FOR WIRE TRANSMISSION: 8:30 A.M. EDT, THURSDAY, AUGUST 26, 1999

Virginia H. Mannering: (202) 606-5304 (GDP)
Kenneth A. Petrick: 606-9738 (Profits)
Recorded message: 606-5306

BEA 99-25

GROSS DOMESTIC PRODUCT: SECOND QUARTER 1999 (PRELIMINARY)
CORPORATE PROFITS: SECOND QUARTER 1999 (PRELIMINARY)

Real gross domestic product -- the output of goods and services produced by labor and property located in the United States -- increased at an annual rate of 1.8 percent in the second quarter of 1999, according to preliminary estimates released by the Commerce Department's Bureau of Economic Analysis. In the first quarter, real GDP increased 4.3 percent. Real GDP increased $34.7 billion in the second quarter, following an increase of $81.9 billion in the first.

The GDP estimates released today are based on more complete source data than were available for the advance estimates issued last month. In the advance estimates, the increase in real GDP was 2.3 percent (see "Revisions" on page 3).

The major contributors to the increase in real GDP in the second quarter were: Personal consumption expenditures (PCE), private fixed investment, and exports. The contributions of these components were partially offset by the effects of an increase in imports and of a decrease in inventory investment.

As announced in the February issue of the Survey of Current Business, the Bureau of Economic Analysis plans to release the initial results of its 11th comprehensive, or benchmark, revision of the national income and product accounts (NIPA's) on October 28, 1999, along with the release of the advance estimates for the third quarter of 1999. The August 1999 issue of the Survey presented the first in a series of articles on the comprehensive revision.

NOTE.--Quarterly estimates 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. "Real" estimates are in chained (1992) dollars. Price indexes are chain-type measures.

- more -

The deceleration in real GDP in the second quarter primarily reflected a deceleration in PCE and a downturn in government spending that more than offset an upturn in exports.

The price index for gross domestic purchases, which measures prices paid by U.S. residents, increased 2.1 percent in the second quarter, the same increase as in the advance estimate; this index increased 1.2 percent in the first quarter. Excluding food and energy prices, which are normally more volatile than many other prices, the price index increased 1.4 in the second quarter, compared with an increase of 1.3 percent in the first.

Real personal consumption expenditures increased 4.6 percent in the second quarter, compared with an increase of 6.7 percent in the first. Real nonresidential fixed investment increased 11.2 percent, compared with an increase of 8.5 percent. Nonresidential structures decreased 1.2 percent, in contrast to an increase of 5.7 percent. Producers' durable equipment increased 15.9 percent, compared with an increase of 9.5 percent. Real residential fixed investment increased 7.7 percent, compared with an increase of 15.4 percent.

Real exports of goods and services increased 4.3 percent in the second quarter, in contrast to a decrease of 5.1 percent in the first. Real imports of goods and services increased 14.4 percent, compared with an increase of 13.5 percent.

Real federal government consumption expenditures and gross investment decreased 3.5 percent in the second quarter, compared with a decrease of 1.9 percent in the first. National defense decreased 3.4 percent, compared with a decrease of 6.6 percent. Nondefense decreased 3.5 percent, in contrast to an increase of 7.4 percent. Real state and local government consumption expenditures and gross investment decreased 0.7 percent, in contrast to an increase of 7.7 percent.

The real change in business inventories subtracted 1.19 percentage points from the second-quarter change in real GDP, after subtracting 0.27 percentage point from the first-quarter change. Businesses increased inventories $12.1 billion in the second quarter, following increases of $38.7 billion in the first quarter and $44.2 billion in the fourth.

Real final sales of domestic product -- GDP less change in business inventories -- increased 3.0 percent in the second quarter, compared with an increase of 4.6 percent in the first.

Gross domestic purchases

Real gross domestic purchases -- purchases by U.S. residents of goods and services wherever produced -- increased 3.1 percent in the second quarter, compared with an increase of 6.6 percent in the first.

Gross national product

Real gross national product -- the goods and services produced by the labor and property supplied by U.S. residents -- increased 1.5 percent in the second quarter, compared with an increase of 4.4 percent in the first. GNP includes, and GDP excludes, net receipts of factor income from the rest of the world.

Current-dollar GDP

Current-dollar GDP -- the market value of the nation's output of goods and services -- increased 3.4 percent, or $73.2 billion, in the second quarter. In the first quarter, current-dollar GDP increased 6.0 percent, or $127.5 billion.

Revisions

The preliminary estimate of the second-quarter increase in real GDP is 0.5 percentage point, or $9.3 billion, lower than the advance estimate issued last month. The downward revision to the percentage change in real GDP primarily reflected an upward revision to imports ($13.9 billion) and a downward revision to nonfarm change in business inventories ($6.4 billion) that more than offset an upward revision to personal consumption expenditures for durable goods ($7.4 billion).

	Advance	Preliminary
	(Percent change from preceding quarter)	
Real GDP.....	2.3	1.8
Current-dollar GDP.....	3.9	3.4
Gross domestic purchases price index...	2.1	2.1

Corporate Profits

Profits from current production (profits before tax with inventory valuation and capital consumption adjustments) decreased $9.2 billion in the second quarter, according to preliminary estimates. In the first quarter, profits increased $47.1 billion. Current-production cash flow (net cash flow with inventory valuation and capital consumption adjustments) -- the internal funds available to corporations for investment -- decreased $13.3 billion in the second quarter, in contrast to an increase of $34.7 billion in the first.

Domestic profits of financial corporations decreased $3.0 billion in the second quarter, in contrast to an increase of $13.4 billion in the first.

Domestic profits of nonfinancial corporations decreased $3.8 billion in the second quarter, in contrast to an increase of $29.0 billion in the first. In the second quarter, real gross corporate product increased, and profits per unit of real product decreased. The decrease in unit profits reflected a smaller increase in the prices corporations received than in the unit costs they incurred; both unit labor and nonlabor costs increased.

The foreign component of profits decreased $2.2 billion in the second quarter, in contrast to an increase of $4.6 billion in the first. Profits from the rest of the world is calculated as (1) receipts by U.S. residents of earnings from their foreign affiliates plus dividends received by U.S. residents from unaffiliated foreign corporations minus (2) payments by U.S. affiliates of earnings to their foreign parents plus dividends paid by U.S. corporations to unaffiliated foreign residents. The second-quarter decrease was accounted for by a larger increase in payments than in receipts.

Profits before tax with inventory valuation adjustment is the best available measure of industry profits because estimates of the capital consumption adjustment by industry do not exist. According to this measure, domestic profits of both financial and nonfinancial corporations decreased. Profit decreases were widespread among major industry groups; the largest decreases occurred in the transportation and public utilities group and in nondurable goods manufacturing. Profits increased in durable goods manufacturing.

Profits before tax increased $15.6 billion in the second quarter, compared with an increase of $44.5 billion in the first. The before-tax measure of profits does not reflect, as does profits from current production, the capital consumption and inventory valuation adjustments. These adjustments convert depreciation and inventory withdrawals reported on an historical-cost basis to the replacement-cost measures used in the national income and product accounts. The capital consumption adjustment increased $4.0 billion in the second quarter (from $104.6 billion to $108.6 billion), compared with an increase of $4.4 billion in the first. The inventory valuation adjustment decreased $28.7 billion (from $11.6 billion to -$17.1 billion), compared with a decrease of $1.8 billion; the second-quarter decrease was largely due to a sharp increase in energy prices.

Profits tax liability increased $6.8 billion in the second quarter, compared with an increase of $15.1 billion in the first. Profits after tax increased $8.8 billion, compared with an increase of $29.4 billion. Dividends increased $4.1 billion, compared with an increase of $3.3 billion; undistributed profits increased $4.6 billion, compared with an increase of $26.2 billion.

BEA's major national, international, regional, and industry estimates; the Survey of Current Business; and BEA news releases are available on BEA's web site:

http://www.bea.doc.gov

STAT-USA maintains an electronic bulletin board (EBB) and an Internet site, which contain BEA estimates, BEA news releases, and the Survey of Current Business. The information available through STAT-USA is often more detailed and more timely than that available from other sources. To subscribe to STAT-USA's World Wide Web system, go to: http://www.stat-usa.gov. Subscriptions for single-user unlimited access to STAT-USA's Internet information are $50.00 for 3 months or $150.00 for 1 year. For further information, call (202) 482-1986.

Summary BEA estimates are available on recorded messages at the time of public release at the following telephone numbers:

(202)	606-5306	Gross domestic product
	606-5303	Personal income and outlays
	606-5362	Summary of international transactions

Most of BEA's estimates and analyses appear in the Survey of Current Business, BEA's monthly journal. The printed Survey of Current Business is available from the Superintendent of Documents, U.S. Government Printing Office, Washington D.C. 20402. First class mail: Annual subscription $88.00 domestic. Second class mail: Annual subscription $39.00 domestic, $48.75 foreign; single issue $14.00 domestic, $17.50 foreign.

