.11.1. Percent Change From Preceding Period in Real National Defense Consumption Expenditures and Gross Investment by Type
[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
National defense consumption expenditures and gross investment	1	7.0	2.3	-3.3	3.0	3.7	10.0	-13.1
Consumption expenditures ¹	2	6.4	2.4	-6.0	8.5	1.0	9.1	-15.0
Gross output of general government	3	6.3	2.4	-7.1	9.5	0.9	9.3	-15.7
Value added	4	1.8	0.8	2.1	0.6	-1.0	0.4	0.1
Compensation of general government employees	5	1.8	0.3	2.1	0.1	-2.2	-0.2	-0.6
Military	6	1.1	-0.7	3.8	0.1	-4.7	-1.7	0.0
Civilian	7	3.3	2.3	-1.4	0.0	3.1	3.2	-1.6
Consumption of general government fixed capital ²	8	1.8	2.3	2.2	2.3	2.6	2.0	2.1
Intermediate goods and services purchased ³	9	11.9	4.4	-16.7	20.6	3.2	19.9	-30.3
Durable goods	10	11.9	4.8	6.2	-17.0	20.8	13.6	16.9
Aircraft	11	7.5	-0.8	-3.8	-22.6	6.9	-11.5	32.0
Missiles	12	12.7	15.3	-9.1	60.1	72.9	-31.2	66.5
Ships	13	8.1	-6.0	-56.9	-2.9	23.5	5.0	-67.4
Vehicles	14	-5.1	48.2	42.3	0.5	65.0	169.8	78.9
Electronics	15	17.8	25.7	12.9	0.0	61.4	85.2	7.3
Other durable goods	16	18.9	-6.1	44.8	-40.0	-4.2	18.3	0.6
Nondurable goods	17	14.9	7.4	-30.9	72.9	8.0	-14.8	7.1
Petroleum products	18	9.2	18.7	-55.6	271.3	65.7	-37.3	17.1
Ammunition	19	31.2	5.4	-1.5	-14.7	21.7	27.3	-4.3
Other nondurable goods	20	11.8	-5.5	-18.0	24.5	-42.2	5.9	-0.1
Services	21	11.6	4.1	-18.6	23.9	0.4	24.9	-38.6
Research and development	22	13.1	2.1	-8.4	13.4	13.0	6.0	-44.6
Installation support	23	2.4	0.5	-17.3	8.8	-7.5	48.2	-35.9
Weapons support	24	18.9	6.5	-36.8	41.6	-6.3	52.6	-55.7
Personnel support	25	19.3	4.2	-22.3	18.6	-1.1	31.0	-29.2
Transportation of material	26	-10.9	11.2	-20.3	85.3	-2.4	3.2	-24.0
Travel of persons	27	15.2	20.7	-8.9	140.9	-13.4	1.1	-30.9
Less: Own-account investment ⁴	28	-7.6	1.7	3.6	-6.2	2.0	3.4	5.4
Sales to other sectors	29	-1.4	21.6	-90.5	646.3	-8.5	52.9	-82.4
Gross investment ⁵	30	11.8	1.7	18.5	-29.0	26.2	16.7	1.5
Structures	31	-6.0	-1.9	-1.0	-13.7	-1.9	-9.1	29.3
Equipment and software	32	13.5	2.0	20.2	-30.1	28.8	19.0	-0.4
Aircraft	33	36.7	10.2	84.9	-25.6	28.7	21.2	12.0
Missiles	34	15.4	2.5	-26.1	-49.5	181.0	-64.5	361.2
Ships	35	-3.2	-8.3	-56.4	4.9	-13.1	58.9	-50.4
Vehicles	36	-9.8	46.2	19.0	12.0	654.6	30.4	-47.9
Electronics and software	37	10.8	13.3	4.6	3.5	34.1	32.8	10.5
Other equipment	38	15.6	-8.5	75.0	-53.4	-2.0	17.4	1.5

1. National defense consumption expenditures are defense services produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software.

5. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

Table 3.11.3. Real National Defense Consumption Expenditures and Gross Investment by Type, Quantity Indexes

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004	2005			
					IV	I	II	III	IV
National defense consumption expenditures and gross investment	1	129.970	132.915	130.621	131.595	132.791	135.990	131.286
Consumption expenditures ¹	2	128.541	131.567	128.582	131.219	131.542	134.436	129.072
Gross output of general government	3	128.507	131.655	128.416	131.351	131.656	134.619	128.993
Value added	4	107.128	107.942	107.932	108.095	107.811	107.915	107.945
Compensation of general government employees	5	109.407	109.334	109.839	109.854	109.239	109.197	109.045
Military	6	112.828	112.060	113.298	113.316	111.969	111.479	111.475
Civilian	7	102.046	104.367	103.456	103.465	104.266	105.085	104.651
Consumption of general government fixed capital ²	8	102.223	104.567	103.066	103.656	104.331	104.861	105.420
Intermediate goods and services purchased ³	9	164.434	171.728	162.787	170.602	171.952	179.929	164.428
Durable goods	10	126.861	132.962	130.917	124.954	131.005	135.256	140.635
Aircraft	11	112.413	111.520	117.133	109.870	111.721	108.347	116.141
Missiles	12	119.029	137.257	111.502	125.420	143.825	130.989	148.793
Ships	13	103.945	97.678	95.877	95.173	100.326	111.208	84.005
Vehicles	14	103.421	153.258	116.272	116.409	131.940	169.102	195.583
Electronics	15	159.324	200.297	167.618	167.600	188.916	220.371	224.301
Other durable goods	16	151.568	142.331	159.571	140.425	138.917	144.879	145.102
Nondurable goods	17	156.568	168.197	146.860	168.407	171.676	164.918	167.787
Petroleum products	18	168.322	199.810	137.295	190.578	216.215	192.361	200.088
Ammunition	19	188.553	198.820	193.855	186.290	195.650	207.804	205.536
Other nondurable goods	20	131.767	124.491	129.491	136.795	119.253	120.975	120.943
Services	21	173.917	180.997	171.743	181.193	181.355	191.736	169.705
Research and development	22	190.098	194.054	189.011	195.026	201.096	204.054	176.041
Installation support	23	131.109	131.791	128.054	130.788	128.259	141.513	126.605
Weapons support	24	192.186	204.602	189.009	206.195	202.855	225.452	183.907
Personnel support	25	201.989	210.522	199.626	208.317	207.728	222.218	203.824
Transportation of material	26	173.969	193.515	168.744	196.890	195.703	197.274	184.195
Travel of persons	27	137.139	165.467	139.287	173.537	167.415	167.881	153.036
Less: Own-account investment ⁴	28	152.925	155.569	156.311	153.832	154.599	155.891	157.955
Sales to other sectors	29	108.656	132.140	84.831	140.211	137.125	152.479	98.747
Gross investment ⁵	30	140.426	142.786	145.788	133.838	141.860	147.452	147.994
Structures	31	88.049	86.381	89.537	86.307	85.896	83.873	89.446
Equipment and software	32	146.829	149.724	152.683	139.616	148.740	155.352	155.187
Aircraft	33	181.881	200.409	199.259	185.045	197.096	206.784	212.712
Missiles	34	140.961	144.488	144.115	121.465	157.261	121.366	177.860
Ships	35	137.457	126.036	125.813	127.321	122.946	130.035	115.848
Vehicles	36	150.001	219.278	143.695	147.833	245.017	261.816	222.445
Electronics and software	37	123.467	139.942	125.684	126.780	136.420	146.438	150.129
Other equipment	38	150.403	137.600	163.674	135.235	134.545	140.050	140.568

1. National defense consumption expenditures are defense services produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software.

5. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

Table 3.11.4. Price Indexes for National Defense Consumption Expenditures and Gross Investment by Type

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004	2005			
					IV	I	II	III	IV
National defense consumption expenditures and gross investment	1	114.840	118.915	116.198	118.060	118.471	119.493	119.634
Consumption expenditures ¹	2	117.172	121.618	118.561	120.631	121.144	122.308	122.389
Gross output of general government	3	117.181	121.628	118.568	120.642	121.158	122.316	122.395
Value added	4	123.092	127.340	124.018	126.854	127.168	127.652	127.687
Compensation of general government employees	5	130.783	135.599	131.340	135.135	135.452	135.853	135.955
Military	6	133.616	138.533	134.332	138.495	138.522	138.558	138.555
Civilian	7	125.346	129.952	125.587	128.659	129.545	130.650	130.953
Consumption of general government fixed capital ²	8	104.740	107.617	106.580	107.076	107.382	108.069	107.943
Intermediate goods and services purchased ³	9	109.658	114.231	111.504	112.768	113.479	115.278	115.398
Durable goods	10	102.080	103.678	102.817	103.309	103.612	103.863	103.928
Aircraft	11	103.669	104.701	104.176	104.540	104.484	104.995	104.785
Missiles	12	103.946	106.372	105.141	106.084	106.679	106.428	106.295
Ships	13	104.453	107.114	105.766	106.548	106.825	107.019	108.063
Vehicles	14	114.907	118.308	118.266	118.572	118.328	117.392	118.943
Electronics	15	93.772	94.056	93.876	94.214	94.022	94.025	93.965
Other durable goods	16	101.261	103.926	102.160	102.739	103.912	104.412	104.640
Nondurable goods	17	92.183	108.608	100.483	100.118	103.002	117.033	114.280
Petroleum products	18	75.289	105.984	91.731	89.855	94.693	122.931	116.258
Ammunition	19	106.422	111.847	108.965	110.783	111.462	111.954	113.189
Other nondurable goods	20	104.403	106.908	105.818	105.944	106.880	107.100	107.709
Services	21	113.021	116.897	114.403	115.970	116.521	117.334	117.765
Research and development	22	110.817	115.924	112.607	114.552	115.365	116.326	117.453
Installation support	23	113.774	118.641	115.540	118.008	118.095	118.986	119.474
Weapons support	24	109.636	112.023	110.459	111.050	111.829	112.414	112.797
Personnel support	25	114.280	117.129	115.300	116.589	116.987	117.532	117.407
Transportation of material	26	121.275	124.408	123.701	123.742	124.302	125.199	124.389
Travel of persons	27	116.428	118.579	115.877	116.787	117.849	119.503	120.175
Less: Own-account investment ⁴	28	119.365	124.224	120.537	123.167	124.154	124.708	124.866
Sales to other sectors	29	116.979	121.473	118.187	120.741	121.361	122.075	121.714
Gross investment ⁵	30	99.922	101.696	101.087	101.667	101.436	101.591	102.088
Structures	31	115.448	121.558	117.706	118.939	120.164	123.542	123.587
Equipment and software	32	98.548	100.030	99.636	100.170	99.842	99.792	100.316
Aircraft	33	89.187	87.799	90.078	89.583	87.273	87.050	87.291
Missiles	34	101.059	102.913	101.969	102.494	103.281	103.435	102.442
Ships	35	111.408	118.175	115.628	117.739	117.633	116.786	120.543
Vehicles	36	98.397	99.161	99.966	99.386	98.157	99.041	100.058
Electronics and software	37	90.542	89.023	89.889	89.674	89.252	88.819	88.348
Other equipment	38	102.555	105.744	103.449	104.635	105.711	106.147	106.484

1. National defense consumption expenditures are defense services produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software.

5. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

Table 3.11.5. National Defense Consumption Expenditures and Gross Investment by Type
[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
National defense consumption expenditures and gross investment	1	552.7	585.3	562.0	575.3	582.5	601.7	581.6
Consumption expenditures ¹	2	484.2	514.4	490.1	508.9	512.3	528.6	507.8
Gross output of general government	3	488.8	519.7	494.2	514.3	517.7	534.4	512.4
Value added	4	262.6	273.8	266.6	273.1	273.1	274.4	274.5
Compensation of general government employees	5	198.2	206.0	200.4	206.3	205.6	206.1	206.0
Military	6	134.8	138.8	136.1	140.3	138.7	138.1	138.1
Civilian	7	63.3	67.2	64.3	65.9	66.9	68.0	67.9
Consumption of general government fixed capital ²	8	64.5	67.8	66.2	66.8	67.5	68.2	68.5
Intermediate goods and services purchased ³	9	226.1	245.9	227.6	241.2	244.6	260.0	237.9
Durable goods	10	28.8	30.7	30.0	28.7	30.2	31.3	32.5
Aircraft	11	11.5	11.5	12.0	11.3	11.5	11.2	12.0
Missiles	12	3.0	3.6	2.9	3.3	3.8	3.4	3.9
Ships	13	1.4	1.4	1.3	1.3	1.4	1.6	1.2
Vehicles	14	0.9	1.4	1.1	1.1	1.2	1.5	1.8
Electronics	15	4.4	5.5	4.6	4.6	5.2	6.1	6.2
Other durable goods	16	7.6	7.4	8.1	7.2	7.2	7.5	7.5
Nondurable goods	17	15.0	19.1	15.4	17.6	18.5	20.2	20.1
Petroleum products	18	5.1	9.0	5.4	7.3	8.7	10.1	9.9
Ammunition	19	3.6	4.0	3.8	3.7	4.0	4.2	4.2
Other nondurable goods	20	6.3	6.1	6.2	6.6	5.8	5.9	5.9
Services	21	182.2	196.2	182.2	194.8	195.9	208.6	185.3
Research and development	22	55.3	59.1	55.9	58.7	61.0	62.4	54.3
Installation support	23	37.2	39.0	36.9	38.5	37.8	42.0	37.7
Weapons support	24	20.2	22.0	20.0	21.9	21.7	24.3	19.9
Personnel support	25	53.0	56.6	52.8	55.7	55.8	59.9	54.9
Transportation of material	26	9.1	10.3	9.0	10.5	10.5	10.6	9.8
Travel of persons	27	7.5	9.2	7.6	9.5	9.3	9.4	8.6
Less: Own-account investment ⁴	28	2.1	2.2	2.1	2.1	2.2	2.2	2.2
Sales to other sectors	29	2.5	3.1	2.0	3.3	3.2	3.6	2.3
Gross investment ⁵	30	68.5	70.9	71.9	66.4	70.2	73.1	73.7
Structures	31	5.1	5.2	5.2	5.1	5.1	5.1	5.5
Equipment and software	32	63.4	65.6	66.7	61.3	65.1	68.0	68.2
Aircraft	33	12.6	13.6	13.9	12.9	13.3	14.0	14.4
Missiles	34	3.8	4.0	4.0	3.3	4.4	3.4	4.9
Ships	35	10.1	9.8	9.6	9.9	9.5	10.6	9.2
Vehicles	36	2.7	4.0	2.6	2.7	4.4	4.7	4.1
Electronics and software	37	11.3	12.6	11.4	11.5	12.3	13.2	13.4
Other equipment	38	22.9	21.6	25.2	21.0	21.1	22.1	22.3

Table 3.11.6. Real National Defense Consumption Expenditures and Gross Investment by Type, Chained Dollars
[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
National defense consumption expenditures and gross investment	1	481.3	492.2	483.7	487.3	491.7	503.6	486.2
Consumption expenditures ¹	2	413.3	423.0	413.4	421.9	422.9	432.2	415.0
Gross output of general government	3	417.1	427.3	416.8	426.3	427.3	436.9	418.7
Value added	4	213.4	215.0	215.0	215.3	214.7	214.9	215.0
Compensation of general government employees	5	151.5	151.9	152.6	152.6	151.8	151.7	151.5
Military	6	100.9	100.2	101.3	101.3	100.1	99.7	99.7
Civilian	7	50.5	51.7	51.2	51.2	51.6	52.0	51.8
Consumption of general government fixed capital ²	8	61.6	63.0	62.1	62.4	62.8	63.2	63.5
Intermediate goods and services purchased ³	9	206.2	215.4	204.1	213.9	215.6	225.6	206.2
Durable goods	10	28.2	29.6	29.1	27.8	29.2	30.1	31.3
Aircraft	11	11.0	11.0	11.5	10.8	11.0	10.6	11.4
Missiles	12	2.9	3.4	2.7	3.1	3.5	3.2	3.7
Ships	13	1.4	1.3	1.3	1.3	1.3	1.5	1.1
Vehicles	14	0.8	1.2	0.9	0.9	1.0	1.3	1.5
Electronics	15	4.7	5.9	4.9	4.9	5.5	6.4	6.6
Other durable goods	16	7.5	7.1	7.9	7.0	6.9	7.2	7.2
Nondurable goods	17	16.3	17.5	15.3	17.6	17.9	17.2	17.5
Petroleum products	18	6.8	8.1	5.6	7.7	8.8	7.8	8.1
Ammunition	19	3.4	3.6	3.5	3.4	3.5	3.8	3.7
Other nondurable goods	20	6.0	5.7	5.9	6.2	5.4	5.5	5.5
Services	21	161.3	167.8	159.2	168.0	168.1	177.8	157.3
Research and development	22	49.9	51.0	49.7	51.2	52.8	53.6	46.2
Installation support	23	32.7	32.8	31.9	32.6	32.0	35.3	31.6
Weapons support	24	18.4	19.6	18.1	19.8	19.4	21.6	17.6
Personnel support	25	46.4	48.3	45.8	47.8	47.7	51.0	46.8
Transportation of material	26	7.5	8.3	7.3	8.5	8.4	8.5	7.9
Travel of persons	27	6.4	7.8	6.5	8.1	7.9	7.9	7.2
Less: Own-account investment ⁴	28	1.7	1.8	1.8	1.7	1.8	1.8	1.8
Sales to other sectors	29	2.1	2.6	1.7	2.7	2.7	3.0	1.9
Gross investment ⁵	30	68.5	69.7	71.2	65.3	69.2	72.0	72.2
Structures	31	4.4	4.3	4.4	4.3	4.3	4.2	4.4
Equipment and software	32	64.4	65.6	66.9	61.2	65.2	68.1	68.0
Aircraft	33	14.1	15.5	15.5	14.4	15.3	16.0	16.5
Missiles	34	3.8	3.9	3.9	3.3	4.2	3.3	4.8
Ships	35	9.0	8.3	8.3	8.4	8.1	9.1	7.6
Vehicles	36	2.7	4.0	2.6	2.7	4.5	4.8	4.1
Electronics and software	37	12.5	14.2	12.7	12.8	13.8	14.8	15.2
Other equipment	38	22.4	20.5	24.3	20.1	20.0	20.8	20.9
Residual	39	-2.6	-4.1	-2.6	-2.5	-3.6	-4.7	-4.7

1. National defense consumption expenditures are defense services produced by government that are valued at their cost of production. Excludes government sales to other sectors and government own-account investment (construction and software).

2. Consumption of fixed capital, or depreciation, is included in government gross output as a partial measure of the services of general government fixed assets; the use of depreciation assumes a zero net return on these assets.

3. Includes general government intermediate inputs for goods and services sold to other sectors and for own-account investment.

4. Own-account investment is measured in current dollars by compensation of general government employees and related expenditures for goods and services and is classified as investment in structures and in software.

5. Gross government investment consists of general government and government enterprise expenditures for fixed assets; inventory investment is included in government consumption expenditures.

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NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

4. Foreign Transactions

Table 4.1. Foreign Transactions in the National Income and Product Accounts

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Current receipts from the rest of the world	1	1,589.2		1,679.5	1,715.4	1,786.6	1,835.5	
Exports of goods and services	2	1,173.8	1,299.2	1,217.1	1,253.2	1,297.1	1,314.6	1,331.8
Goods ¹	3	818.1	903.2	845.0	865.4	904.7	914.8	928.0
Durable	4	561.4	622.0	578.5	590.9	615.3	630.0	651.6
Nondurable	5	256.7	281.3	266.5	274.5	289.3	284.8	276.4
Services ¹	6	355.7	396.0	372.1	387.7	392.5	399.9	403.8
Income receipts	7	415.4		462.4	462.3	489.4	520.8	
Wage and salary receipts	8	3.0		3.2	3.0	3.0	3.1	
Income receipts on assets	9	412.4		459.2	459.3	486.4	517.8	
Interest	10	102.9		126.6	145.8	158.2	179.5	
Dividends	11	104.3		102.2	195.9	201.3	383.4	
Reinvested earnings on U.S. direct investment abroad	12	205.2		230.4	117.6	126.9	-45.2	
Current payments to the rest of the world	13	2,240.9		2,418.1	2,482.4	2,533.4	2,576.6	
Imports of goods and services	14	1,797.8	2,024.9	1,902.5	1,950.6	1,988.1	2,045.1	2,115.8
Goods ¹	15	1,495.9	1,697.8	1,588.4	1,627.6	1,661.8	1,718.6	1,783.3
Durable	16	930.2	1,017.2	974.7	999.0	1,010.7	1,022.4	1,036.7
Nondurable	17	565.7	680.7	613.7	628.6	651.1	696.3	746.6
Services ¹	18	301.9	327.1	314.1	323.0	326.3	326.4	332.5
Income payments	19	361.7		425.6	422.9	453.9	476.6	
Wage and salary payments	20	8.8		9.0	8.6	8.6	9.0	
Income payments on assets	21	352.8		416.6	414.3	445.3	467.6	
Interest	22	228.2		262.6	294.3	314.3	352.4	
Dividends	23	68.4		82.1	76.4	59.3	85.7	
Reinvested earnings on foreign direct investment in the United States	24	56.2		71.9	43.6	71.7	29.4	
Current taxes and transfer payments to the rest of the world (net)	25	81.5	89.3	90.0	108.8	91.3	54.9	102.0
From persons (net)	26	42.9	45.8	41.7	48.3	44.9	44.4	45.7
From government (net)	27	19.7	24.9	17.3	31.8	18.2	19.2	30.4
From business (net)	28	18.9	18.5	31.0	28.7	28.2	-8.7	25.9
Balance on current account, NIPAs	29	-651.7		-738.6	-767.0	-746.8	-741.1	
Addenda:								
Net lending or net borrowing (-), NIPAs	30	-653.4		-740.4	-784.3	-747.3	-741.6	
Balance on current account, NIPAs	31	-651.7		-738.6	-767.0	-746.8	-741.1	
Less: Capital account transactions (net) ²	32	1.6		1.8	17.3	0.5	0.5	

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services. Beginning with 1986, repairs and alterations of equipment are reclassified from goods to services.

2. Consists of capital transfers and the acquisition and disposal of nonproduced nonfinancial assets.

Table 4.2.1. Percent Change From Preceding Period in Real Exports and in Real Imports of Goods and Services by Type of Product

	Line	[Percent]						
		2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Exports of goods and services	1	8.4	6.7	7.1	7.5	10.7	2.5	2.4
Exports of goods ¹	2	8.9	7.1	3.7	5.3	16.0	3.2	3.8
Foods, feeds, and beverages....	3	-6.4	7.7	27.6	-8.8	32.0	-18.3	1.5
Industrial supplies and materials.....	4	6.3	2.0	1.6	0.2	15.9	-4.2	-15.2
Durable goods	5	4.5	8.5	8.6	-1.3	20.0	20.8	17.9
Nondurable goods	6	7.3	-1.2	-1.9	1.0	13.8	-15.3	-29.8
Capital goods, except automotive.....	7	12.9	8.5	-0.4	4.9	24.2	3.5	16.6
Civilian aircraft, engines, and parts	8	2.8	15.4	-14.3	18.5	92.8	-26.0	25.6
Computers, peripherals, and parts	9	8.8	15.2	11.5	12.6	26.9	18.5	-0.7
Other	10	16.1	5.8	0.7	0.9	11.5	9.6	17.9
Automotive vehicles, engines, and parts	11	9.8	8.1	4.8	3.3	-4.5	20.4	18.4
Consumer goods, except automotive.....	12	13.6	10.5	17.7	16.6	3.0	7.1	3.1
Durable goods	13	16.3	14.6	13.5	20.5	8.4	16.5	-0.7
Nondurable goods	14	10.7	5.9	22.7	12.3	-3.0	-3.1	7.9
Other	15	-0.8	10.5	-17.5	38.4	17.3	32.2	-12.3
Exports of services ¹	16	7.4	6.0	15.5	12.5	-0.4	1.0	-0.9
Transfers under U.S. military agency sales contracts.....	17	13.4	21.9	-9.1	162.6	-3.4	37.2	-25.8
Travel	18	12.0	9.0	7.8	18.7	27.7	-11.7	-8.8
Passenger fares.....	19	8.9	2.3	-22.7	11.6	15.6	-13.9	19.8
Other transportation	20	14.0	1.6	11.4	11.5	-7.0	-1.2	-15.0
Royalties and license fees	21	6.8	10.4	50.7	10.6	-7.3	1.9	2.4
Other private services	22	4.2	4.1	19.4	4.0	-10.2	7.6	7.9
Other	23	-3.3	-4.2	1.1	-12.4	-2.3	0.3	-2.7
Imports of goods and services	24	10.7	6.2	11.3	7.4	-0.3	2.4	9.1
Imports of goods ¹	25	11.0	6.7	13.0	8.2	-1.1	3.5	10.0
Foods, feeds, and beverages....	26	5.7	3.9	4.4	5.2	-0.1	15.2	-1.2
Industrial supplies and materials, except petroleum and products.....	27	15.7	5.5	8.7	2.8	-5.6	-4.0	14.2
Durable goods	28	20.7	6.3	23.5	-2.1	-2.9	-14.1	16.5
Nondurable goods	29	10.8	4.5	-6.3	8.8	-8.5	8.3	12.1
Petroleum and products	30	6.5	2.6	45.1	3.4	-24.5	-3.1	45.7
Capital goods, except automotive.....	31	17.3	11.2	8.5	4.2	24.8	4.4	4.6
Civilian aircraft, engines, and parts	32	-2.8	2.0	70.9	-30.0	44.8	-46.1	-2.0
Computers, peripherals, and parts	33	23.8	14.3	9.5	11.3	13.7	15.2	4.4
Other	34	17.4	11.0	3.0	6.2	27.2	7.6	5.3
Automotive vehicles, engines, and parts	35	6.8	3.8	1.8	0.0	-1.1	17.9	12.8
Consumer goods, except automotive.....	36	10.9	8.1	18.5	19.1	0.0	-3.4	3.4
Durable goods	37	15.5	10.9	25.2	23.7	-8.8	10.9	1.9
Nondurable goods	38	6.2	5.0	11.2	13.8	11.1	-17.8	5.2
Other	39	0.2	4.3	-3.9	32.5	-22.1	31.8	-32.6
Imports of services ¹	40	9.6	3.5	3.1	3.7	4.4	-3.2	4.2
Direct defense expenditures	41	5.7	-4.2	-23.3	-3.0	18.3	-11.4	8.8
Travel	42	5.9	-1.0	-18.0	3.6	20.2	-14.2	-10.8
Passenger fares.....	43	14.9	4.1	4.1	1.3	24.4	-15.3	-0.2
Other transportation	44	10.9	0.1	15.8	14.1	-30.4	-8.2	15.8
Royalties and license fees	45	20.3	5.0	-25.3	12.6	-6.5	4.0	6.2
Other private services	46	9.5	11.1	35.3	-1.0	13.7	11.2	8.0
Other	47	4.1	-0.8	-10.7	0.0	-1.3	2.4	-1.3
Addenda:								
Exports of durable goods	48	11.2	9.1	2.1	6.3	16.9	10.3	14.0
Exports of nondurable goods	49	4.0	2.9	7.1	3.2	14.2	-10.8	-16.2
Exports of agricultural goods ²	50	-5.6	7.3	21.6	-6.8	28.6	-7.3	-9.9
Exports of nonagricultural goods.....	51	10.2	7.0	2.3	6.3	15.1	4.1	5.0
Imports of durable goods.....	52	13.7	8.3	11.5	7.4	4.6	7.2	5.3
Imports of nondurable goods....	53	6.6	4.1	15.7	9.5	-9.5	-1.9	17.0
Imports of nonpetroleum goods	54	11.5	7.2	9.0	8.9	3.1	4.7	4.2

Table 4.2.2. Contributions to Percent Change in Real Exports and in Real Imports of Goods and Services by Type of Product

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
				IV	I	II	III	IV
Percent change at annual rate:								
Exports of goods and services	1	8.4	6.7	7.1	7.5	10.7	2.5	2.4
Percentage points at annual rates:								
Exports of goods ¹	2	6.15	4.92	2.59	3.70	10.84	2.20	2.64
Foods, feeds, and beverages....	3	-0.35	0.35	1.17	-0.42	1.36	-0.95	0.07
Industrial supplies and materials.....	4	1.06	0.35	0.28	0.04	2.72	-0.76	-2.85
Durable goods	5	0.26	0.51	0.49	-0.08	1.14	1.16	1.05
Nondurable goods	6	0.80	-0.16	-0.21	0.12	1.57	-1.92	-3.90
Capital goods, except automotive.....	7	3.57	2.35	-0.12	1.35	6.27	0.96	4.32
Civilian aircraft, engines, and parts	8	0.13	0.66	-0.67	0.74	3.17	-1.42	1.06
Computers, peripherals, and parts	9	0.33	0.52	0.40	0.44	0.88	0.60	-0.03
Other	10	3.12	1.17	0.15	0.17	2.22	1.78	3.28
Automotive vehicles, engines, and parts	11	0.75	0.61	0.37	0.26	-0.33	1.38	1.29
Consumer goods, except automotive.....	12	1.15	0.91	1.48	1.42	0.27	0.61	0.27
Durable goods	13	0.71	0.66	0.61	0.91	0.40	0.74	-0.03
Nondurable goods	14	0.44	0.25	0.87	0.51	-0.12	-0.13	0.31
Other	15	-0.03	0.34	-0.60	1.06	0.55	0.96	-0.45
Exports of services ¹	16	2.26	1.83	4.52	3.76	-0.12	0.29	-0.26
Transfers under U.S. military agency sales contracts.....	17	0.15	0.26	-0.11	1.24	-0.05	0.44	-0.41
Travel	18	0.74	0.56	0.49	1.13	1.62	-0.82	-0.59
Passenger fares.....	19	0.14	0.04	-0.41	0.18	0.24	-0.24	0.28
Other transportation	20	0.42	0.05	0.35	0.36	-0.24	-0.04	-0.54
Royalties and license fees	21	0.31	0.46	1.93	0.50	-0.36	0.09	0.11
Other private services	22	0.54	0.51	2.26	0.51	-1.31	0.87	0.92
Other	23	-0.04	-0.05	0.01	-0.15	-0.03	0.00	-0.03
Percent change at annual rate:								
Imports of goods and services	24	10.7	6.2	11.3	7.4	-0.3	2.4	9.1
Percentage points at annual rates:								
Imports of goods ¹	25	9.10	5.57	10.79	6.81	-0.96	2.89	8.38
Foods, feeds, and beverages....	26	0.21	0.13	0.15	0.18	0.00	0.48	-0.04
Industrial supplies and materials, except petroleum and products.....	27	1.82	0.69	1.17	0.37	-0.74	-0.51	1.77
Durable goods	28	1.19	0.42	1.55	-0.14	-0.20	-1.00	1.00
Nondurable goods	29	0.63	0.27	-0.38	0.52	-0.53	0.49	0.77
Petroleum and products	30	0.62	0.34	4.12	0.38	-3.15	-0.39	5.33
Capital goods, except automotive.....	31	3.22	2.08	1.65	0.80	4.20	0.82	0.86
Civilian aircraft, engines, and parts	32	-0.04	0.03	0.78	-0.49	0.51	-0.81	-0.02
Computers, peripherals, and parts	33	1.11	0.67	0.47	0.52	0.61	0.66	0.20
Other	34	2.15	1.39	0.40	0.78	3.09	0.97	0.69
Automotive vehicles, engines, and parts	35	0.91	0.46	0.23	-0.01	-0.13	1.95	1.47
Consumer goods, except automotive.....	36	2.32	1.66	3.64	3.73	0.00	-0.71	0.67
Durable goods	37	1.68	1.17	2.58	2.46	-1.02	1.12	0.20
Nondurable goods	38	0.64	0.49	1.06	1.27	1.01	-1.83	0.46
Other	39	0.01	0.20	-0.18	1.34	-1.14	1.24	-1.68
Imports of services ¹	40	1.63	0.59	0.54	0.63	0.70	-0.52	0.68
Direct defense expenditures	41	0.10	-0.07	-0.43	-0.05	0.26	-0.18	0.13
Travel	42	0.22	-0.03	-0.71	0.13	0.65	-0.53	-0.36
Passenger fares.....	43	0.20	0.05	0.05	0.02	0.29	-0.21	0.00
Other transportation	44	0.32	0.00	0.45	0.42	-1.08	-0.24	0.43
Royalties and license fees	45	0.25	0.07	-0.40	0.16	-0.09	0.05	0.08
Other private services	46	0.52	0.58	1.64	-0.05	0.68	0.58	0.43
Other	47	0.02	0.00	-0.06	0.00	-0.01	0.01	-0.01

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services. Beginning with 1986, repairs and alterations of equipment are reclassified from goods to services.

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services. Beginning with 1986, repairs and alterations of equipment are reclassified from goods to services.

2. Includes parts of foods, feeds, and beverages, of nondurable industrial supplies and materials, and of nondurable non-automotive consumer goods.

Table 4.2.3. Real Exports and Imports of Goods and Services by Type of Product, Quantity Indexes
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Exports of goods and services	1	101.970	108.850	104.398	106.295	109.037	109.710	110.357
Exports of goods ¹	2	99.899	106.963	102.031	103.356	107.266	108.104	109.124
Foods, feeds, and beverages....	3	95.952	103.299	102.796	100.453	107.665	102.350	102.729
Industrial supplies and materials.....	4	105.131	107.241	105.889	105.947	109.920	108.737	104.361
Durable goods.....	5	91.582	99.334	92.971	92.667	96.996	101.695	105.979
Nondurable goods.....	6	113.707	112.364	114.062	114.350	118.100	113.307	103.698
Capital goods, except automotive.....	7	95.089	103.156	96.453	97.609	103.049	103.944	108.021
Civilian aircraft, engines, and parts.....	8	88.666	102.363	88.626	92.467	108.957	101.054	106.977
Computers, peripherals, and parts.....	9	88.325	101.750	92.429	95.218	101.070	105.454	105.259
Other.....	10	98.291	104.001	99.441	99.653	102.404	104.769	109.177
Automotive vehicles, engines, and parts.....	11	108.557	117.307	113.396	114.318	113.022	118.392	123.495
Consumer goods, except automotive.....	12	114.592	126.587	119.876	124.571	125.482	127.657	128.640
Durable goods.....	13	114.430	131.163	120.976	126.759	129.351	134.392	134.150
Nondurable goods.....	14	114.794	121.617	118.699	122.205	121.284	120.328	122.651
Other.....	15	82.849	91.539	79.678	86.428	89.947	96.451	93.331
Exports of services ¹	16	107.119	113.569	110.275	113.578	113.466	113.738	113.493
Transfers under U.S. military agency sales contracts.....	17	109.063	132.905	102.854	130.929	129.799	140.491	130.403
Travel.....	18	86.103	93.814	87.680	91.515	97.286	94.305	92.149
Passenger fares.....	19	71.336	72.972	69.585	71.528	74.172	71.441	74.747
Other transportation.....	20	114.095	115.920	115.652	118.848	116.726	116.367	111.739
Royalties and license fees.....	21	112.513	124.161	122.327	125.453	123.092	123.679	124.419
Other private services.....	22	128.277	133.506	133.020	134.329	130.771	133.188	135.736
Other.....	23	87.180	83.483	86.799	83.962	83.478	83.536	82.956
Imports of goods and services	24	116.495	123.676	120.518	122.698	122.620	123.340	126.044
Imports of goods ¹	25	116.830	124.643	121.221	123.629	123.276	124.335	127.332
Foods, feeds, and beverages....	26	125.489	130.367	126.566	128.193	128.149	132.768	132.356
Industrial supplies and materials, except petroleum and products.....	27	116.581	122.990	123.056	123.906	122.147	120.913	124.992
Durable goods.....	28	120.506	128.156	130.756	130.077	129.122	124.959	129.130
Nondurable goods.....	29	112.874	117.722	115.204	117.655	115.061	117.381	120.789
Petroleum and products.....	30	114.653	117.623	120.461	121.468	113.241	112.349	123.436
Capital goods, except automotive.....	31	108.366	120.468	113.386	114.567	121.102	122.410	123.792
Civilian aircraft, engines, and parts.....	32	84.021	85.684	94.338	86.296	94.661	81.094	80.685
Computers, peripherals, and parts.....	33	135.864	155.292	144.547	148.456	153.312	158.849	160.550
Other.....	34	102.418	113.668	105.640	107.251	113.892	116.010	117.518
Automotive vehicles, engines, and parts.....	35	113.697	117.996	114.924	114.910	114.591	119.416	123.066
Consumer goods, except automotive.....	36	134.127	145.021	139.158	145.361	145.355	144.085	145.281
Durable goods.....	37	137.064	151.962	144.531	152.426	148.975	152.871	153.577
Nondurable goods.....	38	131.025	137.628	133.436	137.826	141.490	134.740	136.455
Other.....	39	100.675	104.968	101.422	108.824	102.235	109.546	99.268
Imports of services ¹	40	114.991	119.070	117.217	118.292	119.561	118.596	119.830
Direct defense expenditures.....	41	161.458	154.632	152.445	151.297	157.783	153.098	156.351
Travel.....	42	87.121	86.261	84.775	85.527	89.553	86.194	83.773
Passenger fares.....	43	84.924	88.377	86.307	86.591	91.456	87.748	87.711
Other transportation.....	44	111.057	111.157	115.167	119.024	108.733	106.445	110.426
Royalties and license fees.....	45	134.141	140.853	137.251	141.389	139.051	140.430	142.543
Other private services.....	46	144.069	160.041	153.722	153.352	158.364	162.639	165.807
Other.....	47	107.566	106.755	106.798	106.785	106.443	107.069	106.724
Addenda:								
Exports of durable goods.....	48	97.626	106.485	99.728	101.255	105.279	107.900	111.505
Exports of nondurable goods.....	49	106.440	109.520	108.669	109.534	113.232	110.036	105.279
Exports of agricultural goods ²	50	96.291	103.295	101.886	100.098	106.598	104.594	101.891
Exports of nonagricultural goods.....	51	100.336	107.388	102.165	103.741	107.445	108.519	109.845
Imports of durable goods.....	52	115.721	125.343	120.641	122.806	124.189	126.364	128.013
Imports of nondurable goods.....	53	119.544	124.472	123.039	125.860	122.764	122.182	127.080
Imports of nonpetroleum goods.....	54	117.121	125.576	121.209	123.831	124.773	126.204	127.494

Table 4.2.4. Price Indexes for Exports and Imports of Goods and Services by Type of Product
[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Exports of goods and services	1	104.999	108.879	106.366	107.559	108.534	109.323	110.098
Exports of goods ¹	2	104.407	107.665	105.610	106.775	107.545	107.904	108.438
Foods, feeds, and beverages....	3	123.155	120.321	116.306	117.757	121.287	121.797	120.442
Industrial supplies and materials.....	4	113.898	126.931	119.749	123.541	125.810	127.406	130.968
Durable goods.....	5	116.359	126.504	121.540	125.430	126.458	125.509	128.618
Nondurable goods.....	6	112.465	126.968	118.640	122.375	125.266	128.206	132.024
Capital goods, except automotive.....	7	97.646	97.837	97.956	98.070	98.032	97.893	97.354
Civilian aircraft, engines, and parts.....	8	117.202	122.090	119.483	121.143	121.645	122.282	123.291
Computers, peripherals, and parts.....	9	87.257	80.353	84.866	83.125	81.520	79.646	77.121
Other.....	10	95.847	96.682	96.359	96.590	96.783	96.873	96.481
Automotive vehicles, engines, and parts.....	11	102.363	103.539	102.833	103.176	103.379	103.607	103.995
Consumer goods, except automotive.....	12	100.638	101.758	101.006	101.681	101.760	101.718	101.871
Durable goods.....	13	100.586	101.625	100.999	101.437	101.562	101.745	101.756
Nondurable goods.....	14	100.674	101.873	100.985	101.927	101.955	101.643	101.967
Other.....	15	106.813	111.059	108.332	109.826	110.816	111.338	112.257
Exports of services ¹	16	106.442	111.791	108.197	109.454	110.908	112.724	114.078
Transfers under U.S. military agency sales contracts.....	17	100.861	103.390	102.062	102.841	102.823	103.868	104.026
Travel.....	18	104.979	108.843	106.411	106.430	107.879	110.136	110.927
Passenger fares.....	19	127.788	137.809	132.658	138.653	138.401	141.421	132.759
Other transportation.....	20	108.406	122.977	111.929	114.440	120.029	125.056	132.382
Royalties and license fees.....	21	108.226	111.656	109.265	109.986	110.840	111.930	113.868
Other private services.....	22	103.710	107.453	104.997	105.930	106.879	107.902	109.101
Other.....	23	111.478	124.665	115.131	121.593	123.904	125.791	127.369
Imports of goods and services	24	104.571	110.982	107.026	107.783	109.925	112.413	113.807
Imports of goods ¹	25	102.970	109.584	105.440	105.937	108.473	111.228	112.697
Foods, feeds, and beverages....	26	107.701	113.786	110.535	112.470	114.158	113.245	115.273
Industrial supplies and materials, except petroleum and products.....	27	111.756	123.016	115.999	118.540	120.380	122.184	130.960
Durable goods.....	28	111.841	118.285	115.548	118.640	118.985	117.010	118.503
Nondurable goods.....	29	111.452	128.177	116.336	118.226	121.804	127.914	144.762
Petroleum and products.....	30	130.962	179.017	148.562	145.021	168.679	199.998	202.369
Capital goods, except automotive.....	31	91.329	90.764	90.890	91.273	91.259	90.462	90.063
Civilian aircraft, engines, and parts.....	32	109.646	113.774	111.461	112.647	113.257	114.290	114.902
Computers, peripherals, and parts.....	33	72.678	66.912	70.219	69.000	67.983	65.933	64.732
Other.....	34	97.484	99.244	97.892	99.046	99.507	99.233	99.190
Automotive vehicles, engines, and parts.....	35	102.483	103.577	103.293	103.395	103.512	103.646	103.756
Consumer goods, except automotive.....	36	98.626	99.516	98.575	99.600	99.598	99.467	99.401
Durable goods.....	37	96.426	96.677	96.593	96.980	96.811	96.456	96.461
Nondurable goods.....	38	101.064	102.739	101.151	102.554	102.756	102.903	102.745
Other.....	39	104.105	107.623	105.353	106.609	107.148	107.489	109.247
Imports of services ¹	40	113.012	118.280	115.883	117.585	117.531	118.523	119.481
Direct defense expenditures.....	41	134.692	145.979	143.200	149.143	142.822	147.275	144.677
Travel.....	42	116.432	121.774	121.450	122.798	122.123	121.366	120.808
Passenger fares.....	43	114.973	119.834	118.081	120.170	118.945	117.735	122.487
Other transportation.....	44	117.736	128.141	121.530	123.945	126.377	130.017	132.223
Royalties and license fees.....	45	108.197	111.617	109.227	109.948	110.802	111.891	113.828
Other private services.....	46	103.722	105.649	102.598	104.822	105.248	105.782	106.745
Other.....	47</							

Table 4.2.5. Exports and Imports of Goods and Services by Type of Product
[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Exports of goods and services	1	1,173.8	1,299.2	1,217.1	1,253.2	1,297.1	1,314.6	1,331.8
Exports of goods ¹	2	818.1	903.2	845.0	865.4	904.7	914.8	928.0
Foods, feeds, and beverages....	3	56.6	59.7	57.4	56.8	62.7	59.9	59.4
Industrial supplies and materials.....	4	199.5	226.7	211.2	218.0	230.3	230.8	227.7
Durable goods.....	5	67.8	79.9	71.9	73.9	78.0	81.2	86.7
Nondurable goods.....	6	131.7	146.8	139.3	144.1	152.3	149.6	141.0
Capital goods, except automotive.....	7	331.5	360.3	337.3	341.7	360.6	363.2	375.4
Civilian aircraft, engines, and parts.....	8	50.0	60.1	50.9	53.9	63.7	59.4	63.4
Computers, peripherals, and parts.....	9	42.8	45.4	43.6	44.0	45.8	46.7	45.1
Other.....	10	238.7	254.7	242.8	243.9	251.1	257.1	266.9
Automotive vehicles, engines, and parts.....	11	89.3	97.6	93.7	94.8	93.9	98.6	103.2
Consumer goods, except automotive.....	12	103.1	115.1	108.2	113.2	114.1	116.0	117.1
Durable goods.....	13	53.8	62.3	57.1	60.0	61.4	63.9	63.7
Nondurable goods.....	14	49.3	52.9	51.2	53.2	52.8	53.4	53.4
Other.....	15	38.2	43.9	37.2	40.9	43.0	46.3	45.2
Exports of services ¹	16	355.7	396.0	372.1	387.7	392.5	399.9	403.8
Transfers under U.S. military agency sales contracts.....	17	14.1	17.6	13.5	17.3	17.1	18.7	17.4
Travel.....	18	74.5	84.1	76.9	80.3	86.5	85.6	84.2
Passenger fares.....	19	18.9	20.8	19.1	20.5	21.2	20.9	20.5
Other transportation.....	20	36.9	42.4	38.6	40.5	41.7	43.4	44.1
Royalties and license fees.....	21	52.6	59.9	57.8	59.7	59.0	59.8	61.2
Other private services.....	22	145.4	156.8	152.7	155.5	152.8	157.1	161.9
Other.....	23	13.3	14.2	13.7	14.0	14.1	14.4	14.4
Imports of goods and services	24	1,797.8	2,024.9	1,902.5	1,950.6	1,988.1	2,045.1	2,115.8
Imports of goods ¹	25	1,495.9	1,697.8	1,588.4	1,627.6	1,661.8	1,718.6	1,783.3
Foods, feeds, and beverages....	26	62.1	68.2	64.3	66.3	67.3	69.1	70.1
Industrial supplies and materials, except petroleum and products.....	27	225.1	261.0	246.2	253.3	253.6	254.8	282.3
Durable goods.....	28	119.2	133.7	133.2	136.1	135.5	128.2	134.9
Nondurable goods.....	29	105.9	127.3	113.0	117.2	118.1	126.6	147.4
Petroleum and products.....	30	180.5	252.9	215.1	211.7	229.6	270.1	300.2
Capital goods, except automotive.....	31	343.5	379.5	357.7	363.0	383.6	384.4	387.0
Civilian aircraft, engines, and parts.....	32	24.3	25.7	27.7	25.6	28.2	24.4	24.4
Computers, peripherals, and parts.....	33	88.6	93.3	91.3	92.1	93.7	94.2	93.4
Other.....	34	230.5	260.5	238.8	245.3	261.7	265.8	269.1
Automotive vehicles, engines, and parts.....	35	228.2	239.4	232.5	232.7	232.3	242.4	250.1
Consumer goods, except automotive.....	36	373.1	407.0	387.6	408.3	408.3	404.2	407.2
Durable goods.....	37	197.6	219.7	208.8	221.1	215.7	220.5	221.5
Nondurable goods.....	38	175.4	187.3	178.8	187.2	192.6	183.7	185.7
Other.....	39	83.4	89.9	85.0	92.3	87.2	93.7	86.3
Imports of services ¹	40	301.9	327.1	314.1	323.0	326.3	326.4	332.5
Direct defense expenditures.....	41	29.3	30.5	29.5	30.5	30.4	30.4	30.5
Travel.....	42	65.6	68.0	66.6	68.0	70.8	67.7	65.5
Passenger fares.....	43	23.7	25.7	24.7	25.3	26.4	25.1	26.1
Other transportation.....	44	54.2	58.9	57.9	61.1	56.9	57.3	60.4
Royalties and license fees.....	45	23.9	25.9	24.7	25.6	25.4	25.9	26.7
Other private services.....	46	95.7	108.3	101.0	102.9	106.7	110.2	113.3
Other.....	47	9.5	9.9	9.7	9.8	9.8	9.9	9.9
Addenda:								
Exports of durable goods.....	48	561.4	622.0	578.5	590.9	615.3	630.0	651.6
Exports of nondurable goods.....	49	256.7	281.3	266.5	274.5	289.3	284.8	276.4
Exports of agricultural goods ²	50	62.9	65.8	62.6	62.3	68.6	67.3	65.1
Exports of nonagricultural goods.....	51	755.1	837.4	782.5	803.1	836.1	847.5	862.8
Imports of durable goods.....	52	930.2	1,017.2	974.7	999.0	1,010.7	1,022.4	1,036.7
Imports of nondurable goods.....	53	565.7	680.7	613.7	628.6	651.1	696.3	746.6
Imports of nonpetroleum goods.....	54	1,315.4	1,445.0	1,373.3	1,415.9	1,432.2	1,448.6	1,483.1

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services. Beginning with 1986, repairs and alterations of equipment are reclassified from goods to services.

2. Includes parts of foods, feeds, and beverages, of nondurable industrial supplies and materials, and of nondurable non-automotive consumer goods.

Table 4.2.6. Real Exports and Imports of Goods and Services by Type of Product, Chained Dollars
[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Exports of goods and services	1	1,117.9	1,193.3	1,144.5	1,165.3	1,195.4	1,202.7	1,209.8
Exports of goods ¹	2	783.6	839.0	800.3	810.7	841.3	847.9	855.9
Foods, feeds, and beverages....	3	45.9	49.5	49.2	48.1	51.5	49.0	49.2
Industrial supplies and materials.....	4	175.2	178.7	176.4	176.5	183.2	181.2	173.9
Durable goods.....	5	58.3	63.2	59.1	59.0	61.7	64.7	67.4
Nondurable goods.....	6	117.1	115.7	117.5	117.8	121.7	116.7	106.8
Capital goods, except automotive.....	7	339.5	368.3	344.3	348.5	367.9	371.1	385.6
Civilian aircraft, engines, and parts.....	8	42.6	49.2	42.6	44.5	52.4	48.6	51.4
Computers, peripherals, and parts ²	9							
Other.....	10	249.0	263.5	252.0	252.5	259.5	265.5	276.6
Automotive vehicles, engines, and parts.....	11	87.2	94.3	91.1	91.9	90.8	95.1	99.2
Consumer goods, except automotive.....	12	102.4	113.1	107.1	111.3	112.2	114.1	115.0
Durable goods.....	13	53.4	61.3	56.5	59.2	60.4	62.8	62.7
Nondurable goods.....	14	49.0	51.9	50.7	52.1	51.8	51.3	52.3
Other.....	15	35.7	39.5	34.4	37.3	38.8	41.6	40.2
Exports of services ¹	16	334.1	354.3	344.0	354.3	353.9	354.8	354.0
Transfers under U.S. military agency sales contracts.....	17	14.0	17.0	13.2	16.8	16.7	18.0	16.7
Travel.....	18	70.9	77.3	72.2	75.4	80.2	77.7	75.9
Passenger fares.....	19	14.8	15.1	14.4	14.8	15.3	14.8	15.5
Other transportation.....	20	34.0	34.5	34.5	35.4	34.8	34.7	33.3
Royalties and license fees.....	21	48.6	53.7	52.9	54.2	53.2	53.5	53.8
Other private services.....	22	140.2	145.9	145.4	146.8	143.0	145.6	148.4
Other.....	23	11.9	11.4	11.9	11.5	11.4	11.4	11.3
Residual.....	24	-3.8	-6.2	-4.4	-4.9	-3.9	-6.9	-9.4
Imports of goods and services	25	1,719.2	1,825.2	1,778.6	1,810.7	1,809.6	1,820.2	1,860.1
Imports of goods ¹	26	1,452.7	1,549.9	1,507.3	1,537.3	1,532.9	1,546.1	1,583.3
Foods, feeds, and beverages....	27	57.7	59.9	58.2	58.9	58.9	61.0	60.9
Industrial supplies and materials, except petroleum and products.....	28	201.5	212.5	212.6	214.1	211.1	208.9	216.0
Durable goods.....	29	106.6	113.3	115.6	115.0	114.2	109.9	114.2
Nondurable goods.....	30	95.1	99.3	97.2	99.3	97.1	99.0	101.9
Petroleum and products.....	31	137.8	141.4	144.8	146.0	136.1	135.0	148.4
Capital goods, except automotive.....	32	376.1	418.1	393.5	397.6	420.3	424.8	429.6
Civilian aircraft, engines, and parts.....	33	22.2	22.6	24.9	22.8	25.0	21.4	21.3
Computers, peripherals, and parts ²	34							
Other.....	35	236.5	262.4	243.9	247.6	263.0	267.9	271.3
Automotive vehicles, engines, and parts.....	36	222.7	231.1	225.1	225.1	224.5	233.9	241.1
Consumer goods, except automotive.....	37	378.3	409.0	392.4	409.9	409.9	406.3	409.7
Durable goods.....	38	203.0	227.2	216.1	227.9	222.8	228.6	229.7
Nondurable goods.....	39	175.6	182.3	176.8	182.6	187.4	178.5	180.8
Other.....	40	80.1	83.6	80.7	86.6	81.4	87.2	79.0
Imports of services ¹	41	267.1	276.6	272.3	274.8	277.7	275.5	278.4
Direct defense expenditures.....	42	21.8	20.8	20.5	20.4	21.3	20.6	21.1
Travel.....	43	56.4	55.8	54.9	55.3	57.9	55.8	54.2
Passenger fares.....	44	20.6	21.5	21.0	21.0	22.2	21.3	21.3
Other transportation.....	45	46.0	46.1	47.7	49.3	45.0	44.1	45.7
Royalties and license fees.....	46	22.1	23.2	22.6	23.3	22.9	23.1	23.5
Other private services.....	47	92.2	102.5	98.4	98.2	101.4	104.1	106.1
Other.....	48	8.5	8.5	8.5	8.5	8.4	8.5	8.5
Residual.....	49	-7.7	-15.7	-8.0	-10.4	-17.5	-22.3	-13.0
Addenda:								
Exports of durable goods.....	50	555.7	606.1	567.7	576.4	599.3	614.2	634.7
Exports of nondurable goods.....	51	229.0	235.6	233.8	235.6	243.6	236.7	226.5
Exports of agricultural goods ³	52	50.8	54.5	53.8	52.9	56.3	55.2	53.8
Exports of nonagricultural goods.....	53	734.0	785.6	747.4	758.9	786.0	793.9	803.6
Imports of durable goods.....	54	949.7	1,028.7	990.1	1,007.8	1,019.2	1,037.0	1,050.6
Imports of nondurable goods.....	55	505.4	526.3	520.2	532.1	519.0	516.6	537.3
Imports of nonpetroleum goods.....	56	1,315.6	1,410.6	1,361.5	1,391.0	1,401.6	1,417.6	1,432.1

1. Exports and imports of certain goods, primarily military equipment purchased and sold by the Federal Government, are included in services. Beginning with 1986, repairs and alterations of equipment are reclassified from goods to services.

2. The quantity index for computers can be used to accurately measure the real growth of this component. However, because computers exhibit rapid changes in prices relative to other prices in the economy, the chained-dollar estimates should not be used to measure the component's relative importance or its contribution to the growth rate of more aggregate series; accurate estimates of these contributions are shown in table 4.2.2, and real growth rates are shown in table 4.2.1.

3. Includes parts of foods, feeds, and beverages, of nondurable industrial supplies and materials, and of nondurable non-automotive consumer goods.

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights

5. Saving and Investment

Table 5.1. Saving and Investment

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Gross saving	1	1,572.0		1,617.0	1,635.5	1,628.4	1,696.0	
Net saving	2	136.8		174.9	187.1	171.2	-167.8	
Net private saving.....	3	549.1		542.6	478.1	447.2	253.8	
Personal saving.....	4	151.8	-41.6	205.4	47.4	-21.5	-158.9	-33.3
Undistributed corporate profits with inventory valuation and capital consumption adjustments.....	5	397.3		337.2	430.7	468.7	412.6	
Undistributed profits.....	6	295.2		241.8	520.8	533.4	512.2	
Inventory valuation adjustment.....	7	-39.6		-44.4	-39.1	-18.9	-27.5	
Capital consumption adjustment.....	8	141.8	-55.0	139.8	-51.0	-45.8	-72.1	-51.1
Wage accruals less disbursements.....	9	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net government saving.....	10	-412.3		-367.7	-290.9	-276.1	-421.6	
Federal.....	11	-406.5		-371.6	-298.3	-297.3	-415.2	
State and local.....	12	-5.9		4.0	7.4	21.3	-6.4	
Consumption of fixed capital	13	1,435.3	1,574.1	1,442.0	1,448.4	1,457.2	1,863.8	1,526.9
Private.....	14	1,206.2	1,327.2	1,207.6	1,210.9	1,216.9	1,603.6	1,277.3
Domestic business.....	15	973.3	1,041.9	978.4	980.4	984.5	1,177.9	1,024.9
Households and institutions.....	16	232.8	285.3	229.2	230.5	232.4	425.7	252.5
Government.....	17	229.1	246.9	234.5	237.5	240.4	260.2	249.6
Federal.....	18	93.8	98.2	95.9	96.9	97.7	99.2	99.1
State and local.....	19	135.3	148.7	138.6	140.6	142.6	161.0	150.5
Gross domestic investment, capital account transactions, and net lending, NIPAs	20	1,648.9		1,647.6	1,675.0	1,706.6	1,762.5	
Gross domestic investment.....	21	2,300.6	2,499.4	2,386.2	2,441.9	2,453.5	2,503.6	2,598.8
Gross private domestic investment.....	22	1,928.1	2,099.5	2,004.5	2,058.5	2,054.4	2,099.5	2,185.7
Gross government investment.....	23	372.5	399.9	381.7	383.4	399.1	404.1	413.1
Capital account transactions (net) ¹	24	1.6		1.8	17.3	0.5	0.5	
Net lending or net borrowing (-), NIPAs.....	25	-653.4		-740.4	-784.3	-747.3	-741.6	
Statistical discrepancy	26	76.8		30.6	39.4	78.3	66.5	
Addenda:								
Gross private saving.....	27	1,755.3		1,750.2	1,688.9	1,664.1	1,857.4	
Gross government saving.....	28	-183.2		-133.2	-53.4	-35.7	-161.5	
Federal.....	29	-312.7		-275.7	-201.4	-199.6	-316.0	
State and local.....	30	129.4		142.5	148.0	163.9	154.6	
Net domestic investment.....	31	865.3	925.4	944.2	993.5	996.3	639.8	1,071.9
Gross saving as a percentage of gross national income	32	13.4		13.5	13.4	13.2	13.5	
Net saving as a percentage of gross national income	33	1.2		1.5	1.5	1.4	-1.3	

1. Consists of capital transfers and the acquisition and disposal of nonproduced nonfinancial assets.

Table 5.3.1. Percent Change From Preceding Period in Real Private Fixed Investment by Type

[Percent]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
					IV	I	II	III	IV
Private fixed investment	1	9.7	8.0	7.2	7.0	9.5	8.0	3.0
Nonresidential	2	9.4	8.5	10.4	5.7	8.8	8.5	2.8
Structures	3	2.2	1.9	4.7	-2.0	2.7	2.2	0.7
Commercial and health care.....	4	2.2	0.0	-8.4	3.3	0.5	1.7	-3.5
Manufacturing.....	5	4.8	15.6	94.2	9.9	-2.9	-6.7	4.9
Power and communication.....	6	-11.7	-9.6	-5.8	4.5	-22.8	-14.5	-13.6
Mining exploration, shafts, and wells.....	7	16.4	16.5	32.7	-3.9	40.9	17.7	16.1
Other structures.....	8	0.5	-5.4	-3.5	-17.1	-8.2	-0.9	-4.0
Equipment and software	9	11.9	10.8	12.4	8.3	10.9	10.6	3.5
Information processing equipment and software.....	10	13.6	13.1	9.2	20.3	14.5	11.1	9.1
Computers and peripheral equipment.....	11	27.5	32.7	39.9	45.5	31.7	13.9	35.4
Software ²	12	7.4	11.3	6.1	15.2	20.1	9.0	8.6
Other ³	13	13.7	5.3	-1.5	13.0	0.5	11.8	-3.1
Industrial equipment.....	14	3.4	6.8	4.8	18.8	-18.9	16.7	10.5
Transportation equipment.....	15	12.7	12.8	32.8	-11.2	27.4	13.9	-17.7
Other equipment ⁴	16	14.8	6.4	10.2	-10.0	18.5	1.1	5.2
Residential	17	10.3	7.2	1.6	9.5	10.8	7.3	3.5
Structures	18	10.3	7.2	1.5	9.6	11.0	7.4	3.4
Permanent site.....	19	12.0	7.4	0.6	14.2	3.8	7.2	10.1
Single family.....	20	12.8	6.5	0.0	11.3	3.6	7.1	10.6
Multifamily.....	21	4.2	15.7	6.8	45.3	5.1	7.5	5.9
Other structures ⁵	22	7.6	7.0	3.0	2.3	23.9	7.7	-7.0
Equipment	23	10.2	4.1	8.8	-0.3	1.2	2.0	8.1
Addenda:								
Private fixed investment in structures.....	24	7.6	5.5	2.5	5.9	8.4	5.8	2.5
Private fixed investment in equipment and software.....	25	11.9	10.7	12.4	8.2	10.8	10.5	3.6
Private fixed investment in new structures ⁶	26	6.7	5.0	3.3	7.4	2.6	4.9	7.3
Nonresidential structures.....	27	2.1	1.9	5.2	-2.1	2.7	2.1	0.6
Residential structures.....	28	9.3	6.7	2.3	12.6	2.6	6.4	11.1

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.

2. Excludes software "embedded," or bundled, in computers and other equipment.

3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.

4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.

5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.

6. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

Table 5.3.2. Contributions to Percent Change in Real Private Fixed Investment by Type

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Percent change at annual rate:								
Private fixed investment	1	9.7	8.0	7.2	7.0	9.5	8.0	3.0
Percentage points at annual rates:								
Nonresidential	2	6.07	5.43	6.59	3.64	5.66	5.38	1.77
Structures	3	0.37	0.31	0.75	-0.32	0.44	0.36	0.11
Commercial and health care	4	0.15	0.00	-0.57	0.21	0.03	0.11	-0.22
Manufacturing	5	0.05	0.15	0.69	0.11	-0.03	-0.07	0.05
Power and communication ...	6	-0.31	-0.21	-0.12	0.09	-0.51	-0.28	-0.25
Mining exploration, shafts, and wells	7	0.46	0.54	0.87	-0.13	1.21	0.64	0.65
Other structures ¹	8	0.02	-0.18	-0.12	-0.60	-0.26	-0.03	-0.12
Equipment and software	9	5.71	5.12	5.83	3.96	5.22	5.02	1.66
Information processing equipment and software ...	10	3.25	3.03	2.15	4.43	3.31	2.57	2.04
Computers and peripheral equipment	11	1.23	1.48	1.71	1.94	1.46	0.88	1.53
Software ²	12	0.74	1.06	0.58	1.35	1.80	0.86	0.79
Other ³	13	1.28	0.49	-0.14	1.14	0.05	1.03	-0.28
Industrial equipment	14	0.28	0.53	0.38	1.40	-1.62	1.21	0.77
Transportation equipment	15	0.99	1.02	2.45	-0.99	2.07	1.13	-1.57
Other equipment ⁴	16	1.19	0.54	0.85	-0.88	1.46	0.10	0.42
Residential	17	3.62	2.60	0.59	3.36	3.88	2.66	1.26
Structures	18	3.57	2.58	0.55	3.36	3.88	2.65	1.22
Permanent site	19	2.55	1.65	0.14	3.06	0.87	1.60	2.20
Single family	20	2.46	1.32	0.00	2.23	0.75	1.44	2.07
Multifamily	21	0.09	0.32	0.14	0.83	0.12	0.17	0.13
Other structures ⁵	22	1.02	0.94	0.41	0.31	3.01	1.05	-0.98
Equipment	23	0.05	0.02	0.04	0.00	0.01	0.01	0.03
Addenda:								
Private fixed investment in structures	24	3.94	2.89	1.30	3.04	4.32	3.01	1.33
Private fixed investment in equipment and software	25	5.75	5.14	5.87	3.96	5.23	5.03	1.69
Private fixed investment in new structures ⁶	26	3.15	2.38	1.55	3.42	1.27	2.32	3.37
Nonresidential structures	27	0.35	0.31	0.83	-0.33	0.43	0.35	0.10
Residential structures	28	2.80	2.06	0.72	3.75	0.84	1.97	3.27

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.

2. Excludes software "embedded," or bundled, in computers and other equipment.

3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.

4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.

5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.

6. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

Table 5.3.3. Real Private Fixed Investment by Type, Quantity Indexes

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Private fixed investment	1	104.534	112.929	107.880	109.722	112.252	114.443	115.300
Nonresidential	2	96.314	104.510	100.246	101.633	103.806	105.935	106.665
Structures	3	79.314	80.802	80.554	80.145	80.680	81.123	81.259
Commercial and health care	4	76.354	76.375	75.693	76.307	76.404	76.732	76.055
Manufacturing	5	50.864	58.795	58.065	59.452	59.019	58.004	58.704
Power and communication ...	6	76.316	69.010	73.642	74.454	69.782	67.109	64.696
Mining exploration, shafts, and wells	7	123.477	143.862	132.002	130.707	142.413	148.341	153.988
Other structures ¹	8	77.197	73.009	78.030	74.460	72.868	72.717	71.972
Equipment and software	9	103.126	114.250	108.201	110.376	113.274	116.170	117.180
Information processing equipment and software ...	10	111.723	126.348	115.408	120.857	125.013	128.350	131.171
Computers and peripheral equipment	11	154.137	204.510	170.366	187.116	200.445	207.082	223.398
Software ²	12	107.171	119.324	109.464	113.411	118.726	121.318	123.840
Other ³	13	99.409	104.638	100.162	103.280	103.420	106.346	105.504
Industrial equipment	14	87.556	93.495	90.762	94.766	89.922	93.461	95.830
Transportation equipment	15	86.219	97.275	95.313	92.529	98.301	101.543	96.728
Other equipment ⁴	16	114.335	121.695	120.448	117.325	122.398	122.743	124.316
Residential	17	125.714	134.732	127.772	130.695	134.100	136.484	137.648
Structures	18	125.784	134.855	127.819	130.781	134.226	136.633	137.781
Permanent site	19	128.605	138.058	130.654	135.073	136.336	138.717	142.107
Single family	20	129.876	138.319	131.747	135.332	136.549	138.923	142.473
Multifamily	21	117.433	135.876	121.052	132.906	134.579	137.029	138.992
Other structures ⁵	22	121.390	129.835	123.390	124.080	130.919	133.368	130.972
Equipment	23	121.085	126.078	124.989	124.882	125.251	125.858	128.320
Addenda:								
Private fixed investment in structures	24	106.293	112.177	107.995	109.546	111.766	113.340	114.055
Private fixed investment in equipment and software	25	103.272	114.348	108.338	110.496	113.373	116.251	117.272
Private fixed investment in new structures ⁶	26	103.392	108.591	105.045	106.933	107.626	108.929	110.875
Nonresidential structures	27	79.452	80.981	80.761	80.340	80.869	81.295	81.418
Residential structures	28	123.099	131.323	125.033	128.809	129.639	131.673	135.172

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.

2. Excludes software "embedded," or bundled, in computers and other equipment.

3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.

4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.

5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.

6. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

Table 5.3.4. Price Indexes for Private Fixed Investment by Type

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Private fixed investment	1	106.697	109.937	107.831	108.522	109.254	110.318	111.653
Nonresidential	2	101.025	103.155	101.455	102.244	102.715	103.358	104.304
Structures	3	120.124	132.176	122.827	125.876	128.886	133.914	140.027
Commercial and health care	4	116.112	123.681	118.912	120.213	122.191	124.881	127.437
Manufacturing.....	5	113.535	121.334	116.655	117.930	119.871	122.514	125.023
Power and communication....	6	111.944	118.328	114.659	116.260	117.815	118.698	120.539
Mining exploration, shafts, and wells.....	7	167.444	208.007	170.310	183.991	194.012	214.024	240.002
Other structures ¹	8	114.805	121.445	117.171	118.366	120.104	122.514	124.796
Equipment and software.....	9	95.022	94.666	94.854	95.067	94.910	94.491	94.197
Information processing equipment and software... Computers and peripheral equipment	10	85.559	82.818	84.540	83.958	83.222	82.382	81.710
Software ²	11	58.577	50.947	56.274	53.972	51.837	49.866	48.112
Other ³	12	94.540	94.246	93.892	94.243	94.354	94.203	94.186
Industrial equipment	13	93.659	93.299	93.418	93.564	93.436	93.149	93.049
Transportation equipment.....	14	104.261	108.187	105.639	106.962	108.209	108.453	109.122
Other equipment ⁴	15	109.542	109.233	109.839	110.053	109.319	108.922	108.636
Residential	16	119.935	125.568	122.574	123.062	124.359	126.335	128.516
Structures	17	120.357	126.038	123.050	123.509	124.809	126.808	129.025
Permanent site	18	120.357	126.038	123.050	123.509	124.809	126.808	129.025
Single family	19	122.059	127.634	124.574	124.574	126.145	128.912	130.906
Multifamily	20	122.771	128.389	125.311	125.311	126.891	129.674	131.681
Other structures ⁵	21	116.000	120.782	117.886	117.886	119.372	121.991	123.879
Equipment.....	22	94.208	96.828	93.426	95.785	96.867	97.359	97.300
Addenda:								
Private fixed investment in structures.....	24	120.461	128.080	123.162	124.417	126.236	129.144	132.522
Private fixed investment in equipment and software	25	95.011	94.682	94.838	95.070	94.924	94.512	94.220
Private fixed investment in new structures ⁶	26	120.753	128.744	123.424	124.614	126.690	130.169	133.501
Nonresidential structures.....	27	120.218	132.331	122.941	126.002	129.028	134.078	140.215
Residential structures.....	28	120.741	126.622	123.380	123.605	125.196	127.875	129.812

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.

2. Excludes software "embedded," or bundled, in computers and other equipment.

3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.

4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.

5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.

6. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

Table 5.3.5. Private Fixed Investment by Type

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Private fixed investment.....	1	1,872.6	2,084.3	1,952.6	1,998.7	2,058.5	2,119.2	2,160.9
Nonresidential.....	2	1,198.8	1,328.3	1,252.9	1,280.1	1,313.5	1,348.9	1,370.6
Structures.....	3	298.4	334.5	309.8	315.9	325.6	340.2	356.3
Commercial and health care	4	121.9	129.9	123.8	126.2	128.4	131.8	133.3
Manufacturing.....	5	18.4	22.7	21.5	22.3	22.5	22.6	23.3
Power and communication....	6	40.0	38.2	39.6	40.6	38.5	37.3	36.5
Mining exploration, shafts, and wells.....	7	56.2	81.7	61.1	65.3	75.0	86.2	100.4
Other structures ¹	8	61.9	61.9	63.8	61.5	61.1	62.2	62.7
Equipment and software.....	9	900.4	993.8	943.1	964.3	987.9	1,008.7	1,014.3
Information processing equipment and software... Computers and peripheral equipment.....	10	447.0	489.2	456.3	474.6	486.6	494.5	501.3
Software ²	11	91.6	105.6	97.5	102.7	105.6	105.0	109.3
Other ³	12	178.5	198.1	181.1	188.3	197.3	201.3	205.5
Industrial equipment	13	176.9	185.5	177.8	183.6	183.6	188.2	186.6
Transportation equipment.....	14	145.3	161.0	152.6	161.3	154.9	161.3	166.4
Other equipment ⁴	15	151.9	170.9	168.4	163.8	172.8	177.9	169.0
Residential.....	16	156.2	172.7	165.8	164.6	173.7	175.0	177.6
Structures.....	17	673.8	756.0	699.7	718.5	745.0	770.3	790.3
Permanent site	18	665.4	747.1	691.1	709.7	736.1	761.3	781.1
Single family	19	416.1	467.1	431.2	445.8	455.7	473.8	492.9
Multifamily	20	377.6	420.7	390.9	401.6	410.3	426.6	444.2
Other structures ⁵	21	38.5	46.4	40.3	44.3	45.4	47.2	48.7
Equipment.....	22	8.4	9.0	8.6	8.8	8.9	9.0	9.2
Addenda:								
Private fixed investment in structures.....	24	963.8	1,081.5	1,000.9	1,025.6	1,061.7	1,101.4	1,137.4
Private fixed investment in equipment and software	25	908.8	1,002.8	951.7	973.1	996.9	1,017.7	1,023.5
Private fixed investment in new structures ⁶	26	870.4	974.7	903.6	928.7	950.3	988.2	1,031.6
Nonresidential structures.....	27	298.1	334.5	309.8	315.9	325.6	340.1	356.3
Residential structures.....	28	572.2	640.2	593.8	612.8	624.7	648.1	675.4

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.

2. Excludes software "embedded," or bundled, in computers and other equipment.

3. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.

4. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.

5. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.

6. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

Table 5.3.6. Real Private Fixed Investment by Type, Chained Dollars

[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Private fixed investment	1	1,755.1	1,896.1	1,811.3	1,842.2	1,884.7	1,921.5	1,935.9
Nonresidential	2	1,186.7	1,287.6	1,235.1	1,252.2	1,279.0	1,305.2	1,314.2
Structures	3	248.4	253.1	252.3	251.0	252.7	254.1	254.5
Commercial and health care	4	105.0	105.1	104.1	105.0	105.1	105.5	104.6
Manufacturing.....	5	16.2	18.7	18.5	18.9	18.8	18.4	18.7
Power and communication	6	35.7	32.3	34.5	34.9	32.7	31.4	30.3
Mining exploration, shafts, and wells	7	33.5	39.1	35.9	35.5	38.7	40.3	41.8
Other structures ¹	8	53.9	51.0	54.5	52.0	50.9	50.8	50.3
Equipment and software.....	9	947.6	1,049.8	994.2	1,014.2	1,040.9	1,067.5	1,076.8
Information processing equipment and software...	10	522.4	590.8	539.7	565.1	584.6	600.2	613.4
Computers and peripheral equipment ²	11							
Software ³	12	188.8	210.2	192.8	199.8	209.1	213.7	218.2
Other ⁴	13	188.9	198.8	190.3	196.3	196.5	202.1	200.5
Industrial equipment.....	14	139.4	148.9	144.5	150.9	143.2	148.8	152.6
Transportation equipment.....	15	138.7	156.5	153.3	148.8	158.1	163.3	155.6
Other equipment ⁵	16	150.0	159.7	158.0	153.9	160.6	161.1	163.1
Residential	17	561.8	602.1	571.0	584.1	599.3	610.0	615.2
Structures	18	552.9	592.7	561.8	574.8	590.0	600.6	605.6
Permanent site	19	340.9	365.9	346.3	358.0	361.4	367.7	376.7
Single family	20	307.5	327.5	312.0	320.5	323.3	329.0	337.4
Multifamily	21	33.2	38.4	34.2	37.6	38.0	38.7	39.3
Other structures ⁶	22	211.8	226.6	215.3	216.5	228.4	232.7	228.5
Equipment.....	23	8.9	9.3	9.2	9.2	9.2	9.3	9.4
Residual	24	-12.8	-33.5	-18.6	-27.4	-31.2	-33.7	-41.0
Addenda:								
Private fixed investment in structures.....	25	800.1	844.4	812.9	824.6	841.3	853.1	858.5
Private fixed investment in equipment and software.....	26	956.6	1,059.1	1,003.5	1,023.5	1,050.1	1,076.8	1,086.2
Private fixed investment in new structures ⁷	27	720.8	757.0	732.3	745.5	750.3	759.4	773.0
Nonresidential structures.....	28	248.0	252.8	252.1	250.8	252.4	253.8	254.1
Residential structures.....	29	473.9	505.6	481.4	495.9	499.1	506.9	520.4

1. Consists primarily of religious, educational, vocational, lodging, railroads, farm, and amusement and recreational structures, net purchases of used structures, and brokers' commissions on the sale of structures.