* * *

Next release -- September 30, 1999, at 8:30 A.M. EDT for:
Gross Domestic Product: Second Quarter 1999 (Final)
Corporate Profits: Second Quarter 1999 (Revised)

Table 1.--Real Gross Domestic Product and Related Measures: Percent Change From Preceding Period
[Percent; quarters seasonally adjusted at annual rates]

	1996	1997	1998	III 95	IV 95	I 96	II 96	III 96	IV 96	I 97	II 97	III 97	IV 97	I 98	II 98	III 98	IV 98	I 99	II 99r
Gross domestic product (GDP).	3.4	3.9	3.9	3.3	2.8	3.3	6.1	2.1	4.2	4.2	4.0	4.2	3.0	5.5	1.8	3.7	6.0	4.3	1.8
Personal consumption expenditures...	3.2	3.4	4.9	2.6	2.3	3.7	4.7	1.8	2.9	4.3	1.6	6.2	2.8	6.1	6.1	4.1	5.0	6.7	4.6
Durable goods.....	6.3	6.8	10.2	8.3	4.8	5.8	12.7	-1.9	7.2	12.3	-1.5	16.8	3.1	15.8	11.2	2.4	24.5	12.9	9.5
Nondurable goods.....	2.4	2.4	3.9	.7	2.0	2.2	4.8	1.2	2.9	3.6	-.2	5.1	-.4	7.4	5.3	2.1	4.2	9.5	2.9
Services.....	3.0	3.2	4.3	2.4	1.9	4.0	3.0	3.0	2.0	3.1	3.2	4.7	4.3	3.5	5.4	5.4	1.7	4.1	4.3
Gross private domestic investment...	8.8	11.3	10.3	.6	9.3	9.8	18.0	18.0	-.7	15.3	20.3	1.5	8.9	28.3	-4.5	7.9	9.0	8.5	2.1
Fixed investment.....	8.8	8.3	11.4	3.4	7.3	12.0	13.3	9.3	5.1	5.9	11.8	12.0	3.6	20.4	13.4	2.2	13.2	10.5	10.1
Nonresidential.....	9.3	10.7	11.8	.9	6.1	13.1	11.0	14.2	8.8	7.0	14.0	17.0	1.8	22.2	12.8	-.7	14.6	8.5	11.2
Structures.....	5.0	7.1	-.1	-.4	-3.8	6.4	7.4	8.9	24.5	3.9	-6.2	12.4	.9	-4.9	-2.3	.2	6.0	5.7	-1.2
Producers' durable equipment..	10.9	12.1	16.5	1.4	10.1	15.7	12.3	16.2	3.2	8.3	22.8	18.8	2.2	34.3	18.8	-1.0	17.8	9.5	15.9
Residential.....	7.4	2.5	10.4	10.1	10.6	9.3	19.5	-1.7	-3.9	3.1	6.1	-.4	8.2	15.6	15.0	9.9	10.0	15.4	7.7
Change in business inventories (CBI).....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Net exports of goods and services...	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Exports.....	8.5	12.8	1.5	17.8	10.2	3.7	5.8	2.1	32.0	8.3	15.5	10.6	4.4	-2.8	-7.7	-2.8	19.7	-5.1	4.3
Goods.....	9.7	15.4	2.2	16.1	11.8	6.9	4.0	7.6	28.9	15.2	17.1	12.5	7.9	-3.4	-11.3	.6	24.6	-8.7	4.8
Services.....	5.6	6.6	-.2	21.7	6.4	-4.0	10.3	-9.9	39.8	-6.7	11.8	5.9	-4.0	-1.2	1.7	-10.4	8.3	4.3	3.1
Imports.....	9.2	13.9	10.6	2.0	3.5	13.1	13.5	13.6	7.0	18.6	17.9	13.5	6.3	15.7	9.3	2.3	12.0	13.5	14.4
Goods.....	10.0	14.7	11.5	1.8	3.1	13.8	15.4	14.3	8.7	18.8	19.4	13.1	6.4	17.0	11.4	2.9	14.1	13.8	16.9
Services.....	5.4	9.9	5.8	3.1	5.5	9.2	4.3	9.9	-1.1	17.8	10.6	15.8	5.8	9.3	-.6	-.6	2.0	11.8	1.9
Government consumption expenditures and gross investment.....	1.1	1.3	.9	-.8	-4.1	3.2	7.1	-1.6	.0	2.1	2.1	1.4	.1	-1.9	3.7	1.5	3.3	4.2	-1.7
Federal.....	-1.1	-1.6	-1.0	-2.6	-14.7	8.0	8.1	-4.7	-6.3	-2.7	3.6	-1.2	-2.1	-8.8	7.3	-1.4	7.3	-1.9	-3.5
National defense.....	-1.3	-3.2	-2.7	-5.4	-12.5	7.2	8.1	-6.3	-8.3	-9.9	9.1	-1.8	-2.0	-18.5	9.9	4.3	1.3	-6.6	-3.4
Nondefense.....	-.5	1.7	2.4	3.3	-19.2	9.9	8.1	-1.3	-2.0	13.3	-6.4	-.1	-2.3	13.1	2.6	-11.5	19.8	7.4	-3.5
State and local.....	2.4	3.1	2.0	.4	2.8	.5	6.5	.3	3.8	4.9	1.3	2.9	1.3	2.1	1.8	3.1	1.3	7.7	-.7
Addenda:																			
Final sales of domestic product (GDP less CBI).....	3.4	3.5	4.0	3.7	2.5	3.6	5.4	.9	5.1	2.9	2.7	5.8	2.1	4.3	4.6	2.8	6.6	4.6	3.0
Gross domestic purchases.....	3.6	4.2	5.0	1.7	2.0	4.5	7.0	3.4	1.8	5.5	4.4	4.6	3.2	7.8	3.9	4.2	5.4	6.6	3.1
Final sales to domestic purchasers.....	3.6	3.7	5.1	2.1	1.8	4.7	6.3	2.2	2.7	4.1	3.1	6.2	2.4	6.6	6.7	3.3	6.0	6.8	4.3
Gross national product (GNP).....	3.4	3.7	3.7	2.6	3.5	3.3	5.7	1.6	4.5	3.6	4.1	3.8	2.4	5.8	1.7	3.3	6.3	4.4	1.5
Disposable personal income.....	2.8	2.8	3.2	2.7	3.9	2.9	2.1	4.4	1.3	3.3	2.9	2.4	2.9	4.0	2.6	3.2	4.3	3.5	2.4
Current-dollar measures:																			
GDP.....	5.4	5.9	4.9	5.3	4.9	5.7	7.3	3.9	6.1	7.2	5.6	5.4	4.2	6.4	2.7	4.7	6.9	6.0	3.4
Final sales of domestic product (GDP less CBI).....	5.4	5.4	5.1	5.8	4.6	6.0	6.7	2.8	7.0	5.8	4.4	7.0	3.3	5.3	5.5	3.8	7.5	6.3	4.7
Gross domestic purchases.....	5.4	5.8	5.6	3.3	3.9	6.6	8.3	5.1	4.1	7.8	5.2	5.8	4.3	7.6	4.4	4.9	6.3	7.8	5.3
Final sales to domestic purchasers.....	5.4	5.4	5.7	3.8	3.7	7.0	7.6	3.9	5.0	6.5	4.0	7.3	3.5	6.5	7.2	4.1	6.9	8.2	6.6
GNP.....	5.3	5.6	4.8	4.5	5.5	5.6	7.0	3.5	6.4	6.5	5.6	5.0	3.6	6.7	2.5	4.3	7.2	6.1	3.1
Disposable personal income.....	4.9	4.7	4.0	4.7	5.6	5.2	4.6	6.0	3.8	5.9	4.0	3.8	4.0	4.0	3.5	4.3	5.4	4.8	4.9

r revised
See "Explanatory Note" at the end of the tables.

Table 2.--Contributions to Percent Change in Real Gross Domestic Product

	1996	1997	1998	III 95	IV 95	I 96	II 96	III 96	IV 96	I 97	II 97	III 97	IV 97	I 98	II 98	III 98	IV 98	I 99	II 99r
Percent change at annual rate:																			
Gross domestic product.....	3.4	3.9	3.9	3.3	2.8	3.3	6.1	2.1	4.2	4.2	4.0	4.2	3.0	5.5	1.8	3.7	6.0	4.3	1.8
Percentage points at annual rates:																			
Personal consumption expenditures.	2.17	2.31	3.32	1.77	1.57	2.50	3.21	1.26	1.97	2.91	1.08	4.19	1.88	4.09	4.09	2.78	3.48	4.56	3.09
Durable goods.....	.52	.56	.82	.66	.39	.48	1.03	-.16	.58	.98	-.13	1.30	.26	1.23	.91	.20	1.90	1.09	.80
Nondurable goods.....	.48	.49	.77	.15	.41	.45	.96	.24	.57	.71	-.04	1.00	-.08	1.41	1.01	.42	.84	1.77	.58
Services.....	1.18	1.26	1.73	.95	.77	1.57	1.20	1.18	.81	1.20	1.26	1.85	1.70	1.40	2.14	2.15	.74	1.70	1.72
Gross private domestic investment.	1.26	1.65	1.51	.09	1.26	1.33	2.45	2.48	-.12	2.17	2.92	.23	1.34	4.07	-.75	1.22	1.42	1.31	.34
Fixed investment.....	1.21	1.18	1.58	.47	1.00	1.65	1.83	1.29	.72	.83	1.63	1.66	.48	2.82	1.95	.33	1.95	1.58	1.53
Nonresidential.....	.92	1.08	1.15	.10	.61	1.29	1.09	1.37	.88	.71	1.39	1.67	.16	2.21	1.35	-.08	1.52	.91	1.18
Structures.....	.14	.20	.00	-.01	-.11	.17	.20	.24	.64	.11	-.19	.35	.03	-.15	-.07	.01	.17	.15	-.03
Producers' durable equipment	.78	.88	1.15	.11	.71	1.12	.89	1.12	.24	.59	1.58	1.32	.13	2.36	1.42	-.09	1.35	.76	1.22
Residential.....	.29	.10	.43	.37	.40	.36	.73	-.07	-.16	.12	.24	-.02	.32	.60	.60	.41	.43	.66	.35
Change in business inventories..	.04	.47	-.06	-.39	.25	-.32	.61	1.17	-.83	1.33	1.27	-1.41	.85	1.22	-2.66	.89	-.53	-.27	-1.19
Net exports of goods and services.	-.19	-.27	-1.13	1.60	.70	-1.10	-.94	-1.33	2.35	-1.24	-.45	-.47	-.30	-2.24	-2.08	-.62	.52	-2.23	-1.34
Exports.....	.95	1.43	.19	1.81	1.10	.43	.65	.23	3.22	.95	1.76	1.22	.53	-.33	-.92	-.32	2.02	-.58	.46
Goods.....	.76	1.21	.19	1.16	.89	.57	.33	.57	2.06	1.19	1.37	1.02	.67	-.29	-.98	.04	1.76	-.68	.37
Services.....	.18	.22	-.01	.64	.21	-.14	.33	-.34	1.14	-.24	.38	.20	-.14	-.04	.06	-.36	.26	.10	.10
Imports.....	-1.13	-1.71	-1.32	-.20	-.40	-1.54	-1.60	-1.58	-.85	-2.21	-2.21	-1.69	-.83	-1.94	-1.18	-.30	-1.50	-1.65	-1.81
Goods.....	-1.02	-1.51	-1.20	-.14	-.29	-1.36	-1.52	-1.38	-.88	-1.87	-1.99	-1.38	-.71	-1.75	-1.19	-.32	-1.46	-1.42	-1.77
Services.....	-.11	-.20	-.12	-.06	-.11	-.18	-.09	-.19	.02	-.34	-.21	-.31	-.12	-.19	.01	.01	-.04	-.23	-.04
Government consumption expenditures and gross investment	.20	.24	.18	-.15	-.78	.59	1.28	-.30	.00	.37	.38	.25	.02	-.34	.64	.27	.60	.70	-.29
Federal.....	-.08	-.11	-.06	-.19	-1.10	.53	.54	-.33	-.44	-.18	.23	-.08	-.14	-.57	.44	-.09	.44	-.08	-.21
National defense.....	-.06	-.15	-.10	-.27	-.63	.32	.37	-.30	-.39	-.46	.38	-.08	-.09	-.84	.38	.17	.06	-.23	-.14
Nondefense.....	-.01	.04	.04	.08	-.48	.20	.17	-.03	-.05	.27	-.15	.00	-.05	.26	.06	-.26	.38	.14	-.08
State and local.....	.28	.35	.24	.05	.33	.06	.74	.04	.44	.55	.15	.33	.15	.24	.20	.35	.16	.78	-.08

r revised
See "Explanatory Note" at the end of the tables.