2. The quantity index for computers can be used to accurately measure the real growth rate of this component. However, because computers exhibit rapid changes in prices relative to other prices in the economy, the chained-dollar estimates should not be used to measure the component's relative importance or its contribution to the growth rate of more aggregate series; accurate estimates of these contributions are shown in table 5.3.2 and real growth rates are shown in table 5.3.1.

3. Excludes software "embedded," or bundled, in computers and other equipment.

4. Includes communication equipment, nonmedical instruments, medical equipment and instruments, photocopy and related equipment, and office and accounting equipment.

5. Consists primarily of furniture and fixtures, agricultural machinery, construction machinery, mining and oilfield machinery, service industry machinery, and electrical equipment not elsewhere classified.

6. Consists primarily of manufactured homes, improvements, dormitories, net purchases of used structures, and brokers' commissions on the sale of residential structures.

7. Excludes net purchases of used structures and brokers' commissions on the sale of structures.

NOTE. Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

Table 5.6.5B. Change in Private Inventories by Industry

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Change in private inventories.....	1	55.4	15.2	51.9	59.9	-4.2	-19.7	24.8
Farm	2	3.2	-8.4	-3.0	-6.5	-8.5	-9.5	-9.0
Mining, utilities, and construction	3	2.2	0.2	4.2	2.7	6.7	-5.7	-3.0
Manufacturing	4	6.3	1.7	2.0	27.7	-9.0	-3.4	-8.5
Durable goods industries.....	5	5.3	5.1	2.9	19.8	-3.2	7.8	-4.1
Nondurable goods industries....	6	1.0	-3.4	-1.0	7.9	-5.8	-11.1	-4.4
Wholesale trade.....	7	24.6	17.4	27.3	25.2	17.7	11.7	14.9
Durable goods industries.....	8	20.9	14.9	18.6	16.0	14.2	9.9	19.8
Nondurable goods industries....	9	3.7	2.4	8.8	9.2	3.5	1.9	-4.9
Retail trade	10	15.6	1.3	17.5	7.2	-14.2	-14.0	26.1
Motor vehicle and parts dealers	11	3.9	-5.1	-3.2	-4.4	-23.9	-14.9	23.0
Food and beverage stores.....	12	0.6	0.0	0.6	-0.4	0.5	-1.8	1.7
General merchandise stores.....	13	3.9	2.3	6.8	5.6	0.9	3.7	-1.1
Other retail stores	14	7.2	4.1	13.2	6.5	8.4	-1.0	2.5
Other industries	15	3.5	3.0	3.8	3.5	3.1	1.1	4.3
Addenda:								
Change in private inventories ...	16	55.4	15.2	51.9	59.9	-4.2	-19.7	24.8
Durable goods industries.....	17	37.4	18.9	29.9	35.0	-7.3	5.6	42.2
Nondurable goods industries.....	18	18.0	-3.7	22.0	24.9	3.1	-25.3	-17.4
Nonfarm industries	19	52.2	23.6	54.8	66.4	4.3	-10.2	33.7
Nonfarm change in book value ¹	20	105.8	72.1	117.9	109.6	32.8	38.9	107.0
Nonfarm inventory valuation adjustment ²	21	-53.7	-48.5	-63.1	-43.2	-28.5	-49.1	-73.3
Wholesale trade.....	22	24.6	17.4	27.3	25.2	17.7	11.7	14.9
Merchant wholesale trade.....	23	22.3	14.7	28.3	19.1	17.1	11.0	11.6
Durable goods industries	24	19.5	12.4	19.5	12.2	14.5	7.9	14.9
Nondurable goods industries.....	25	2.8	2.3	8.8	6.9	2.6	3.1	-3.3
Nonmerchant wholesale trade	26	2.3	2.7	-0.9	6.1	0.6	0.8	3.3

1. This series is derived from the Census Bureau series "current cost inventories."

2. The inventory valuation adjustment (IVA) shown in this table differs from the IVA that adjusts business incomes. The IVA in this table reflects the mix of methods (such as first-in, first-out and last-in, first-out) underlying inventories derived primarily from Census Bureau statistics (see footnote 1). This mix differs from that underlying business income derived primarily from Internal Revenue Service statistics.

NOTE. Estimates in this table are based on the North American Industry Classification System (NAICS).

Table 5.6.6B. Real Change in Private Inventories by Industry, Chained Dollars

[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Change in private inventories.....	1	52.0	17.2	50.1	58.2	-1.7	-13.3	25.7
Farm	2	2.3	-3.7	-0.2	-2.3	-4.2	-4.5	-3.8
Mining, utilities, and construction	3	1.7	0.4	3.3	2.0	5.0	-3.8	-1.8
Manufacturing	4	6.1	1.9	1.5	25.1	-8.4	-2.5	-6.8
Durable goods industries.....	5	5.0	4.7	2.7	18.2	-2.9	7.4	-3.7
Nondurable goods industries....	6	1.2	-2.5	-1.0	7.1	-5.2	-8.7	-3.1
Wholesale trade.....	7	23.3	15.9	25.6	23.3	16.2	10.8	13.4
Durable goods industries.....	8	20.3	14.3	17.7	15.2	13.5	9.4	18.8
Nondurable goods industries....	9	3.6	2.2	8.0	8.1	3.0	1.7	-4.0
Retail trade	10	15.4	1.2	17.0	7.0	-13.7	-13.4	24.8
Motor vehicle and parts dealers	11	4.1	-5.2	-3.2	-4.5	-24.4	-15.2	23.5
Food and beverage stores.....	12	0.5	0.0	0.6	-0.4	0.4	-1.6	1.5
General merchandise stores.....	13	3.7	2.2	6.6	5.4	0.9	3.5	-1.1
Other retail stores	14	7.0	3.9	12.6	6.1	7.9	-0.9	2.3
Other industries	15	3.5	2.9	3.8	3.4	3.0	1.2	4.0
Residual.....	16	-0.9	-2.0	-0.8	-0.1	1.3	-1.8	-6.9
Addenda:								
Change in private inventories ...	17	52.0	17.2	50.1	58.2	-1.7	-13.3	25.7
Durable goods industries.....	18	36.5	18.0	28.4	33.4	-6.9	5.6	39.9
Nondurable goods industries.....	19	16.4	0.5	22.0	25.3	4.6	-17.4	-10.5
Nonfarm industries	20	49.9	21.9	50.8	61.8	3.4	-8.1	30.6
Wholesale trade.....	21	23.3	15.9	25.6	23.3	16.2	10.8	13.4
Merchant wholesale trade.....	22	21.2	13.5	26.6	17.7	15.8	10.1	10.6
Durable goods industries	23	18.9	11.8	18.5	11.6	13.8	7.5	14.2
Nondurable goods industries.....	24	2.7	2.1	8.1	6.1	2.3	2.7	-2.8
Nonmerchant wholesale trade	25	2.2	2.3	-0.9	5.5	0.5	0.7	2.7

NOTE. Estimates in this table are based on the North American Industry Classification System (NAICS).

Chained (2000) dollar series for real change in private inventories are calculated as the period-to-period change in chained-dollar end-of-period inventories. Quarterly changes in end-of-period inventories are stated at annual rates. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines.

Table 5.7.5B. Private Inventories and Domestic Final Sales by Industry

[Billions of dollars]

	Line	Seasonally adjusted quarterly totals				
		2004		2005		
		IV	I	II	III	IV
Private inventories ¹	1	1,711.7	1,761.5	1,763.0	1,792.3	1,829.0
Farm.....	2	152.5	170.1	165.4	164.3	166.2
Mining, utilities, and construction.....	3	70.4	71.8	75.9	80.5	90.7
Manufacturing.....	4	499.6	512.8	510.7	522.9	531.5
Durable goods industries.....	5	294.3	300.8	295.5	300.5	305.9
Nondurable goods industries.....	6	205.3	212.0	215.2	222.4	225.6
Wholesale trade.....	7	404.2	414.9	419.5	430.4	438.0
Durable goods industries.....	8	238.7	243.1	244.6	249.0	256.1
Nondurable goods industries.....	9	165.5	171.7	174.9	181.5	181.9
Retail trade.....	10	465.9	470.8	468.8	469.2	476.0
Motor vehicle and parts dealers.....	11	157.3	156.2	150.7	147.8	151.5
Food and beverage stores.....	12	36.0	36.3	36.5	36.0	36.9
General merchandise stores.....	13	72.0	73.9	74.4	75.6	75.7
Other retail stores.....	14	200.7	204.4	207.2	209.8	211.9
Other industries.....	15	119.1	121.1	122.7	124.9	126.5
Addenda:						
Private inventories.....	16	1,711.7	1,761.5	1,763.0	1,792.3	1,829.0
Durable goods industries.....	17	788.8	800.8	792.6	799.9	818.8
Nondurable goods industries.....	18	923.0	960.7	970.4	992.4	1,010.2
Nonfarm industries.....	19	1,559.3	1,591.4	1,597.6	1,628.0	1,662.8
Wholesale trade.....	20	404.2	414.9	419.5	430.4	438.0
Merchant wholesale trade.....	21	347.8	355.8	359.7	366.7	373.5
Durable goods industries.....	22	209.3	212.7	214.5	218.1	223.9
Nondurable goods industries.....	23	138.5	143.0	145.2	148.6	149.6
Nonmerchant wholesale trade.....	24	56.4	59.1	59.9	63.7	64.5
Final sales of domestic business ²	25	681.0	691.3	707.8	721.3	725.9
Final sales of goods and structures of domestic business ²	26	419.7	426.2	439.1	447.9	446.6
Ratios of private inventories to final sales of domestic business:						
Private inventories to final sales.....	27	2.51	2.55	2.49	2.48	2.52
Nonfarm inventories to final sales.....	28	2.29	2.30	2.26	2.26	2.29
Nonfarm inventories to final sales of goods and structures.....	29	3.72	3.73	3.64	3.63	3.72

1. Inventories are as of the end of the quarter. The quarter-to-quarter change in inventories calculated from current-dollar inventories in this table is not the current-dollar change in private inventories component of GDP. The former is the difference between two inventory stocks, each valued at its respective end-of-quarter prices. The latter is the change in the physical volume of inventories valued at average prices of the quarter. In addition, changes calculated from this table are at quarterly rates, whereas, the change in private inventories is stated at annual rates.

2. Quarterly totals at monthly rates. Final sales of domestic business equals final sales of domestic product less gross output of general government, gross value added of nonprofit institutions, compensation paid to domestic workers, and space rent for owner-occupied housing. It includes a small amount of final sales by farm and by government enterprises.

NOTE: Estimates in this table are based on the North American Industry Classification System (NAICS).

Table 5.7.6B. Real Private Inventories and Real Domestic Final Sales by Industry, Chained Dollars

[Billions of chained (2000) dollars]

	Line	Seasonally adjusted quarterly totals				
		2004		2005		
		IV	I	II	III	IV
Private inventories ¹	1	1,568.9	1,583.4	1,583.0	1,579.7	1,586.1
Farm.....	2	126.6	126.0	124.9	123.8	122.9
Mining, utilities, and construction.....	3	55.0	55.5	56.7	55.8	55.3
Manufacturing.....	4	445.6	451.8	449.7	449.1	447.4
Durable goods industries.....	5	270.1	274.6	273.9	275.8	274.8
Nondurable goods industries.....	6	175.5	177.2	175.9	173.8	173.0
Wholesale trade.....	7	373.3	379.1	383.2	385.9	389.2
Durable goods industries.....	8	227.6	231.4	234.7	237.1	241.8
Nondurable goods industries.....	9	146.1	148.1	148.9	149.3	148.3
Retail trade.....	10	452.7	454.5	451.1	447.7	453.9
Motor vehicle and parts dealers.....	11	160.8	159.7	153.6	149.8	155.7
Food and beverage stores.....	12	32.2	32.1	32.2	31.8	32.2
General merchandise stores.....	13	69.4	70.8	71.0	71.9	71.6
Other retail stores.....	14	190.9	192.4	194.4	194.2	194.8
Other industries.....	15	115.8	116.6	117.4	117.7	118.7
Residual.....	16	-1.1	-1.0	-0.6	-1.3	-3.0
Addenda:						
Private inventories.....	17	1,568.9	1,583.4	1,583.0	1,579.7	1,586.1
Durable goods industries.....	18	751.4	759.8	758.1	759.5	769.4
Nondurable goods industries.....	19	818.6	824.9	826.0	821.7	819.0
Nonfarm industries.....	20	1,443.0	1,458.4	1,459.3	1,457.2	1,464.9
Wholesale trade.....	21	373.3	379.1	383.2	385.9	389.2
Merchant wholesale trade.....	22	323.1	327.5	331.5	334.0	336.7
Durable goods industries.....	23	199.1	202.0	205.4	207.3	210.8
Nondurable goods industries.....	24	124.3	125.8	126.4	127.1	126.4
Nonmerchant wholesale trade.....	25	50.2	51.6	51.7	51.9	52.5
Final sales of domestic business ²	26	636.2	642.0	653.7	661.9	661.7
Final sales of goods and structures of domestic business ²	27	399.2	403.0	414.0	420.0	417.5
Ratios of private inventories to final sales of domestic business:						
Private inventories to final sales.....	28	2.47	2.47	2.42	2.39	2.40
Nonfarm inventories to final sales.....	29	2.27	2.27	2.23	2.20	2.21
Nonfarm inventories to final sales of goods and structures.....	30	3.61	3.62	3.52	3.47	3.51

1. Inventories are as of the end of the quarter. The quarter-to-quarter changes calculated from this table are at quarterly rates, whereas the change in private inventories component of GDP is stated at annual rates.

2. Quarterly totals at monthly rates. Final sales of domestic business equals final sales of domestic product less gross output of general government, gross value added of nonprofit institutions, compensation paid to domestic workers, and space rent for owner-occupied housing. It includes a small amount of final sales by farm and by government enterprises.

NOTE: Estimates in this table are based on the North American Industry Classification System (NAICS).

Chained (2000) dollar inventory series are calculated to ensure that the chained (2000) dollar change in inventories for 2000 equals the current-dollar change in inventories for 2000 and that the average of the 1999 and 2000 end-of-year chain-weighted and fixed-weighted inventories are equal.

Table 5.7.9B. Implicit Price Deflators for Private Inventories by Industry

[Index numbers, 2000=100]

	Line	Seasonally adjusted				
		2004		2005		
		IV	I	II	III	IV
Private inventories ¹	1	109.106	111.243	111.369	113.459	115.314
Farm.....	2	120.478	135.002	132.396	132.713	135.306
Mining, utilities, and construction.....	3	128.191	129.452	133.811	144.430	163.974
Manufacturing.....	4	112.121	113.494	113.557	116.438	118.804
Durable goods industries.....	5	108.961	109.518	107.879	108.992	111.306
Nondurable goods industries.....	6	116.978	119.611	122.319	127.974	130.418
Wholesale trade.....	7	108.277	109.426	109.488	111.541	112.532
Durable goods industries.....	8	104.891	105.088	104.215	104.999	105.920
Nondurable goods industries.....	9	113.308	115.940	117.466	121.521	122.621
Retail trade.....	10	102.910	103.585	103.927	104.807	104.872
Motor vehicle and parts dealers.....	11	97.817	97.828	98.124	98.636	97.342
Food and beverage stores.....	12	111.748	113.099	113.365	113.365	114.694
General merchandise stores.....	13	103.692	104.402	104.793	105.207	105.790
Other retail stores.....	14	105.104	106.206	106.579	108.062	108.797
Other industries.....	15	102.908	103.859	104.502	106.104	106.578
Addenda:						
Private inventories.....	16	109.106	111.243	111.369	113.459	115.314
Durable goods industries.....	17	104.968	105.397	104.557	105.323	106.415
Nondurable goods industries.....	18	112.757	116.461	117.475	120.782	123.343
Nonfarm industries.....	19	108.060	109.118	109.479	111.718	113.508
Wholesale trade.....	20	108.277	109.426	109.488	111.541	112.532
Merchant wholesale trade.....	21	107.641	108.611	108.495	109.790	110.929
Durable goods industries.....	22	105.152	105.329	104.418	105.228	106.202
Nondurable goods industries.....	23	111.436	113.678	114.845	116.926	118.331
Nonmerchant wholesale trade.....	24	112.396	114.692	115.891	122.819	122.865

1. Implicit price deflators are as of the end of the quarter and are consistent with inventory stocks.

NOTE: Estimates in this table are based on the North American Industry Classification System (NAICS).

6. Income and Employment by Industry

Table 6.1D. National Income Without Capital Consumption Adjustment by Industry

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
National income without capital consumption adjustment	1	10,020.7		10,300.3	10,719.6	10,838.6	10,770.5	
Domestic industries	2	9,966.9		10,263.5	10,680.2	10,803.1	10,726.3	
Private industries	3	8,711.5		8,991.0	9,389.8	9,503.6	9,428.9	
Agriculture, forestry, fishing, and hunting	4	96.9		87.2	86.9	79.4	77.4	
Mining	5	124.1		136.2	140.3	154.6	147.1	
Utilities	6	157.0		160.2	174.2	179.1	172.8	
Construction	7	529.8		552.6	589.2	605.3	609.1	
Manufacturing	8	1,190.2		1,252.3	1,287.6	1,326.3	1,343.1	
Durable goods	9	690.2		731.0	719.9	746.1	780.0	
Nondurable goods	10	500.0		521.3	567.7	580.1	563.0	
Wholesale trade	11	618.4		639.3	662.5	685.7	686.9	
Retail trade	12	772.5		790.0	815.0	831.1	840.8	
Transportation and warehousing	13	279.8		281.6	308.0	316.8	322.5	
Information	14	338.6		346.7	378.9	386.4	388.0	
Finance, insurance, real estate, rental, and leasing	15	1,766.7		1,811.1	1,896.1	1,862.6	1,721.3	
Professional and business services ¹	16	1,334.8		1,392.0	1,453.1	1,447.3	1,489.8	
Educational services, health care, and social assistance	17	877.7		905.9	932.9	952.0	952.5	
Arts, entertainment, recreation, accommodation, and food services	18	365.5		369.4	392.7	401.5	399.6	
Other services, except government	19	259.6		266.4	272.5	275.4	278.0	
Government	20	1,255.4		1,272.6	1,290.4	1,299.5	1,297.4	
Rest of the world	21	53.8		36.8	39.4	35.5	44.3	

1. Consists of professional, scientific, and technical services; management of companies and enterprises; and administrative and waste management services.

NOTE: Estimates in this table are based on the 1997 North American Industry Classification System (NAICS).

Table 6.16D. Corporate Profits by Industry

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004	2005			
				IV	I	II	III	IV
Corporate profits with inventory valuation and capital consumption adjustments	1	1,161.5		1,219.5	1,288.2	1,347.5	1,293.1	
Domestic industries	2	976.6		1,040.9	1,094.8	1,150.3	1,069.9	
Financial ¹	3	322.7		341.6	377.6	350.7	278.8	
Nonfinancial	4	653.9		699.3	717.1	799.6	791.1	
Rest of the world	5	184.9		178.6	193.5	197.2	223.1	
Receipts from the rest of the world	6	309.5		332.6	313.5	328.2	338.3	
Less: Payments to the rest of the world	7	124.6		154.0	120.1	131.0	115.1	
Corporate profits with inventory valuation adjustment	8	1,019.7		1,079.7	1,339.2	1,393.3	1,365.1	
Domestic industries	9	834.8		901.1	1,145.7	1,196.1	1,142.0	
Financial	10	300.6		319.4	377.2	349.5	278.7	
Federal Reserve banks	11	20.3		22.2	23.1	26.2	27.0	
Other financial ²	12	280.3		297.1	354.2	323.2	251.7	
Nonfinancial	13	534.2		581.7	768.5	846.6	863.3	
Utilities	14	12.1		14.1	23.7	26.4	19.7	
Manufacturing	15	118.9		154.7	170.2	204.7	218.6	
Durable goods	16	34.8		58.8	35.5	59.9	62.0	
Fabricated metal products	17	10.3		13.1	8.8	11.4	15.7	
Machinery	18	1.0		-2.6	0.9	-2.9	7.6	
Computer and electronic products	19	-3.2		-0.2	0.5	4.2	6.7	
Electrical equipment, appliances, and components	20	0.3		6.8	-1.3	5.5	8.6	
Motor vehicles, bodies and trailers, and parts	21	-3.4		1.3	-20.8	-15.7	-25.3	
Other durable goods ³	22	29.9		40.5	47.3	51.6	48.8	
Nondurable goods	23	84.0		95.9	134.7	144.8	156.6	
Food and beverage and tobacco products	24	24.0		20.5	39.6	37.7	40.8	
Petroleum and coal products	25	31.0		49.2	62.8	66.3	70.8	
Chemical products	26	13.5		8.4	18.8	20.5	22.7	
Other nondurable goods ⁴	27	15.6		17.8	13.5	20.3	22.3	
Wholesale trade	28	63.5		66.9	81.4	98.1	95.4	
Retail trade	29	90.0		87.7	104.6	109.1	116.9	
Transportation and warehousing	30	8.4		1.7	22.9	27.9	32.9	
Information	31	17.0		21.0	46.7	53.5	50.2	
Other nonfinancial ⁵	32	224.3		235.6	318.9	326.9	329.6	
Rest of the world	33	184.9		178.6	193.5	197.2	223.1	

1. Consists of finance and insurance and bank and other holding companies.

2. Consists of credit intermediation and related activities; securities, commodity contracts, and other financial investments and related activities; insurance carriers and related activities; funds, trusts, and other financial vehicles; and bank and other holding companies.

3. Consists of wood products; nonmetallic mineral products; primary metals; other transportation equipment; furniture and related products; and miscellaneous manufacturing.

4. Consists of textile mills and textile product mills; apparel; leather and allied products; paper products; printing and related support activities; and plastics and rubber products.

5. Consists of agriculture, forestry, fishing, and hunting; mining; construction; real estate and rental and leasing; professional, scientific, and technical services; administrative and waste management services; educational services; health care and social assistance; arts, entertainment, and recreation; accommodation and food services; and other services, except government.

NOTE: Estimates in this table are based on the 1997 North American Industry Classification System (NAICS).

7. Supplemental Tables

Table 7.1. Selected Per Capita Product and Income Series in Current and Chained Dollars

Line	2004	2005	Seasonally adjusted at annual rates					
			2005					
			IV	I	II	III	IV	
Current dollars:								
Gross domestic product	1	39,919	42,047	40,651	41,251	41,763	42,421	42,745
Gross national product	2	40,102	.....	40,776	41,384	41,883	42,570	.....
Personal income	3	33,044	34,495	33,973	34,064	34,367	34,430	35,117
Disposable personal income	4	29,475	30,429	30,265	30,103	30,298	30,338	30,975
Personal consumption expenditures:								
.....	5	27,944	29,468	28,522	28,864	29,276	29,762	29,963
Durable goods	6	3,360	3,456	3,418	3,440	3,494	3,536	3,353
Nondurable goods	7	8,057	8,640	8,259	8,375	8,549	8,766	8,868
Services	8	16,527	17,372	16,845	17,049	17,234	17,460	17,742
Chained (2000) dollars:								
Gross domestic product	9	36,590	37,504	36,930	37,195	37,415	37,699	37,705
Gross national product	10	36,760	.....	37,047	37,320	37,527	37,836	.....
Disposable personal income	11	27,230	27,340	27,685	27,384	27,338	27,127	27,516
Personal consumption expenditures:								
.....	12	25,816	26,476	26,091	26,258	26,417	26,612	26,617
Durable goods	13	3,708	3,833	3,779	3,795	3,860	3,936	3,742
Nondurable goods	14	7,485	7,743	7,579	7,661	7,713	7,759	7,836
Services	15	14,665	14,953	14,783	14,852	14,905	14,987	15,067
Population (midperiod, thousands)	16	293,951	296,798	295,077	295,720	296,383	297,155	297,933

Table 7.2.1B. Percent Change from Preceding Period in Real Motor Vehicle Output

Line	2004	2005	Seasonally adjusted at annual rates					
			2005					
			IV	I	II	III	IV	
Motor vehicle output:								
.....	1	4.6	3.5	8.8	4.3	-0.3	17.6	-15.9
Auto output	2	-2.6	9.4	2.6	45.1	-7.5	18.7	10.6
Truck output	3	8.3	0.7	11.7	-10.7	3.5	17.1	-27.3
Final sales of domestic product:	4	5.4	5.6	11.4	-0.7	14.3	17.0	-50.4
Personal consumption expenditures:								
.....	5	0.8	-2.4	0.3	-10.0	8.0	15.4	-51.2
New motor vehicles	6	1.0	-0.2	-8.4	-15.5	45.4	23.9	-59.6
Autos	7	0.1	3.7	4.0	-4.5	47.5	18.0	-39.2
Light trucks (including utility vehicles)	8	1.5	-2.5	-14.6	-21.3	44.1	27.5	-69.0
Net purchases of used autos and used light trucks	9	0.4	-7.5	25.0	3.9	-48.0	-5.5	-19.2
Used autos	10	-1.2	-3.9	33.0	6.0	-49.1	12.6	-18.0
Used light trucks (including utility vehicles)	11	2.1	-11.1	17.5	1.7	-46.7	-22.1	-20.6
Private fixed investment:	12	18.8	21.4	33.4	3.2	28.6	23.4	-7.0
New motor vehicles	13	12.6	9.4	18.8	-9.0	10.9	16.9	0.3
Autos	14	1.4	1.2	13.2	-20.5	-13.3	38.4	23.4
Trucks	15	19.6	13.7	21.7	-2.8	24.2	8.3	-9.3
Light trucks (including utility vehicles)	16	15.1	11.4	11.9	-11.6	40.2	11.0	-19.2
Other	17	34.9	20.4	54.4	23.8	-8.8	1.5	21.0
Net purchases of used autos and used light trucks	18	2.9	-12.7	-5.5	-31.1	-22.8	1.5	21.7
Used autos	19	3.4	-3.6	5.7	-22.7	-19.2	26.3	34.3
Used light trucks (including utility vehicles)	20	2.4	-21.7	-15.6	-39.0	-26.6	-21.9	6.9
Gross government investment:								
.....	21	17.1	4.8	7.6	46.8	-28.9	9.4	32.6
Autos	22	-8.7	4.9	89.0	30.6	-38.6	15.6	-9.0
Trucks	23	25.5	4.7	-5.6	51.1	-26.4	8.0	44.2
Net exports:								
Exports	24	.....	.....	.....	.....	.....	.....	.....
Autos	25	10.8	18.1	-1.6	52.0	-13.9	18.1	9.2
Trucks	26	2.9	22.2	28.7	74.4	-18.3	16.8	21.4
Imports	27	18.3	14.8	-20.1	35.3	-9.9	19.3	-0.4
Autos	28	5.0	0.8	-4.3	-6.3	-4.2	18.6	24.2
Trucks	29	0.2	-4.5	-17.6	-16.9	-12.0	22.5	9.2
Change in private inventories	30	10.3	6.0	11.8	5.2	3.5	15.2	39.2
Autos	31	.....	.....	.....	.....	.....	.....	.....
New	32	.....	.....	.....	.....	.....	.....	.....
Domestic	33	.....	.....	.....	.....	.....	.....	.....
Foreign	34	.....	.....	.....	.....	.....	.....	.....
Used	35	.....	.....	.....	.....	.....	.....	.....
Trucks	36	.....	.....	.....	.....	.....	.....	.....
New	37	.....	.....	.....	.....	.....	.....	.....
Domestic	38	.....	.....	.....	.....	.....	.....	.....
Foreign	39	.....	.....	.....	.....	.....	.....	.....
Used ¹	40	.....	.....	.....	.....	.....	.....	.....
Addenda:	41	.....	.....	.....	.....	.....	.....	.....
Final sales of motor vehicles to domestic purchasers	42	4.9	3.4	7.8	-5.4	11.6	17.3	-39.6
Private fixed investment in new autos and new light trucks	43	9.0	7.2	12.4	-15.3	16.2	20.8	-4.1
Domestic output of new autos ²	44	-4.7	9.5	3.2	17.7	11.7	22.9	12.4
Sales of imported new autos ³	45	3.2	-0.1	19.2	-23.3	10.5	30.2	-10.4

1. Consists of used light trucks only.

2. Consists of final sales and change in private inventories of new autos assembled in the United States.

3. Consists of personal consumption expenditures, private fixed investment, and gross government investment.

Table 7.2.3B. Real Motor Vehicle Output, Quantity Indexes

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Motor vehicle output	1	115.415	119.437	117.133	118.364	118.275	123.167	117.941
Auto output.....	2	88.174	96.463	86.721	95.173	93.338	97.428	99.911
Truck output.....	3	134.897	135.869	138.851	134.979	136.136	141.601	130.762
Final sales of domestic product	4	117.301	123.903	123.755	123.552	127.741	132.850	111.469
Personal consumption expenditures	5	119.924	117.085	121.434	118.293	120.578	124.987	104.482
New motor vehicles	6	129.646	129.379	129.130	123.801	135.938	143.412	114.366
Autos	7	98.103	101.773	96.565	95.458	105.197	109.631	96.807
Light trucks (including utility vehicles)	8	159.282	155.283	159.722	150.429	164.821	175.159	130.721
Net purchases of used autos and used light trucks	9	101.603	94.004	107.011	108.031	91.758	90.464	85.765
Used autos	10	91.612	88.031	97.955	99.400	83.957	86.477	82.290
Used light trucks (including utility vehicles)	11	113.728	101.124	117.970	118.455	101.202	95.087	89.752
Private fixed investment	12	94.677	114.975	106.386	107.220	114.178	120.338	118.163
New motor vehicles	13	97.179	106.312	104.646	102.199	104.876	109.047	109.124
Autos	14	85.899	86.965	89.532	84.542	81.579	88.486	93.254
Trucks	15	104.492	118.808	114.425	113.601	119.922	122.335	119.374
Light trucks (including utility vehicles)	16	107.869	120.145	116.237	112.707	122.649	125.885	119.340
Other	17	94.709	114.061	108.480	114.434	111.842	112.250	117.720
Net purchases of used autos and used light trucks	18	99.341	86.736	98.468	89.723	84.113	84.432	88.678
Used autos	19	91.971	88.706	93.783	87.929	83.362	88.381	95.151
Used light trucks (including utility vehicles)	20	107.688	84.341	103.729	91.657	84.851	79.755	81.102
Gross government investment	21	118.459	124.111	116.703	128.460	117.945	120.615	129.424
Autos	22	84.316	88.469	89.493	95.662	84.663	87.795	85.757
Trucks	23	131.217	137.411	126.952	140.760	130.368	132.890	145.625
Net exports	24	132.298	156.215	140.893	156.434	150.704	157.111	160.612
Exports	25	129.451	158.181	138.448	159.106	151.281	157.256	165.078
Autos	26	134.481	154.338	142.759	153.961	150.003	156.765	156.623
Trucks	27	107.932	108.750	107.533	105.798	104.660	109.227	115.316
Imports	28	100.226	95.721	99.514	95.026	92.034	96.832	98.991
Autos	29	116.986	124.022	116.958	118.440	119.461	123.763	134.424
Trucks	30	.....	.....	.....	.....	.....	.....	.....
Change in private inventories	31	.....	.....	.....	.....	.....	.....	.....
Autos	32	.....	.....	.....	.....	.....	.....	.....
New	33	.....	.....	.....	.....	.....	.....	.....
Domestic	34	.....	.....	.....	.....	.....	.....	.....
Foreign	35	.....	.....	.....	.....	.....	.....	.....
Used	36	.....	.....	.....	.....	.....	.....	.....
Trucks	37	.....	.....	.....	.....	.....	.....	.....
New	38	.....	.....	.....	.....	.....	.....	.....
Domestic	39	.....	.....	.....	.....	.....	.....	.....
Foreign	40	.....	.....	.....	.....	.....	.....	.....
Used ¹	41	.....	.....	.....	.....	.....	.....	.....
Addenda:								
Final sales of motor vehicles to domestic purchasers	42	113.700	117.525	117.984	116.353	119.585	124.458	109.705
Private fixed investment in new autos and new light trucks	43	97.463	104.447	103.596	99.380	103.185	108.174	107.048
Domestic output of new autos ²	44	82.494	90.363	82.144	85.556	87.948	92.606	95.342
Sales of imported new autos ³	45	107.794	107.719	109.966	102.926	105.535	112.741	109.673

1. Consists of used light trucks only.

2. Consists of final sales and change in private inventories of new autos assembled in the United States.

3. Consists of personal consumption expenditures, private fixed investment, and gross government investment.

Table 7.2.4B. Price Indexes for Motor Vehicle Output

[Index numbers, 2000=100]

	Line	2004	2005	Seasonally adjusted				
				2004		2005		
				IV	I	II	III	IV
Motor vehicle output	1	96.427	97.557	97.080	98.393	98.133	96.739	96.964
Auto output.....	2	96.047	98.846	96.596	98.639	98.896	97.881	99.968
Truck output.....	3	96.432	96.740	97.126	98.095	97.582	96.006	95.275
Final sales of domestic product	4	96.291	97.486	96.896	98.200	97.928	96.767	97.050
Personal consumption expenditures	5	95.345	97.327	96.238	97.649	97.762	96.655	97.243
New motor vehicles	6	95.777	96.244	95.860	97.117	96.772	95.334	95.754
Autos	7	95.987	96.882	96.141	97.067	96.969	96.340	97.154
Light trucks (including utility vehicles)	8	95.589	95.802	95.639	97.086	96.595	94.680	94.847
Net purchases of used autos and used light trucks	9	93.908	99.700	96.796	98.553	99.810	99.691	100.747
Used autos	10	95.492	102.678	98.639	100.584	102.177	102.734	105.217
Used light trucks (including utility vehicles)	11	92.254	96.599	94.878	96.446	97.368	96.542	96.039
Private fixed investment	12	107.069	105.197	106.581	106.451	105.390	104.714	104.234
New motor vehicles	13	97.250	97.458	97.901	97.870	97.438	97.639	96.884
Autos.....	14	95.982	96.880	97.137	97.064	96.965	96.341	97.148
Trucks	15	97.979	97.848	98.889	98.380	97.792	98.372	96.849
Light trucks (including utility vehicles)	16	96.022	94.106	96.631	95.542	94.250	94.514	92.120
Other.....	17	104.582	109.754	106.480	107.630	109.073	110.629	111.686
Net purchases of used autos and used light trucks.....	18	84.256	87.935	86.472	86.617	87.417	89.555	88.149
Used autos	19	85.025	88.773	87.317	87.649	88.458	90.191	88.796
Used light trucks (including utility vehicles)	20	83.502	87.138	85.644	85.591	86.382	89.002	87.578
Gross government investment	21	102.089	104.328	102.910	103.408	103.682	104.850	105.370
Autos.....	22	99.049	99.534	97.891	99.218	97.848	99.155	101.915
Trucks	23	102.995	105.680	104.317	104.597	105.287	106.422	106.413
Net exports	24	105.715	107.322	106.793	107.097	107.152	107.355	107.683
Exports	25	103.984	104.765	104.438	104.598	104.564	104.733	105.167
Autos.....	26	107.437	109.622	108.914	109.347	109.480	109.713	109.947
Trucks	27	103.818	104.767	104.538	104.405	104.646	104.831	105.187
Imports	28	103.081	103.675	103.809	103.507	103.542	103.710	103.942
Autos.....	29	104.658	105.940	105.364	105.398	105.831	106.031	106.500
Trucks	30	.....	.....	.....	.....	.....	.....	.....
Change in private inventories	31	.....	.....	.....	.....	.....	.....	.....
Autos.....	32	.....	.....	.....	.....	.....	.....	.....
New	33	.....	.....	.....	.....	.....	.....	.....
Domestic.....	34	.....	.....	.....	.....	.....	.....	.....
Foreign.....	35	.....	.....	.....	.....	.....	.....	.....
Used	36	.....	.....	.....	.....	.....	.....	.....
Trucks	37	.....	.....	.....	.....	.....	.....	.....
New	38	.....	.....	.....	.....	.....	.....	.....
Domestic.....	39	.....	.....	.....	.....	.....	.....	.....
Foreign.....	40	.....	.....	.....	.....	.....	.....	.....
Used ¹	41	.....	.....	.....	.....	.....	.....	.....
Addenda:								
Final sales of motor vehicles to domestic purchasers	42	97.764	98.870	98.375	99.388	99.219	98.287	98.586
Private fixed investment in new autos and new light trucks	43	96.079	95.288	96.507	96.230	95.397	95.325	94.201
Domestic output of new autos ²	44	97.382	98.120	97.539	98.334	98.226	97.634	98.285
Sales of imported new autos ³	45	95.987	96.886	96.137	97.070	96.972	96.343	97.157

1. Consists of used light trucks only.

2. Consists of final sales and change in private inventories of new autos assembled in the United States.

3. Consists of personal consumption expenditures, private fixed investment, and gross government investment.

Table 7.2.5B. Motor Vehicle Output

[Billions of dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Motor vehicle output	1	406.2	425.5	415.2	425.0	423.7	435.5	418.0
Auto output.....	2	128.0	144.1	126.5	141.8	139.5	144.1	151.0
Truck output.....	3	278.2	281.4	288.7	283.1	284.2	291.3	267.0
Final sales of domestic product	4	400.3	428.1	425.0	430.0	443.3	455.6	383.4
Personal consumption expenditures	5	372.2	370.9	380.4	375.9	383.7	393.2	330.7
New motor vehicles.....	6	266.0	266.7	265.2	257.6	281.8	292.9	234.6
Autos.....	7	97.5	102.1	96.2	96.0	105.7	109.4	97.4
Light trucks (including utility vehicles).....	8	168.5	164.6	169.0	161.6	176.2	183.5	137.2
Net purchases of used autos and used light trucks.....	9	106.1	104.1	115.1	118.4	101.8	100.3	96.1
Used autos.....	10	53.1	54.7	58.5	60.6	52.0	53.8	52.5
Used light trucks (including utility vehicles).....	11	53.1	49.4	56.6	57.8	49.8	46.4	43.6
Private fixed investment	12	119.9	143.1	134.2	135.0	142.4	149.1	145.7
New motor vehicles.....	13	182.8	200.3	198.1	193.4	197.6	205.9	204.4
Autos.....	14	63.0	64.4	65.8	62.7	60.4	65.1	69.2
Trucks.....	15	119.8	135.9	132.3	130.7	137.1	140.7	135.2
Light trucks (including utility vehicles).....	16	89.1	97.3	96.7	92.7	99.5	102.4	94.6
Other.....	17	30.6	38.7	35.7	38.0	37.7	38.3	40.6
Net purchases of used autos and used light trucks.....	18	-62.9	-57.3	-63.9	-58.3	-55.2	-56.8	-58.7
Used autos.....	19	-31.2	-31.4	-32.6	-30.7	-29.4	-31.8	-33.7
Used light trucks (including utility vehicles).....	20	-31.7	-25.9	-31.3	-27.6	-25.8	-25.0	-25.0
Gross government investment	21	15.0	16.0	14.9	16.5	15.1	15.7	16.9
Autos.....	22	2.8	3.0	3.0	3.2	2.8	3.0	3.0
Trucks.....	23	12.1	13.0	11.9	13.2	12.3	12.7	13.9
Net exports	24	-106.7	-101.9	-104.4	-97.5	-97.8	-102.3	-109.9
Exports.....	25	36.5	43.8	39.3	43.7	42.2	44.0	45.2
Autos.....	26	16.5	20.3	17.7	20.4	19.4	20.2	21.2
Trucks.....	27	20.1	23.5	21.6	23.4	22.8	23.9	23.9
Imports.....	28	143.2	145.7	143.7	141.2	140.0	146.4	155.1
Autos.....	29	71.7	68.9	71.7	68.3	66.1	69.7	71.4
Trucks.....	30	71.5	76.8	72.0	72.9	73.9	76.7	83.6
Change in private inventories	31	5.8	-2.6	-9.8	-5.0	-19.7	-20.1	34.6
Autos.....	32	-2.0	-0.1	-10.3	-2.0	-5.2	-5.9	12.8
New.....	33	-2.5	0.1	-7.3	2.4	-5.8	-5.4	9.2
Domestic.....	34	-1.6	0.2	-2.4	-2.2	-3.1	-2.9	8.8
Foreign.....	35	-0.9	-0.1	-4.9	4.6	-2.7	-2.5	0.3
Used.....	36	0.5	-0.2	-3.0	-4.4	0.6	-0.5	3.6
Trucks.....	37	7.9	-2.5	0.5	-3.0	-14.4	-14.2	21.8
New.....	38	7.4	-1.9	3.3	1.2	-13.8	-13.8	18.6
Domestic.....	39	7.4	-2.3	6.3	0.5	-14.0	-14.0	18.1
Foreign.....	40	0.0	0.4	-3.0	0.7	0.2	0.2	0.6
Used ¹	41	0.5	-0.5	-2.8	-4.2	-0.7	-0.5	3.2
Addenda:								
Final sales of motor vehicles to domestic purchasers.....	42	507.0	530.0	529.4	527.4	541.2	557.9	493.3
Private fixed investment in new autos and new light trucks.....	43	152.1	161.6	162.4	155.4	159.9	167.5	163.8
Domestic output of new autos ²	44	88.8	98.0	88.5	93.0	95.5	99.9	103.6
Sales of imported new autos ³	45	86.8	87.5	88.7	83.8	85.8	91.1	89.4

1. Consists of used light trucks only.

2. Consists of final sales and change in private inventories of new autos assembled in the United States.

3. Consists of personal consumption expenditures, private fixed investment, and gross government investment.

Table 7.2.6B. Real Motor Vehicle Output, Chained Dollars

[Billions of chained (2000) dollars]

	Line	2004	2005	Seasonally adjusted at annual rates				
				2004		2005		
				IV	I	II	III	IV
Motor vehicle output	1	421.2	435.9	427.5	432.0	431.7	449.5	430.4
Auto output.....	2	133.2	145.7	131.0	143.8	141.0	147.2	151.0
Truck output.....	3	288.5	290.6	297.0	288.7	291.2	302.9	279.7
Final sales of domestic product	4	415.7	439.1	438.6	437.9	452.8	470.9	395.1
Personal consumption expenditures	5	390.3	381.1	395.3	385.0	392.5	406.8	340.1
New motor vehicles.....	6	277.8	277.2	276.7	265.2	291.2	307.3	245.0
Autos.....	7	101.6	105.4	100.0	98.9	109.0	113.6	100.3
Light trucks (including utility vehicles).....	8	176.3	171.8	176.8	166.5	182.4	193.8	144.7
Net purchases of used autos and used light trucks.....	9	113.0	104.6	119.0	120.2	102.1	100.6	95.4
Used autos.....	10	55.6	53.4	59.4	60.3	50.9	52.4	49.9
Used light trucks (including utility vehicles).....	11	57.5	51.2	59.7	59.9	51.2	48.1	45.4
Private fixed investment	12	112.0	136.0	125.8	126.8	135.0	142.3	139.7
New motor vehicles.....	13	187.9	205.6	202.4	197.6	202.8	210.9	211.0
Autos.....	14	65.6	66.4	68.4	64.6	62.3	67.6	71.2
Trucks.....	15	122.2	139.0	133.9	132.9	140.3	143.1	139.6
Light trucks (including utility vehicles).....	16	92.8	103.4	100.0	97.0	105.6	108.3	102.7
Other.....	17	29.3	35.3	33.5	35.4	34.6	34.7	36.4
Net purchases of used autos and used light trucks.....	18	-74.6	-65.1	-74.0	-67.4	-63.2	-63.4	-66.6
Used autos.....	19	-36.7	-35.4	-37.4	-35.1	-33.2	-35.2	-37.9
Used light trucks (including utility vehicles).....	20	-38.0	-29.7	-36.6	-32.3	-29.9	-28.1	-28.6
Gross government investment	21	14.7	15.4	14.5	15.9	14.6	14.9	16.0
Autos.....	22	2.9	3.0	3.1	3.3	2.9	3.0	2.9
Trucks.....	23	11.8	12.3	11.4	12.6	11.7	11.9	13.1
Net exports	24	-103.4	-98.2	-100.7	-94.4	-94.4	-98.6	-105.5
Exports.....	25	34.6	40.8	36.8	40.9	39.4	41.0	42.0
Autos.....	26	15.8	19.4	16.9	19.5	18.5	19.2	20.2
Trucks.....	27	18.7	21.4	19.8	21.4	20.8	21.8	21.8
Imports.....	28	138.0	139.0	137.5	135.3	133.8	139.6	147.4
Autos.....	29	69.6	66.4	69.1	66.0	63.9	67.2	68.7
Trucks.....	30	68.3	72.5	68.3	69.2	69.8	72.3	78.5
Change in private inventories	31	5.8	-2.5	-9.6	-4.7	-19.3	-19.6	33.6
Autos.....	32	-2.1	-0.1	-10.7	-2.1	-5.5	-6.1	13.3
New.....	33	-2.5	0.1	-7.2	2.5	-5.8	-5.4	9.2
Domestic.....	34	-1.6	0.2	-2.4	-2.2	-3.1	-2.9	9.1
Foreign.....	35	-0.9	-0.1	-4.7	4.5	-2.6	-2.4	0.3
Used.....	36	0.6	-0.2	-3.4	-5.0	0.6	-0.5	4.0
Trucks.....	37	7.2	-2.3	0.3	-2.6	-13.3	-12.9	19.7
New.....	38	6.2	-1.6	2.6	1.1	-11.7	-11.6	15.6
Domestic.....	39	6.2	-2.0	5.3	0.5	-11.8	-11.7	15.0
Foreign.....	40	0.0	0.4	-2.9	0.7	0.2	0.2	0.5
Used ¹	41	0.6	-0.6	-3.2	-4.8	-0.8	-0.5	3.6
Residual	42	1.0	-0.8	1.2	1.5	-3.9	-4.3	3.0
Addenda:								
Final sales of motor vehicles to domestic purchasers.....	43	518.6	536.1	538.2	530.7	545.5	567.7	500.4
Private fixed investment in new autos and new light trucks.....	44	158.3	169.7	168.3	161.4	167.6	175.7	173.9
Domestic output of new autos ²	45	91.2	99.9	90.8	94.5	97.2	102.3	105.4
Sales of imported new autos ³	46	90.4	90.3	92.2	86.3	88.5	94.5	92.0

1. Consists of used light trucks only.

2. Consists of final sales and change in private inventories of new autos assembled in the United States.

3. Consists of personal consumption expenditures, private fixed investment, and gross government investment.

NOTE: Chained (2000) dollar series are calculated as the product of the chain-type quantity index and the 2000 current-dollar value of the corresponding series, divided by 100. Because the formula for the chain-type quantity indexes uses weights of more than one period, the corresponding chained-dollar estimates are usually not additive. The residual line is the difference between the first line and the sum of the most detailed lines, excluding the lines in the addenda.

The estimates in this table were published in tables 1 and 6 in "Annual Industry Accounts: Revised Estimates for 2002-2004" in the December 2005 SURVEY.

Table B.2. Current-Dollar and Real Value Added by Industry for 2002-2004

	Billions of dollars			Billions of chained (2000) dollars				Billions of dollars			Billions of chained (2000) dollars		
	2002	2003	2004	2002	2003	2004		2002	2003	2004	2002	2003	2004
Gross domestic product	10,469.6	10,971.2	11,734.3	10,048.8	10,320.6	10,755.7							
Private industries	9,131.2	9,556.8	10,251.0	8,817.1	9,060.3	9,481.7							
Agriculture, forestry, fishing, and hunting	95.4	114.2	141.6	96.8	104.2	106.0							
Farms	70.8	88.0	112.2	70.1	76.0	75.9							
Forestry, fishing, and related activities	24.6	26.2	29.4	26.7	28.1	30.5							
Mining	106.5	142.3	171.9	107.6	106.0	108.4							
Oil and gas extraction	62.8	93.1	115.2	62.0	77.4	76.6							
Mining, except oil and gas	26.8	27.4	30.6	24.2	24.3	25.1							
Support activities for mining	16.9	21.7	26.1	6.9	7.8	9.1							
Utilities	207.3	222.6	235.3	187.7	202.3	204.5							
Construction	482.3	501.0	549.5	428.1	422.4	432.9							
Manufacturing	1,352.6	1,369.2	1,420.1	1,384.4	1,410.4	1,478.1							
Durable goods	774.8	785.5	824.1	827.7	863.2	917.8							
Wood products	30.4	33.0	39.2	30.3	31.4	32.4							
Nonmetallic mineral products	45.9	46.2	49.7	45.5	46.6	49.0							
Primary metals	41.9	38.7	50.9	44.1	42.6	46.5							
Fabricated metal products	107.4	109.1	115.4	104.4	107.5	110.7							
Machinery	96.5	95.1	100.2	93.3	92.3	100.7							
Computer and electronic products	124.2	125.6	132.6	185.8	215.0	260.3							
Electrical equipment, appliances, and components	48.8	48.6	48.2	48.8	49.9	49.3							
Motor vehicles, bodies and trailers, and parts	118.9	129.9	120.1	127.5	143.2	139.2							
Other transportation equipment	69.6	65.0	66.9	64.2	57.9	58.0							
Furniture and related products	31.1	30.7	31.4	29.2	28.9	31.0							
Miscellaneous manufacturing	60.0	63.7	69.4	56.4	59.6	66.3							
Nondurable goods	577.9	583.7	596.1	555.7	548.8	563.8							
Food and beverage and tobacco products	172.9	170.6	167.9	153.7	153.3	155.8							
Textile mills and textile product mills	21.9	22.7	23.3	21.4	23.1	23.2							
Apparel and leather and allied products	20.9	18.4	18.9	21.1	18.7	19.7							
Paper products	50.3	46.4	48.9	50.8	48.9	53.5							
Printing and related support activities	45.7	44.5	45.9	43.5	42.5	44.4							
Petroleum and coal products	26.2	33.5	34.8	32.5	26.1	24.7							
Chemical products	174.4	181.8	186.0	170.5	172.9	173.6							
Plastics and rubber products	65.5	65.6	70.3	62.9	64.0	70.8							
Wholesale trade	615.4	633.0	694.7	639.4	653.6	683.7							
Retail trade	719.6	751.0	790.4	724.0	749.9	797.7							
Transportation and warehousing	304.6	321.6	332.9	300.2	311.2	323.8							
Air transportation	48.3	55.3	53.4	62.8	71.1	79.5							
Rail transportation	26.2	27.1	29.0	24.4	24.7	25.7							
Water transportation	7.0	9.1	8.0	5.6	5.8	5.3							
Truck transportation	95.7	98.8	104.7	87.5	88.7	91.4							
Transit and ground passenger transportation	15.7	16.2	16.8	14.6	14.4	14.4							
Pipeline transportation	11.5	10.5	10.7	9.6	10.1	10.4							
Other transportation and support activities	73.4	76.4	83.2	70.6	72.0	75.5							
Warehousing and storage	26.8	28.3	27.1	25.6	26.9	26.1							
Information	483.0	491.8	538.7	487.0	500.0	563.8							
Publishing industries (includes software)	119.0	118.8	125.3	115.4	118.8	130.8							
Motion picture and sound recording industries	38.9	42.4	47.3	35.8	36.7	39.8							
Broadcasting and telecommunications	278.9	280.4	312.0	291.8	296.7	340.2							
Information and data processing services	46.2	50.1	54.1	43.7	47.2	53.0							
Finance, insurance, real estate, rental, and leasing	2,141.9	2,260.4	2,412.9	2,023.6	2,093.3	2,173.1							
Finance and insurance	822.7	885.2	927.4	790.0	837.0	845.3							
Federal Reserve banks, credit intermediation, and related activities	417.4	451.8	464.7	381.2	409.9	406.6							
Securities, commodity contracts, and investments	148.4	153.3	170.9	169.8	175.2	192.9							
Insurance carriers and related activities	237.4	260.4	269.6	224.7	233.7	230.3							
Funds, trusts, and other financial vehicles	19.5	19.7	22.2	12.0	14.1	14.9							
Real estate and rental and leasing	1,319.2	1,375.2	1,485.5	1,233.9	1,257.2	1,328.0							
Real estate	1,215.9	1,268.6	1,374.7	1,129.3	1,154.0	1,224.0							
Rental and leasing services and lessors of intangible assets	103.3	106.6	110.8	104.3	102.7	103.3							
Professional and business services	1,189.0	1,235.9	1,351.9	1,131.6	1,168.1	1,243.4							
Professional, scientific, and technical services	705.2	727.4	784.3	668.8	684.2	732.7							
Legal services	145.8	155.8	164.1	132.6	136.5	135.6							
Computer systems design and related services	127.3	126.3	133.1	127.6	129.3	139.7							
Miscellaneous professional, scientific, and technical services	432.2	445.3	487.2	408.8	418.5	458.8							
Management of companies and enterprises	183.8	191.5	220.8	185.3	191.8	203.4							
Administrative and waste management services	300.0	317.1	346.8	277.7	292.3	307.5							
Administrative and support services	273.3	289.0	316.3	253.2	267.1	282.2							
Waste management and remediation services	26.7	28.1	30.5	24.5	25.2	25.4							
Educational services, health care, and social assistance	799.6	850.6	909.0	729.5	749.8	773.6							
Educational services	93.3	99.6	106.3	81.2	82.1	82.7							
Health care and social assistance	706.3	751.0	802.7	648.4	667.9	691.2							
Ambulatory health care services	361.8	384.7	413.0	343.1	357.8	375.4							
Hospitals and nursing and residential care facilities	281.1	299.0	318.8	245.6	247.8	250.9							
Social assistance	63.4	67.3	70.9	60.1	63.2	66.7							
Arts, entertainment, recreation, accommodation, and food services	381.5	398.8	424.3	353.7	364.1	375.2							
Arts, entertainment, and recreation	102.4	106.3	111.6	94.7	95.4	97.3							
Performing arts, spectator sports, museums, and related activities	46.7	49.5	50.2	43.0	43.7	42.7							
Amusements, gambling, and recreation industries	55.7	56.8	61.3	51.7	51.7	54.7							
Accommodation and food services	279.1	292.5	312.8	259.0	268.7	277.9							
Accommodation	89.1	94.0	100.8	86.7	90.0	91.4							
Food services and drinking places	190.0	198.5	212.0	172.3	178.7	186.4							
Other services, except government	252.5	264.3	277.7	226.1	228.6	231.4							
Government	1,338.4	1,414.5	1,483.3	1,232.4	1,248.0	1,260.0							
Federal	417.3	447.1	475.9	380.0	387.1	393.1							
General government	352.9	382.6	408.2	323.3	331.8	334.9							
Government enterprises	64.5	64.5	67.7	56.9	55.6	58.5							
State and local	921.1	967.4	1,007.4	852.4	860.8	866.8							
General government	848.9	893.7	931.4	787.1	794.4	800.7							
Government enterprises	72.2	73.7	75.9	65.4	66.6	66.2							
Not allocated by industry ¹				-9.4	-8.4	-41.3							
Addenda:													
Private goods-producing industries ²	2,036.9	2,126.7	2,283.1	2,016.0	2,040.0	2,119.2							
Private services-producing industries ³	7,094.3	7,430.0	7,967.9	6,801.1	7,019.6	7,361.6							
Information-communications-technology-producing industries ⁴	416.6	420.9	445.2	473.4	505.0	570.1							

1. Chained (2000)

C. Historical Measures

This table is derived from the “Selected NIPA Tables” that are published in this issue and from the “GDP and Other Major NIPA Series” tables that were published in the August 2005 issue. (The changes in prices are calculated from indexes expressed to three decimal places.)

Table C.1. GDP and Other Major NIPA Aggregates—Continues

[Quarterly estimates are seasonally adjusted at annual rates]

Year and quarter	Billions of chained (2000) dollars			Percent change from preceding period		Chain-type price indexes [2000=100]		Implicit price deflators [2000=100]		Percent change from preceding period			
	Gross domestic product	Final sales of domestic product	Gross national product	Gross domestic product	Final sales of domestic product	Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product	Chain-type price indexes		Implicit price deflators	
										Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product
1959	2,441.3	2,442.7	2,457.4	7.1	6.2	20.754	20.365	20.751	20.727	1.2	1.2	1.2	1.2
1960	2,501.8	2,506.8	2,519.4	2.5	2.6	21.044	20.646	21.041	21.018	1.4	1.4	1.4	1.4
1961	2,560.0	2,566.8	2,579.3	2.3	2.4	21.281	20.865	21.278	21.255	1.1	1.1	1.1	1.1
1962	2,715.2	2,708.5	2,736.9	6.1	5.5	21.572	21.139	21.569	21.547	1.4	1.3	1.4	1.4
1963	2,834.0	2,830.3	2,857.2	4.4	4.5	21.801	21.385	21.798	21.777	1.1	1.2	1.1	1.1
1964	2,998.6	2,999.9	3,023.6	5.8	6.0	22.134	21.725	22.131	22.111	1.5	1.6	1.5	1.5
1965	3,191.1	3,173.8	3,217.3	6.4	5.8	22.538	22.102	22.535	22.516	1.8	1.7	1.8	1.8
1966	3,399.1	3,364.8	3,423.7	6.5	6.0	23.180	22.724	23.176	23.158	2.8	2.8	2.8	2.9
1967	3,484.6	3,467.6	3,510.1	2.5	3.1	23.897	23.389	23.893	23.874	3.1	2.9	3.1	3.1
1968	3,652.7	3,640.3	3,680.0	4.8	5.0	24.916	24.380	24.913	24.893	4.3	4.2	4.3	4.3
1969	3,765.4	3,753.7	3,792.0	3.1	3.1	26.153	25.580	26.149	26.127	5.0	4.9	5.0	5.0
1970	3,771.9	3,787.7	3,798.2	0.2	0.9	27.538	26.964	27.534	27.512	5.3	5.4	5.3	5.3
1971	3,898.6	3,893.4	3,927.8	3.4	2.8	28.916	28.351	28.911	28.889	5.0	5.1	5.0	5.0
1972	4,105.0	4,098.6	4,136.2	5.3	5.3	30.171	29.619	30.166	30.145	4.3	4.5	4.3	4.3
1973	4,341.5	4,315.9	4,383.6	5.8	5.3	31.854	31.343	31.849	31.830	5.6	5.8	5.6	5.6
1974	4,319.6	4,305.5	4,367.5	-0.5	-0.2	34.721	34.546	34.725	34.699	9.0	10.2	9.0	9.0
1975	4,311.2	4,352.5	4,348.4	-0.2	1.1	38.007	37.761	38.002	37.976	9.5	9.3	9.4	9.4
1976	4,540.9	4,522.3	4,585.3	5.3	3.9	40.202	39.938	40.196	40.175	5.8	5.8	5.8	5.8
1977	4,750.5	4,721.6	4,800.3	4.6	4.4	42.758	42.634	42.752	42.731	6.4	6.8	6.4	6.4
1978	5,015.0	4,981.6	5,064.4	5.6	5.5	45.762	45.663	45.757	45.737	7.0	7.1	7.0	7.0
1979	5,173.4	5,161.2	5,240.1	3.2	3.6	49.553	49.669	49.548	49.527	8.3	8.8	8.3	8.3
1980	5,161.7	5,196.7	5,227.6	-0.2	0.7	54.062	54.876	54.043	54.015	9.1	10.5	9.1	9.1
1981	5,291.7	5,265.1	5,349.7	2.5	1.3	59.128	59.896	59.119	59.095	9.4	9.1	9.4	9.4
1982	5,189.3	5,233.4	5,249.7	-1.9	-0.6	62.738	63.296	62.726	62.699	6.1	5.7	6.1	6.1
1983	5,423.8	5,454.0	5,482.5	4.5	4.2	65.214	65.515	65.207	65.184	3.9	3.5	4.0	4.0
1984	5,813.6	5,739.2	5,869.3	7.2	5.2	67.664	67.822	67.655	67.631	3.8	3.5	3.8	3.8
1985	6,053.7	6,042.1	6,093.4	4.1	5.3	69.724	69.760	69.713	69.695	3.0	2.9	3.0	3.1
1986	6,263.6	6,271.8	6,290.6	3.5	3.8	71.269	71.338	71.250	71.227	2.2	2.3	2.2	2.2
1987	6,475.1	6,457.2	6,500.9	3.4	3.0	73.204	73.527	73.196	73.181	2.7	3.1	2.7	2.7
1988	6,742.7	6,734.5	6,775.2	4.1	4.3	75.706	76.043	75.694	75.679	3.4	3.4	3.4	3.4
1989	6,981.4	6,962.2	7,015.4	3.5	3.4	78.569	78.934	78.556	78.549	3.8	3.8	3.8	3.8
1990	7,112.5	7,108.5	7,155.2	1.9	2.1	81.614	82.144	81.590	81.589	3.9	4.1	3.9	3.9
1991	7,100.5	7,115.0	7,136.8	-0.2	0.1	84.457	84.836	84.444	84.440	3.5	3.3	3.5	3.5
1992	7,336.6	7,331.1	7,371.8	3.3	3.0	86.402	86.828	86.385	86.375	2.3	2.3	2.3	2.3
1993	7,532.7	7,522.3	7,568.6	2.7	2.6	88.390	88.730	88.381	88.382	2.3	2.2	2.3	2.3
1994	7,835.5	7,777.8	7,864.2	4.0	3.4	90.265	90.583	90.259	90.262	2.1	2.1	2.1	2.1
1995	8,031.7	8,010.2	8,069.8	2.5	3.0	92.115	92.483	92.106	92.114	2.0	2.1	2.0	2.1
1996	8,328.9	8,306.5	8,365.3	3.7	3.7	93.859	94.145	93.852	93.863	1.9	1.8	1.9	1.9
1997	8,703.5	8,636.6	8,737.5	4.5	4.0	95.415	95.440	95.414	95.420	1.7	1.4	1.7	1.7
1998	9,066.9	8,997.6	9,088.7	4.2	4.2	96.475	96.060	96.472	96.475	1.1	0.6	1.1	1.1
1999	9,470.3	9,404.0	9,504.7	4.5	4.5	97.868	97.556	97.868	97.869	1.4	1.6	1.4	1.4
2000	9,817.0	9,760.5	9,855.9	3.7	3.8	100.000	100.000	100.000	100.000	2.2	2.5	2.2	2.2
2001	9,890.7	9,920.9	9,933.6	0.8	1.6	102.402	101.994	102.399	102.396	2.4	2.0	2.4	2.4
2002	10,048.8	10,036.5	10,079.0	1.6	1.2	104.193	103.583	104.187	104.179	1.7	1.6	1.7	1.7
2003	10,320.6	10,303.6	10,385.2	2.7	2.7	106.310	105.863	106.305	106.299	2.0	2.2	2.0	2.0
2004	10,755.7	10,702.4	10,805.7	4.2	3.9	109.102	108.899	109.099	109.091	2.6	2.9	2.6	2.6
2005	11,131.1	11,112.2	.....	3.5	3.8	112.144	112.377	112.113	.....	2.8	3.2	2.8	.....

Table C.1. GDP and Other Major NIPA Aggregates—Continues

[Quarterly estimates are seasonally adjusted at annual rates]

Year and quarter	Billions of chained (2000) dollars			Percent change from preceding period		Chain-type price indexes [2000=100]		Implicit price deflators [2000=100]		Percent change from preceding period			
	Gross domestic product	Final sales of domestic product	Gross national product	Gross domestic product	Final sales of domestic product	Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product	Chain-type price indexes		Implicit price deflators	
										Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product
1959: I.....	2,392.9	2,396.9	2,408.1	7.9	8.1	20.680	20.296	20.704	20.680	1.8	2.1	0.9	0.9
II.....	2,455.8	2,440.3	2,471.1	10.9	7.4	20.711	20.326	20.704	20.681	0.6	0.6	0.0	0.0
III.....	2,453.9	2,471.1	2,470.3	-0.3	5.1	20.770	20.379	20.753	20.730	1.1	1.0	1.0	1.0
IV.....	2,462.6	2,462.3	2,479.8	1.4	-1.4	20.853	20.460	20.840	20.817	1.6	1.6	1.7	1.7
1960: I.....	2,517.4	2,488.1	2,534.1	9.2	4.3	20.903	20.505	20.931	20.909	1.0	0.9	1.8	1.8
II.....	2,504.8	2,511.5	2,521.8	-2.0	3.8	20.995	20.598	21.004	20.982	1.8	1.8	1.4	1.4
III.....	2,508.7	2,507.9	2,526.5	0.6	-0.6	21.093	20.694	21.084	21.061	1.9	1.9	1.5	1.5
IV.....	2,476.2	2,519.8	2,494.9	-5.1	1.9	21.186	20.787	21.146	21.122	1.8	1.8	1.2	1.2
1961: I.....	2,491.2	2,522.0	2,510.8	2.4	0.4	21.210	20.807	21.192	21.169	0.5	0.4	0.9	0.9
II.....	2,538.0	2,549.1	2,556.7	7.7	4.4	21.249	20.831	21.237	21.214	0.7	0.5	0.9	0.9
III.....	2,579.1	2,568.9	2,598.3	6.6	3.1	21.305	20.887	21.303	21.280	1.1	1.1	1.2	1.3
IV.....	2,631.8	2,627.3	2,651.4	8.4	9.4	21.360	20.933	21.375	21.352	1.0	0.9	1.4	1.4
1962: I.....	2,679.1	2,659.5	2,698.6	7.4	5.0	21.482	21.041	21.501	21.479	2.3	2.1	2.4	2.4
II.....	2,708.4	2,704.5	2,729.7	4.4	6.9	21.538	21.109	21.533	21.511	1.0	1.3	0.6	0.6
III.....	2,733.3	2,725.6	2,754.8	3.7	3.2	21.596	21.163	21.583	21.564	1.1	1.0	1.0	1.0
IV.....	2,740.0	2,744.5	2,764.5	1.0	2.8	21.671	21.241	21.653	21.632	1.4	1.5	1.3	1.3
1963: I.....	2,775.9	2,762.8	2,799.4	5.3	2.7	21.732	21.308	21.702	21.681	1.1	1.3	0.9	0.9
II.....	2,810.6	2,809.7	2,833.3	5.1	7.0	21.754	21.335	21.745	21.724	0.4	0.5	0.8	0.8
III.....	2,863.5	2,859.4	2,886.6	7.7	7.3	21.794	21.382	21.788	21.768	0.7	0.9	0.8	0.8
IV.....	2,885.8	2,889.5	2,909.6	3.1	4.3	21.923	21.514	21.951	21.930	2.4	2.5	3.0	3.0
1964: I.....	2,950.5	2,952.7	2,976.3	9.3	9.0	22.001	21.596	22.016	21.995	1.4	1.5	1.2	1.2
II.....	2,984.8	2,988.1	3,009.6	4.7	4.9	22.073	21.674	22.073	22.053	1.3	1.5	1.0	1.1
III.....	3,025.5	3,025.4	3,051.1	5.6	5.1	22.180	21.769	22.160	22.140	2.0	1.8	1.6	1.6
IV.....	3,033.6	3,033.2	3,057.5	1.1	1.0	22.282	21.860	22.282	22.250	1.9	1.7	2.0	2.0
1965: I.....	3,108.2	3,081.0	3,135.2	10.2	6.5	22.380	21.940	22.383	22.363	1.8	1.5	2.0	2.0
II.....	3,150.2	3,136.6	3,178.0	5.5	7.4	22.479	22.037	22.480	22.460	1.8	1.8	1.7	1.7
III.....	3,214.1	3,195.5	3,240.0	8.4	7.7	22.578	22.140	22.578	22.544	1.8	1.9	1.5	1.5
IV.....	3,291.8	3,282.4	3,315.7	10.0	11.3	22.717	22.292	22.707	22.688	2.5	2.8	2.6	2.6
1966: I.....	3,372.3	3,337.0	3,396.9	10.1	6.8	22.857	22.416	22.855	22.837	2.5	2.2	2.6	2.7
II.....	3,384.0	3,352.4	3,408.7	1.4	1.9	23.071	22.629	23.048	23.029	3.8	3.9	3.4	3.4
III.....	3,406.3	3,380.2	3,430.4	2.7	3.4	23.293	22.831	23.291	23.272	3.9	3.6	4.3	4.3
IV.....	3,433.7	3,389.6	3,458.9	3.3	1.1	23.498	23.018	23.505	23.486	3.6	3.3	3.7	3.7
1967: I.....	3,464.1	3,424.2	3,489.0	3.6	4.1	23.611	23.109	23.612	23.593	1.9	1.6	1.8	1.8
II.....	3,464.3	3,460.2	3,488.5	0.0	4.3	23.759	23.254	23.741	23.722	2.5	2.5	2.2	2.2
III.....	3,491.8	3,477.8	3,518.5	3.2	2.0	23.977	23.469	23.975	23.955	3.7	3.7	4.0	4.0
IV.....	3,518.2	3,508.2	3,544.1	3.1	3.5	24.242	23.723	24.241	24.221	4.5	4.4	4.5	4.5
1968: I.....	3,590.7	3,581.7	3,617.2	8.5	8.6	24.503	23.979	24.506	24.487	4.4	4.4	4.4	4.5
II.....	3,651.6	3,617.7	3,678.7	7.0	4.1	24.777	24.230	24.763	24.743	4.5	4.3	4.3	4.2
III.....	3,676.5	3,669.4	3,704.4	2.7	5.8	25.017	24.483	25.008	24.988	3.9	4.2	4.0	4.0
IV.....	3,692.0	3,692.2	3,719.6	1.7	2.5	25.367	24.826	25.362	25.342	5.7	5.7	5.8	5.8
1969: I.....	3,750.2	3,730.5	3,778.0	6.5	4.2	25.622	25.062	25.626	25.605	4.1	3.9	4.2	4.2
II.....	3,760.9	3,748.6	3,787.7	1.1	2.0	25.966	25.402	25.958	25.937	5.5	5.5	5.3	5.3
III.....	3,784.2	3,767.6	3,810.0	2.5	2.0	26.345	25.764	26.332	26.310	6.0	5.8	5.9	5.9
IV.....	3,766.3	3,768.1	3,792.1	-1.9	0.1	26.678	26.093	26.675	26.652	5.2	5.2	5.3	5.3
1970: I.....	3,760.0	3,778.0	3,786.3	-0.7	1.1	27.051	26.474	27.056	27.034	5.7	6.0	5.8	5.9
II.....	3,767.1	3,771.0	3,794.3	0.8	-0.7	27.437	26.841	27.428	27.406	5.8	5.7	5.6	5.6
III.....	3,800.5	3,804.6	3,827.4	3.6	3.6	27.655	27.093	27.647	27.624	3.2	3.8	3.2	3.2
IV.....	3,759.8	3,797.2	3,784.5	-4.2	-0.8	28.009	27.449	28.004	27.982	5.2	5.4	5.3	5.3
1971: I.....	3,864.1	3,844.7	3,893.1	11.6	5.1	28.429	27.854	28.425	28.403	6.1	6.0	6.2	6.2
II.....	3,885.9	3,871.3	3,916.4	2.3	2.8	28.809	28.230	28.798	28.777	5.5	5.5	5.4	5.4
III.....	3,916.7	3,905.2	3,944.4	3.2	3.5	29.097	28.539	29.089	29.069	4.1	4.5	4.1	4.1
IV.....	3,927.9	3,952.5	3,957.1	1.1	4.9	29.329	28.779	29.322	29.300	3.2	3.4	3.2	3.2
1972: I.....	3,997.7	4,006.9	4,028.1	7.3	5.6	29.814	29.234	29.781	29.759	6.8	6.5	6.4	6.4
II.....	4,092.1	4,073.0	4,122.1	9.8	6.8	29.989	29.437	29.959	29.937	2.4	2.8	2.4	2.4
III.....	4,131.1	4,109.6	4,163.5	3.9	3.6	30.264	29.728	30.250	30.229	3.7	4.0	3.9	4.0
IV.....	4,198.7	4,204.8	4,231.0	6.7	9.6	30.620	30.078	30.652	30.631	4.8	4.8	5.4	5.4
1973: I.....	4,305.3	4,296.4	4,342.5	10.6	9.0	31.025	30.478	31.020	31.000	5.4	5.4	4.9	4.9
II.....	4,355.1	4,317.4	4,394.6	4.7	2.0	31.542	31.052	31.500	31.481	6.8	7.7	6.3	6.4
III.....	4,331.9	4,322.6	4,377.8	-2.1	0.5	32.147	31.625	32.114	32.095	7.9	7.6	8.0	8.0
IV.....	4,373.3	4,327.3	4,419.5	3.9	0.4	32.703	32.218	32.750	32.731	7.1	7.7	8.2	8.2
1974: I.....	4,335.4	4,322.7	4,389.4	-3.4	-0.4	33.371	33.068	33.376	33.354	8.4	11.0	7.9	7.8
II.....	4,347.9	4,328.7	4,399.1	1.2	0.6	34.110	34.007	34.162	34.137	9.2	11.9	9.8	9.7
III.....	4,305.8	4,316.3	4,352.4	-3.8	-1.1	35.164	35.045	35.166	35.141	12.9	12.8	12.3	12.3
IV.....	4,288.9	4,254.5	4,329.3	-1.6	-5.6	36.240	36.062	36.218	36.188	12.8	12.1	12.5	12.5

Table C.1. GDP and Other Major NIPA Aggregates—Continues

[Quarterly estimates are seasonally adjusted at annual rates]