Table 3.--Gross Domestic Product and Related Measures: Level and Change From Preceding Period

	Billions of current dollars						Billions of chained (1992) dollars								
	Seasonally adjusted at annual rates						Seasonally adjusted at annual rates						Change from preceding period		
	1998	II 98	III 98	IV 98	I 99	II 99r	1998	II 98	III 98	IV 98	I 99	II 99r	1998	I 99	II 99r
Gross domestic product (GDP)....	8,511.0	8,440.6	8,537.9	8,681.2	8,808.7	8,881.9	7,551.9	7,498.6	7,566.5	7,677.7	7,759.6	7,794.3	282.1	81.9	34.7
Personal consumption expenditures....	5,807.9	5,773.7	5,846.7	5,934.8	6,050.6	6,155.9	5,153.3	5,130.2	5,181.8	5,246.0	5,331.9	5,391.8	239.8	85.9	59.9
Durable goods.....	724.7	720.1	718.9	754.5	771.2	784.6	737.1	729.4	733.7	775.0	798.9	817.2	68.5	23.9	18.3
Motor vehicles and parts.....	290.5	288.8	282.6	313.6	311.0	317.4	259.6	258.9	252.6	279.3	278.9	284.4	20.3	-.4	5.5
Furniture and household equipment.....	292.2	288.9	294.1	297.3	309.6	313.0	347.3	339.3	352.0	362.1	381.6	391.8	39.6	19.5	10.2
Other.....	141.9	142.3	142.2	143.6	150.6	154.3	138.5	138.6	139.1	141.0	148.7	151.9	10.8	7.7	3.2
Nondurable goods.....	1,662.4	1,655.2	1,670.0	1,691.3	1,736.0	1,771.1	1,544.1	1,540.9	1,549.1	1,565.1	1,600.9	1,612.6	57.8	35.8	11.7
Food.....	815.3	810.2	818.7	835.6	844.1	850.0	718.0	716.3	718.9	730.1	734.3	737.1	18.7	4.2	2.8
Clothing and shoes.....	293.8	295.3	293.7	295.1	308.1	314.0	310.3	311.4	309.8	312.5	333.1	336.3	21.9	20.6	3.2
Gasoline and oil.....	112.1	111.6	111.7	109.0	107.6	122.9	119.9	118.4	121.1	121.5	121.4	121.7	2.0	-.1	.3
Fuel oil and coal.....	9.6	9.8	9.8	9.0	10.0	10.8	9.6	9.7	9.9	9.5	10.7	11.2	-.7	1.2	.5
Other.....	431.6	428.3	436.2	442.7	466.2	473.5	390.3	389.2	393.4	395.2	407.3	412.3	17.3	12.1	5.0
Services.....	3,420.8	3,398.4	3,457.7	3,488.9	3,543.4	3,600.1	2,879.5	2,866.8	2,904.8	2,917.2	2,946.8	2,978.2	118.0	29.6	31.4
Housing.....	877.9	871.9	883.8	896.7	908.1	919.9	735.0	732.7	737.1	741.5	746.8	751.0	17.6	5.3	4.2
Household operation.....	338.6	339.2	348.4	339.0	346.6	353.6	316.8	316.5	326.3	318.2	325.6	333.3	15.5	7.4	7.7
Electricity and gas.....	122.1	124.1	129.8	117.6	121.8	125.2	116.2	117.4	123.8	112.9	116.9	120.2	.2	4.0	3.3
Other household operation.....	216.5	215.1	218.5	221.5	224.9	228.4	200.5	198.9	202.4	205.0	208.4	212.8	15.4	3.4	4.4
Transportation.....	252.7	253.2	253.4	254.8	257.8	261.7	220.4	221.4	220.5	221.8	223.6	225.2	8.2	1.8	1.6
Medical care.....	888.2	884.2	893.0	904.0	915.3	926.2	723.2	721.6	725.3	730.8	734.5	739.9	21.5	3.7	5.4
Other.....	1,063.5	1,049.8	1,079.1	1,094.4	1,115.6	1,138.8	886.0	876.7	898.2	906.3	918.4	931.4	55.5	12.1	13.0
Gross private domestic investment....	1,367.1	1,345.0	1,364.4	1,392.4	1,417.4	1,423.2	1,330.1	1,306.5	1,331.6	1,360.6	1,388.5	1,395.7	123.7	27.9	7.2
Fixed investment.....	1,307.8	1,305.8	1,307.5	1,346.7	1,377.9	1,410.9	1,267.8	1,264.1	1,270.9	1,311.0	1,344.0	1,376.9	129.8	33.0	32.9
Nonresidential.....	938.2	941.9	931.6	957.9	972.6	995.1	960.7	960.4	958.7	991.9	1,012.2	1,039.4	101.3	20.3	27.2
Structures.....	246.9	245.4	246.2	250.9	255.0	256.0	203.0	201.9	202.0	205.0	207.8	207.2	-.2	2.8	-.6
Nonresidential buildings, including farm.....	184.1	181.8	183.7	190.1	195.9	193.6	150.9	149.8	150.1	153.8	157.8	154.9	.4	4.0	-2.9
Utilities.....	34.7	34.7	35.0	35.1	35.5	36.2	29.5	29.5	29.7	29.7	30.2	30.8	.8	.5	.6
Mining exploration, shafts, and wells.....	21.3	22.4	20.7	18.7	16.6	17.6	16.7	17.0	16.4	15.3	13.7	14.4	-1.2	-1.6	.7
Other structures.....	6.8	6.5	6.8	7.1	7.0	8.5	5.7	5.5	5.8	6.0	5.9	7.1	-.1	-.1	1.2
Producers' durable equipment...	691.3	696.6	685.4	706.9	717.6	739.1	770.2	771.3	769.3	801.5	819.8	850.6	109.3	18.3	30.8
Information processing and															

related equipment	233.3	231.6	235.2	239.9	247.4	262.7	388.1	376.8	399.6	422.5	448.2	486.3	90.1	25.7	38.1
Computers and peripheral equipment	95.1	94.8	95.6	98.0	100.3	105.3	351.8	331.5	370.5	413.0	452.9	500.2	137.0	39.9	47.3
Other	138.3	136.8	139.5	142.0	147.1	157.4	141.2	139.7	142.8	145.6	151.0	161.9	14.6	5.4	10.9
Industrial equipment	147.0	146.8	147.4	148.3	146.0	147.7	132.7	132.5	133.1	133.5	131.2	132.9	6.8	-2.3	1.7
Transportation and related equipment	175.1	181.2	164.0	182.8	181.0	187.0	162.0	167.9	151.7	168.7	166.2	171.6	21.7	-2.5	5.4
Other	135.9	137.0	138.8	135.9	143.2	141.7	123.3	124.6	125.8	122.5	128.9	127.3	10.3	6.4	-1.6

See note at the end of the table.

Table 3.--Gross Domestic Product and Related Measures: Level and Change From Preceding Period--Continued