Year and quarter	Billions of chained (2000) dollars			Percent change from preceding period		Chain-type price indexes [2000=100]		Implicit price deflators [2000=100]		Percent change from preceding period			
	Gross domestic product	Final sales of domestic product	Gross national product	Gross domestic product	Final sales of domestic product	Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product	Chain-type price indexes		Implicit price deflators	
										Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product
1975: I.....	4,237.6	4,287.8	4,271.5	-4.7	3.2	37.077	36.849	37.050	37.022	9.6	9.0	9.5	9.5
II.....	4,268.6	4,331.0	4,302.8	3.0	4.1	37.622	37.412	37.614	37.586	6.0	6.3	6.2	6.2
III.....	4,340.9	4,370.1	4,377.7	6.9	3.7	38.324	38.060	38.313	38.288	7.7	7.1	7.6	7.7
IV.....	4,397.8	4,421.1	4,441.7	5.4	4.8	39.005	38.724	38.987	38.961	7.3	7.2	7.2	7.2
1976: I.....	4,496.8	4,482.1	4,539.3	9.3	5.6	39.443	39.163	39.418	39.396	4.6	4.6	4.5	4.5
II.....	4,530.3	4,496.3	4,574.6	3.0	1.3	39.866	39.595	39.840	39.818	4.4	4.5	4.4	4.4
III.....	4,552.0	4,523.7	4,596.7	1.9	2.5	40.405	40.168	40.385	40.365	5.5	5.9	5.6	5.6
IV.....	4,584.6	4,587.1	4,630.4	2.9	5.7	41.096	40.828	41.122	41.101	7.0	6.7	7.5	7.5
1977: I.....	4,640.0	4,631.5	4,692.2	4.9	3.9	41.781	41.591	41.796	41.773	6.8	7.7	6.7	6.7
II.....	4,731.1	4,705.5	4,782.3	8.1	6.5	42.452	42.306	42.401	42.381	6.6	7.1	5.9	6.0
III.....	4,815.8	4,755.2	4,866.4	7.4	4.3	43.036	42.950	42.917	42.899	5.6	6.2	5.0	5.0
IV.....	4,815.3	4,794.1	4,860.4	0.0	3.3	43.762	43.688	43.852	43.831	6.9	7.1	9.0	9.0
1978: I.....	4,830.8	4,799.5	4,882.9	1.3	0.5	44.493	44.410	44.505	44.483	6.9	6.8	6.1	6.1
II.....	5,021.2	4,989.9	5,064.7	16.7	16.8	45.350	45.266	45.321	45.301	7.9	7.9	7.5	7.6
III.....	5,070.7	5,036.0	5,118.2	4.0	3.7	46.133	46.048	46.072	46.052	7.1	7.1	6.8	6.8
IV.....	5,137.4	5,100.6	5,191.9	5.4	5.2	47.074	46.928	47.047	47.027	8.4	7.9	8.7	8.7
1979: I.....	5,147.4	5,117.8	5,203.1	0.8	1.4	47.929	47.828	47.876	47.857	7.5	7.9	7.2	7.2
II.....	5,152.3	5,117.9	5,214.9	0.4	0.0	49.092	49.004	49.058	49.034	10.1	10.6	10.2	10.2
III.....	5,189.4	5,192.3	5,263.8	2.9	5.9	50.102	50.289	50.115	50.093	8.5	10.5	8.9	8.9
IV.....	5,204.7	5,216.9	5,278.6	1.2	1.9	51.088	51.515	51.117	51.093	8.1	10.1	8.2	8.2
1980: I.....	5,221.3	5,227.3	5,296.5	1.3	0.8	52.209	52.930	52.195	52.172	9.1	11.4	8.7	8.7
II.....	5,115.9	5,126.2	5,185.5	-7.8	-7.5	53.362	54.220	53.349	53.324	9.1	10.1	9.1	9.1
III.....	5,107.4	5,193.5	5,173.0	-0.7	5.4	54.572	55.446	54.560	54.534	9.4	9.4	9.4	9.4
IV.....	5,202.1	5,239.7	5,255.6	7.6	3.6	56.105	56.907	56.071	56.043	11.7	11.0	11.5	11.5
1981: I.....	5,307.5	5,261.7	5,364.5	8.4	1.7	57.566	58.397	57.517	57.492	10.8	10.9	10.7	10.8
II.....	5,266.1	5,272.8	5,319.8	-3.1	0.8	58.582	59.434	58.598	58.571	7.2	7.3	7.7	7.7
III.....	5,329.8	5,278.5	5,386.8	4.9	0.4	59.661	60.355	59.641	59.616	7.6	6.3	7.3	7.3
IV.....	5,263.4	5,247.4	5,327.3	-4.9	-2.3	60.704	61.400	60.729	60.706	7.2	7.1	7.5	7.5
1982: I.....	5,177.1	5,232.9	5,237.7	-6.4	-1.1	61.563	62.213	61.555	61.530	5.8	5.4	5.6	5.5
II.....	5,204.9	5,230.5	5,272.8	2.2	-0.2	62.330	62.883	62.302	62.276	5.1	4.4	4.9	4.9
III.....	5,185.2	5,196.6	5,242.9	-1.5	-2.6	63.193	63.717	63.182	63.155	5.7	5.4	5.8	5.8
IV.....	5,189.8	5,273.3	5,245.3	0.4	6.0	63.866	64.372	63.863	63.837	4.3	4.2	4.4	4.4
1983: I.....	5,253.8	5,329.2	5,308.8	5.0	4.3	64.413	64.768	64.388	64.363	3.5	2.5	3.3	3.3
II.....	5,372.3	5,404.6	5,430.9	9.3	5.8	64.881	65.213	64.853	64.831	2.9	2.8	2.9	2.9
III.....	5,478.4	5,505.1	5,538.0	8.1	7.7	65.542	65.849	65.517	65.495	4.1	4.0	4.2	4.2
IV.....	5,590.5	5,577.0	5,652.4	8.4	5.3	66.020	66.231	66.012	65.991	2.9	2.3	3.1	3.1
1984: I.....	5,699.8	5,614.4	5,757.1	8.1	2.7	66.838	67.052	66.837	66.815	5.0	5.1	5.1	5.1
II.....	5,797.9	5,717.5	5,855.5	7.1	7.5	67.439	67.647	67.414	67.392	3.6	3.6	3.5	3.5
III.....	5,854.3	5,770.2	5,911.3	3.9	3.7	67.989	68.114	67.953	67.930	3.3	2.8	3.2	3.2
IV.....	5,902.4	5,854.6	5,953.2	3.3	6.0	68.392	68.476	68.385	68.359	2.4	2.1	2.6	2.6
1985: I.....	5,956.9	5,953.0	5,997.4	3.8	6.9	69.180	69.137	69.155	69.127	4.7	3.9	4.6	4.6
II.....	6,007.8	5,998.5	6,050.8	3.5	3.1	69.542	69.537	69.550	69.529	2.1	2.3	2.3	2.3
III.....	6,101.7	6,095.8	6,137.4	6.4	6.6	69.876	69.907	69.838	69.827	1.9	2.1	1.7	1.7
IV.....	6,148.6	6,121.2	6,188.2	3.1	1.7	70.299	70.459	70.289	70.276	2.4	3.2	2.6	2.6
1986: I.....	6,207.4	6,184.1	6,242.5	3.9	4.2	70.660	70.851	70.652	70.635	2.1	2.2	2.1	2.1
II.....	6,232.0	6,230.5	6,257.3	1.6	3.0	71.001	70.985	71.015	70.993	1.9	0.8	2.1	2.0
III.....	6,291.7	6,317.8	6,320.1	3.9	5.7	71.455	71.493	71.426	71.401	2.6	2.9	2.3	2.3
IV.....	6,323.4	6,355.0	6,342.8	2.0	2.4	71.960	72.025	71.893	71.866	2.9	3.0	2.6	2.6
1987: I.....	6,365.0	6,344.4	6,386.8	2.7	-0.7	72.514	72.728	72.487	72.465	3.1	4.0	3.3	3.3
II.....	6,435.0	6,431.4	6,461.8	4.5	5.6	72.904	73.229	72.882	72.870	2.2	2.8	2.2	2.4
III.....	6,493.4	6,510.8	6,519.5	3.7	5.0	73.450	73.819	73.425	73.412	3.0	3.3	3.0	3.0
IV.....	6,606.8	6,542.5	6,635.4	7.2	2.0	73.948	74.332	73.958	73.944	2.7	2.8	2.9	2.9
1988: I.....	6,639.1	6,637.2	6,675.0	2.0	5.9	74.564	74.975	74.587	74.571	3.4	3.5	3.4	3.4
II.....	6,723.5	6,716.4	6,756.2	5.2	4.9	75.296	75.706	75.300	75.285	4.0	4.0	3.9	3.9
III.....	6,759.4	6,749.5	6,788.9	2.1	2.0	76.178	76.406	76.141	76.124	4.8	3.8	4.5	4.5
IV.....	6,848.6	6,835.1	6,880.9	5.4	5.2	76.786	77.086	76.712	76.700	3.2	3.6	3.0	3.1
1989: I.....	6,918.1	6,873.3	6,950.1	4.1	2.3	77.588	77.937	77.580	77.566	4.2	4.5	4.6	4.6
II.....	6,963.5	6,933.6	6,993.9	2.6	3.6	78.342	78.764	78.324	78.316	3.9	4.3	3.9	3.9
III.....	7,013.1	7,015.3	7,046.2	2.9	4.8	78.913	79.227	78.879	78.875	2.9	2.4	2.9	2.9
IV.....	7,030.9	7,026.8	7,071.4	1.0	0.7	79.433	79.807	79.425	79.422	2.7	3.0	2.8	2.8
1990: I.....	7,112.1	7,110.6	7,150.0	4.7	4.9	80.389	80.878	80.375	80.376	4.9	5.5	4.9	4.9
II.....	7,130.3	7,103.8	7,169.9	1.0	-0.4	81.326	81.629	81.311	81.301	4.7	3.8	4.7	4.7
III.....	7,130.8	7,118.3	7,163.9	0.0	0.8	82.053	82.531	82.031	82.028	3.6	4.5	3.6	3.6
IV.....	7,076.9	7,101.3	7,137.1	-3.0	-1.0	82.689	83.536	82.646	82.652	3.1	5.0	3.0	3.1

Table C.1. GDP and Other Major NIPA Aggregates

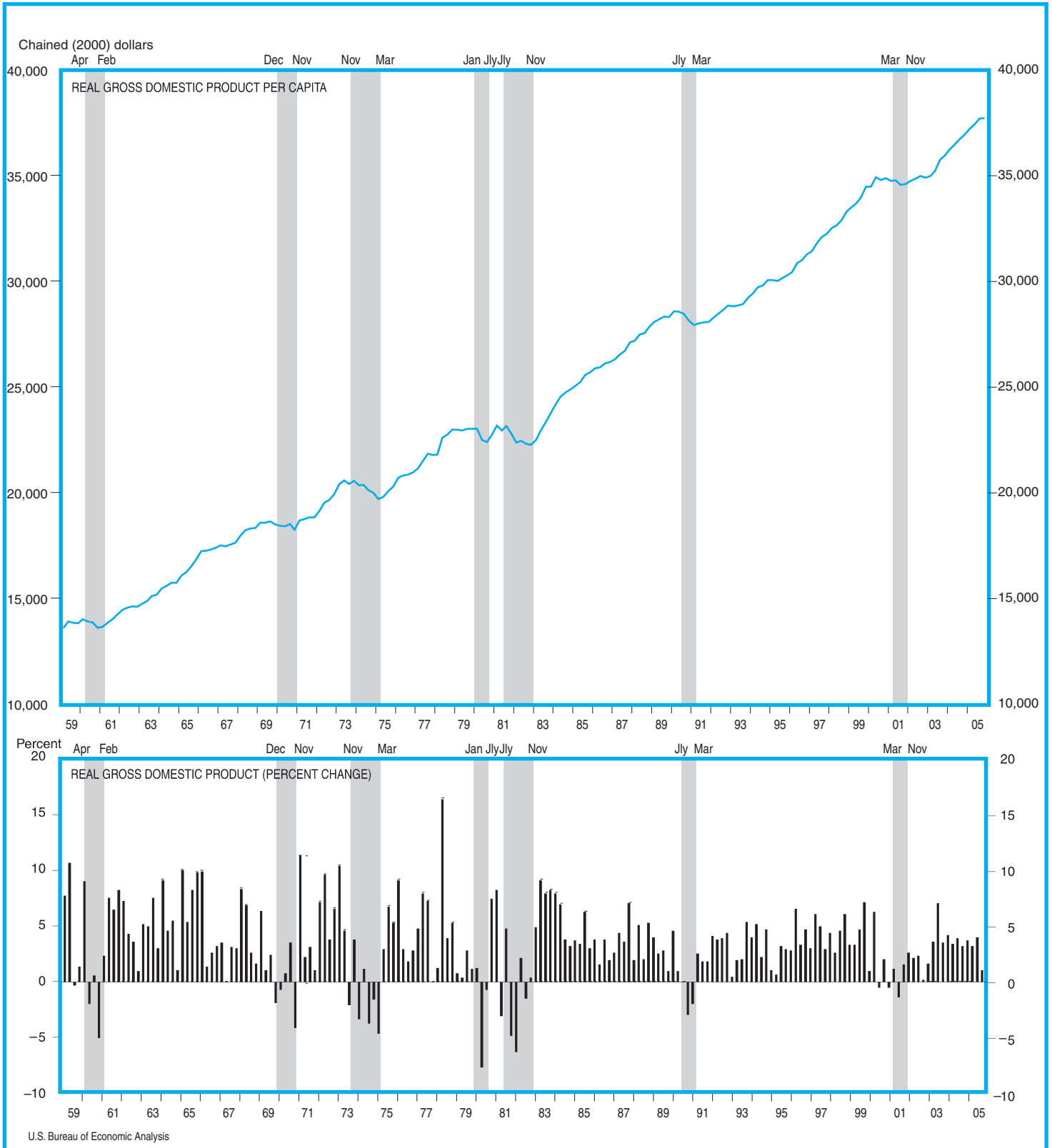
[Quarterly estimates are seasonally adjusted at annual rates]

Year and quarter	Billions of chained (2000) dollars			Percent change from preceding period		Chain-type price indexes [2000=100]		Implicit price deflators [2000=100]		Percent change from preceding period			
	Gross domestic product	Final sales of domestic product	Gross national product	Gross domestic product	Final sales of domestic product	Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product	Chain-type price indexes		Implicit price deflators	
										Gross domestic product	Gross domestic purchases	Gross domestic product	Gross national product
1991: I.....	7,040.8	7,071.5	7,087.0	-2.0	-1.7	83.662	84.197	83.626	83.623	4.8	3.2	4.8	4.8
II.....	7,086.5	7,120.2	7,119.1	2.6	2.8	84.194	84.533	84.165	84.164	2.6	1.6	2.6	2.6
III.....	7,120.7	7,134.6	7,149.3	1.9	0.8	84.772	85.058	84.762	84.758	2.8	2.5	2.9	2.9
IV.....	7,154.1	7,133.8	7,191.8	1.9	0.0	85.200	85.556	85.206	85.202	2.0	2.4	2.1	2.1
1992: I.....	7,228.2	7,239.3	7,265.5	4.2	6.0	85.766	86.093	85.721	85.710	2.7	2.5	2.4	2.4
II.....	7,297.9	7,284.3	7,334.5	3.9	2.5	86.212	86.588	86.190	86.181	2.1	2.3	2.2	2.2
III.....	7,369.5	7,360.5	7,402.6	4.0	4.2	86.587	87.098	86.580	86.567	1.8	2.4	1.8	1.8
IV.....	7,450.7	7,440.3	7,485.0	4.5	4.4	87.042	87.531	87.029	87.019	2.1	2.0	2.1	2.1
1993: I.....	7,459.7	7,431.2	7,502.4	0.5	-0.5	87.729	88.076	87.707	87.705	3.2	2.5	3.2	3.2
II.....	7,497.5	7,483.7	7,532.8	2.0	2.9	88.204	88.595	88.190	88.189	2.2	2.4	2.2	2.2
III.....	7,536.0	7,540.6	7,577.7	2.1	3.1	88.599	88.916	88.570	88.574	1.8	1.5	1.7	1.8
IV.....	7,637.4	7,633.7	7,661.5	5.5	5.0	89.030	89.331	89.038	89.048	2.0	1.9	2.1	2.2
1994: I.....	7,715.1	7,677.5	7,747.2	4.1	2.3	89.598	89.800	89.578	89.583	2.6	2.1	2.4	2.4
II.....	7,815.7	7,737.2	7,843.7	5.3	3.1	89.980	90.271	89.954	89.963	1.7	2.1	1.7	1.7
III.....	7,859.5	7,814.3	7,886.8	2.3	4.0	90.525	90.921	90.525	90.527	2.4	2.9	2.6	2.5
IV.....	7,951.6	7,882.3	7,979.2	4.8	3.5	90.958	91.340	90.952	90.953	1.9	1.9	1.9	1.9
1995: I.....	7,973.7	7,918.7	8,014.3	1.1	1.9	91.554	91.877	91.530	91.534	2.6	2.4	2.6	2.6
II.....	7,988.0	7,962.3	8,032.0	0.7	2.2	91.891	92.329	91.859	91.868	1.5	2.0	1.4	1.5
III.....	8,053.1	8,055.0	8,081.0	3.3	4.7	92.281	92.662	92.289	92.299	1.7	1.5	1.9	1.9
IV.....	8,112.0	8,104.8	8,152.0	3.0	2.5	92.734	93.065	92.733	92.743	2.0	1.8	1.9	1.9
1996: I.....	8,169.2	8,175.4	8,213.3	2.9	3.5	93.302	93.602	93.328	93.338	2.5	2.3	2.6	2.6
II.....	8,303.1	8,285.8	8,337.6	6.7	5.5	93.615	93.897	93.659	93.671	1.3	1.3	1.4	1.4
III.....	8,372.7	8,319.9	8,402.7	3.4	1.7	94.064	94.286	93.951	93.962	1.9	1.7	1.3	1.2
IV.....	8,470.6	8,444.7	8,507.6	4.8	6.1	94.455	94.796	94.450	94.458	1.7	2.2	2.1	2.1
1997: I.....	8,536.1	8,507.3	8,566.0	3.1	3.0	94.963	95.189	95.054	95.058	2.2	1.7	2.6	2.6
II.....	8,665.8	8,574.6	8,707.0	6.2	3.2	95.291	95.296	95.206	95.212	1.4	0.5	0.6	0.6
III.....	8,773.7	8,705.7	8,808.7	5.1	6.3	95.541	95.494	95.504	95.542	1.1	0.8	1.4	1.4
IV.....	8,838.4	8,758.6	8,868.1	3.0	2.5	95.864	95.781	95.846	95.851	1.4	1.2	1.3	1.3
1998: I.....	8,936.2	8,821.1	8,965.5	4.5	2.9	96.096	95.773	96.089	96.091	1.0	0.0	1.0	1.0
II.....	8,995.3	8,948.7	9,022.2	2.7	5.9	96.284	95.881	96.249	96.254	0.8	0.5	0.7	0.7
III.....	9,098.9	9,038.4	9,112.2	4.7	4.1	96.620	96.141	96.600	96.604	1.4	1.1	1.5	1.5
IV.....	9,237.1	9,182.2	9,255.2	6.2	6.5	96.901	96.444	96.934	96.932	1.2	1.3	1.4	1.4
1999: I.....	9,315.5	9,239.7	9,346.7	3.4	2.5	97.274	96.761	97.328	97.330	1.5	1.3	1.6	1.7
II.....	9,392.6	9,353.7	9,429.1	3.4	5.0	97.701	97.317	97.671	97.675	1.8	2.3	1.4	1.4
III.....	9,502.2	9,453.5	9,532.7	4.8	4.3	98.022	97.790	98.013	98.014	1.3	2.0	1.4	1.4
IV.....	9,671.1	9,569.3	9,710.4	7.3	5.0	98.475	98.356	98.432	98.433	1.9	2.3	1.7	1.7
2000: I.....	9,695.6	9,668.8	9,729.0	1.0	4.2	99.292	99.275	99.317	99.311	3.4	3.8	3.6	3.6
II.....	9,847.9	9,748.4	9,885.3	6.4	3.3	99.780	99.714	99.745	99.741	2.0	1.8	1.7	1.7
III.....	9,836.6	9,780.4	9,867.8	-0.5	1.3	100.241	100.283	100.259	100.262	1.9	2.3	2.1	2.1
IV.....	9,887.7	9,844.3	9,941.6	2.1	2.6	100.687	100.727	100.666	100.672	1.8	1.8	1.6	1.6
2001: I.....	9,875.6	9,883.2	9,913.6	-0.5	1.6	101.507	101.403	101.478	101.480	3.3	2.7	3.3	3.2
II.....	9,905.9	9,908.7	9,949.8	1.2	1.0	102.290	101.974	102.252	102.248	3.1	2.3	3.1	3.1
III.....	9,871.1	9,899.9	9,887.7	-1.4	-0.4	102.690	102.223	102.675	102.671	1.6	1.0	1.7	1.7
IV.....	9,910.0	9,992.3	9,983.1	1.6	3.8	103.122	102.378	103.191	103.183	1.7	0.6	2.0	2.0
2002: I.....	9,977.3	9,986.8	10,004.1	2.7	-0.2	103.553	102.755	103.568	103.552	1.7	1.5	1.5	1.4
II.....	10,031.6	10,028.4	10,048.6	2.2	1.7	103.944	103.385	103.938	103.928	1.5	2.5	1.4	1.5
III.....	10,090.7	10,063.5	10,119.7	2.4	1.4	104.347	103.816	104.328	104.321	1.6	1.7	1.5	1.5
IV.....	10,095.8	10,067.3	10,143.8	0.2	0.1	104.926	104.374	104.907	104.903	2.2	2.2	2.2	2.3
2003: I.....	10,138.6	10,114.7	10,182.0	1.7	1.9	105.724	105.418	105.705	105.695	3.1	4.1	3.1	3.1
II.....	10,230.4	10,228.2	10,294.1	3.7	4.6	106.019	105.513	106.004	105.997	1.1	0.4	1.1	1.1
III.....	10,410.9	10,399.5	10,474.7	7.2	6.9	106.500	106.040	106.498	106.493	1.8	2.0	1.9	1.9
IV.....	10,502.6	10,471.8	10,590.0	3.6	2.8	106.996	106.483	106.983	106.981	1.9	1.7	1.8	1.8
2004: I.....	10,612.5	10,568.9	10,689.5	4.3	3.8	107.951	107.586	107.958	107.957	3.6	4.2	3.7	3.7
II.....	10,704.1	10,637.4	10,747.7	3.5	2.6	108.976	108.683	108.987	108.980	3.9	4.1	3.9	3.8
III.....	10,808.9	10,757.1	10,854.1	4.0	4.6	109.371	109.235	109.343	109.334	1.5	2.0	1.3	1.3
IV.....	10,897.1	10,846.0	10,931.8	3.3	3.3	110.111	110.092	110.077	110.064	2.7	3.2	2.7	2.7
2005: I.....	10,999.3	10,940.3	11,036.3	3.8	3.5	110.950	110.883	110.905	110.890	3.1	2.9	3.0	3.0
II.....	11,089.2	11,089.2	11,122.5	3.3	5.6	111.655	111.785	111.622	111.607	2.6	3.3	2.6	2.6
III.....	11,202.3	11,214.4	11,243.2	4.1	4.6	112.567	112.953	112.527	112.512	3.3	4.2	3.3	3.3
IV.....	11,233.5	11,205.0	.....	1.1	-0.3	113.407	113.886	113.369	.....	3.0	3.3	3.0	.....

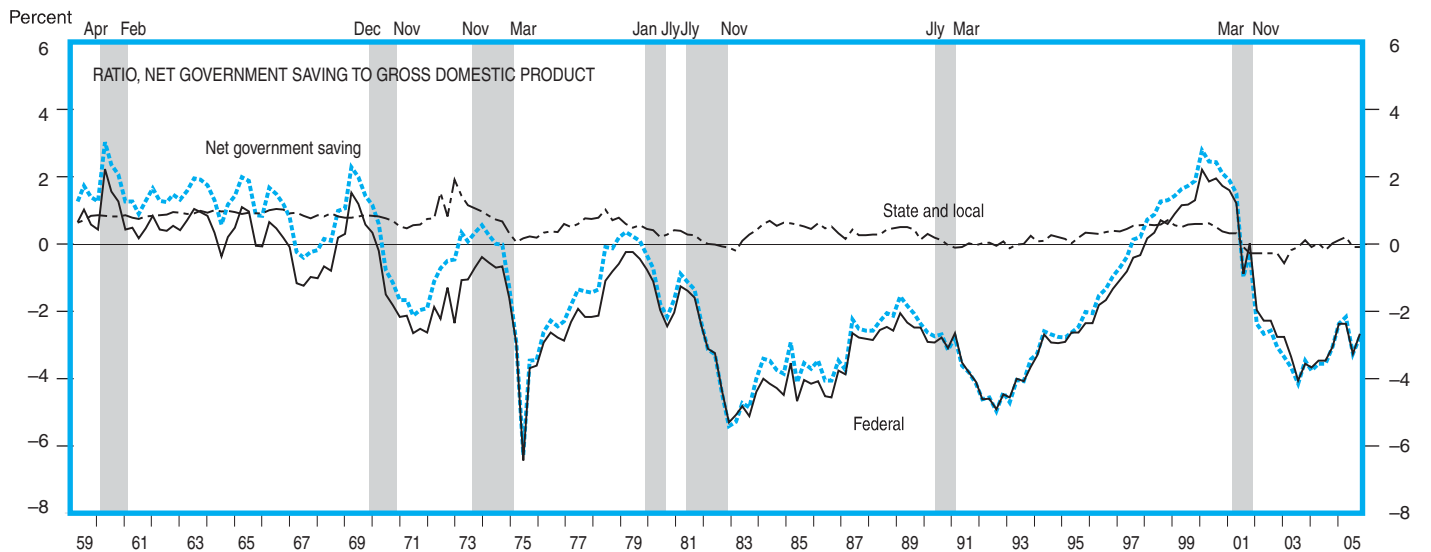
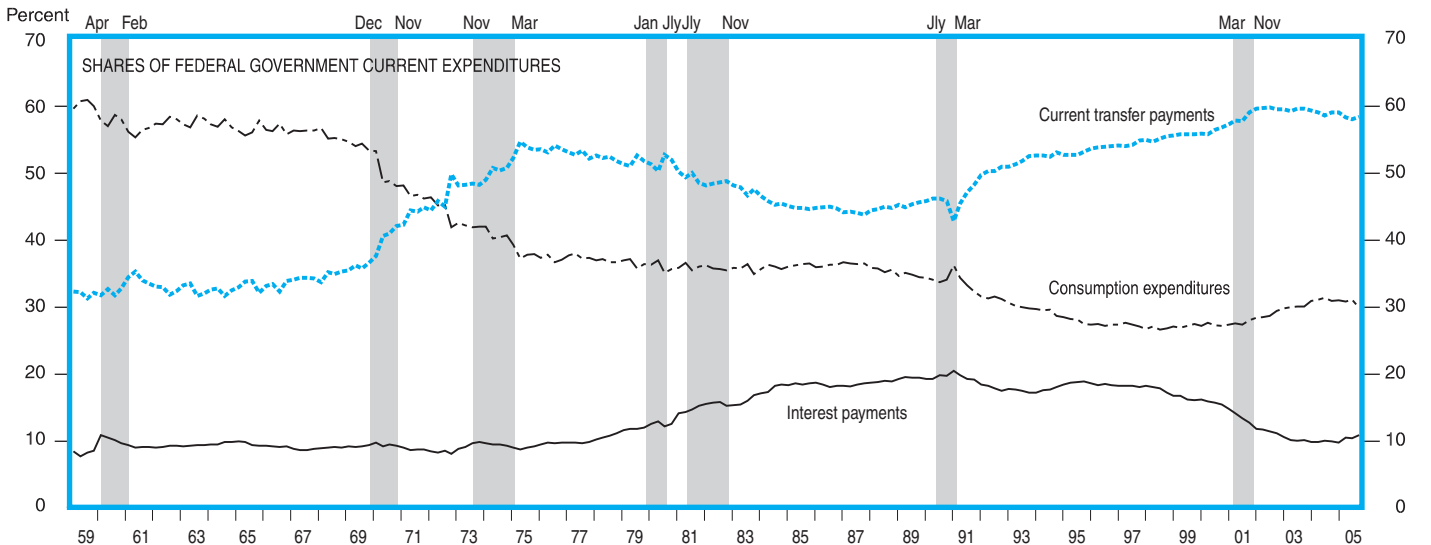
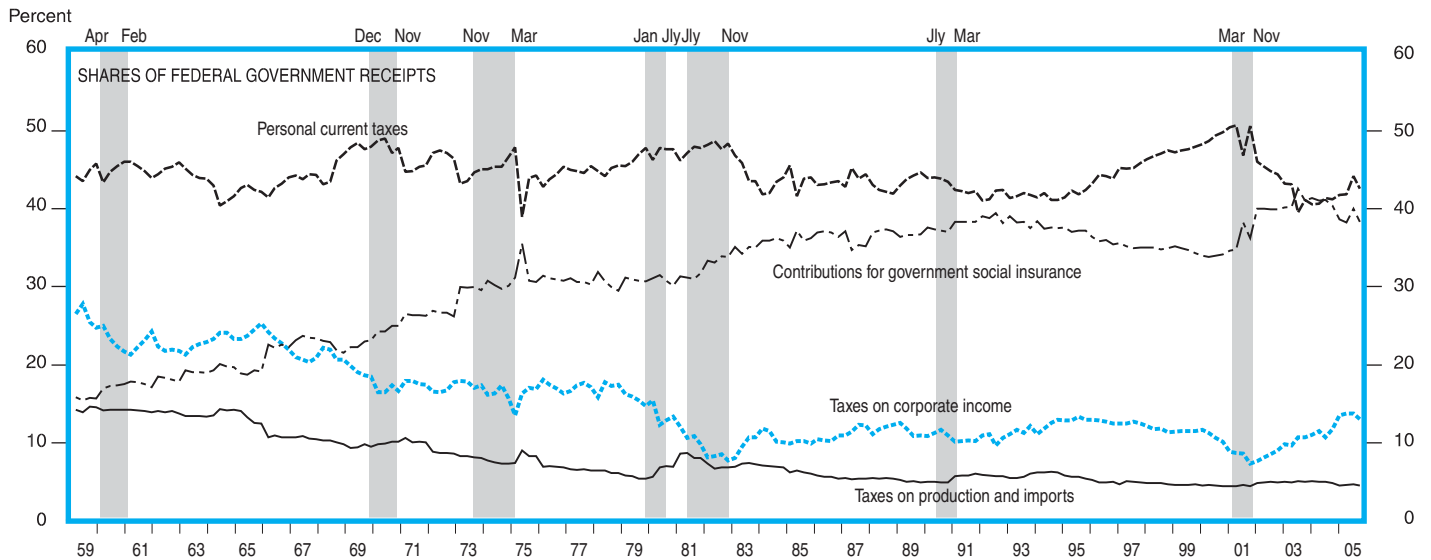
D. Charts

The percent changes shown are based on quarter-to-quarter changes and are expressed at seasonally adjusted annual rates. The levels of series are also expressed at seasonally adjusted annual rates as appropriate.