	Billions of current dollars						Billions of chained (1992) dollars								
	Seasonally adjusted at annual rates						Seasonally adjusted at annual rates						Change from preceding period		
	1998	II 98	III 98	IV 98	I 99	II 99r	1998	II 98	III 98	IV 98	I 99	II 99r	1998	I 99	II 99r
Residential	369.6	363.8	375.8	388.9	405.3	415.8	312.0	309.1	316.5	324.1	335.9	342.2	29.2	11.8	6.3
Structures	361.1	355.4	367.3	380.3	396.4	406.8	303.9	300.9	308.3	315.7	327.3	333.3	28.8	11.6	6.0
Single family	187.3	183.8	190.9	198.7	209.0	211.3	153.0	151.3	155.6	159.7	167.0	167.7	15.8	7.3	.7
Multifamily	24.4	23.5	23.9	25.3	27.6	27.8	21.3	20.7	20.8	21.7	23.6	23.6	1.1	1.9	.0
Other	149.4	148.1	152.6	156.3	159.8	167.6	130.2	129.6	132.6	135.0	137.3	142.8	11.7	2.3	5.5
Producers' durable equipment	8.5	8.5	8.5	8.6	8.9	9.1	8.2	8.2	8.2	8.3	8.6	8.9	.5	.3	.3
Change in business inventories (CBI)	59.3	39.2	57.0	45.7	39.5	12.4	57.4	38.2	55.7	44.2	38.7	12.1	-5.8	-5.5	-26.6
Farm	6.7	7.7	7.7	6.3	3.1	2.5	7.6	8.7	9.1	7.2	3.6	2.9	3.3	-3.6	-.7
Nonfarm	52.7	31.5	49.3	39.3	36.4	9.9	50.1	29.9	47.0	37.5	35.1	9.4	-8.7	-2.4	-25.7
Manufacturing	20.9	25.1	20.1	6.5	-3.3	-4.4	19.9	23.9	19.2	6.2	-3.3	-4.3	-.2	-9.5	-1.0
Wholesale trade	20.1	7.9	30.5	14.1	9.7	10.1	19.5	7.6	29.6	13.7	9.4	9.6	-2.5	-4.3	.2
Retail trade	3.0	-12.7	-5.5	11.7	17.1	-4.4	2.8	-11.9	-5.3	10.9	16.1	-4.1	-4.0	5.2	-20.2
Other	8.7	11.2	4.3	7.0	12.9	8.6	8.1	10.4	4.0	6.6	12.3	8.1	-1.8	5.7	-4.2
Net exports of goods and services	-151.2	-159.3	-165.5	-156.2	-196.9	-240.0	-238.2	-245.2	-259.0	-250.0	-303.6	-337.4	-102.1	-53.6	-33.8
Exports	959.0	949.6	936.2	976.8	962.7	972.6	984.7	972.1	965.3	1,009.6	996.5	1,007.1	14.7	-13.1	10.6
Goods	680.8	668.8	663.3	696.6	677.7	683.1	742.6	726.3	727.3	768.4	751.2	760.1	16.1	-17.2	8.9
Foods, feeds, and beverages	46.1	44.9	42.4	47.5	43.2	45.4	43.1	41.7	39.9	45.4	41.7	44.2	-.8	-3.7	2.5
Industrial supplies and materials	142.5	144.2	138.1	139.3	133.2	137.0	130.6	130.7	127.9	131.1	126.6	129.7	-1.8	-4.5	3.1
Capital goods, except automotive	301.2	288.4	299.2	315.0	307.5	305.0	408.4	389.7	407.6	430.6	421.5	421.5	19.8	-9.1	.0
Automotive vehicles, engines, and parts	72.3	72.2	65.3	73.9	70.7	74.3	68.7	68.7	62.1	70.0	66.8	70.2	-1.7	-3.2	3.4
Consumer goods, except automotive	79.6	80.1	80.3	79.7	80.1	79.7	75.8	76.3	76.6	76.1	76.6	76.2	2.1	.5	-.4
Other	39.1	39.1	37.9	41.1	43.1	41.7	39.7	39.5	38.7	42.3	44.9	43.9	2.5	2.6	-1.0
Services	278.2	280.8	272.9	280.2	285.0	289.6	246.4	248.8	242.1	247.0	249.6	251.5	-.6	2.6	1.9
Imports	1,110.2	1,108.9	1,101.7	1,133.0	1,159.6	1,212.7	1,222.9	1,217.3	1,224.3	1,259.6	1,300.1	1,344.5	116.8	40.5	44.4
Goods	932.4	931.8	924.7	952.2	975.2	1,023.2	1,054.4	1,048.8	1,056.3	1,091.7	1,127.6	1,172.3	108.7	35.9	44.7
Foods, feeds, and beverages	41.3	41.8	40.5	41.1	41.2	43.3	38.1	38.3	37.8	38.2	39.0	41.1	2.6	.8	2.1
Industrial supplies and materials, except petroleum and products	142.7	144.4	144.8	140.2	140.1	144.0	137.0	137.3	140.3	137.6	137.9	141.1	13.3	.3	3.2
Petroleum and products	51.2	53.9	49.2	46.6	43.2	65.3	71.8	74.5	73.4	70.8	72.0	77.2	5.1	1.2	5.2
Capital goods, except automotive	270.4	270.5	267.0	275.1	280.0	292.6	426.7	424.7	426.2	442.3	455.8	491.0	53.4	13.5	35.2
Automotive vehicles, engines, and parts	150.3	146.0	143.5	163.7	174.1	177.5	138.0	133.9	132.2	150.3	159.2	162.0	8.6	8.9	2.8
Consumer goods, except automotive	215.6	217.5	217.2	218.3	226.5	229.7	213.7	215.5	216.1	216.8	225.0	229.5	24.9	8.2	4.5
Other	61.0	57.7	62.6	67.1	70.0	70.7	57.3	53.9	58.8	62.9	65.6	66.5	7.4	2.7	.9
Services	177.8	177.1	177.0	180.8	184.5	189.5	171.2	171.0	170.8	171.6	176.5	177.3	9.4	4.9	.8

See note at the end of the table.

Table 3.--Gross Domestic Product and Related Measures: Level and Change From Preceding Period--Continued

	Billions of current dollars						Billions of chained (1992) dollars								
	Seasonally adjusted at annual rates						Seasonally adjusted at annual rates						Change from preceding period		
	1998	II 98	III 98	IV 98	I 99	II 99r	1998	II 98	III 98	IV 98	I 99	II 99r	1998	I 99	II 99r
Government consumption expenditures and gross investment	1,487.1	1,481.2	1,492.3	1,510.2	1,537.5	1,542.8	1,296.9	1,294.8	1,299.6	1,310.3	1,323.9	1,318.4	11.9	13.6	-5.5
Federal	520.6	520.7	519.4	530.7	536.6	533.0	453.3	454.1	452.5	460.6	458.4	454.4	-4.7	-2.2	-4.0
National defense	340.4	339.8	343.7	346.4	345.5	343.4	300.4	300.3	303.5	304.6	299.4	296.8	-8.5	-5.2	-2.6
Consumption expenditures	301.5	303.0	302.9	306.7	303.7	300.0	264.1	266.1	265.1	267.3	261.1	257.0	-8.3	-6.2	-4.1
Gross investment	38.9	36.8	40.9	39.7	41.8	43.3	36.3	34.1	38.5	37.2	38.5	40.0	-.2	1.3	1.5
Nondefense	180.2	180.9	175.7	184.3	191.1	189.6	152.1	152.9	148.4	155.2	158.0	156.6	3.5	2.8	-1.4
Consumption expenditures	159.6	160.9	155.8	164.0	168.0	169.6	131.5	132.9	128.4	134.6	135.1	136.1	2.8	.5	1.0
Gross investment	20.7	20.0	19.9	20.4	23.1	20.0	20.7	19.9	19.9	20.5	23.3	20.3	.9	2.8	-3.0
State and local	966.5	960.4	972.9	979.5	1,000.9	1,009.8	843.8	840.9	847.3	850.0	865.8	864.3	16.7	15.8	-1.5
Consumption expenditures	789.1	784.7	793.9	801.2	810.2	823.6	689.3	687.3	691.6	695.6	700.8	704.5	17.0	5.2	3.7
Gross investment	177.4	175.7	179.0	178.3	190.7	186.3	154.4	153.5	155.6	154.3	165.0	159.7	-.4	10.7	-5.3
Residual	.....	.....	.....	.....	.....	.....	-162.5	-138.5	-175.7	-210.7	-237.9	-258.3	-87.0	-27.2	-20.4
Addenda:															
Final sales of domestic product (GDP less CBI)	8,451.6	8,401.3	8,480.9	8,635.5	8,769.1	8,869.6	7,491.3	7,456.4	7,507.6	7,628.9	7,715.4	7,773.2	287.6	86.5	57.8
Gross domestic purchases	8,662.2	8,599.9	8,703.4	8,837.4	9,005.6	9,121.9	7,765.9	7,718.6	7,798.8	7,901.3	8,027.8	8,089.2	369.4	126.5	61.4
Final sales to domestic purchasers	8,602.8	8,560.6	8,646.4	8,791.7	8,966.0	9,109.6	7,705.2	7,676.4	7,739.8	7,852.5	7,983.6	8,068.3	375.0	131.1	84.7
Gross domestic product	8,511.0	8,440.6	8,537.9	8,681.2	8,808.7	8,881.9	7,551.9	7,498.6	7,566.5	7,677.7	7,759.6	7,794.3	282.1	81.9	34.7
Plus: Receipts of factor income from the rest of the world	269.2	270.6	265.0	270.7	274.3	276.4	239.5	241.0	235.7	240.4	242.8	243.4	1.5	2.4	.6
Less: Payments of factor income to the rest of the world	289.6	289.3	292.1	291.9	294.6	303.6	252.7	252.8	254.6	253.9	255.3	261.5	12.0	1.4	6.2
Equals: Gross national product	8,490.5	8,421.8	8,510.9	8,660.0	8,788.4	8,854.7	7,537.8	7,485.9	7,546.7	7,663.3	7,746.3	7,775.2	271.6	83.0	28.9

r revised

Note.--Users are cautioned that particularly for components for which relative prices are changing rapidly, the use of chained-dollar estimates to calculate component shares or component contributions to real growth may be misleading even just a few years from the base year. For accurate estimates of the contributions to percent changes in real GDP, use table 2.

See "Explanatory Note" at the end of the tables.

Table 4.--Chain-Type Price Indexes for Gross Domestic Product and Related Measures: Percent Change From Preceding Period
[Percent; quarters seasonally adjusted at annual rates]