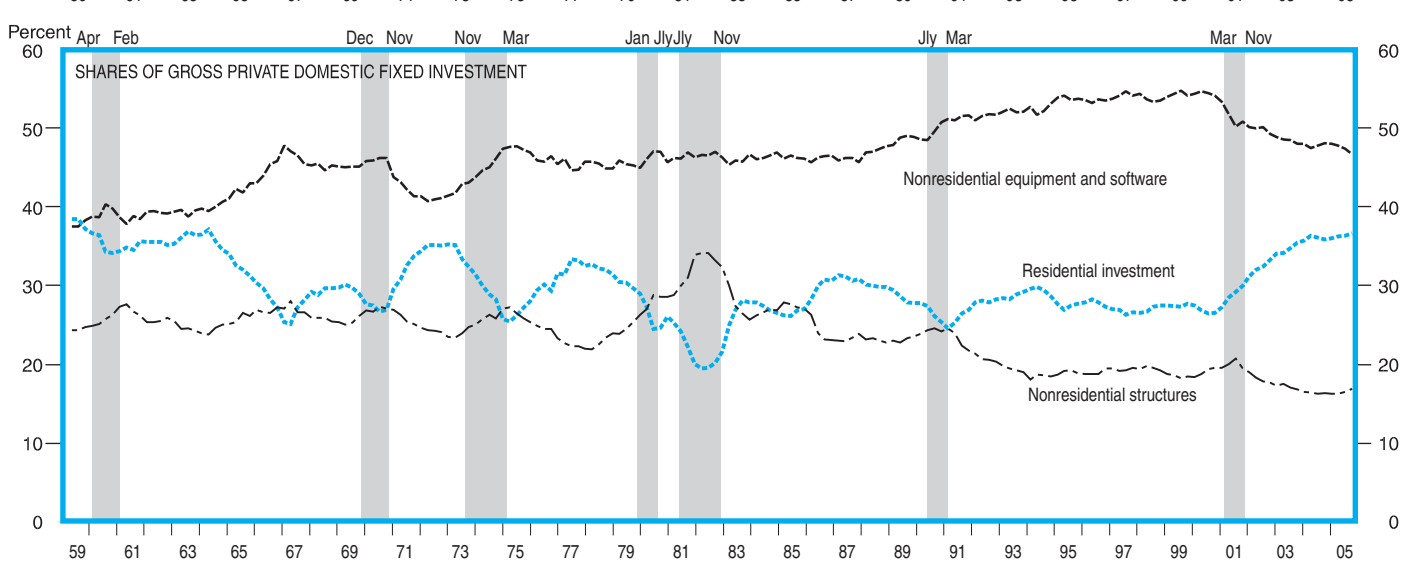
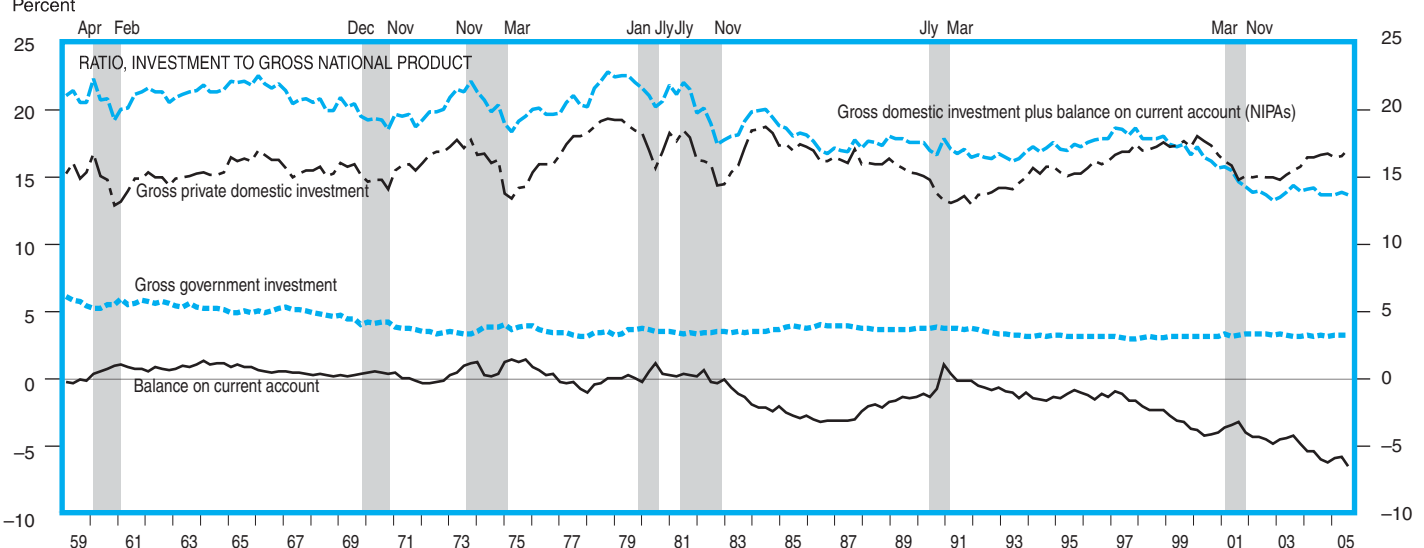
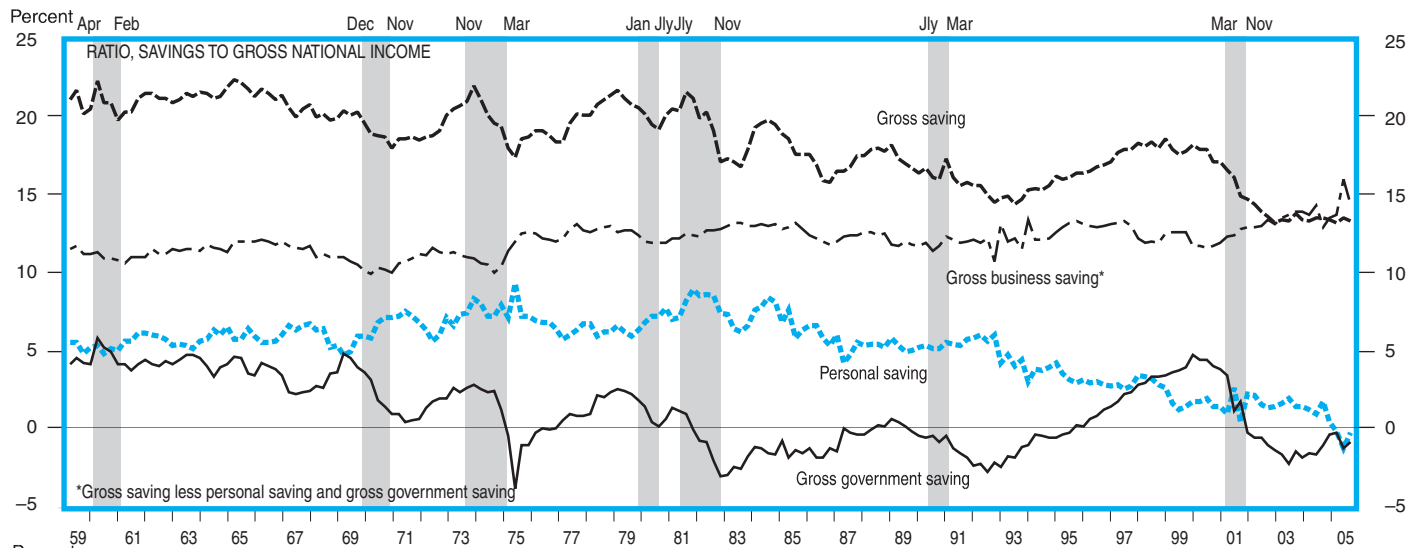
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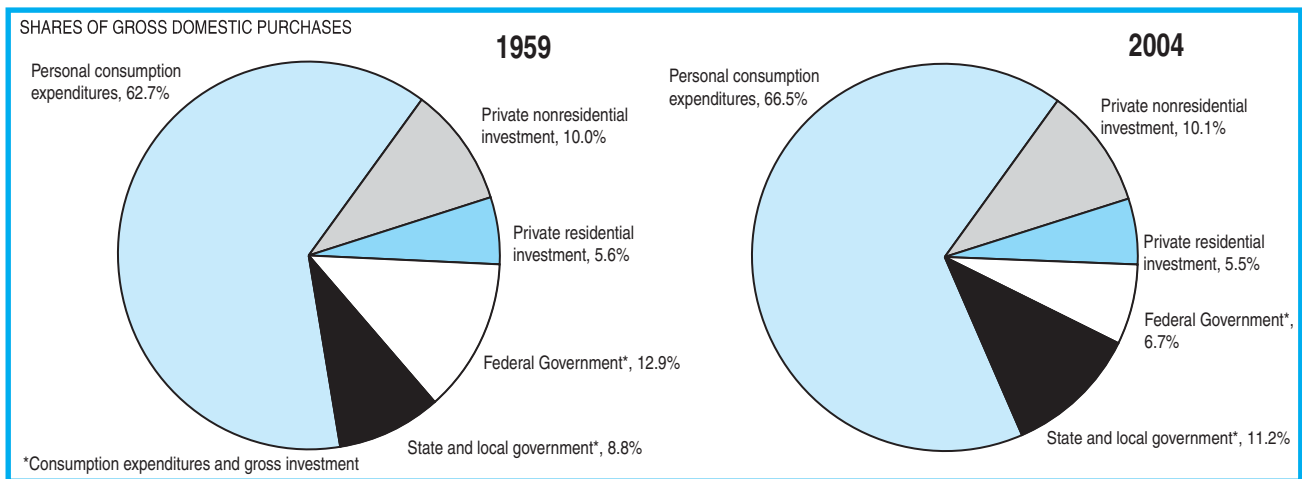
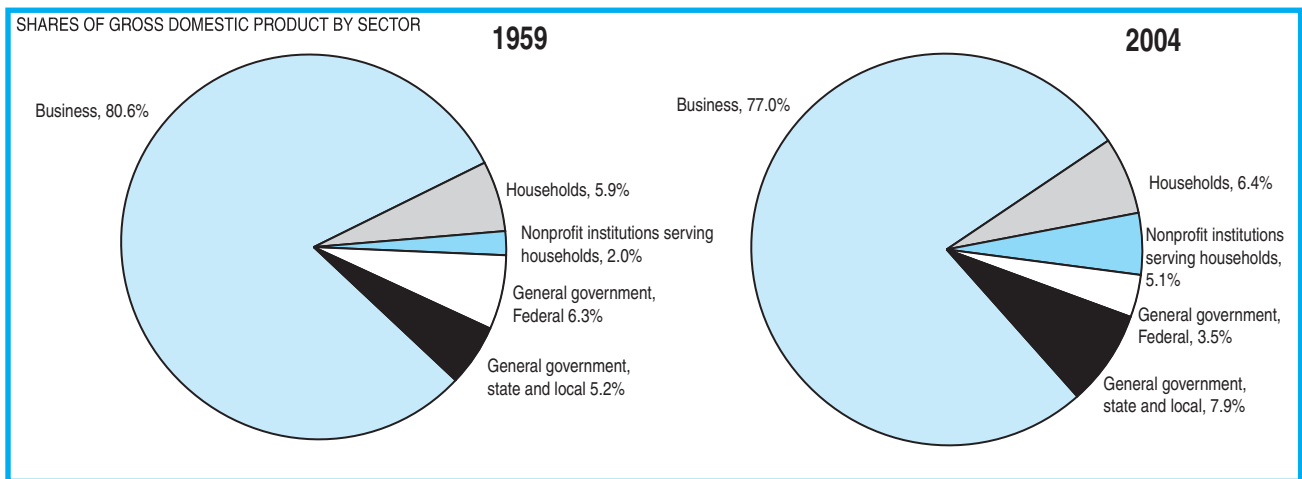
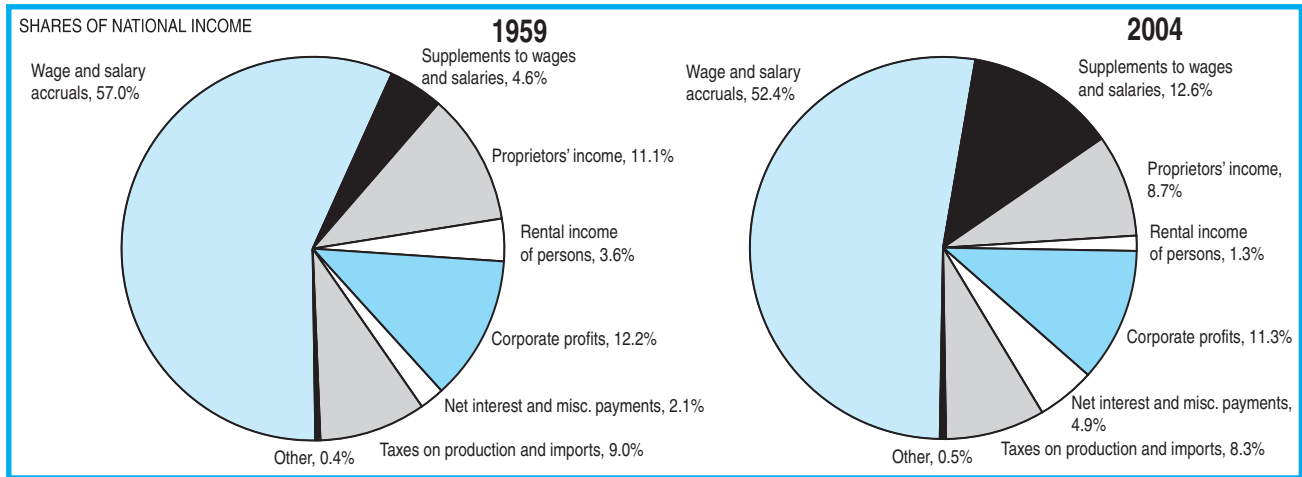
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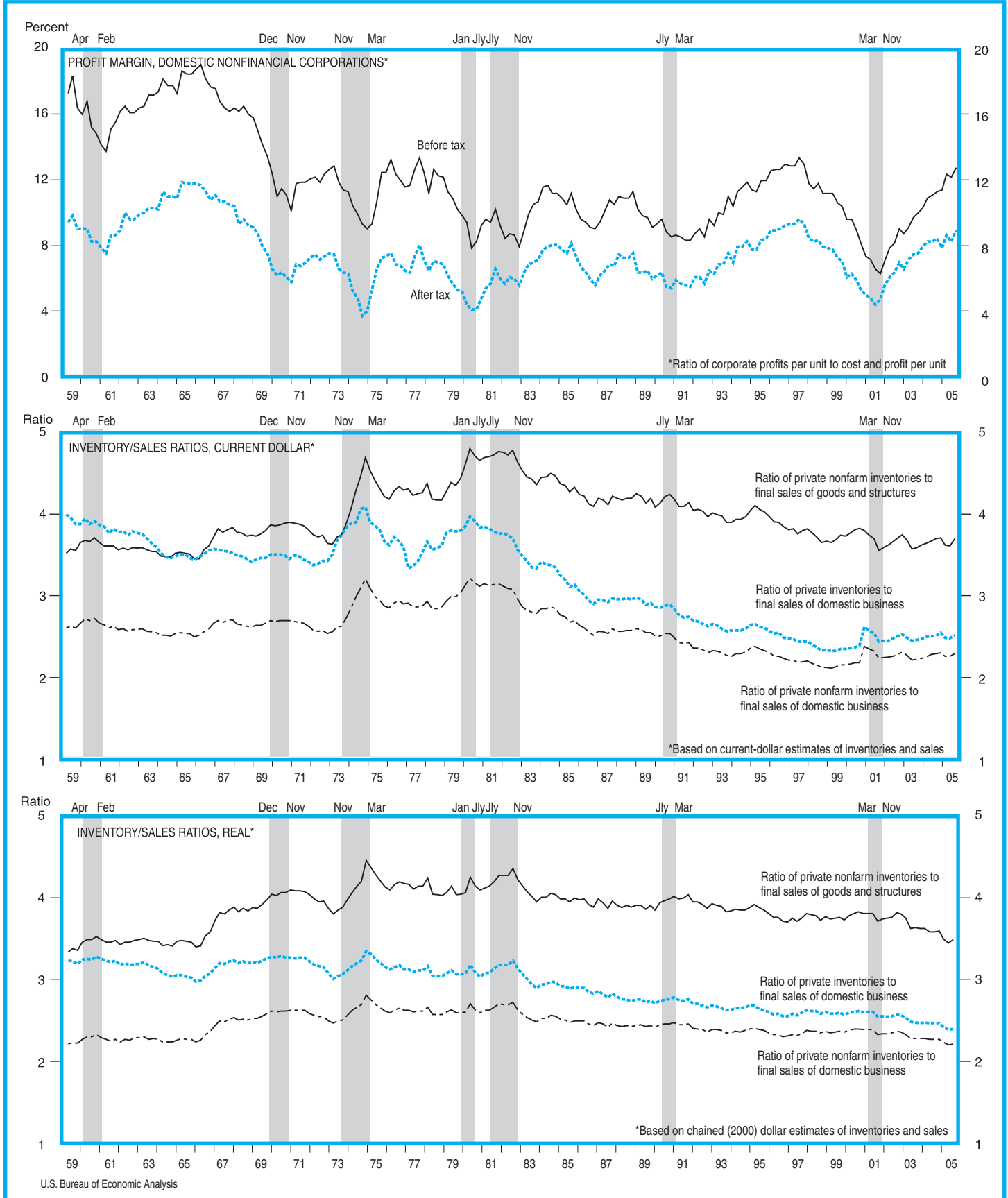
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International Data

E. Transactions Tables

Table E.1 presents estimates of U.S. international trade in goods and services that were released on February 10, 2006. It includes preliminary estimates for December 2005 and revised estimates for January through November 2005. The sources for the other tables in this section are noted.

Table E.1. U.S. International Transactions in Goods and Services

(Millions of dollars; monthly estimates seasonally adjusted)

	2004	2005	2004		2005											
			Nov.	Dec.	Jan. ^r	Feb. ^r	March ^r	April ^r	May ^r	June ^r	July ^r	Aug. ^r	Sept. ^r	Oct. ^r	Nov. ^r	Dec. ^p
Exports of goods and services	1,151,448	1,271,102	98,640	101,721	102,074	101,260	102,675	105,574	105,553	105,703	106,520	108,181	105,626	107,235	109,188	111,515
Goods	807,536	892,512	68,611	71,001	71,446	70,572	71,386	74,408	74,328	74,367	74,920	76,558	73,311	75,058	77,143	79,017
Foods, feeds, and beverages	56,570	58,778	4,782	4,818	4,670	4,568	4,754	4,973	5,445	5,049	4,928	5,035	4,792	4,967	4,816	4,780
Industrial supplies and materials	203,960	231,773	17,779	18,351	18,482	18,631	18,613	19,476	19,752	19,573	19,866	20,086	18,923	18,972	19,411	19,987
Capital goods, except automotive	331,475	361,864	27,584	28,599	28,558	28,040	28,884	30,471	29,589	30,149	30,299	31,445	29,115	30,907	32,087	32,320
Automotive vehicles, parts, and engines	89,292	97,758	7,647	8,021	8,175	7,755	7,700	7,874	7,721	7,813	7,968	8,315	8,294	8,461	8,640	9,043
Consumer goods (nonfood), except automotive	103,075	115,518	8,869	9,330	9,375	9,463	9,400	9,269	9,706	9,493	9,536	9,511	9,903	9,352	9,939	10,571
Other goods	34,404	38,599	2,865	2,763	2,944	2,897	2,960	3,296	3,160	3,336	3,144	3,360	3,401	3,337	3,257	3,507
Adjustments ¹	-11,239	-11,776	-915	-881	-760	-781	-926	-950	-1,045	-1,047	-823	-1,195	-1,117	-937	-1,006	-1,190
Services	343,912	378,590	30,029	30,720	30,628	30,688	31,289	31,166	31,225	31,336	31,600	31,623	32,315	32,177	32,045	32,498
Travel	74,481	83,443	6,420	6,524	6,517	6,621	6,870	7,169	7,084	7,127	7,047	6,918	7,191	7,003	6,869	7,027
Passenger fares	18,858	21,356	1,602	1,659	1,704	1,676	1,782	1,818	1,865	1,809	1,812	1,783	1,813	1,796	1,740	1,758
Other transportation	36,862	41,323	3,281	3,176	3,210	3,210	3,439	3,405	3,301	3,409	3,440	3,480	3,598	3,589	3,592	3,650
Royalties and license fees	52,643	57,888	4,822	4,946	4,941	4,964	4,967	4,732	4,680	4,666	4,734	4,763	4,797	4,856	4,885	4,903
Other private services	145,433	155,399	12,664	13,090	12,720	12,600	12,649	12,559	12,702	12,770	12,856	13,045	13,208	13,347	13,434	13,509
Transfers under U.S. military agency sales contracts ²	14,814	18,344	1,169	1,254	1,466	1,547	1,512	1,415	1,524	1,486	1,641	1,564	1,638	1,515	1,455	1,581
U.S. Government miscellaneous services	821	837	71	71	70	70	70	68	69	69	70	70	70	71	70	70
Imports of goods and services	1,769,031	1,996,862	157,618	156,393	160,430	161,463	156,511	163,267	161,599	164,908	164,117	166,947	171,402	175,144	173,882	177,191
Goods	1,472,926	1,674,614	131,843	130,515	133,923	135,092	130,061	136,506	134,892	137,979	137,241	140,402	144,415	147,996	146,495	149,611
Foods, feeds, and beverages	62,143	68,095	5,387	5,449	5,590	5,473	5,451	5,508	5,638	5,611	5,584	5,715	5,924	5,737	5,853	6,009
Industrial supplies and materials	412,827	520,764	40,550	38,610	38,265	39,823	39,798	41,644	39,285	41,360	41,938	43,986	46,916	49,880	48,866	49,003
Capital goods, except automotive	343,451	379,591	29,700	29,833	31,063	29,929	29,580	31,887	31,287	32,559	31,764	31,902	32,257	32,088	32,229	33,044
Automotive vehicles, parts, and engines	228,235	239,973	19,187	19,426	19,913	19,775	18,430	18,766	19,691	19,565	19,650	20,827	20,068	20,824	20,983	21,481
Consumer goods (nonfood), except automotive	372,943	407,048	32,603	32,700	34,244	35,409	32,007	33,640	33,966	34,050	33,387	33,171	34,078	34,401	33,456	35,237
Other goods	50,106	55,636	4,118	4,235	4,551	4,388	4,471	4,751	4,707	4,591	4,694	4,497	4,884	4,757	4,795	4,551
Adjustments ¹	3,221	3,508	297	262	297	295	323	310	317	243	224	304	288	309	313	285
Services	296,105	322,248	25,775	25,878	26,507	26,371	26,450	26,761	26,707	26,929	26,876	26,545	26,987	27,148	27,387	27,580
Travel	65,635	69,565	5,503	5,624	5,800	5,757	5,868	6,112	6,018	5,976	5,929	5,638	5,770	5,582	5,505	5,610
Passenger fares	23,701	25,536	2,052	2,089	2,068	2,060	2,093	2,175	2,155	2,206	2,144	2,006	2,054	2,113	2,205	2,257
Other transportation	54,169	62,296	4,958	4,790	5,436	5,298	5,148	5,023	4,992	5,100	5,037	5,011	5,169	5,321	5,388	5,373
Royalties and license fees	23,901	25,333	2,063	2,069	2,129	2,147	2,153	2,062	2,044	2,041	2,072	2,090	2,111	2,140	2,162	2,182
Other private services	95,666	105,578	8,430	8,521	8,247	8,270	8,343	8,573	8,685	8,793	8,872	8,978	9,060	9,172	9,267	9,318
Direct defense expenditures ²	29,299	30,091	2,452	2,468	2,505	2,517	2,523	2,500	2,496	2,495	2,498	2,498	2,499	2,499	2,540	2,521
U.S. Government miscellaneous services	3,734	3,849	317	317	322	322	322	316	317	318	324	324	324	321	320	319
Memoranda:																
Balance on goods	-665,390	-782,101	-63,231	-59,514	-62,478	-64,520	-58,675	-62,097	-60,564	-63,612	-62,321	-63,844	-71,104	-72,938	-69,352	-70,595
Balance on services	47,807	56,342	4,254	4,842	4,121	4,317	4,839	4,405	4,518	4,407	4,724	5,078	5,328	5,029	4,658	4,918
Balance on goods and services	-617,583	-725,759	-67,485	-64,356	-66,600	-68,837	-63,846	-66,602	-65,046	-68,019	-67,045	-68,866	-76,432	-77,967	-74,010	-75,513

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1. Reflects adjustments necessary to bring the Census Bureau's component data in line with the concepts and definitions used to prepare BEA's international and national accounts.

tions used to prepare BEA's international and national accounts.

2. Contains goods that cannot be separately identified.

Source: U.S. Bureau of Economic Analysis and U.S. Bureau of the Census

Table E.3. U.S. International Transactions, By Area—Continues

[Millions of dollars]

Line	(Credits +, debits -) ¹	Latin America and Other Western Hemisphere			Mexico ¹⁵			Japan		
		2005			2005			2005		
		I	II ^r	III ^p	I	II ^r	III ^p	I	II ^r	III ^p
Current account										
1	Exports of goods and services and income receipts	79,880	84,837	89,006	35,478	37,620	38,426	28,221	28,713	29,234
2	Exports of goods and services	58,500	62,550	65,067	32,769	34,714	35,552	22,762	23,248	23,845
3	Goods, balance of payments basis ²	44,275	48,384	48,156	27,996	29,832	30,107	12,612	13,247	13,667
4	Services ³	14,225	14,166	16,911	4,773	4,882	5,445	10,150	10,001	10,178
5	Transfers under U.S. military agency sales contracts ⁴	141	112	280	.....	2	3	122	90	160
6	Travel	3,891	4,575	6,216	1,576	1,727	1,855	2,969	3,082	3,081
7	Passenger fares	1,276	1,389	1,522	438	436	488	833	867	934
8	Other transportation	1,219	1,292	1,376	332	326	365	981	1,082	1,097
9	Royalties and license fees ⁵	1,613	1,124	1,145	314	342	341	2,129	2,061	1,997
10	Other private services ⁵	6,049	5,640	6,337	2,109	2,045	2,389	3,113	2,797	2,907
11	U.S. Government miscellaneous services	36	34	35	4	4	4	3	2	2
12	Income receipts	21,380	22,287	23,939	2,709	2,906	2,874	5,459	5,465	5,389
13	Income receipts on U.S.-owned assets abroad	21,328	22,235	23,887	2,702	2,899	2,867	5,440	5,446	5,370
14	Direct investment receipts	9,160	8,688	8,371	2,065	2,280	2,190	2,854	2,753	2,531
15	Other private receipts	12,139	13,461	15,464	634	616	674	2,586	2,693	2,839
16	U.S. Government receipts	29	86	52	3	3	3	.....	.....	.....
17	Compensation of employees	52	52	52	7	7	7	19	19	19
18	Imports of goods and services and income payments	-99,973	-109,538	-112,574	-45,595	-50,318	-49,022	-51,904	-53,711	-54,289
19	Imports of goods and services	-82,263	-89,249	-90,513	-43,193	-47,604	-45,984	-39,786	-40,230	-39,809
20	Goods, balance of payments basis ²	-67,061	-74,277	-74,638	-39,145	-43,899	-42,436	-33,958	-34,464	-33,791
21	Services ³	-15,202	-14,972	-15,875	-4,048	-3,705	-3,548	-5,828	-5,766	-6,018
22	Direct defense expenditures	-78	-59	-62	-4	-4	-5	-356	-374	-375
23	Travel	-5,978	-5,835	-5,970	-2,976	-2,593	-2,363	-642	-776	-695
24	Passenger fares	-764	-1,147	-1,091	-245	-235	-240	-293	-193	-179
25	Other transportation	-1,608	-1,524	-1,513	-264	-273	-263	-1,558	-1,652	-1,750
26	Royalties and license fees ⁵	-345	-399	-486	-28	-35	-53	-1,747	-1,556	-1,764
27	Other private services ⁵	-6,293	-5,874	-6,612	-486	-519	-578	-1,199	-1,182	-1,222
28	U.S. Government miscellaneous services	-136	-134	-141	-45	-46	-46	-33	-33	-33
29	Income payments	-17,710	-20,289	-22,061	-2,402	-2,714	-3,038	-12,118	-13,481	-14,480
30	Income payments on foreign-owned assets in the United States	-16,095	-18,533	-20,101	-823	-991	-1,122	-12,092	-13,462	-14,464
31	Direct investment payments	-529	-1,148	-351	19	-29	-61	-1,940	-3,096	-3,386
32	Other private payments	-12,727	-14,125	-16,329	-443	-479	-542	-2,326	-2,320	-2,558
33	U.S. Government payments	-2,839	-3,260	-3,421	-399	-483	-519	-7,826	-8,046	-8,520
34	Compensation of employees	-1,615	-1,756	-1,960	-1,579	-1,723	-1,916	-26	-19	-16
35	Unilateral current transfers, net	-9,060	-7,907	-4,232	-2,584	-2,558	-2,600	5	189	85
36	U.S. Government grants ⁴	-692	-599	-649	-10	-8	-7	.....	.....	.....
37	U.S. Government pensions and other transfers	-191	-211	-321	-64	-65	-65	-40	-41	-27
38	Private remittances and other transfers ⁶	-8,177	-7,097	-3,262	-2,510	-2,485	-2,528	45	230	112
Capital and financial account										
Capital account										
39	Capital account transactions, net	-80	1	-20	8	65	65	5	3	3
Financial account										
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-9,773	-86,506	4,921	-3,285	-4,868	-1,589	8,533	-8,158	-14,340
41	U.S. official reserve assets, net .....	.....	.....	.....	.....	.....	.....	.....	.....	.....
42	Gold ⁷ .....	.....	.....	.....	.....	.....	.....	.....	.....	.....
43	Special drawing rights .....	.....	.....	.....	.....	.....	.....	.....	.....	.....
44	Reserve position in the International Monetary Fund .....	.....	.....	.....	.....	.....	.....	.....	.....	.....
45	Foreign currencies .....	.....	.....	.....	.....	.....	.....	.....	.....	.....
46	U.S. Government assets, other than official reserve assets, net	168	151	194	9	2	5	1	.....	.....
47	U.S. credits and other long-term assets	-29	-189	-36	-1	-9	-5	.....	.....	.....
48	Repayments on U.S. credits and other long-term assets ⁸	192	232	230	10	11	10	.....	.....	.....
49	U.S. foreign currency holdings and U.S. short-term assets, net	5	108	.....	.....	.....	.....	1	.....	.....
50	U.S. private assets, net	-9,941	-86,657	4,727	-3,294	-4,870	-1,594	8,532	-8,158	-14,340
51	Direct investment	1,394	-2,299	-2,798	-1,688	-2,616	-1,287	1,004	-3,403	-2,034
52	Foreign securities	-5,770	-2,464	-12,232	-1,327	-2,392	-459	-5,722	3,068	-15,311
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	4,201	-6,455	8,269	383	294	-675	446	-2,333	-577
54	U.S. claims reported by U.S. banks, not included elsewhere	-9,766	-75,439	11,488	-662	-156	827	12,804	-5,490	3,582
55	Foreign-owned assets in the United States, net (increase/financial inflow (+))	5,611	70,049	53,315	2,388	4,863	1,411	-21,639	17,293	34,046
56	Foreign official assets in the United States, net	-771	1,486	-1,417	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
57	U.S. Government securities	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
58	U.S. Treasury securities ⁹	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
59	Other ¹⁰	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
60	Other U.S. Government liabilities ¹¹	46	48	-60	3	.....	-5	-1,162	128	21
61	U.S. liabilities reported by U.S. banks, not included elsewhere	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
62	Other foreign official assets ¹²	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
63	Other foreign assets in the United States, net	6,382	68,563	54,732	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
64	Direct investment	-1,863	-4,309	-1,554	-1,055	-80	66	904	4,382	5,141
65	U.S. Treasury securities	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
66	U.S. securities other than U.S. Treasury securities	15,674	17,395	31,344	4,745	821	461	149	13,363	18,600
67	U.S. currency .....	.....	.....	.....	.....	.....	.....	.....	.....	.....
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	(¹⁷)	(¹⁷)	(¹⁷)	-7	129	177	-899	133	320
69	U.S. liabilities reported by U.S. banks, not included elsewhere	-69,878	85,448	6,069	¹⁸ -1,298	¹⁸ 3,993	¹⁸ 712	¹⁸ -20,631	¹⁸ -713	¹⁸ 9,964
70	Statistical discrepancy (sum of above items with sign reversed)	33,395	49,064	-30,416	13,590	15,196	13,309	36,779	15,671	5,261
Memoranda:										
71	Balance on goods (lines 3 and 20)	-22,786	-25,893	-26,482	-11,149	-14,067	-12,329	-21,346	-21,217	-20,124
72	Balance on services (lines 4 and 21)	-977	-806	1,036	725	1,177	1,897	4,322	4,235	4,160
73	Balance on goods and services (lines 2 and 19)	-23,763	-26,699	-25,446	-10,424	-12,890	-10,432	-17,024	-16,982	-15,964
74	Balance on income (lines 12 and 29)	3,670	1,998	1,878	307	192	-164	-6,659	-8,016	-9,091
75	Unilateral current transfers, net (line 35)	-9,060	-7,907	-4,232	-2,584	-2,558	-2,600	5	189	85
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) ¹³	-29,153	-32,608	-27,800	-12,701	-15,256	-13,196	-23,678	-24,809	-24,970

Table E.3. U.S. International Transactions, By Area

(Millions of dollars)

Line	(Credits +, debits -) ¹	Australia			Other countries in Asia and Africa			International organizations and unallocated ¹⁶		
		2005			2005			2005		
		I	II ^r	III ^p	I	II ^r	III ^p	I	II ^r	III ^p
Current account										
1	Exports of goods and services and income receipts	7,189	7,873	7,951	81,629	85,047	89,202	11,439	11,177	11,444
2	Exports of goods and services	5,388	6,063	6,033	68,888	72,173	74,480	1,539	1,357	1,435
3	Goods, balance of payments basis ²	3,563	3,955	3,870	49,391	53,042	53,422			
4	Services ³	1,825	2,108	2,163	19,497	19,131	21,058	1,539	1,357	1,435
5	Transfers under U.S. military agency sales contracts ⁴	132	138	111	3,136	3,455	3,477			
6	Travel	432	620	693	2,275	3,479	3,847			
7	Passenger fares	133	153	134	272	319	317			
8	Other transportation	96	97	104	2,919	3,106	3,219	223	251	328
9	Royalties and license fees ⁵	256	295	291	2,313	2,242	2,166	735	515	512
10	Other private services ⁵	773	804	828	8,483	6,427	7,925	581	590	594
11	U.S. Government miscellaneous services	3	1	2	99	103	107		1	1
12	Income receipts	1,801	1,810	1,918	12,741	12,874	14,722	9,900	9,820	10,009
13	Income receipts on U.S.-owned assets abroad	1,794	1,803	1,911	12,634	12,767	14,614	9,470	9,379	9,564
14	Direct investment receipts	1,130	1,118	1,148	10,021	10,289	11,860	5,849	5,897	5,936
15	Other private receipts	664	685	763	2,360	2,268	2,514	3,500	3,384	3,527
16	U.S. Government receipts				253	210	240	121	98	101
17	Compensation of employees	7	7	7	107	107	108	430	441	445
18	Imports of goods and services and income payments	-3,970	-5,440	-4,674	-155,511	-170,389	-189,859	-5,577	-5,586	-5,870
19	Imports of goods and services	-2,635	-3,165	-3,167	-144,083	-157,800	-175,847	-1,377	-1,294	-1,447
20	Goods, balance of payments basis ²	-1,538	-1,918	-1,994	-128,122	-140,641	-159,568			
21	Services ³	-1,097	-1,247	-1,173	-15,961	-17,159	-16,279	-1,377	-1,294	-1,447
22	Direct defense expenditures	-50	-49	-49	-4,091	-4,213	-4,217			
23	Travel	-274	-322	-297	-3,068	-3,603	-2,922			
24	Passenger fares	-195	-160	-184	-1,748	-1,737	-1,648			
25	Other transportation	-76	-75	-82	-3,802	-4,000	-3,861	-1,066	-1,072	-1,211
26	Royalties and license fees ⁵	-46	-67	-45	-74	-79	-79	-278	-218	-233
27	Other private services ⁵	-435	-556	-498	-2,937	-3,274	-3,298	-29	-2	-1
28	U.S. Government miscellaneous services	-21	-18	-18	-241	-253	-254	-4	-2	-2
29	Income payments	-1,335	-2,275	-1,507	-11,428	-12,589	-14,012	-4,200	-4,292	-4,423
30	Income payments on foreign-owned assets in the United States	-1,331	-2,272	-1,504	-11,208	-12,434	-13,878	-4,200	-4,292	-4,423
31	Direct investment payments	-705	-1,582	-765	-445	-603	-773	-2,870	-2,925	-2,982
32	Other private payments	-458	-525	-582	-2,970	-3,303	-3,824	-1,199	-1,222	-1,280
33	U.S. Government payments	-168	-165	-157	-7,793	-8,528	-9,261	-131	-145	-161
34	Compensation of employees	-4	-3	-3	-220	-155	-134			
35	Unilateral current transfers, net	-83	-91	-89	-12,700	-7,572	-8,906	-2,780	-3,155	-3,133
36	U.S. Government grants ⁴				-7,627	-3,992	-4,843	-105	-538	-150
37	U.S. Government pensions and other transfers	-16	-17	-17	-146	-152	-77	-118	-431	-808
38	Private remittances and other transfers ⁶	-67	-74	-72	-4,927	-3,428	-3,986	-2,557	-2,186	-2,175
Capital and financial account										
Capital account										
39	Capital account transactions, net	-8	-2	-2	-4,247	-255	-227	4	4	4
Financial account										
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-353	-4,943	-5,186	-8,993	-5,766	-10,104		-7,678	-5,089
41	U.S. official reserve assets, net							5,476	-661	4,927
42	Gold ⁷									
43	Special drawing rights							1,713	-97	2,976
44	Reserve position in the International Monetary Fund							3,763	-564	1,951
45	Foreign currencies									
46	U.S. Government assets, other than official reserve assets, net				4,284	158	285	-244	-244	-216
47	U.S. credits and other long-term assets				-163	-158	-120	-244	-244	-216
48	Repayments on U.S. credits and other long-term assets ⁸				541	337	421			
49	U.S. foreign currency holdings and U.S. short-term assets, net				3,906	-21	-16			
50	U.S. private assets, net	-353	-4,943	-5,186	-13,277	-5,924	-10,389	-5,232	-6,773	-9,800
51	Direct investment	-586	-959	-958	-5,742	-2,780	-8,933	-5,849	-5,897	-5,936
52	Foreign securities	-2,006	-4,862	-1,730	-472	-858	-4,098	-70	-127	-7
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-748	4,510	-2,906	-732	185	-721	-1		
54	U.S. claims reported by U.S. banks, not included elsewhere	2,987	-3,632	408	-6,331	-2,471	-14,503	688	-749	-3,857
55	Foreign-owned assets in the United States, net (increase/financial inflow (+))	-1,244	5,564	-4,890	29,992	80,782	63,017	5,632	7,746	9,072
56	Foreign official assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	50	5	86
57	U.S. Government securities	(18)	(18)	(18)	(18)	(18)	(18)			
58	U.S. Treasury securities ⁹	(18)	(18)	(18)	(18)	(18)	(18)			
59	Other ¹⁰	(18)	(18)	(18)	(18)	(18)	(18)			
60	Other U.S. Government liabilities ¹¹	-55	-57	-8	662	2	670	50	5	86
61	U.S. liabilities reported by U.S. banks, not included elsewhere	(18)	(18)	(18)	(18)	(18)	(18)			
62	Other foreign official assets ¹²	(18)	(18)	(18)	(18)	(18)	(18)			
63	Other foreign assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	5,582	7,741	8,986
64	Direct investment	818	1,572	450	6,009	-7,075	693	2,870	2,925	2,982
65	U.S. Treasury securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)
66	U.S. securities other than U.S. Treasury securities	1,098	1,123	2,390	4,277	18,773	7,201	52	250	655
67	U.S. currency							1,072	4,507	4,679
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	-1,574	-609	535	1,234	251	120			
69	U.S. liabilities reported by U.S. banks, not included elsewhere	¹⁸ -1,531	¹⁸ 3,535	¹⁸ -8,257	¹⁸ 17,810	¹⁸ 68,831	¹⁸ 54,333	¹⁸ 1,588	¹⁸ 59	¹⁸ 670
70	Statistical discrepancy (sum of above items with sign reversed)	-1,531	-2,961	6,890	69,830	18,153	56,877	-8,718	-2,508	-6,428
Memoranda:										
71	Balance on goods (lines 3 and 20)	2,025	2,037	1,876	-78,731	-87,599	-106,146			
72	Balance on services (lines 4 and 21)	728	861	990	3,536	1,972	4,779	162	63	-12
73	Balance on goods and services (lines 2 and 19)	2,753	2,898	2,866	-75,195	-85,627	-101,367	162	63	-12
74	Balance on income (lines 12 and 29)	466	-465	411	1,313	285	710	5,700	5,528	5,586
75	Unilateral current transfers, net (line 35)	-83	-91	-89	-12,700	-7,572	-8,906	-2,780	-3,155	-3,133
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) ¹³	3,136	2,342	3,188	-86,582	-92,914	-109,563	3,082	2,436	2,441

See footnotes on page D-63.

Table E.4. Private Services Transactions
[Millions of dollars]

Table with columns for Line, 2004, Not seasonally adjusted (2004, 2005), and Seasonally adjusted (2004, 2005). Rows include Exports of private services, Imports of private services, and Supplemental data on insurance transactions.

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1. Includes royalties, license fees, and other fees associated with the use of intangible assets, including patents, trade secrets, and other proprietary rights, that are used in connection with the production of goods.
2. Includes royalties, license fees, and other fees associated with the use of copyrights, trademarks, franchises, rights to broadcast live events, software licensing fees, and other intangible property rights.

3. Other unaffiliated services receipts (exports) include mainly film and television tape rentals and expenditures of foreign residents temporarily working in the United States. Payments (imports) include mainly expenditures of U.S. residents temporarily working abroad and film and television tape rentals.
4. These reflect the premiums explicitly charged by, or paid to, insurers and reinsurers.
Source: Table 3 in "U.S. International Transactions: Third Quarter of 2005" in the January 2006 SURVEY OF CURRENT BUSINESS.

Footnotes to Tables E.2. and E.3.

1. Credits, +; Exports of goods and services and income receipts; unilateral current transfers to the United States; capital account transactions receipts; financial inflows—increase in foreign-owned assets (U.S. liabilities) or decrease in U.S.-owned assets (U.S. claims).
2. Excludes exports of goods under U.S. military agency sales contracts identified in Census export documents, excludes imports of goods under direct defense expenditures identified in Census import documents, and reflects various other adjustments (for valuation, coverage, and timing) of Census statistics to balance of payments basis; see table 2 in "U.S. International Transactions: Third Quarter of 2005" in the January 2006 SURVEY OF CURRENT BUSINESS.
3. Includes some goods: Mainly military equipment in line 5; major equipment, other materials, supplies, and petroleum products purchased abroad by U.S. military agencies in line 22; and fuels purchased by airline and steamship operators in lines 8 and 25.
4. Includes transfers of goods and services under U.S. military grant programs.
5. Beginning in 1982, these lines are presented on a gross basis. The definition of exports is revised to exclude U.S. parents' payments to foreign affiliates and to include U.S. affiliates' receipts from foreign parents. The definition of imports is revised to include U.S. parents' payments to foreign affiliates and to exclude U.S. affiliates' receipts from foreign parents.
6. Beginning in 1982, the "other transfers" component includes taxes paid by U.S. private residents to foreign governments and taxes paid by private nonresidents to the U.S. Government.
7. At the present time, all U.S. Treasury-owned gold is held in the United States.
8. Includes sales of foreign obligations to foreigners.
9. Consists of bills, certificates, marketable bonds and notes, and nonmarketable convertible and nonconvertible bonds and notes.
10. Consists of U.S. Treasury and Export-Import Bank obligations, not included elsewhere, and of debt securities of U.S. Government corporations and agencies.
11. Includes, primarily, U.S. Government liabilities associated with military agency sales contracts and other transactions

arranged with or through foreign official agencies; see table 5 in "U.S. International Transactions: Third Quarter of 2005" in the January 2006 SURVEY.
12. Consists of investments in U.S. corporate stocks and in debt securities of private corporations and State and local governments.
13. Conceptually, the sum of line 76 and line 39 is equal to "net lending or net borrowing" in the national income and product accounts (NIPAs). However, the foreign transactions account in the NIPAs (a) includes adjustments to the international transactions accounts for the treatment of gold, (b) includes adjustments for the different geographical treatment of transactions with U.S. territories and Puerto Rico, and (c) includes services furnished without payment by financial pension plans except life insurance carriers and private noninsured pension plans. A reconciliation of the balance on goods and services from the international accounts and the NIPA net exports appears in reconciliation table 2 in appendix A in the SURVEY. A reconciliation of the other foreign transactions in the two sets of accounts appears in table 4.3B of the full set of NIPA tables.
Additional footnotes to Table E.3:
14. The "European Union" includes Belgium, Denmark, France, Germany (includes the former German Democratic Republic (East Germany) beginning in the fourth quarter of 1990), Greece, Ireland, Italy, Luxembourg, Netherlands, Portugal, Spain, United Kingdom; beginning with the first quarter of 1995, also includes Austria, Finland, and Sweden; and beginning with the second quarter of 2004, also includes Cyprus, Czech Republic, Estonia, Hungary, Latvia, Lithuania, Malta, Poland, Slovakia, and Slovenia. The "European Union" also includes the European Atomic Energy Community, the European Coal and Steel Community (through the third quarter of 2002), and the European Investment Bank.
15. Quarterly estimates for Mexico are available, beginning with 2004.
16. Includes, as part of international and unallocated, taxes withheld; current-cost adjustments associated with U.S. and foreign direct investment; and net U.S. currency flows. Before 1999, also includes the estimated direct investment in foreign affiliates engaged in international shipping, in operating oil and gas drilling equipment internationally, and in petroleum trading. Before 1996, also includes small transactions in business services that are not reported by country.
17. Details are not shown separately; see totals in lines 56 and 63.
18. Details not shown separately are included in line 69.