	1996	1997	1998	III 95	IV 95	I 96	II 96	III 96	IV 96	I 97	II 97	III 97	IV 97	I 98	II 98	III 98	IV 98	I 99	II 99r
Gross domestic product (GDP)	1.9	1.9	1.0	1.9	2.0	2.2	1.4	1.8	1.6	2.8	1.7	1.2	1.1	.9	.9	1.0	.8	1.6	1.5
Personal consumption expenditures	2.0	1.9	.8	1.8	1.6	2.2	2.5	1.5	2.5	2.5	1.1	1.3	1.1	.0	.9	1.0	1.1	1.2	2.5
Durable goods	-.9	-2.0	-2.3	-1.3	-1.1	.6	-2.1	-1.5	-1.8	-.9	-3.4	-2.8	-2.4	-1.4	-2.2	-3.0	-2.5	-3.3	-2.1
Nondurable goods	2.0	1.5	.0	.8	.9	3.0	3.6	.3	3.6	2.0	-.2	.8	.9	-2.2	.2	1.5	.9	1.4	5.3
Services	2.7	2.9	1.9	2.9	2.5	2.1	3.0	2.7	2.9	3.5	2.8	2.5	1.9	1.4	1.9	1.7	1.9	2.2	2.1
Gross private domestic investment	-.3	-.3	-1.3	-.1	-.2	-1.0	-.8	.7	-.5	-.7	-.5	.2	-.5	-2.3	-1.8	-1.9	-.6	-.8	-.5
Fixed investment	-.1	-.2	-1.2	-.1	.0	-.8	-.6	.8	-.2	-.6	-.5	.4	-.5	-2.1	-1.8	-1.6	-.6	-.8	-.2
Nonresidential	-.9	-1.3	-2.4	-.7	-.8	-1.5	-1.5	-.5	-1.1	-1.7	-1.5	-1.0	-1.6	-3.0	-3.1	-3.6	-2.5	-2.0	-1.5
Structures	2.6	3.4	2.8	2.8	2.4	2.1	2.2	4.1	3.1	3.3	3.3	4.3	3.3	2.7	3.1	1.2	1.8	.9	2.7
Producers' durable equipment	-2.2	-3.0	-4.3	-2.0	-2.0	-2.9	-2.9	-2.2	-2.6	-3.6	-3.2	-2.9	-3.3	-5.0	-5.2	-5.3	-4.0	-3.0	-2.9
Residential	1.9	2.6	2.1	1.5	2.0	1.1	1.6	4.3	1.9	2.3	1.9	4.0	2.4	.0	1.7	3.7	4.2	2.2	2.9
Change in business inventories (CBI)	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Net exports of goods and services	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Exports	-1.7	-2.0	-2.2	-1.8	-2.3	-1.2	-1.7	-3.2	-4.2	-1.0	-1.0	-1.6	-1.6	-3.4	-1.8	-2.8	-.9	-.6	-.1
Goods	-3.5	-3.5	-3.3	-3.1	-3.9	-3.4	-2.6	-5.6	-7.2	-1.7	-2.5	-1.8	-2.7	-4.7	-3.0	-3.8	-2.4	-1.9	-1.5
Services	2.7	1.8	.6	1.5	1.8	4.6	.6	3.1	3.5	.9	2.7	-1.0	1.5	.0	1.1	-.4	2.6	2.6	3.4
Imports	-2.2	-3.7	-5.3	-3.9	-3.9	-1.8	-1.5	-5.2	-.3	-4.4	-7.1	-2.1	-2.3	-10.4	-4.5	-4.8	-.2	-3.3	4.6
Goods	-2.9	-4.2	-6.0	-4.9	-4.2	-2.4	-2.1	-6.4	-.8	-4.6	-8.5	-1.9	-2.2	-11.3	-5.9	-5.8	-1.4	-3.4	3.7

Services	1.6	-.6	-1.4	2.0	-2.5	1.5	1.4	1.9	2.0	-3.0	.3	-3.2	-2.6	-5.8	2.7	.4	6.7	-3.1	9.3
Government consumption expenditures and gross investment	2.5	2.2	1.3	2.2	3.9	4.3	-1.2	2.4	2.7	3.8	1.2	.8	2.2	1.1	.8	1.5	1.5	3.1	3.1
Federal	2.9	2.0	1.1	2.5	8.2	4.2	-2.1	1.8	2.7	4.8	.9	-.2	1.4	2.7	.0	.4	1.5	6.6	.8
National defense	3.3	1.8	1.1	2.7	4.3	6.7	-.3	1.9	2.7	4.0	.5	-.4	1.2	2.9	.3	.4	1.8	6.0	1.0
Nondefense	2.2	2.4	1.0	2.1	16.5	-.7	-5.9	1.6	2.6	6.4	1.7	.4	1.8	2.2	-.6	.5	1.1	7.6	.4
State and local	2.2	2.2	1.4	1.9	1.4	4.3	-.6	2.7	2.8	3.3	1.4	1.4	2.7	.2	1.2	2.1	1.5	1.3	4.3
Addenda:																			
Final sales of domestic product (GDP less CBI)	1.9	1.9	1.1	1.9	2.0	2.3	1.4	1.9	1.7	2.8	1.8	1.2	1.2	.9	.9	1.0	.8	1.6	1.6
Gross domestic purchases	1.8	1.6	.6	1.6	1.8	2.1	1.4	1.5	2.1	2.2	.9	1.1	1.0	-.2	.4	.7	.9	1.2	2.1
Final sales to domestic purchasers	1.8	1.6	.6	1.6	1.8	2.2	1.4	1.5	2.1	2.3	.9	1.1	1.0	-.1	.5	.7	.9	1.2	2.2
Gross national product (GNP)	1.9	1.8	1.0	1.9	2.0	2.2	1.4	1.8	1.6	2.7	1.7	1.2	1.1	.9	.8	1.0	.8	1.6	1.5
Implicit price deflators:																			
GDP	1.9	1.9	1.0	1.9	2.0	2.3	1.2	1.8	1.8	2.8	1.6	1.2	1.2	.8	.9	1.0	.8	1.6	1.5
Gross domestic purchases	1.8	1.6	.6	1.6	1.8	2.1	1.2	1.6	2.2	2.2	.8	1.1	1.1	-.2	.5	.7	.9	1.2	2.1
GNP	1.9	1.8	1.0	1.9	2.0	2.3	1.2	1.8	1.8	2.8	1.5	1.2	1.2	.8	.9	1.0	.8	1.6	1.5

r revised
See "Explanatory Note" at the end of the tables.

Table 5.--Quantity and Price Indexes for Gross Domestic Product
[Index numbers, 1992=100]

				Seasonally adjusted at annual rates				
	1996	1997	1998	II 98	III 98	IV 98	I 99	II 99r
Gross domestic product:								
Chain-type quantity index	112.02	116.42	120.94	120.09	121.17	122.95	124.26	124.82
Chain-type price index	109.54	111.57	112.71	112.57	112.85	113.08	113.53	113.96
Implicit price deflator	109.53	111.57	112.70	112.56	112.84	113.07	113.52	113.95
Personal consumption expenditures:								
Chain-type quantity index	112.62	116.44	122.12	121.58	122.80	124.32	126.36	127.77
Chain-type price index	109.75	111.81	112.70	112.55	112.84	113.14	113.48	114.18
Durable goods:								
Chain-type quantity index	128.16	136.86	150.87	149.30	150.18	158.64	163.53	167.27
Chain-type price index	102.75	100.66	98.33	98.72	97.98	97.35	96.53	96.01
Nondurable goods:								
Chain-type quantity index	109.77	112.44	116.81	116.57	117.19	118.41	121.12	121.99
Chain-type price index	106.08	107.69	107.66	107.41	107.80	108.06	108.43	109.83
Services:								
Chain-type quantity index	111.09	114.61	119.51	118.98	120.56	121.07	122.30	123.60
Chain-type price index	113.32	116.61	118.80	118.55	119.05	119.61	120.26	120.90
Gross private domestic fixed investment:								
Chain-type quantity index	134.10	145.25	161.82	161.36	162.23	167.35	171.56	175.76
Chain-type price index	104.68	104.45	103.20	103.33	102.91	102.76	102.56	102.51
Nonresidential:								
Chain-type quantity index	139.21	154.04	172.21	172.15	171.84	177.79	181.44	186.32
Chain-type price index	101.46	100.15	97.71	98.12	97.21	96.61	96.12	95.77
Residential:								
Chain-type quantity index	122.32	125.36	138.34	137.05	140.31	143.68	148.93	151.72
Chain-type price index	113.03	115.96	118.42	117.71	118.77	120.00	120.66	121.52
Exports of goods and services:								
Chain-type quantity index	134.50	151.70	154.00	152.03	150.96	157.89	155.85	157.50
Chain-type price index	101.60	99.53	97.39	97.68	96.98	96.75	96.61	96.58
Imports of goods and services:								
Chain-type quantity index	145.19	165.35	182.81	181.97	183.02	188.30	194.35	200.99
Chain-type price index	99.36	95.72	90.69	90.98	89.87	89.84	89.09	90.09
Government consumption expenditures and gross investment:								
Chain-type quantity index	100.35	101.68	102.63	102.45	102.84	103.69	104.76	104.33
Chain-type price index	110.80	113.20	114.66	114.39	114.82	115.25	116.13	117.01
Federal:								
Chain-type quantity index	88.19	86.75	85.86	86.00	85.71	87.24	86.81	86.05
Chain-type price index	111.35	113.58	114.83	114.66	114.77	115.21	117.05	117.28
State and local:								
Chain-type quantity index	109.09	112.42	114.68	114.28	115.16	115.52	117.67	117.47
Chain-type price index	110.48	112.96	114.55	114.23	114.83	115.25	115.61	116.84
Addenda:								
Final sales of domestic product:								
Chain-type quantity index	111.61	115.49	120.10	119.54	120.36	122.31	123.70	124.62
Chain-type price index	109.59	111.66	112.84	112.69	112.99	113.22	113.68	114.13
Implicit price deflator	109.59	111.66	112.82	112.67	112.97	113.20	113.66	114.10
Gross domestic purchases:								
Chain-type quantity index	113.18	117.89	123.78	123.03	124.30	125.94	127.95	128.93
Chain-type price index	109.18	110.92	111.54	111.42	111.60	111.84	112.18	112.76
Implicit price deflator	109.18	110.92	111.54	111.42	111.60	111.85	112.18	112.77
Final sales to domestic purchasers:								
Chain-type quantity index	112.78	116.97	122.95	122.49	123.50	125.30	127.39	128.74
Chain-type price index	109.24	111.00	111.66	111.53	111.72	111.97	112.31	112.91
Implicit price deflator	109.23	111.00	111.65	111.52	111.71	111.96	112.30	112.91
Gross national product:								
Chain-type quantity index	112.04	116.16	120.50	119.67	120.64	122.51	123.83	124.29
Chain-type price index	109.51	111.51	112.65	112.51	112.79	113.01	113.46	113.89
Implicit price deflator	109.50	111.52	112.64	112.50	112.78	113.01	113.45	113.88

r revised
See "Explanatory Note" at the end of the tables.