F. Investment Tables

Table F.1. International Investment Position of the United States at Yearend, 2003 and 2004

[Millions of dollars]

Line	Type of investment	Position, 2003 ^r	Changes in position in 2004 (decrease(-), increase(+))				Total (a+b+c+d)	Position, 2004 ^p
			Attributable to					
			Financial flows	Valuation adjustments				
				Price changes	Exchange-rate changes ¹	Other changes ²		
(a)	(b)	(c)	(d)	(a+b+c+d)				
Net international investment position of the United States:								
1	With direct investment positions at current cost (line 3 less line 24)	-2,156,703	-584,597	57,253	190,726	9,102	-327,516	-2,484,219
2	With direct investment positions at market value (line 4 less line 25)	-2,372,370	-584,597	146,514	272,278	-4,070	-169,875	-2,542,245
U.S.-owned assets abroad:								
3	With direct investment positions at current cost (lines 5+10+15)	7,640,986	855,508	227,413	228,630	100,259	1,411,810	9,052,796
4	With direct investment positions at market value (lines 5+10+16)	8,296,638	855,508	430,698	308,239	81,700	1,676,145	9,972,783
5	U.S. official reserve assets	183,577	-2,805	5,061	3,738	20	6,014	189,591
6	Gold	108,866	.....	³ 5,061	.....	⁴ 20	5,081	113,947
7	Special drawing rights	12,638	398	.....	592	.....	990	13,628
8	Reserve position in the International Monetary Fund	22,535	-3,826	.....	835	.....	-2,991	19,544
9	Foreign currencies	39,538	623	.....	2,311	.....	2,934	42,472
10	U.S. Government assets, other than official reserve assets	84,772	-1,216	.....	.....	.....	-1,216	83,556
11	U.S. credits and other long-term assets ⁵	81,980	-1,177	.....	.....	.....	-1,177	80,803
12	Repayable in dollars	81,706	-1,176	.....	.....	.....	-1,176	80,530
13	Other ⁶	274	-1	.....	.....	.....	-1	273
14	U.S. foreign currency holdings and U.S. short-term assets	2,792	-39	.....	.....	.....	-39	2,753
U.S. private assets:								
15	With direct investment at current cost (lines 17+19+22+23)	7,372,637	859,529	222,352	224,892	100,239	1,407,012	8,779,649
16	With direct investment at market value (lines 18+19+22+23)	8,028,289	859,529	425,637	304,501	81,680	1,671,347	9,699,636
Direct investment abroad:								
17	At current cost	2,062,551	252,012	10,195	36,787	5,841	304,835	2,367,386
18	At market value	2,718,203	252,012	213,480	116,396	-12,718	569,170	3,287,373
19	Foreign securities	2,953,778	102,383	212,157	168,400	.....	482,940	3,436,718
20	Bonds	874,356	19,180	2,088	21,031	.....	42,299	916,655
21	Corporate stocks	2,079,422	83,203	210,069	147,369	.....	440,641	2,520,063
22	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	596,961	149,001	.....	10,575	44,999	204,575	801,536
23	U.S. claims reported by U.S. banks, not included elsewhere	1,759,347	356,133	.....	9,130	49,399	414,662	2,174,009
Foreign-owned assets in the United States:								
24	With direct investment at current cost (lines 26+33)	9,797,689	1,440,105	170,160	37,904	91,157	1,739,326	11,537,015
25	With direct investment at market value (lines 26+34)	10,669,008	1,440,105	284,184	35,961	85,770	1,846,020	12,515,028
Foreign official assets in the United States:								
26	U.S. Government securities	1,567,124	394,710	-7,342	.....	27,500	414,868	1,981,992
27	U.S. Treasury securities	1,192,242	311,133	-19,456	.....	15,658	307,335	1,499,577
28	Other	990,411	272,648	-16,010	.....	13,453	270,091	1,260,502
29	Other U.S. Government liabilities ⁷	201,831	38,485	-3,446	.....	2,205	37,244	239,075
30	U.S. liabilities reported by U.S. banks, not included elsewhere	16,627	488	.....	.....	.....	488	17,115
31	Other foreign official assets	201,054	70,329	.....	.....	88	70,417	271,471
32	Other foreign official assets	157,201	12,760	12,114	.....	11,754	36,628	193,829
Other foreign assets:								
33	With direct investment at current cost (lines 35+37+38+41+42+43)	8,230,565	1,045,395	177,502	37,904	63,657	1,324,458	9,555,023
34	With direct investment at market value (lines 36+37+38+41+42+43)	9,101,884	1,045,395	291,526	35,961	58,270	1,431,152	10,533,036
Direct investment in the United States:								
35	At current cost	1,585,898	106,832	3,000	1,943	11,204	122,979	1,708,877
36	At market value	2,457,217	106,832	117,024	.....	5,817	229,673	2,686,890
37	U.S. Treasury securities	543,209	106,958	-5,078	.....	-5,373	96,507	639,716
38	U.S. securities other than U.S. Treasury securities	3,408,113	369,793	179,580	24,171	6,140	579,684	3,987,797
39	Corporate and other bonds	1,707,206	309,258	12,475	24,171	6,140	352,044	2,059,250
40	Corporate stocks	1,700,907	60,535	167,105	.....	.....	227,640	1,928,547
41	U.S. currency	317,908	14,827	.....	.....	.....	14,827	332,735
42	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	454,317	124,358	.....	5,848	-3,265	126,941	581,258
43	U.S. liabilities reported by U.S. banks, not included elsewhere	1,921,120	322,627	5,942	54,951	383,520	2,304,640

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1. Represents gains or losses on foreign-currency-denominated assets and liabilities due to their revaluation at current exchange rates.

2. Includes changes in coverage, capital gains and losses of direct investment affiliates, and other adjustments to the value of assets and liabilities.

3. Reflects changes in the value of the official gold stock due to fluctuations in the market price of gold.

4. Reflects changes in gold stock from U.S. Treasury sales of gold medallions and commemorative and bullion coins; also reflects replenishment through open market purchases. These demonetizations/monetizations are not included in international transactions financial flows.

5. Also includes paid-in capital subscriptions to international financial institutions and resources provided to foreigners under foreign assistance programs requiring repayment over several years. Excludes World War I debts that are not being serviced.

6. Includes indebtedness that the borrower may contractually, or at its option, repay with its currency, with a third country's currency, or by delivery of materials or transfer of services.

7. Primarily U.S. Government liabilities associated with military sales contracts and other transactions arranged with or through foreign official agencies.

Source: Table 1 in "The International Investment Position of the United States at Yearend 2004" in the July 2005 SURVEY OF CURRENT BUSINESS.

Table F.2. U.S. Direct Investment Abroad: Selected Items, by Country and by Industry of Foreign Affiliate, 2001-2004

[Millions of dollars]

	Direct investment position on a historical-cost basis				Capital outflows without current-cost adjustment (inflows (-))				Income without current-cost adjustment and net of withholding taxes			
	2001	2002	2003	2004	2001	2002	2003	2004	2001	2002	2003	2004
All countries, all industries	1,460,352	1,616,548	1,791,891	2,063,998	124,873	134,946	119,406	229,294	110,029	124,940	171,229	209,338
By country of foreign affiliate												
Canada.....	152,601	166,473	189,754	216,571	16,841	15,003	15,024	22,441	11,836	13,297	17,249	22,441
Europe.....	771,936	859,378	982,737	1,089,941	65,580	79,492	81,677	96,848	53,524	64,777	89,097	100,947
<i>Of which:</i>												
France.....	40,125	43,348	48,268	58,927	476	4,604	-790	9,757	1,697	2,699	4,045	5,711
Germany.....	63,396	61,073	68,358	79,579	11,823	2,416	2,578	9,956	3,407	2,977	4,822	6,260
Ireland.....	39,541	51,598	62,547	73,153	2,437	10,700	7,827	10,449	5,161	6,355	9,108	11,006
Netherlands.....	147,687	158,415	186,102	201,918	12,025	14,790	14,207	12,598	10,922	11,756	17,280	18,176
Switzerland.....	63,768	74,229	88,940	100,727	4,170	7,924	15,309	10,602	6,636	10,921	12,704	13,091
United Kingdom.....	228,230	247,952	278,745	302,523	7,890	15,265	23,983	22,926	9,612	11,043	14,677	19,140
Latin America and Other Western Hemisphere	279,611	289,413	300,690	325,891	25,691	15,192	5,486	20,979	18,006	16,583	25,498	33,278
<i>Of which:</i>												
Bermuda.....	84,969	89,473	85,077	91,265	7,007	4,313	-3,444	4,764	5,250	4,569	7,113	8,102
Brazil.....	32,027	27,598	31,741	33,267	113	-266	707	1,802	567	837	1,691	2,784
Mexico.....	52,544	56,303	59,070	66,554	14,226	7,656	4,666	7,424	4,034	3,834	5,842	7,564
United Kingdom Islands, Caribbean.....	36,443	48,305	56,870	63,066	-1,129	6,146	2,441	5,062	3,719	4,161	5,559	5,994
Africa.....	15,574	16,040	18,978	22,259	2,438	-578	1,685	2,663	1,554	1,895	3,151	4,443
Middle East.....	13,212	15,158	17,363	19,235	1,397	2,559	1,414	1,369	1,545	1,891	2,696	3,549
Asia and Pacific.....	227,418	270,086	282,370	390,101	12,927	23,277	14,120	84,995	23,564	26,498	33,538	44,681
<i>Of which:</i>												
Australia.....	27,778	39,074	48,858	(D)	-751	8,036	8,078	(D)	1,503	2,037	3,550	5,581
Hong Kong.....	32,494	40,329	37,567	43,743	4,787	1,226	-232	(D)	4,897	3,906	3,974	5,256
Japan.....	55,651	66,468	68,097	80,246	-4,731	8,711	3,107	10,690	4,892	7,146	8,748	11,319
Singapore.....	40,764	50,955	50,343	56,900	5,593	530	-153	(D)	3,334	4,438	5,989	7,828
By industry of foreign affiliate												
Mining.....	79,392	81,822	87,697	101,477	15,590	6,732	5,426	11,103	9,262	8,915	11,274	16,905
Utilities.....	25,528	26,401	21,822	18,985	2,887	-1,206	-685	-1,138	2,068	2,095	2,054	2,086
Manufacturing.....	328,030	337,741	375,250	428,235	25,871	32,277	27,825	54,202	27,603	26,411	35,981	48,328
<i>Of which:</i>												
Food.....	21,334	19,236	23,851	26,021	1,813	3,184	2,539	1,613	2,597	2,604	3,137	3,227
Chemicals.....	79,186	82,543	96,283	107,908	10,210	8,087	7,201	11,488	7,161	8,632	10,857	13,792
Primary and fabricated metals.....	21,814	20,790	22,126	26,328	311	1,340	-13	2,731	1,422	1,158	1,718	2,578
Machinery.....	17,655	18,349	21,077	24,543	-812	288	2,879	3,250	1,313	1,926	2,221	2,873
Computers and electronic products.....	58,651	49,580	51,099	58,615	4,107	-1,594	2,121	6,356	4,335	1,519	4,623	5,985
Electrical equipment, appliances, and components.....	9,552	9,763	10,985	12,392	1,129	1,809	311	720	669	509	591	1,348
Transportation equipment.....	40,487	45,320	47,496	48,418	1,861	4,682	1,704	-521	2,148	1,190	2,335	4,523
Wholesale trade.....	112,946	111,153	121,956	136,949	15,712	3,048	11,926	13,803	13,706	13,382	18,759	24,145
Information.....	42,996	41,723	49,057	56,422	-2,838	-1,200	4,326	5,343	-3,084	1,320	6,224	9,078
Depository institutions (banking).....	55,620	54,679	62,611	68,100	10,326	-1,934	592	285	2,343	1,347	2,528	3,247
Finance, (except depository institutions) and insurance.....	240,272	285,195	328,916	370,965	2,854	37,815	19,151	29,130	9,224	14,585	21,356	27,329
Professional, scientific, and technical services.....	34,306	31,068	35,268	42,110	3,739	-1,082	3,427	6,568	1,741	2,219	3,730	5,775
Other industries.....	541,263	646,764	709,314	840,755	50,731	60,496	47,419	109,997	47,166	54,666	69,322	72,447

D Suppressed to avoid disclosure of data of individual companies.

Note: The data in this table are from tables 16 and 17 in "U.S. Direct Investment Abroad: Detail for Historical-

Cost Position and Related Capital and Income Flows, 2004" in the September 2005 SURVEY OF CURRENT BUSINESS.

Table F.3. Selected Financial and Operating Data of Nonbank Foreign Affiliates of U.S. Companies by Country and by Industry of Affiliate, 2003

	All nonbank foreign affiliates					Majority-owned nonbank foreign affiliates							
	Millions of dollars					Thousands of employees	Millions of dollars						
	Total assets	Sales	Net income	U.S. exports of goods shipped to affiliates	U.S. imports of goods shipped by affiliates		Total assets	Sales	Net income	Value added	U.S. exports of goods shipped to affiliates	U.S. imports of goods shipped by affiliates	
All countries, all industries	8,194,207	3,383,010	372,829	186,155	231,615	9,878.9	7,468,713	2,905,867	336,153	704,653	177,432	210,729	8,363.9
By country of foreign affiliate													
Canada	589,751	396,527	22,732	60,095	83,653	1,125.1	557,636	370,153	21,669	83,514	58,128	77,188	1,067.2
Europe	4,977,877	1,719,659	214,635	47,271	49,985	4,209.8	4,670,836	1,545,697	200,396	398,533	45,964	49,243	3,763.9
<i>Of which:</i>													
France	222,951	158,289	6,027	4,642	3,345	591.0	206,852	150,086	6,075	41,764	4,025	3,238	556.8
Germany	405,722	254,152	18,655	6,392	5,065	620.6	366,539	220,886	15,015	66,861	6,313	5,056	584.3
Netherlands	652,929	161,742	49,798	7,771	(D)	223.8	603,806	125,843	46,402	25,027	7,408	2,385	173.4
United Kingdom	1,828,095	443,388	25,607	11,060	10,235	1,285.5	1,768,473	419,416	25,400	117,516	11,049	10,222	1,171.3
Latin America and Other Western Hemisphere	1,157,196	391,347	71,482	38,629	52,711	1,993.0	1,024,514	334,424	62,434	71,597	36,989	49,265	1,592.0
<i>Of which:</i>													
Brazil	111,315	74,394	1,930	2,933	1,982	399.9	87,451	65,140	776	14,781	2,778	1,898	349.2
Mexico	134,223	137,639	7,458	29,965	43,240	1,047.0	106,537	112,313	5,714	22,897	28,687	40,937	827.1
Africa	92,872	50,199	5,586	1,126	(D)	226.8	74,356	40,845	4,812	16,881	927	2,124	151.8
Middle East	69,714	43,001	7,723	864	(D)	84.4	33,356	18,061	2,674	6,831	768	942	52.4
Asia and Pacific	1,306,796	782,276	50,671	38,171	42,082	2,239.7	1,108,015	596,687	44,167	127,298	34,655	31,967	1,736.6
<i>Of which:</i>													
Australia	183,207	89,704	4,837	4,308	1,354	329.0	171,705	74,486	4,401	23,865	4,228	1,351	279.7
Japan	524,589	282,096	11,617	10,698	11,064	501.0	409,813	170,812	9,524	38,930	9,446	2,263	238.7
By industry of foreign affiliate													
Mining	338,229	127,822	26,833	1,579	12,191	178.5	309,421	114,658	23,073	70,899	1,462	11,166	159.5
Utilities	138,413	61,862	3,810	5	4	101.8	98,234	38,113	2,290	11,659	1	4	70.1
Manufacturing	1,542,759	1,598,390	80,174	128,313	188,923	5,021.3	1,301,686	1,345,396	69,213	346,669	122,330	169,415	4,262.2
<i>Of which:</i>													
Food	91,478	113,741	6,052	3,379	4,040	414.9	83,966	103,380	5,441	22,200	2,892	3,924	368.9
Chemicals	414,197	286,083	30,826	20,926	16,610	660.3	369,757	256,906	28,011	74,343	20,179	15,611	603.7
Primary and fabricated metals	76,746	53,615	2,924	3,373	4,066	265.0	70,165	47,374	2,595	13,985	3,279	4,005	249.4
Machinery	80,228	81,516	3,672	7,359	8,255	395.0	66,266	67,276	3,305	17,883	6,926	7,512	334.5
Computers and electronic products	170,571	210,106	7,888	19,739	34,453	630.3	165,132	206,761	7,888	35,347	19,618	34,242	605.8
Electrical equipment, appliances, and components	34,340	32,123	978	2,414	4,263	256.0	31,712	29,501	871	8,379	2,358	3,408	231.4
Transportation equipment	284,021	391,888	5,118	55,508	94,602	1,115.1	207,354	293,709	3,303	49,292	52,587	79,645	925.9
Wholesale trade	521,619	769,784	37,268	46,478	28,352	837.9	499,072	735,713	33,706	110,414	44,377	28,074	792.2
Information	327,779	191,294	8,761	(D)	(D)	616.3	156,522	99,702	1,575	29,417	731	154	343.9
Finance (except depository institutions) and insurance	2,903,569	242,773	42,236	15	0	320.0	2,813,684	228,809	40,141	32,402	15	0	296.6
Professional, scientific, and technical services	156,611	96,159	7,126	1,344	380	466.6	152,724	90,533	6,613	36,572	1,333	380	436.6
Other industries	2,265,229	294,926	166,620	(D)	(D)	2,336.4	2,137,370	252,942	159,543	66,621	7,183	1,535	2,002.9

D Suppressed to avoid disclosure of data of individual companies.

NOTE: The data in this table are from "U.S. Multinational Companies: Operations in 2003" in the July 2005 SURVEY OF CURRENT BUSINESS.

Table F.4. Foreign Direct Investment in the United States: Selected Items, by Country of Foreign Parent and by Industry of Affiliate, 2001–2004

[Millions of dollars]

	Direct investment position on a historical-cost basis				Capital inflows without current-cost adjustment (outflows (-))				Income without current-cost adjustment and net of withholding taxes			
	2001	2002	2003	2004	2001	2002	2003	2004	2001	2002	2003	2004
All countries, all industries	1,343,987	1,344,697	1,410,672	1,526,306	159,461	71,331	56,834	95,859	3,919	35,256	59,130	92,766
By country of foreign parent												
Canada	92,420	95,344	101,568	133,761	9,173	1,882	12,198	31,805	-5,223	-1,385	2,748	6,314
Europe	999,069	980,036	1,021,349	1,078,287	140,661	46,525	22,731	41,396	13,964	29,249	47,454	65,908
<i>Of which:</i>												
France	154,984	141,588	139,265	148,242	14,546	6,035	3,306	9,234	4,024	3,532	5,510	7,993
Germany	162,314	139,247	156,290	163,372	40,206	-1,149	8,876	1,545	-7,787	-3,687	1,987	7,110
Luxembourg	95,299	95,037	108,124	107,842	-21,498	-3,775	13,694	-538	2,414	546	-46	893
Netherlands	145,554	150,263	152,708	167,280	24,036	4,472	5,562	6,192	3,189	4,849	8,150	13,203
Switzerland	129,478	123,867	129,032	122,944	61,789	9,762	-3,500	4,732	1,299	6,597	6,939	6,841
United Kingdom	197,651	215,531	219,735	251,562	2,819	26,515	-5,649	19,430	9,046	11,304	17,895	21,389
Latin America and Other Western Hemisphere	64,842	74,561	81,768	85,864	8,232	9,407	9,096	384	-3,748	-711	1,481	3,118
<i>Of which:</i>												
Bermuda	7,316	11,395	8,837	8,442	-6,467	-432	-2,926	-1,790	-4,868	-2,305	-1,014	-24
Mexico	6,645	7,623	7,707	7,880	-716	2,285	2,045	-540	-823	-79	452	-244
Panama	4,385	6,111	9,203	10,707	297	1,895	2,719	1,425	499	632	1,084	(D)
United Kingdom Islands, Caribbean	25,620	23,871	25,575	24,243	12,961	1,361	2,745	-2,175	1,166	372	651	125
Africa	2,346	2,242	2,179	1,611	-308	36	-23	-571	-221	41	-2	177
Middle East	6,082	7,319	7,641	8,200	-401	1,224	360	508	200	-185	172	500
Asia and Pacific	179,228	185,196	196,167	218,583	2,104	12,257	12,472	22,337	-1,053	8,247	7,278	16,749
<i>Of which:</i>												
Australia	19,465	23,776	24,934	28,083	6,490	6,645	3,671	3,635	-416	456	482	3,352
Japan	149,859	151,333	160,452	176,906	-3,132	6,010	7,752	16,146	-244	7,613	6,988	12,325
Singapore	1,221	804	1,484	1,801	-1,451	-687	1,134	840	-164	-237	-138	21
By industry of U.S. affiliate												
Manufacturing	476,474	469,802	491,963	519,410	51,069	25,715	14,888	19,372	4,261	22,928	22,116	36,640
<i>Of which:</i>												
Food	18,577	19,817	19,517	21,108	312	1,300	-242	2,273	597	932	-5	1,959
Chemicals	128,630	123,341	136,466	147,952	16,823	-6,629	7,775	7,485	2,005	8,022	8,595	8,966
Primary and fabricated metals	19,998	18,545	17,702	18,897	-3,109	629	19	1,211	-265	-8	518	2,344
Machinery	43,317	47,777	48,093	49,541	3,560	5,176	611	937	-982	545	-563	1,390
Computers and electronic products	54,729	42,443	44,026	41,883	-1,403	-6,648	-2,043	-784	-5,609	-2,603	-276	2,383
Electrical equipment, appliances, and components	53,559	45,832	12,573	13,593	20,545	3,182	-959	1,064	2,413	4,790	-70	766
Transportation equipment	62,349	61,463	66,455	70,022	9,694	5,797	3,332	4,560	1,891	4,066	4,651	5,422
Wholesale trade	184,743	197,568	180,802	201,101	5,998	10,689	-5,762	15,311	9,566	12,048	16,391	21,616
Retail trade	22,647	20,871	23,656	26,122	5,881	51	1,506	1,810	1,335	1,486	1,711	2,201
Information	146,913	116,056	124,734	117,190	51,472	4,958	9,458	-4,632	-13,392	-3,577	2,575	5,924
Depository institutions (banking)	67,207	75,483	87,512	123,304	6,429	2,756	4,094	16,220	1,991	1,996	2,131	4,619
Finance (except depository institutions) and insurance	173,801	169,172	190,152	206,533	18,156	2,896	19,445	31,835	-1,443	-3,355	7,742	8,753
Real estate and rental and leasing	44,280	47,333	44,450	47,577	-2,178	2,615	-2,706	2,542	1,570	1,839	919	2,175
Professional, scientific, and technical services	31,477	26,964	34,507	38,778	9,309	1,241	186	4,425	-239	-214	-23	2,611
Other industries	196,446	221,448	232,896	246,290	13,326	20,411	15,725	8,976	270	2,106	5,568	8,227

D Suppressed to avoid disclosure of data of individual companies.

NOTE: The data in this table are from tables 16 and 17 in "Foreign Direct Investment in the United States:

Detail for Historical-Cost Position and Related Capital and Income Flows, 2004" in the September 2005 SURVEY OF CURRENT BUSINESS.

Table F.5. Selected Financial and Operating Data of Nonbank U.S. Affiliates of Foreign Companies by Country of Ultimate Beneficial Owner and by Industry of Affiliate, 2003

	All nonbank affiliates						Majority-owned nonbank affiliates						
	Millions of dollars			Thousands of employees	Millions of dollars		Millions of dollars				Thousands of employees	Millions of dollars	
	Total assets	Sales	Net income		U.S. exports of goods shipped by affiliates	U.S. imports of goods shipped to affiliates	Total assets	Sales	Net income	Value added		U.S. exports of goods shipped by affiliates	U.S. imports of goods shipped to affiliates
All countries, all industries	5,811,755	2,340,158	37,884	5,735.0	159,590	368,400	5,093,531	2,136,617	30,580	486,344	5,253.0	150,829	356,659
By country of ultimate beneficial owner													
Canada	358,403	142,048	36	422.5	7,450	23,230	335,581	133,768	-407	36,279	394.1	7,110	22,741
Europe	4,022,837	1,386,308	27,904	3,932.5	80,038	147,326	3,870,708	1,304,694	24,500	318,778	3,686.9	76,335	144,990
<i>Of which:</i>													
France	530,722	171,691	1,212	500.0	12,874	16,819	515,925	156,880	2,093	41,175	451.8	10,621	15,284
Germany	591,218	315,505	281	707.5	32,926	61,539	572,120	301,072	756	63,239	673.8	32,306	61,191
Netherlands	585,129	216,075	10,114	513.6	(D)	14,405	572,564	207,623	8,376	44,281	502.7	4,960	14,329
Sweden	32,985	41,629	67	221.1	3,625	(D)	32,944	41,535	59	12,163	220.9	3,617	5,805
Switzerland	1,004,064	122,626	1,666	487.9	5,133	8,507	985,906	116,077	1,860	34,417	431.1	5,066	8,477
United Kingdom	1,108,862	399,079	14,132	1,068.4	14,246	(D)	1,026,276	366,464	10,886	95,308	995.8	13,923	25,614
Latin America and Other Western Hemisphere	248,385	145,247	-336	398.0	12,942	21,958	235,508	130,247	-384	37,165	336.1	12,650	18,814
<i>Of which:</i>													
Bermuda	(D)	60,909	-556	213.7	(D)	2,982	131,186	59,929	-542	20,800	211.6	9,933	2,978
Mexico	(D)	(D)	(D)	M	799	2,341	18,770	14,967	93	3,014	48.1	797	2,136
United Kingdom Islands, Caribbean	59,316	11,082	21	25.4	49	1,154	58,707	10,765	158	2,395	23.3	49	1,154
Venezuela	10,789	32,119	688	I	406	10,111	(D)	(D)	(D)	(D)	H	(D)	(D)
Africa	(D)	(D)	(D)	I	(D)	329	4,838	5,457	45	1,050	9.4	477	324
Middle East	(D)	36,763	472	53.9	(D)	(D)	26,737	35,115	482	8,341	47.1	715	5,285
Asia and Pacific	644,435	554,989	294	823.8	52,068	166,346	596,834	507,521	6,121	79,111	733.2	48,800	161,123
<i>Of which:</i>													
Australia	124,899	38,913	-6,539	79.2	(D)	528	101,333	25,990	446	8,209	58.8	320	524
Japan	473,536	449,638	7,236	653.5	44,228	137,749	453,391	420,716	6,047	64,025	599.0	41,364	133,695
Korea, Republic of	14,477	34,664	151	13.4	5,291	(D)	13,911	33,766	180	2,069	12.2	5,239	22,577
United States	502,384	(D)	(D)	L	(D)	(D)	23,326	19,814	223	5,620	46.1	4,743	3,383
By industry of U.S. affiliate													
Manufacturing	1,087,087	916,326	7,838	2,266.5	98,389	147,589	1,035,133	854,519	6,046	227,682	2,138.3	93,260	138,965
<i>Of which:</i>													
Food	47,636	50,156	-41	120.5	7,522	2,085	46,672	47,880	-98	9,309	114.7	7,397	2,054
Chemicals	253,205	177,701	8,516	331.8	16,871	21,385	235,676	160,222	6,899	49,950	305.4	16,071	21,084
Primary and fabricated metals	49,697	53,633	-583	152.6	(D)	(D)	44,551	46,826	-609	12,327	144.2	3,709	6,776
Machinery	100,007	66,280	-461	249.6	8,772	9,559	99,454	65,263	-278	19,871	247.6	8,648	9,254
Computers and electronic products	103,406	100,379	-4,261	243.3	15,335	26,065	92,661	91,809	-4,221	22,849	219.8	13,987	24,218
Electrical equipment, appliances, and components	27,218	21,985	-196	85.8	3,037	2,123	26,957	21,756	-97	5,510	84.4	3,009	2,103
Transportation equipment	227,812	207,567	3,146	393.7	29,210	54,076	223,885	199,677	2,971	35,191	377.1	28,713	52,705
Wholesale trade	462,465	675,682	18,204	538.3	56,451	209,385	453,529	656,019	16,711	83,843	512.1	53,113	206,503
Retail trade	68,835	133,942	1,040	655.7	597	(D)	61,254	121,967	939	27,878	564.9	597	3,545
Information	368,903	118,754	-8,819	317.1	(D)	1,060	265,832	81,471	-4,076	26,836	239.1	1,014	1,059
<i>Of which:</i>													
Publishing industries	(D)	34,637	-6,606	133.7	727	128	88,106	31,514	-77	14,124	119.9	726	128
Telecommunications	(D)	(D)	(D)	L	(D)	(D)	59,317	19,371	-3,668	4,316	39.5	1	(D)
Finance (except depository institutions) and insurance	3,190,263	(D)	(D)	297.6	0	0	2,710,029	174,766	6,328	25,577	244.5	0	0
Real estate and rental and leasing	109,525	23,281	1,098	39.8	(D)	(D)	91,170	19,839	864	10,031	36.3	(D)	396
Professional, scientific, and technical services	63,952	50,318	-271	172.5	(D)	368	62,246	49,068	609	17,872	167.8	(D)	366
Other industries	460,725	(D)	(D)	1,447.4	2,523	5,931	414,339	178,969	3,160	66,624	1,349.9	2,239	5,824

D Suppressed to avoid disclosure of data of individual companies.

NOTES. The data in this table are from BEA's annual survey of the operations of U.S. affiliates of foreign companies; see "U.S. Affiliates of Foreign Companies: Operations in 2003" in the August 2005 SURVEY OF CURRENT BUSINESS.

The following ranges are given in employment cells that are suppressed: A—1 to 499; F—500 to 999; G—1,000 to 2,499; H—2,500 to 4,999; I—5,000 to 9,999; J—10,000 to 24,999; K—25,000 to 49,999; L—50,000 to 99,999; M—100,000 or more.

G. Charts

THE U.S. IN THE INTERNATIONAL ECONOMY

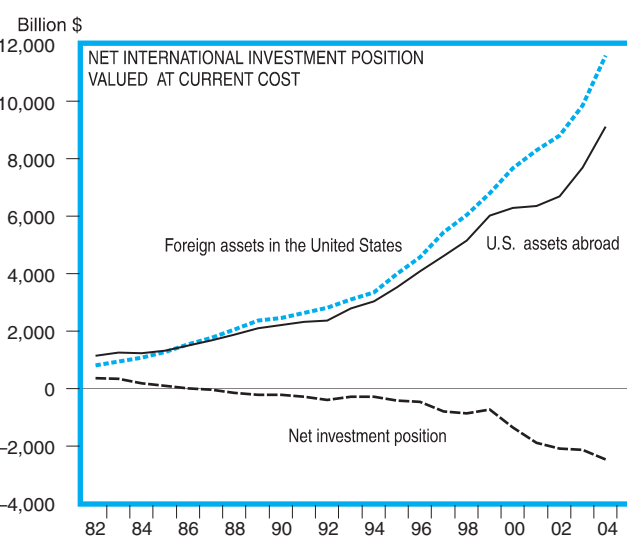
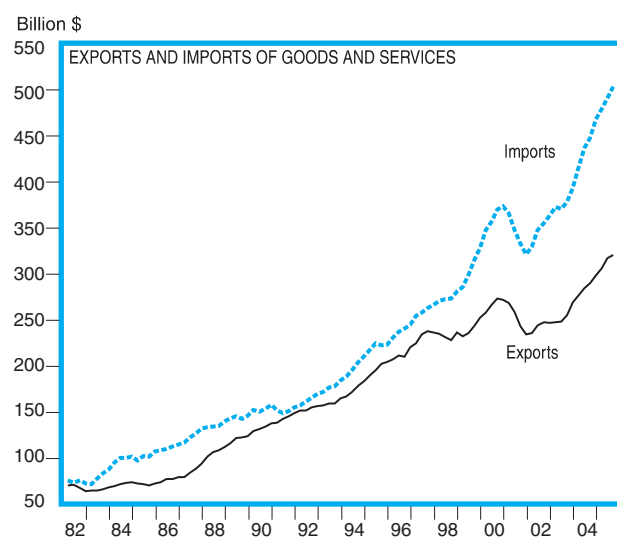
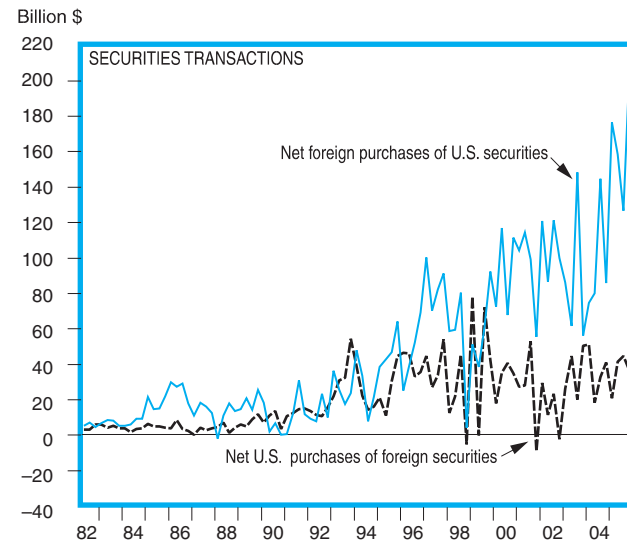
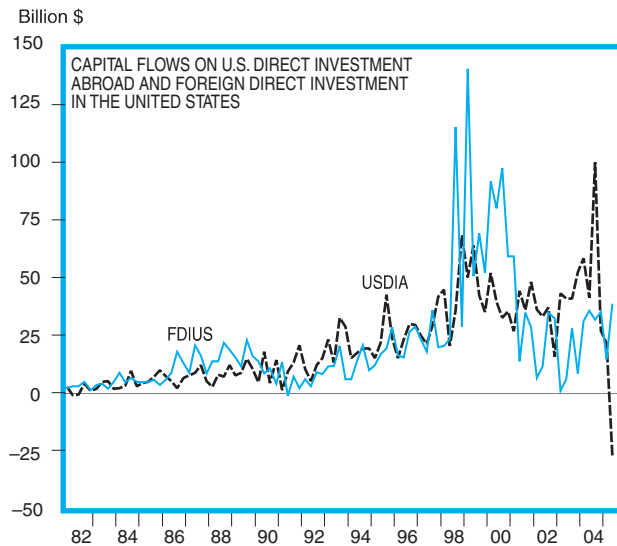
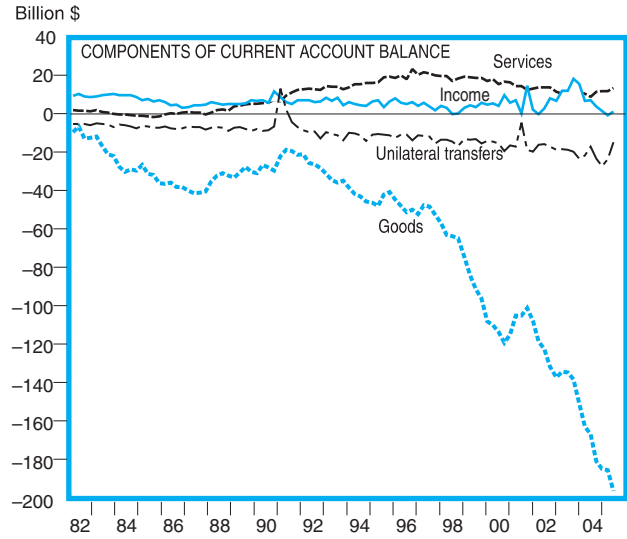
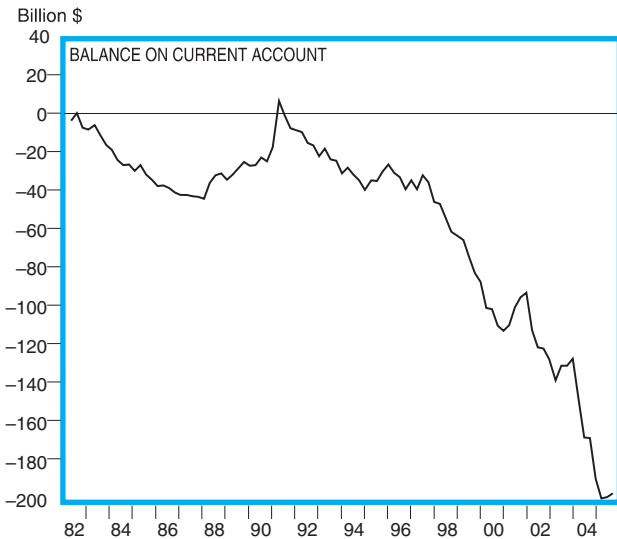


Table H.2. Annual Personal Income and Per Capita Personal Income by State and Region

Area name	Personal income							Per capita personal income ¹							Rank in United States
	[Millions of dollars]						Percent change ²	[Dollars]							
	1999	2000	2001	2002	2003	2004		1999	2000	2001	2002	2003	2004		
United States	7,796,137	8,422,074	8,716,992	8,872,521	9,156,108	9,702,525	6.0	27,939	29,845	30,575	30,814	31,487	33,041	.....
New England	458,387	503,961	524,402	528,170	539,988	573,379	6.2	33,126	36,118	37,334	37,379	38,026	40,269	.....
Connecticut	129,807	141,570	147,356	147,163	149,276	159,435	6.8	38,332	41,489	42,920	42,545	42,810	45,506	1	
Maine	31,016	33,173	35,107	35,965	37,251	39,482	6.0	24,484	25,969	27,286	27,713	28,453	29,973	34	
Massachusetts	216,221	240,209	249,095	249,928	255,375	270,145	5.8	34,227	37,756	38,949	38,975	39,776	42,102	2	
New Hampshire	37,125	41,429	42,624	43,441	44,521	47,661	7.1	30,380	33,396	33,850	34,055	34,547	36,676	6	
Rhode Island	28,568	30,697	32,478	33,644	34,921	36,936	5.8	27,459	29,214	30,680	31,475	32,452	34,180	15	
Vermont	15,650	16,883	17,742	18,030	18,644	19,721	5.8	25,881	27,680	28,944	29,245	30,103	31,737	23	
Mideast	1,467,261	1,580,733	1,627,895	1,648,202	1,687,423	1,790,447	6.1	31,824	34,077	34,907	35,166	35,816	37,874	.....
Delaware	22,416	24,277	25,537	26,509	27,672	29,527	6.7	28,925	30,869	32,097	32,886	33,822	35,559	10	
District of Columbia	21,115	23,102	25,525	25,937	26,922	28,839	7.1	37,030	40,456	44,827	45,935	48,280	52,101	.....
Maryland	167,075	181,957	191,657	198,785	206,515	220,261	6.7	31,796	34,257	35,628	36,531	37,464	39,629	4	
New Jersey	294,385	323,554	332,951	337,873	343,421	362,190	5.5	35,215	38,365	39,142	39,392	39,737	41,636	3	
New York	619,659	663,005	679,886	676,856	690,365	737,039	6.8	32,816	34,897	35,622	35,343	35,933	38,333	5	
Pennsylvania	342,611	364,838	372,339	382,243	392,528	412,591	5.1	27,937	29,695	30,275	31,005	31,730	33,257	18	
Great Lakes	1,255,454	1,333,971	1,359,189	1,386,311	1,434,528	1,486,594	3.6	27,918	29,496	29,909	30,377	31,292	32,295	.....
Illinois	373,385	400,373	407,254	413,991	427,212	441,485	3.3	30,212	32,185	32,532	32,895	33,774	34,725	13	
Indiana	154,842	165,285	167,881	172,392	178,815	187,565	4.9	25,615	27,132	27,397	27,993	28,843	30,070	33	
Michigan	278,062	294,227	299,542	303,535	318,491	324,134	1.8	28,095	29,552	29,940	30,225	31,589	32,052	22	
Ohio	304,464	320,538	325,623	333,120	342,424	356,774	4.2	26,859	28,207	28,594	29,194	29,938	31,135	25	
Wisconsin	144,702	153,548	158,888	163,273	167,586	176,636	5.4	27,135	28,570	29,392	30,011	30,613	32,063	21	
Plains	511,507	545,882	562,733	576,653	598,971	634,984	6.0	26,737	28,326	29,045	29,613	30,584	32,236	.....
Iowa	73,285	77,763	79,456	82,487	84,029	91,500	8.9	25,118	26,554	27,103	28,107	28,562	30,970	27	
Kansas	70,158	74,570	77,564	78,556	80,792	84,810	5.0	26,195	27,694	28,714	28,956	29,651	31,003	26	
Minnesota	146,722	157,964	162,578	166,980	173,300	184,515	6.5	30,106	32,017	32,609	33,229	34,221	36,173	8	
Missouri	142,925	152,722	156,937	161,093	166,998	175,611	5.2	25,697	27,241	27,813	28,363	29,199	30,516	31	
Nebraska	45,116	47,329	49,303	50,347	53,427	56,393	5.6	26,465	27,625	28,684	29,162	30,750	32,276	20	
North Dakota	14,934	16,097	16,465	16,764	18,194	18,553	2.0	23,180	25,106	25,876	26,450	28,725	29,247	37	
South Dakota	18,367	19,438	20,429	20,429	22,231	23,602	6.2	24,475	25,720	26,944	26,864	29,063	30,617	29	
Southeast	1,716,450	1,840,460	1,922,935	1,972,941	2,039,640	2,171,715	6.5	25,032	26,484	27,356	27,736	28,331	29,754	.....
Alabama	100,662	105,807	110,421	113,784	118,481	125,167	5.6	22,722	23,764	24,714	25,392	26,307	27,630	41	
Arkansas	56,052	58,726	61,967	63,324	66,082	70,810	7.2	21,137	21,925	23,018	23,388	24,226	25,724	48	
Florida	423,834	457,539	478,637	495,429	511,951	547,312	6.9	26,894	28,509	29,268	29,700	30,116	31,460	24	
Georgia	212,081	230,356	240,616	244,948	250,662	265,538	5.9	26,359	27,989	28,675	28,683	28,890	30,074	32	
Kentucky	91,462	98,845	101,346	103,619	112,566	112,566	5.5	22,763	24,412	24,914	25,335	25,907	27,151	44	
Louisiana	98,200	103,151	110,256	112,709	116,176	122,913	5.8	22,014	23,078	24,685	25,175	25,853	27,219	42	
Mississippi	56,719	59,837	62,739	63,923	66,664	70,770	6.2	20,053	21,005	21,950	22,291	23,126	24,379	50	
North Carolina	203,187	218,668	225,395	228,621	234,544	250,286	6.7	25,560	27,068	27,493	27,505	27,852	29,303	36	
South Carolina	91,716	98,270	101,468	104,054	107,660	113,988	5.9	23,075	24,424	24,985	25,343	25,950	27,153	43	
Tennessee	140,395	148,833	154,416	159,102	166,075	175,885	5.9	24,898	26,097	26,864	27,468	28,412	29,806	35	
Virginia	204,586	220,845	233,770	240,158	250,365	269,862	7.8	29,226	31,087	32,534	33,018	33,993	36,175	7	
West Virginia	37,557	39,582	41,902	43,270	44,290	46,619	5.3	20,729	21,900	23,256	23,969	24,450	25,681	49	
Southwest	776,129	850,326	892,795	906,031	942,624	1,002,498	6.4	25,177	27,088	27,961	27,873	28,506	29,782	.....
Arizona	120,857	132,558	138,854	144,101	151,716	164,324	8.3	24,057	25,660	26,214	26,494	27,193	28,609	38	
New Mexico	38,046	40,318	44,138	44,982	46,782	49,778	6.4	21,042	22,135	24,088	24,247	24,903	26,154	47	
Oklahoma	77,565	84,310	90,161	90,164	93,118	98,020	5.3	22,567	24,407	26,009	25,848	26,556	27,819	39	
Texas	539,661	593,139	619,642	626,784	651,009	690,376	6.0	26,250	28,313	29,044	28,853	29,453	30,697	28	
Rocky Mountain	239,693	264,024	279,678	283,387	292,385	310,888	6.3	26,356	28,489	29,658	29,609	30,183	31,668	.....
Colorado	128,860	144,394	152,700	153,078	157,083	166,153	5.8	30,492	33,370	34,491	34,032	34,542	36,109	9	
Idaho	29,068	31,290	33,054	33,823	34,660	37,394	7.9	22,786	24,075	25,018	25,181	25,354	26,839	46	
Montana	19,373	20,716	22,359	22,843	24,096	25,643	6.4	21,585	22,929	24,672	25,083	26,244	27,666	40	
Utah	49,343	53,561	56,594	58,163	60,320	64,376	6.7	22,393	23,878	24,809	25,073	25,645	26,946	45	
Wyoming	13,050	14,063	14,972	15,481	16,226	17,323	6.8	26,536	28,460	30,301	31,013	32,316	34,199	14	
Far West	1,371,257	1,502,717	1,547,366	1,570,823	1,620,549	1,732,021	6.9	29,486	31,836	32,271	32,307	32,873	34,678	.....
Alaska	17,557	18,741	20,050	20,709	21,403	22,340	4.4	28,100	29,867	31,704	32,316	33,015	34,085	16	
California	999,228	1,103,842	1,135,304	1,147,868	1,184,058	1,262,454	6.6	29,828	32,464	32,877	32,807	33,389	35,172	11	
Hawaii	32,646	34,451	35,126	36,371	38,125	41,176	8.0	26,973	28,422	28,745	29,462	30,531	32,606	19	
Nevada	56,462	61,428	64,367	66,649	71,632	78,876	10.1	29,184	30,437	30,721	30,738	31,947	33,783	17	
Oregon	89,873	96,402	99,020	101,902	103,988	109,935	5.7	26,480	28,097	28,502	28,922	29,175	30,584	30	
Washington	175,491	187,853	193,498	197,324	201,342	217,240	7.9	30,037	31,779	32,289	32,523	32,838	35,017	12	

1. Per capita personal income was computed using midyear population estimates of the Bureau of the Census.

2. Percent change was calculated from unrounded data.

NOTE: The personal income level shown for the United States is derived as the sum of the state estimates. It differs from the estimate of personal income in the national income and product accounts because of differences in coverage, in the

methodologies used to prepare the estimates, and in the timing of the availability of source data.

Source: Table 2 "State Personal Income: Second Quarter of 2005 and Revised Estimates for 2002-2005:1" in the October 2005 issue of the SURVEY OF CURRENT BUSINESS.

I. Local Area Table

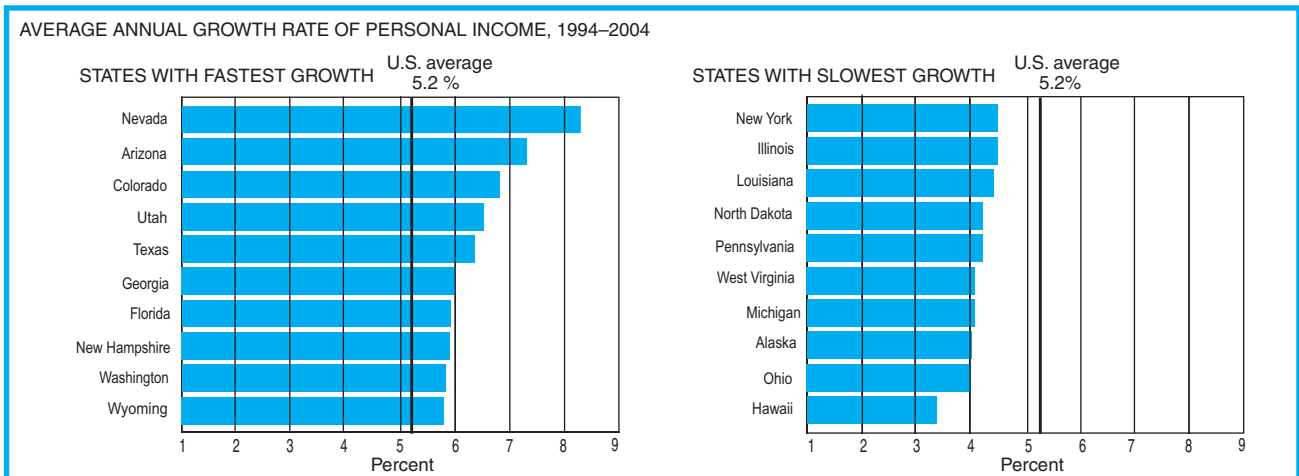
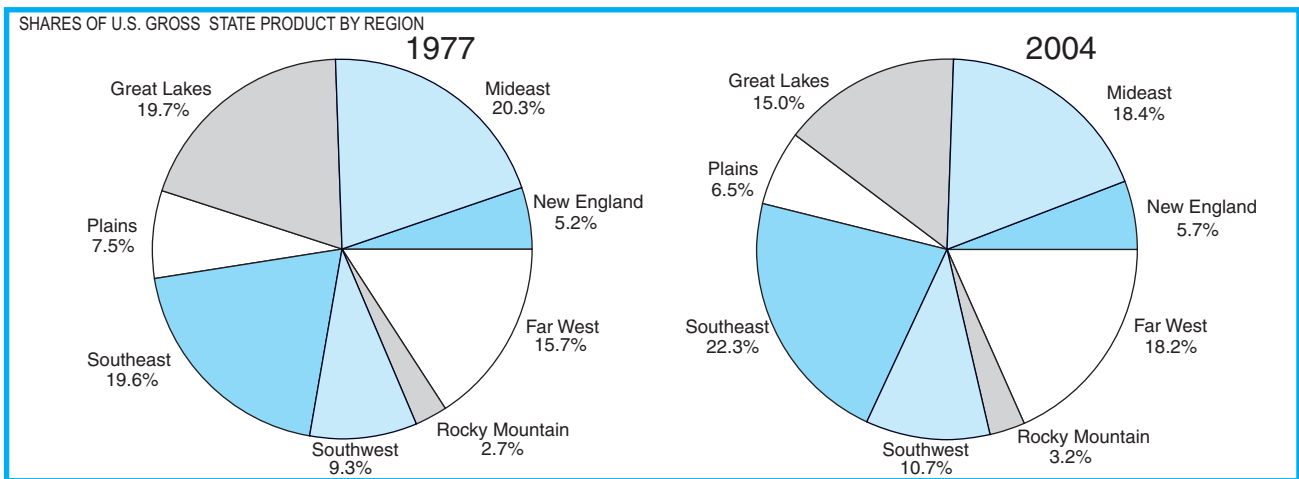
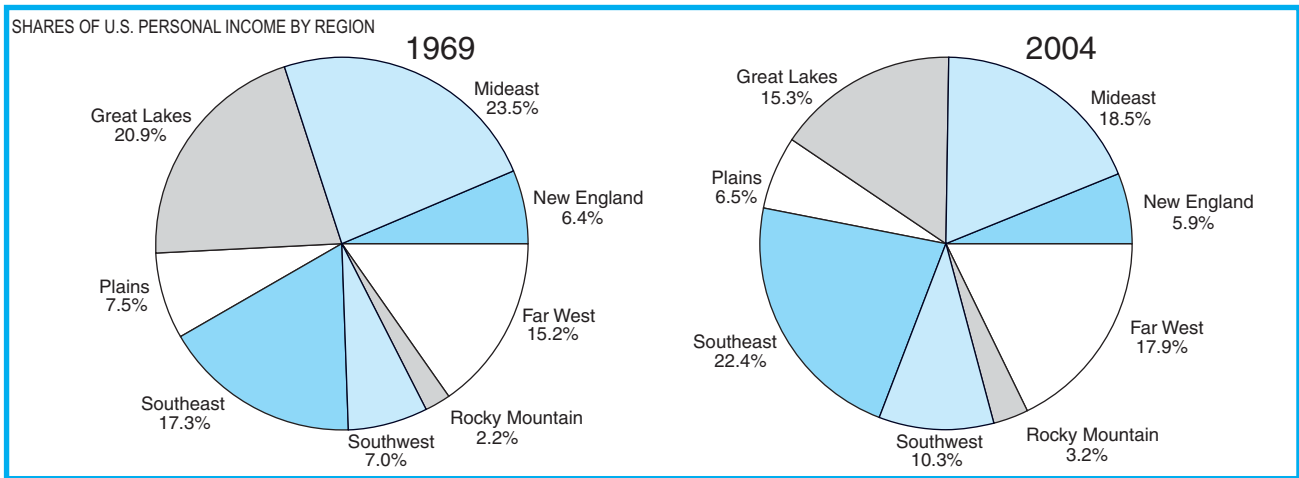
Table I.1. Personal Income and Per Capita Personal Income by Metropolitan Area, 2001-2003—Continues

Table with columns for Area name, Personal income (Millions of dollars, Percent change), Per capita personal income (Dollars, Rank in U.S.), and Area name, Personal income (Millions of dollars, Percent change), Per capita personal income (Dollars, Rank in U.S.). Rows include United States, Metropolitan portion, Nonmetropolitan portion, and various metropolitan areas.

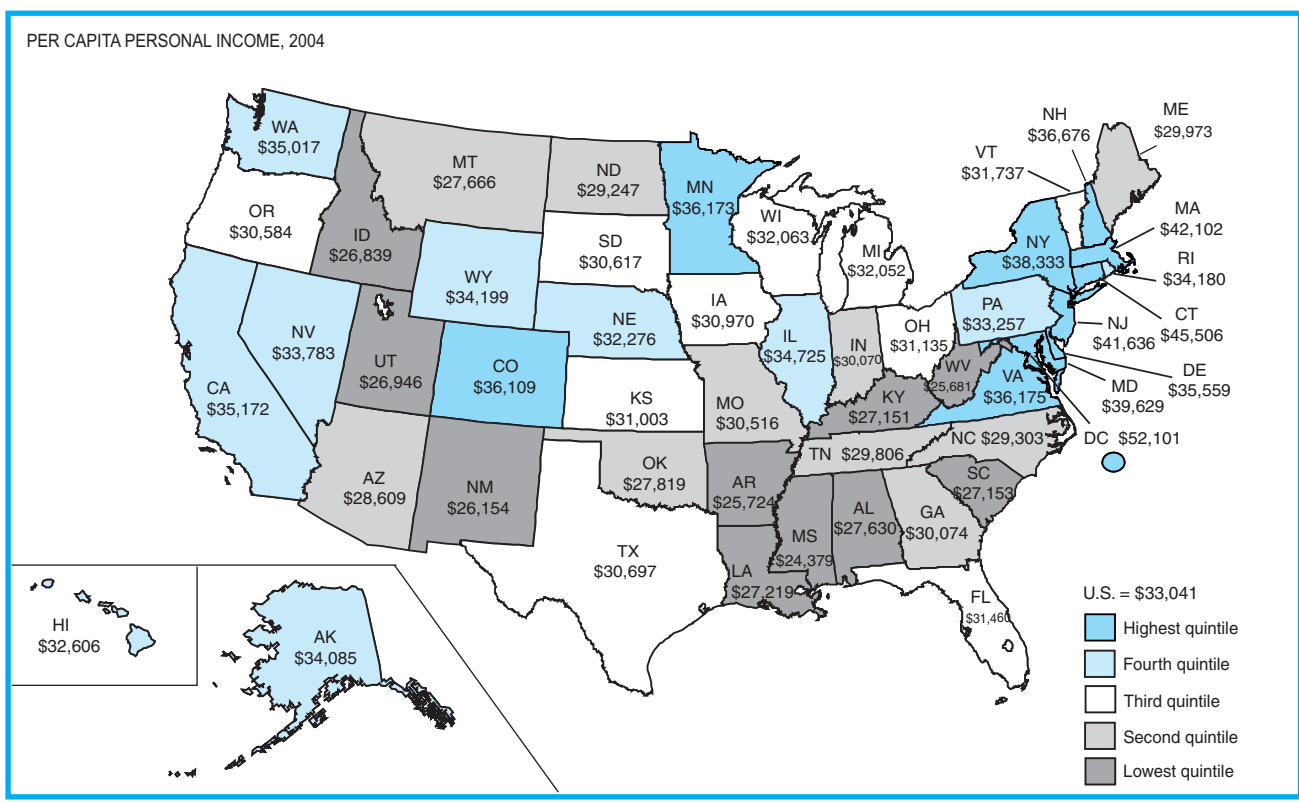
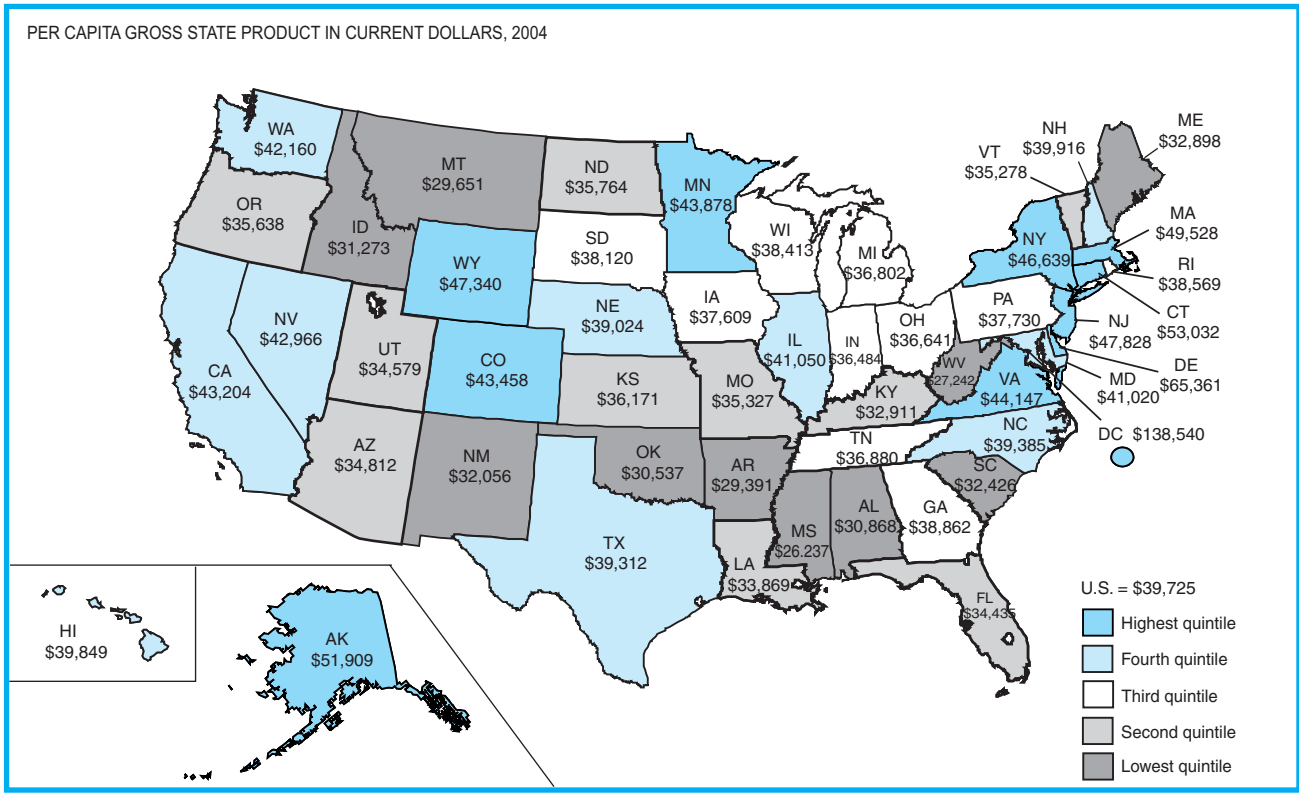
See footnotes at the end of the table.

J. Charts

SELECTED REGIONAL ESTIMATES



SELECTED REGIONAL ESTIMATES



Appendix A

Additional Information About the NIPA Estimates

Statistical Conventions

Current-dollar GDP is a measure of the market value of goods, services, and structures that are produced in the economy in a particular period. The changes in current-dollar GDP can be decomposed into quantity and price components. Quantities, or “real” measures, and prices are expressed as index numbers with the reference year—at present, the year 2000—equal to 100.¹

The annual changes in quantities and prices are calculated using a Fisher formula that incorporates weights from 2 adjacent years. For example, the annual percent change in real GDP for 2001–2002 uses prices for 2001 and 2002 as weights, and the 2001–2002 annual percent change in the GDP price index uses quantities for 2001 and 2002 as weights. Because the Fisher formula allows for the effects of changes in relative prices and in the composition of output over time, the resulting quantity or price changes are not affected by the substitution bias that is associated with changes in quantities and prices calculated using a fixed-weighted formula. These annual changes are “chained” (multiplied) together to form time series of quantity and price indexes. The percent changes in the Fisher indexes are not affected by the choice of the reference year.

BEA also publishes implicit price deflators (IPDs), which are calculated as the ratio of the current-dollar value of a component to the chained-dollar value of the component, multiplied by 100. The values of an IPD are very close to the values of the corresponding “chain-type” price index.

The measures of real GDP and its major components are also presented in dollar-denominated form, designated “chained (2000) dollar estimates.” For most series, these estimates are computed by multiplying the current-dollar value in 2000 by a corresponding quantity index number and then dividing by 100. For example, if a current-dollar GDP component equaled \$100 in 2000 and if real output for this component increased by 10 percent in 2001, then the chained (2000) dollar value of this component in 2001 would be \$110 (\$100 × 1.10). The percent changes calculated from the chained (2000) dollar estimates and from the quantity indexes are the same; any differences will be small and due to rounding.

The chained-dollar values for the detailed GDP components will not necessarily sum to the chained-dollar estimate of GDP (or to any intermediate aggregate) in a table, because the relative prices that are used as weights for any period other than the reference year differ from those of the reference year. A measure of the effect of such

differences is provided by a “residual” line—the difference between the chained-dollar value of the main aggregate in the table and the sum of the most detailed components in the table. For periods close to the reference year, when the relative prices that are used as weights have usually not changed much, the residuals tend to be small, and the chained-dollar estimates can be used to approximate the contributions to growth and to aggregate the detailed estimates. For periods further from the reference year, the residuals tend to be larger, and the chained-dollar estimates are less useful for analyses of contributions to growth. In particular, for components for which relative prices are changing rapidly, the calculation of contributions based on chained-dollar estimates may be misleading even just a few years from the reference year. Thus, contributions derived from quantity indexes provide a better measure than contributions derived from chained-dollar estimates; contributions based on quantity indexes are shown in selected NIPA tables 1.1.2, 1.2.2, 1.5.2, 2.3.2, 3.9.2, 4.2.2, and 5.3.2.

For quarters and months, NIPA estimates are presented at annual rates, which show the value that would be registered if the rate of activity that is measured for a quarter or for a month were maintained for a full year. Annual rates are used so that periods of different lengths—for example, quarters and years—may be more easily compared. These annual rates are determined simply by multiplying the estimated rate of activity by 4 (for quarterly data) or by 12 (for monthly data).

For most quarterly NIPA estimates, *percent changes* in the estimates are also expressed at annual rates. Calculating these *changes* requires a variant of the compound interest formula:

$$r = \left[\left(\frac{x_t}{x_o} \right)^{m/n} - 1 \right] \times 100$$

where r is the percent change at an annual rate; x_t is the level of activity in the later period; x_o is the level of activity in the earlier period; m is the periodicity of the data (for example, 1 for annual data, 4 for quarterly data, or 12 for monthly data); and n is the number of periods between the earlier periods and the later periods (that is, $t-0$).

Quarterly and monthly NIPA estimates are seasonally adjusted if necessary. Seasonal adjustment removes from the time series the average effects of variations that normally occur at about the same time and in about the same magnitude each year—for example, weather, holidays, and tax payment dates. After seasonal adjustment, cyclical and other short-term changes in the economy stand out more clearly.

1. See J. Steven Landefeld, Brent R. Moulton, and Cindy M. Vojtech, “Chained-Dollar Indexes: Issues, Tips on Their Use, and Upcoming Changes,” *SURVEY OF CURRENT BUSINESS* (November 2003): 8–16.

Reconciliation Tables

“Table 1. Reconciliation of Changes in BEA-Derived Compensation Per Hour With BLS Average Hourly Earnings” is being discontinued. As a result of the ongoing work by BEA and the Bureau of Labor Statistics to reconcile these estimates, the need for this table has been reduced.

Table 2. Relation of Net Exports of Goods and Services and Net Receipts of Income in the NIPAs to Balance on Goods and Services and Income in the ITAs

[Billions of dollars]

	Line	2003	2004	Seasonally adjusted at annual rates					
				2004			2005		
				II	III	IV	I	II	III
Exports of goods and services and income receipts, ITAs	1	1,332.4	1,531.0	1,506.3	1,543.5	1,620.2	1,653.6	1,713.7	1,758.0
<i>Less:</i> Gold, ITAs	2	4.8	4.4	3.5	4.9	5.0	5.5	5.5	5.4
Statistical differences ¹	3	-0.6	0.0	0.0	0.0	0.0	-1.5	-10.4	-10.4
Other items.....	4	0.6	0.7	0.7	0.7	0.7	0.8	0.8	0.9
<i>Plus:</i> Adjustment for grossing of parent/affiliate interest payments.....	5	4.4	5.1	4.8	5.1	6.2	6.1	7.1	7.5
Adjustment for U.S. territories and Puerto Rico	6	50.9	52.1	51.5	52.8	52.5	54.3	55.4	59.4
Services furnished without payment by financial intermediaries except life insurance carriers	7	6.3	6.2	6.2	6.3	6.4	6.2	6.3	6.4
Equals: Exports of goods and services and income receipts, NIPAs	8	1,389.3	1,589.2	1,564.5	1,601.9	1,679.5	1,715.4	1,786.6	1,835.5
Imports of goods and services and income payments, ITAs	9	1,780.9	2,118.1	2,090.7	2,148.3	2,284.1	2,343.2	2,414.2	2,487.1
<i>Less:</i> Gold, ITAs	10	3.6	4.1	3.3	4.0	4.8	3.8	4.0	4.4
Statistical differences ¹	11	-0.6	0.0	0.0	0.0	0.0	16.1	12.7	12.8
Other items.....	12	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Plus:</i> Gold, NIPAs	13	-3.5	-3.3	-3.3	-3.3	-2.9	-4.5	-3.7	-3.9
Adjustment for grossing of parent/affiliate interest payments.....	14	4.4	5.1	4.8	5.1	6.2	6.1	7.1	7.5
Adjustment for U.S. territories and Puerto Rico	15	37.0	37.4	35.7	39.1	39.1	42.5	35.0	41.7
Imputed interest paid to rest of world.....	16	6.3	6.2	6.2	6.3	6.4	6.2	6.3	6.4
Equals: Imports of goods and services and income payments, NIPAs	17	1,822.1	2,159.5	2,130.9	2,191.5	2,328.1	2,373.6	2,442.1	2,521.7
Balance on goods and services and income, ITAs (1-9)	18	-448.5	-587.1	-584.4	-604.8	-663.9	-689.6	-700.5	-729.1
<i>Less:</i> Gold (2-10+13)	19	-2.3	-3.0	-3.1	-2.4	-2.7	-2.8	-2.2	-2.9
Statistical differences (3-11) ¹	20	0.0	0.0	0.0	0.0	0.0	-17.6	-23.1	-23.2
Other items (4-12)	21	0.6	0.7	0.7	0.7	0.7	0.8	0.8	0.9
<i>Plus:</i> Adjustment for U.S. territories and Puerto Rico (6-15).....	22	13.9	14.7	15.8	13.7	13.4	11.8	20.4	17.7
Equals: Net exports of goods and services and net receipts of income, NIPAs (8-17)	23	-432.8	-570.3	-566.4	-589.6	-648.6	-658.2	-655.5	-686.2

1. Consists of statistical revisions to the ITAs that have not yet been incorporated into the NIPAs.
 ITAs International transactions accounts
 NIPAs National income and product accounts

Appendix B

Suggested Reading

The Bureau of Economic Analysis (BEA) has published a wealth of information about the methodologies that are used to prepare its national, industry, international, and regional accounts. In addition, most of this information is available on BEA's Web site at <www.bea.gov>. Look under "Methodologies"; for articles from the SURVEY OF CURRENT BUSINESS, look under "Publications."

National accounts

The national accounts encompass the detailed estimates in the national income and product accounts (including gross domestic product) and the estimates of wealth and related estimates.

National income and product accounts (NIPAs). This series of papers documents the conceptual framework of the NIPAs and the methodologies that have been used to prepare the estimates.

An Introduction to National Economic Accounting (1985) [also in the March 1985 SURVEY]

Corporate Profits: Profits Before Tax, Profits Tax Liability, and Dividends (2002)

Government Transactions (1988)

Personal Consumption Expenditures (1990)

The methodologies described in these papers have been updated and improved, typically as part of the comprehensive and annual revisions of the NIPAs.

The following SURVEY articles describe the most recent comprehensive revision of the NIPAs.

"Improved Estimates of the National Income and Product Accounts for 1929–2002: Results of the Comprehensive Revision" (February 2004)

"Preview of the Revised NIPA Estimates for 1997 Effects of Incorporating the 1997 Benchmark I-O Accounts and Proposed Definitional and Statistical Changes" (January 2003)

"Preview of the 2003 Comprehensive Revision of the National Income and Product Accounts"

Changes in Definitions and Classifications (June 2003)

New and Redesigned Tables (August 2003)

Statistical Changes (September 2003)

In addition, see the following articles.

"Annual Revision of the National Income and Product Accounts" (August 2005)

"Updated Summary NIPA Methodologies" (November 2004) describes the source data and the methods that are used to prepare the current-dollar and real estimates of GDP.

"Chained-Dollar Indexes: Issues, Tips on Their Use, and Upcoming Changes" (November 2003) discusses the advantages of using chain-weighted indexes and the challenges of using chained dollars.

"Measuring the Services of Commercial Banks in the NIPAs: Changes in Concepts and Methods" (September 2003)

"Measuring the Services of Property-Casualty Insurance in the NIPAs: Changes in Concepts and Methods" (October 2003)

"Reliability of the NIPA Estimates of U.S. Economic Activity" (February 2005) evaluates the principal NIPA estimates by examining the record of revisions to them.

Fixed assets and consumer durable goods. *Fixed Assets and Consumer Durable Goods in the United States, 1925–97* (2003) discusses the concepts and statistical considerations that underlie the estimates and their derivation.

"Fixed Assets and Consumer Durable Goods for 1925–2002" (May 2004) describes the improvements that were incorporated into these estimates as part of the comprehensive NIPA revision. "Fixed Assets and Consumer Durable Goods for 1993–2003" (September 2004) describes additional improvements that were incorporated into these estimates as part of the annual NIPA revision.

Mission Statement and Strategic Plan

The mission statement of the Bureau of Economic Analysis and the latest update to its strategic plan for improving the accuracy, reliability, and relevance of the national, industry, regional, and international accounts are available on BEA's Web site at <www.bea.gov> under "About BEA."

Industry accounts

The industry accounts consist of the input-output accounts, the gross-domestic-product-by-industry accounts, and one satellite account.

“Improved Annual Industry Accounts for 1998–2003” (June 2004) describes the comprehensive revision of the annual input-output accounts and the GDP-by-industry accounts that features the integration of the two sets of accounts.

In addition, see the following articles.

“Preview of the Benchmark Input-Output Accounts for 2002” (September 2005) includes the proposed new sectors that are based on the 2002 North American Industry Classification System.

“Preview of the Comprehensive Revision of the Annual Industry Accounts: Integrating the Annual Input-Output Accounts and the Gross-Domestic-Product-by-Industry Accounts” (March 2004) provides the details about the comprehensive revision.

“Annual Industry Accounts” (December 2005)

“Benchmark Input-Output Accounts for the U.S. Economy, 1997” (December 2002)

Satellite accounts. These accounts extend the analytical capacity of the input-output accounts by focusing on a particular aspect of economic activity.

“U.S. Travel and Tourism Satellite Accounts”

For 1996 and 1997 (July 2000)

For 1998–2003 (September 2004)

For 2001–2004 (June 2005)

International accounts

The international accounts encompass the international transactions accounts, direct investment, and international transactions in services.

International transactions accounts (ITAs). *The Balance of Payments of the United States: Concepts, Data Sources, and Estimating Procedures* (1990) describes the methodologies used to prepare the estimates in the ITAs and the international investment position of the United States. These methodologies are usually updated and improved as part of the annual revisions of the ITAs.

The annual revisions of the ITAs are described in a series of articles, the latest of which was published in the July 2005 SURVEY.

Direct investment. *International Direct Investment: Studies by the Bureau of Economic Analysis* (1999) is a collection of previously published articles on U.S. direct investment abroad and foreign direct investment in the United States. It also includes the following information.

The “Methodology for U.S. Direct Investment Abroad,” which is also available in *U.S. Direct*

Investment Abroad: 1994 Benchmark Survey, Final Results (1998)

“A Guide to BEA Statistics on U.S. Multinational Companies,” which is also available in the March 1995 SURVEY

“A Guide to BEA Statistics on Foreign Direct Investment in the United States,” which is also available in the February 1990 SURVEY

In addition, the updated methodology for foreign direct investment in the United States is available in *Foreign Direct Investment in the United States: Final Results From the 1997 Benchmark Survey* (2001).

International services. *U.S. International Transactions in Private Services: A Guide to the Surveys Conducted by the Bureau of Economic Analysis* (1998) describes 11 surveys. It includes classifications, definitions, release schedules, the methods used to prepare the estimates, and samples of the survey forms.

“Selected Issues in the Measurement of U.S. International Services” (June 2002) describes key issues in defining and measuring insurance, wholesale and retail trade, finance, construction, and utilities services and explores possible actions to address these issues.

Regional accounts

The regional accounts include estimates of personal income and gross state product.

Personal income. Estimates of personal income are prepared for states and for local areas.

“Comprehensive Revision of State Personal Income for 1969–2003” (May 2004) describes the improvements in the methodology that are used to prepare the estimates and that are part of a comprehensive revision.

“The Reliability of the State Personal Income Estimates” (December 2003) evaluates the estimates of state personal income and of selected components by examining the revisions of these estimates.

“Comprehensive Revision of Local Area Personal Income for 1969–2002” (June 2004) summarizes the improvements in the methodology that is used to prepare the estimates for counties and metropolitan areas. The detailed methodology is available on the CD-DOM *Regional Economic Information System, 1969–2003*.

Gross state product. “Comprehensive Revision of Gross State Product” (January 2005) summarizes the sources and the methods that are used to prepare the estimates.

“Gross State Product by Industry for 1997–2004” (July 2005) presents the most recent annual revision of these estimates.