Table 6.--Real Gross Domestic Product: Historical Perspective
[Percent change from preceding year]

	1983	1984	1985	1986	1987	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Gross domestic product (GDP)	4.0	7.0	3.6	3.1	2.9	3.8	3.4	1.2	-.9	2.7	2.3	3.5	2.3	3.4	3.9	3.9
Personal consumption expenditures	5.2	5.2	4.7	4.0	3.1	3.9	2.3	1.7	-.6	2.8	2.9	3.3	2.7	3.2	3.4	4.9
Durable goods	14.7	14.5	9.7	9.0	1.5	6.3	2.6	-.6	-6.4	5.8	7.2	7.1	5.0	6.3	6.8	10.2
Nondurable goods	2.9	3.5	2.3	3.2	1.9	2.8	2.3	1.0	-1.0	1.5	2.2	2.9	2.0	2.4	2.4	3.9
Services	4.7	4.1	5.0	3.2	4.2	4.0	2.3	2.6	.8	2.9	2.5	2.7	2.5	3.0	3.2	4.3
Gross private domestic investment	9.4	29.8	-1.1	-1.5	1.2	.8	4.3	-5.6	-9.4	7.1	9.3	13.0	2.1	8.8	11.3	10.3
Fixed investment	7.2	16.5	4.8	.7	-.7	2.4	1.7	-3.1	-8.0	5.7	7.6	8.6	5.5	8.8	8.3	11.4
Nonresidential	-1.7	17.3	6.2	-3.5	-1.1	4.4	4.0	-.6	-6.4	1.9	7.6	8.0	9.6	9.3	10.7	11.8
Structures	-10.4	14.3	7.3	-10.8	-3.6	.5	2.2	1.1	-10.7	-6.8	1.0	1.0	4.8	5.0	7.1	-.1
Producers' durable equipment	4.6	19.2	5.5	1.0	.3	6.4	5.0	-1.5	-4.1	6.2	10.5	11.0	11.5	10.9	12.1	16.5
Residential	41.1	14.6	1.4	12.0	.2	-2.0	-3.7	-9.3	-12.3	16.6	7.6	10.1	-3.8	7.4	2.5	10.4
Change in business inventories (CBI)	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Net exports of goods and services	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Exports	-2.6	8.3	2.7	7.4	11.0	15.9	11.7	8.5	6.3	6.6	2.9	8.2	11.3	8.5	12.8	1.5
Goods	-2.9	7.9	3.6	5.1	11.0	18.8	12.5	8.3	7.0	7.0	3.4	9.9	12.5	9.7	15.4	2.2
Services	-1.7	9.3	.3	13.3	10.9	8.7	9.4	9.1	4.4	5.5	2.0	4.3	8.2	5.6	6.6	-.2
Imports	12.6	24.3	6.5	8.4	6.1	3.9	3.9	3.9	-.7	7.5	8.9	12.2	8.8	9.2	13.9	10.6
Goods	13.6	24.2	6.3	10.3	4.6	4.0	4.2	3.0	.0	9.6	10.5	13.6	9.6	10.0	14.7	11.5
Services	8.1	24.8	7.4	.4	12.9	3.6	2.6	7.6	-3.2	-1.0	1.9	5.3	4.9	5.4	9.9	5.8
Government consumption expenditures and gross investment	2.8	3.1	6.1	5.1	2.7	1.3	2.8	3.0	.6	.5	-.9	.0	.2	1.1	1.3	.9
Federal	5.4	2.4	6.9	4.6	3.1	-1.8	1.3	2.0	-.5	-2.1	-4.2	-3.8	-3.3	-1.1	-1.6	-1.0
National defense	5.7	4.0	7.5	5.2	4.0	-.9	-1.0	.0	-1.0	-5.5	-5.7	-4.9	-4.0	-1.3	-3.2	-2.7
Nondefense	4.6	-2.2	5.1	2.8	.1	-4.9	9.2	8.0	1.1	7.2	-.7	-1.1	-1.8	-.5	1.7	2.4
State and local	.7	3.8	5.3	5.5	2.4	3.9	4.0	3.8	1.4	2.4	1.5	2.6	2.4	2.4	3.1	2.0
Addenda:																
Final sales of domestic product (GDP less CBI)	3.7	5.0	4.6	3.5	2.6	4.1	3.0	1.6	-.7	2.5	2.1	2.9	2.8	3.4	3.5	4.0
Gross domestic purchases price index	3.8	3.5	3.2	2.6	3.4	3.6	4.2	4.5	3.7	2.8	2.5	2.3	2.3	1.8	1.6	.6
GDP price index	4.2	3.8	3.4	2.6	3.1	3.7	4.2	4.4	3.9	2.8	2.6	2.4	2.3	1.9	1.9	1.0
Real disposable personal income	2.7	7.4	2.9	2.9	1.9	4.1	2.0	1.8	-.1	2.7	1.3	2.3	2.8	2.8	2.8	3.2

Table 7.--Real Gross Domestic Product: Percent Change From Quarter One Year Ago

	III 95	IV 95	I 96	II 96	III 96	IV 96	I 97	II 97	III 97	IV 97	I 98	II 98	III 98	IV 98	I 99	II 99r
Gross domestic product (GDP)	2.3	2.1	2.4	3.9	3.5	3.9	4.1	3.6	4.1	3.8	4.2	3.6	3.5	4.3	4.0	3.9
Personal consumption expenditures	2.8	2.6	3.0	3.3	3.1	3.3	3.4	2.7	3.7	3.7	4.2	5.3	4.7	5.3	5.5	5.1
Durable goods	6.0	4.5	6.2	7.9	5.2	5.8	7.4	3.9	8.5	7.4	8.2	11.6	8.0	13.2	12.5	12.0
Nondurable goods	1.8	1.7	1.6	2.4	2.6	2.8	3.1	1.8	2.8	2.0	2.9	4.3	3.6	4.7	5.2	4.7
Services	2.6	2.6	3.0	2.8	3.0	3.0	2.8	2.8	3.2	3.8	3.9	4.5	4.7	4.0	4.2	3.9
Gross private domestic investment	1.2	.2	1.6	9.2	13.7	11.0	12.4	12.9	8.7	11.3	14.3	7.9	9.5	9.6	5.0	6.8
Fixed investment	4.7	4.8	5.7	8.9	10.5	9.9	8.4	8.0	8.6	8.2	11.8	12.2	9.6	12.1	9.7	8.9
Nonresidential	9.0	7.3	6.6	7.6	11.0	11.7	10.2	11.0	11.6	9.8	13.5	13.2	8.7	11.9	8.6	8.2
Structures	4.3	2.7	1.7	2.3	4.6	11.6	10.9	7.2	8.1	2.5	.3	1.3	-1.5	-.3	2.3	2.6
Producers' durable equipment	10.8	9.1	8.6	9.8	13.6	11.8	9.9	12.4	13.0	12.7	19.0	18.0	12.7	16.8	11.0	10.3
Residential	-5.1	-1.4	3.1	12.3	9.2	5.4	3.9	.8	1.2	4.2	7.2	9.4	12.1	12.6	12.5	10.7
Change in business inventories (CBI)	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Net exports of goods and services	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Exports	11.7	10.5	9.1	9.2	5.4	10.3	11.5	14.0	16.3	9.6	6.7	.9	-2.3	1.1	.5	3.6
Goods	12.4	10.8	10.2	9.6	7.5	11.4	13.5	16.9	18.2	13.1	8.3	1.0	-1.8	1.8	.4	4.7
Services	10.0	9.8	6.4	8.2	.4	7.5	6.7	7.1	11.5	1.5	2.9	.5	-3.6	-.6	.7	1.1
Imports	7.2	5.6	6.4	7.9	10.8	11.8	13.1	14.2	14.2	14.0	13.3	11.1	8.3	9.7	9.2	10.5
Goods	7.7	5.5	6.9	8.4	11.6	13.0	14.2	15.2	14.9	14.3	13.9	11.9	9.3	11.2	10.4	11.8
Services	4.5	6.1	3.5	5.5	7.2	5.5	7.5	9.1	10.5	12.4	10.3	7.4	3.4	2.4	3.0	3.7
Government consumption expenditures and gross investment	-.8	-.9	-.1	1.3	1.1	2.1	1.8	.6	1.4	1.4	.4	.8	.8	1.6	3.2	1.8
Federal	-4.7	-5.6	-3.2	-.8	-1.3	1.1	-1.5	-2.6	-1.7	-.6	-2.2	-1.4	-1.4	.9	2.7	.1
National defense	-6.7	-5.0	-2.9	-1.0	-1.3	-.1	-4.3	-4.1	-3.0	-1.4	-3.8	-3.6	-2.2	-1.3	2.1	-1.2
Nondefense	-.4	-7.0	-3.7	-.2	-1.3	3.5	4.3	.6	.9	.9	.8	3.2	.1	5.3	4.0	2.4
State and local	1.7	2.1	1.7	2.5	2.5	2.8	3.8	2.6	3.2	2.6	1.9	2.0	2.1	2.1	3.4	2.8
Addenda:																
Final sales of domestic product (GDP less CBI)	2.8	2.7	3.0	3.8	3.1	3.7	3.6	2.9	4.1	3.4	3.7	4.2	3.5	4.6	4.7	4.2
Gross domestic purchases price index	2.2	2.0	2.0	1.7	1.7	1.8	1.8	1.7	1.6	1.3	.7	.6	.5	.4	.8	1.2
GDP price index	2.2	2.1	2.0	1.9	1.9	1.8	1.9	2.0	1.8	1.7	1.2	1.0	1.0	.9	1.1	1.2
Real disposable personal income	2.4	2.1	2.2	2.9	3.3	2.7	2.8	3.0	2.5	2.9	3.0	3.0	3.2	3.5	3.4	3.4

r revised

Table 8.--Relation of Gross Domestic Product, Gross National Product, and National Income
[Billions of dollars]

				Seasonally adjusted at annual rates				
	1996	1997	1998	II 98	III 98	IV 98	I 99	II 99r
Gross domestic product	7,661.6	8,110.9	8,511.0	8,440.6	8,537.9	8,681.2	8,808.7	8,881.9
Plus: Receipts of factor income from the rest of the world	235.5	265.5	269.2	270.6	265.0	270.7	274.3	276.4
Less: Payments of factor income to the rest of the world	223.1	273.5	289.6	289.3	292.1	291.9	294.6	303.6
Equals: Gross national product	7,674.0	8,102.9	8,490.5	8,421.8	8,510.9	8,660.0	8,788.4	8,854.7
Less: Consumption of fixed capital	832.0	871.8	908.0	902.3	912.3	923.0	931.9	943.0
Less: Indirect business tax and nontax liability	606.4	627.2	655.3	647.7	656.5	675.1	673.6	682.0
Less: Business transfer payments	33.8	35.1	36.1	36.0	36.3	36.4	36.4	36.4
Less: Statistical discrepancy	-32.2	-55.8	-76.5	-85.7	-102.0	-64.2	-93.1	-120.5
Plus: Subsidies less current surplus of government enterprises	22.0	21.9	27.1	23.9	24.6	36.3	25.5	32.6
Equals: National income	6,256.0	6,646.5	6,994.7	6,945.5	7,032.3	7,126.0	7,265.2	7,346.6
Compensation of employees	4,409.0	4,687.2	4,981.0	4,945.2	5,011.6	5,084.3	5,166.5	5,237.0
Wage and salary accruals	3,640.4	3,893.6	4,153.9	4,121.6	4,181.1	4,246.8	4,317.0	4,378.1
Supplements to wages and salaries	768.6	793.7	827.1	823.5	830.5	837.5	849.6	858.9
Proprietors' income with inventory valuation and capital consumption adjustments	527.7	551.2	577.2	571.7	576.1	596.9	598.3	610.4
Rental income of persons with capital consumption adjustment	150.2	158.2	162.6	161.0	163.6	167.5	167.7	170.4
Corporate profits with inventory valuation and capital consumption adjustments	750.4	817.9	824.6	820.6	827.0	821.7	868.8	859.6
Net interest	418.6	432.0	449.3	447.1	454.0	455.6	463.9	469.2
Addendum:								
Gross domestic income	7,693.8	8,166.7	8,587.5	8,526.3	8,639.9	8,745.4	8,901.8	9,002.4

r revised

Table 9.--Personal Income and Its Disposition
[Billions of dollars]

				Seasonally adjusted at annual rates				
	1996	1997	1998	II 98	III 98	IV 98	I 99	II 99r
Personal income\1\	6,425.2	6,784.0	7,126.1	7,081.9	7,160.8	7,257.9	7,349.3	7,442.3
Wage and salary disbursements	3,631.1	3,889.8	4,149.9	4,117.6	4,177.1	4,242.8	4,317.0	4,378.1
Other labor income	387.0	392.9	406.9	405.7	408.4	411.0	414.7	419.6
Proprietors' income with inventory valuation and capital consumption adjustments	527.7	551.2	577.2	571.7	576.1	596.9	598.3	610.4
Farm	38.9	35.5	28.7	27.7	25.2	34.7	22.5	23.7
Nonfarm	488.8	515.8	548.5	544.0	550.9	562.2	575.8	586.7
Rental income of persons with capital consumption adjustment	150.2	158.2	162.6	161.0	163.6	167.5	167.7	170.4
Personal dividend income	248.2	260.3	263.1	262.1	263.0	265.7	268.8	272.7
Personal interest income	719.4	747.3	764.8	763.0	769.2	769.9	771.0	777.8
Transfer payments to persons	1,068.0	1,110.4	1,149.0	1,145.8	1,152.9	1,158.3	1,175.2	1,181.3
Less: Personal contributions for social insurance	306.3	326.2	347.4	345.1	349.5	354.1	363.4	367.9
Less: Personal tax and nontax payments	890.5	989.0	1,098.3	1,092.9	1,108.4	1,124.9	1,144.1	1,162.6
Equals: Disposable personal income	5,534.7	5,795.1	6,027.9	5,988.9	6,052.4	6,133.1	6,205.2	6,279.6
Less: Personal outlays	5,376.2	5,674.1	6,000.2	5,963.3	6,039.8	6,133.6	6,250.7	6,358.8
Equals: Personal saving	158.5	121.0	27.7	25.6	12.6	-.6	-45.5	-79.1
Addenda:								
Disposable personal income, billions of chained (1992) dollars\2\	5,043.0	5,183.1	5,348.5	5,321.5	5,364.1	5,421.2	5,468.2	5,500.2
Personal saving as a percentage of disposable personal income	2.9	2.1	.5	.4	.2	.0	-.7	-1.3

r revised
1. Personal income is also equal to national income less corporate profits with inventory valuation and capital consumption adjustments, net interest, contributions for social insurance, and wage accruals less disbursements, plus personal interest income, personal dividend income, government transfer payments to persons, and business transfer payments to persons.
2. Equals disposable personal income deflated by the implicit price deflator for personal consumption expenditures.

Table 10.--Corporate Profits: Level and Percent Change
[Billions of dollars]

	Billions of dollars		Percent change from preceding period	
	Seasonally adjusted at annual rates		Quarterly rates	Quarter one year ago

	1996	1997	1998	II 98	III 98	IV 98	I 99	II 99	1997	1998	III 98	IV 98	I 99	II 99	II 99
Corporate profits with inventory valuation and capital consumption adjustments	750.4	817.9	824.6	820.6	827.0	821.7	868.8	859.6	9.0	.8	.8	-.6	5.7	-1.1	4.8
Profits before tax	680.2	734.4	717.8	723.5	720.5	708.1	752.6	768.2	8.0	-2.3	-.4	-1.7	6.3	2.1	6.2
Profits tax liability	226.1	246.1	240.1	241.6	243.2	235.6	250.7	257.5	8.8	-2.4	.6	-3.1	6.4	2.7	6.6
Profits after tax	454.1	488.3	477.7	481.8	477.3	472.5	501.9	510.7	7.5	-2.2	-1.0	-1.0	6.2	1.7	6.0
Dividends	261.9	275.1	279.2	278.1	279.0	282.3	285.6	289.7	5.0	1.5	.3	1.2	1.2	1.4	4.2
Undistributed profits	192.3	213.2	198.5	203.7	198.3	190.2	216.4	221.0	10.9	-6.9	-2.7	-4.1	13.8	2.1	8.5
Inventory valuation adjustment	-1.2	6.9	14.5	7.8	11.7	13.4	11.6	-17.1	.....	.....	.....	.....	.....	.....	.....
Capital consumption adjustment	71.4	76.6	92.3	89.4	94.8	100.2	104.6	108.6	7.3	20.4	6.1	5.7	4.3	3.8	21.5
Addenda:															
Corporate profits after tax with inventory valuation and capital consumption adjustments	524.3	571.8	584.5	579.0	583.7	586.2	618.1	602.1	9.1	2.2	.8	.4	5.4	-2.6	4.0
Net cash flow with inventory valuation and capital consumption adjustments	714.4	774.1	806.0	798.7	807.9	812.8	847.5	834.2	8.3	4.1	1.2	.6	4.3	-1.6	4.5
Undistributed profits with inventory valuation and capital consumption adjustments	262.4	296.7	305.4	300.9	304.8	303.9	332.5	312.4	13.1	2.9	1.3	-.3	9.4	-6.0	3.9
Consumption of fixed capital	452.0	477.3	500.6	497.8	503.1	508.9	514.9	521.8	5.6	4.9	1.1	1.1	1.2	1.3	4.8
Less: Inventory valuation adjustment	-1.2	6.9	14.5	7.8	11.7	13.4	11.6	-17.1	.....	.....	.....	.....	.....	.....	.....
Equals: Net cash flow	715.7	767.2	791.4	790.9	796.2	799.3	835.9	851.4	7.2	3.2	.7	.4	4.6	1.9	7.6

Table 11.--Corporate Profits by Industry: Level and Change From Preceding Period
[Billions of dollars]

	Level								Change from preceding period					
	Seasonally adjusted at annual rates													
	1996	1997	1998	II 98	III 98	IV 98	I 99	II 99	1997	1998	III 98	IV 98	I 99	II 99
Corporate profits with IVA and CCAdj	750.4	817.9	824.6	820.6	827.0	821.7	868.8	859.6	67.5	6.7	6.4	-5.3	47.1	-9.2
Domestic industries	654.0	718.9	729.0	723.3	737.0	724.9	767.4	760.5	64.9	10.1	13.7	-12.1	42.5	-6.9
Financial	105.5	124.7	130.3	130.1	129.5	130.1	143.5	140.5	19.2	5.6	-.6	.6	13.4	-3.0
Nonfinancial	548.5	594.2	598.7	593.2	607.5	594.8	623.8	620.0	45.7	4.5	14.3	-12.7	29.0	-3.8
Rest of the world	96.4	99.0	95.7	97.3	89.9	96.8	101.4	99.2	2.6	-3.3	-7.4	6.9	4.6	-2.2
Receipts from the rest of the world	134.5	149.5	145.8	146.0	140.5	150.6	161.5	163.0	15.0	-3.7	-5.5	10.1	10.9	1.5
Less: Payments to the rest of the world	38.1	50.4	50.1	48.7	50.5	53.8	60.1	63.9	12.3	-.3	1.8	3.3	6.3	3.8
Corporate profits with IVA	679.0	741.2	732.3	731.3	732.1	721.5	764.2	751.1	62.2	-8.9	.8	-10.6	42.7	-13.1
Domestic industries	582.6	642.2	636.6	633.9	642.2	624.7	662.8	651.9	59.6	-5.6	8.3	-17.5	38.1	-10.9
Financial	110.7	130.0	134.2	134.4	133.2	133.0	146.2	143.0	19.3	4.2	-1.2	-.2	13.2	-3.2
Federal Reserve banks	21.8	23.3	24.6	24.4	24.7	24.6	24.4	24.5	1.5	1.3	.3	-.1	-.2	.1
Other	88.9	106.6	109.7	110.0	108.5	108.4	121.8	118.5	17.7	3.1	-1.5	-.1	13.4	-3.3
Nonfinancial	471.8	512.3	502.4	499.5	509.0	491.7	516.6	508.9	40.5	-9.9	9.5	-17.3	24.9	-7.7
Manufacturing	195.6	214.4	192.8	194.6	195.0	184.5	195.5	.....	18.8	-21.6	.4	-10.5	11.0	.....
Durable goods	97.2	107.3	108.3	104.5	109.4	118.7	112.7	.....	10.1	1.0	4.9	9.3	-6.0	.....
Primary metal industries	5.4	5.6	5.4	5.7	4.9	4.8	1.2	.....	.2	-.2	-.8	-.1	-3.6	.....
Fabricated metal products	14.2	15.5	15.0	15.5	17.5	14.6	16.5	.....	1.3	-.5	2.0	-2.9	1.9	.....
Industrial machinery and equipment	26.1	27.6	29.2	28.5	30.4	34.5	32.7	.....	1.5	1.6	1.9	4.1	-1.8	.....
Electronic and other electric equipment	20.1	24.8	21.8	19.8	20.5	25.0	24.6	.....	4.7	-3.0	.7	4.5	-.4	.....
Motor vehicles and equipment	2.4	3.8	5.8	4.9	4.6	7.3	7.9	.....	1.4	2.0	-.3	2.7	.6	.....
Other	29.0	30.0	31.2	30.1	31.5	32.4	29.7	.....	1.0	1.2	1.4	.9	-2.7	.....
Nondurable goods	98.5	107.1	84.5	90.2	85.6	65.8	82.9	.....	8.6	-22.6	-4.6	-19.8	17.1	.....
Food and kindred products	22.0	22.7	17.9	21.4	22.0	7.5	18.4	.....	.7	-4.8	.6	-14.5	10.9	.....
Chemicals and allied products	28.8	28.1	21.1	18.9	18.4	20.0	24.8	.....	-.7	-7.0	-.5	1.6	4.8	.....
Petroleum and coal products	10.9	18.0	8.4	10.0	7.2	5.4	2.3	.....	7.1	-9.6	-2.8	-1.8	-3.1	.....
Other	36.7	38.3	37.1	39.8	38.0	32.9	37.4	.....	1.6	-1.2	-1.8	-5.1	4.5	.....
Transportation and public utilities	92.7	88.4	90.4	87.5	92.7	89.7	94.1	.....	-4.3	2.0	5.2	-3.0	4.4	.....
Transportation	14.8	17.6	17.7	17.5	18.5	17.7	16.5	.....	2.8	.1	1.0	-.8	-1.2	.....
Communications	35.8	31.2	33.3	32.5	34.8	31.9	37.1	.....	-4.6	2.1	2.3	-2.9	5.2	.....
Electric, gas, and sanitary services	42.1	39.7	39.3	37.5	39.5	40.0	40.5	.....	-2.4	-.4	2.0	.5	.5	.....
Wholesale trade	37.9	49.8	51.3	53.5	53.9	46.3	50.0	.....	11.9	1.5	.4	-7.6	3.7	.....
Retail trade	51.8	61.2	67.2	67.4	67.1	66.8	73.0	.....	9.4	6.0	-.3	-.3	6.2	.....
Other	93.8	98.5	100.7	96.5	100.2	104.4	103.9	.....	4.7	2.2	3.7	4.2	-.5	.....
Rest of the world	96.4	99.0	95.7	97.3	89.9	96.8	101.4	99.2	2.6	-3.3	-7.4	6.9	4.6	-2.2

IVA Inventory valuation adjustment
CCAdj. Capital consumption adjustment

Table 12.--Gross Domestic Product of Nonfinancial Corporate Business
[Billions of dollars]

				Seasonally adjusted at annual rates				
	1996	1997	1998	II 98	III 98	IV 98	I 99	II 99
	Billions of dollars							
Gross domestic product of nonfinancial corporate business	4,134.4	4,414.5	4,657.4	4,618.8	4,688.9	4,747.8	4,827.7	4,883.7
Consumption of fixed capital	393.4	415.4	435.3	433.1	437.4	442.3	447.3	453.1
Net domestic product	3,741.0	3,999.1	4,222.1	4,185.7	4,251.4	4,305.5	4,380.4	4,430.5
Indirect business tax and nontax liability plus business transfer payments less subsidies	411.6	436.8	461.3	454.2	461.1	479.2	472.5	477.5
Domestic income	3,329.4	3,562.3	3,760.8	3,731.4	3,790.3	3,826.4	3,907.9	3,953.0
Compensation of employees	2,679.7	2,871.2	3,066.6	3,043.1	3,086.3	3,134.6	3,185.1	3,232.4
Wage and salary accruals	2,240.7	2,416.6	2,592.9	2,571.4	2,610.7	2,654.9	2,698.5	2,740.5
Supplements to wages and salaries	439.0	454.6	473.7	471.7	475.6	479.7	486.6	491.9
Corporate profits with IVA and CCAdj	548.5	594.2	598.7	593.2	607.5	594.8	623.8	620.0
Profits before tax	473.1	505.4	487.9	491.8	497.3	478.2	505.0	526.1
Profits tax liability	151.5	169.8	160.4	162.1	163.8	156.1	165.8	173.7
Profits after tax	321.5	335.6	327.4	329.6	333.5	322.1	339.3	352.3
Dividends	217.1	229.3	249.6	254.3	247.3	259.3	247.8	270.1
Undistributed profits	104.4	106.3	77.9	75.3	86.2	62.8	91.5	82.2
Inventory valuation adjustment	-1.2	6.9	14.5	7.8	11.7	13.4	11.6	-17.1
Capital consumption adjustment	76.7	81.9	96.3	93.7	98.5	103.2	107.2	111.0
Net interest	101.2	96.9	95.6	95.2	96.5	96.9	99.0	100.6
	Billions of chained (1992) dollars							
Gross domestic product of nonfinancial corporate business\1\	3,914.8	4,154.4	4,388.8	4,352.0	4,417.2	4,477.0	4,550.6	4,591.6
Consumption of fixed capital\2\	374.3	394.6	422.4	417.7	426.6	436.0	446.0	456.5
Net domestic product\3\	3,540.5	3,759.8	3,966.4	3,934.3	3,990.6	4,040.9	4,104.6	4,135.1
	Dollars							
Price, costs, and profits per unit of real gross domestic product of nonfinancial corporate business:								
Price per unit of real gross domestic product\4\	1.056	1.063	1.061	1.061	1.062	1.060	1.061	1.064
Compensation of employees (unit labor cost)	.685	.691	.699	.699	.699	.700	.700	.704
Unit nonlabor cost	.231	.228	.226	.226	.225	.228	.224	.225
Consumption of fixed capital	.100	.100	.099	.100	.099	.099	.098	.099
Indirect business tax and nontax								

liability plus business transfer payments less subsidies	.105	.105	.105	.104	.104	.107	.104	.104
Net interest	.026	.023	.022	.022	.022	.022	.022	.022
Corporate profits with IVA and CCAdj. (unit profits from current production)	.140	.143	.136	.136	.138	.133	.137	.135
Profits tax liability	.039	.041	.037	.037	.037	.035	.036	.038
Profits after tax with IVA and CCAdj	.101	.102	.100	.099	.100	.098	.101	.097

1. Chained-dollar gross domestic product of nonfinancial corporate business equals the current-dollar product deflated by the implicit price deflator for goods and structures in gross domestic product.
2. Chained-dollar consumption of fixed capital of nonfinancial corporate business is calculated as the product of the chain-type quantity index and the 1992 current-dollar value of the corresponding series, divided by 100.
3. Chained-dollar net domestic product of nonfinancial corporate business is the difference between the gross product and the consumption of fixed capital.
4. The deflator for gross domestic product of nonfinancial corporate business divided by 100.

IVA Inventory valuation adjustment
CCAdj. Capital consumption adjustment

Appendix Table A.--Real Gross Domestic Product and Related Aggregates and Price Indexes: Percent Change From Preceding Period
[Percent; quarters seasonally adjusted at annual rates]

	1996	1997	1998 III 95	IV 95	I 96	II 96	III 96	IV 96	I 97	II 97	III 97	IV 97	I 98	II 98	III 98	IV 98	I 99	II 99r
GDP and related aggregates:																		
GDP	3.4	3.9	3.9	3.3	2.8	3.3	6.1	2.1	4.2	4.2	4.0	4.2	3.0	5.5	1.8	3.7	6.0	4.3	1.8
Goods	4.5	5.9	5.0	4.9	5.9	3.7	7.1	4.3	3.8	8.7	6.0	5.4	3.8	12.0	-4.1	3.4	12.0	4.0	.5
Services	2.4	2.6	3.1	2.4	.5	2.5	4.2	.9	3.9	1.1	3.5	3.4	2.6	1.4	5.6	3.4	2.4	2.8	3.1
Structures	5.6	4.1	4.0	3.0	3.9	7.1	13.4	.5	8.1	5.5	-1.6	4.5	1.7	5.3	4.5	6.2	4.8	15.4	-.6
Motor vehicle output	-.4	5.9	3.4	-9.3	27.4	-31.6	54.8	-7.7	-9.1	13.2	-6.3	27.2	15.2	-8.6	-11.2	-11.2	87.7	-18.7	3.4
GDP less motor vehicle output	3.6	3.9	3.9	3.8	1.9	5.0	4.6	2.5	4.8	3.9	4.4	3.4	2.5	6.1	2.3	4.2	3.8	5.3	1.7
Final sales of computers\1\	63.1	55.3	62.5	61.2	82.2	71.6	44.7	73.9	34.0	43.1	85.9	74.4	27.7	68.3	65.3	91.3	46.6	24.2	24.4
GDP less final sales of computers	2.9	3.4	3.3	2.9	2.1	2.7	5.6	1.5	3.9	3.8	3.2	3.6	2.7	5.0	1.2	2.9	5.6	4.1	1.5
Farm product\2\	9.1	14.9	2.4	-27.0	21.6	30.7	10.8	1.9	14.9	36.4	13.6	13.6	-19.1	10.8	1.0	10.1	.5	-.4	5.9
Nonfarm business less housing product\3\	4.1	4.5	4.7	5.2	3.2	4.2	6.6	2.2	5.0	4.5	4.5	4.9	4.1	7.1	1.7	4.0	7.5	5.0	1.8
Price indexes:																			
GDP	1.9	1.9	1.0	1.9	2.0	2.2	1.4	1.8	1.6	2.8	1.7	1.2	1.1	.9	.9	1.0	.8	1.6	1.5
GDP less food and energy	1.7	1.9	1.1	1.5	2.1	2.0	.8	1.9	2.0	2.7	1.8	1.0	1.2	1.2	.9	1.0	1.0	1.5	1.6
Gross domestic purchases	1.8	1.6	.6	1.6	1.8	2.1	1.4	1.5	2.1	2.2	.9	1.1	1.0	-.2	.4	.7	.9	1.2	2.1
Gross domestic purchases less food and energy	1.5	1.6	.9	1.7	1.9	1.7	.6	1.5	1.6	2.2	1.7	.9	1.0	.7	.7	.7	1.1	1.3	1.4
Gross domestic purchases less computers	2.2	2.0	1.1	2.0	2.2	2.6	1.8	1.9	2.5	2.7	1.3	1.5	1.4	.4	1.0	1.3	1.4	1.7	2.5
Personal consumption expenditures	2.0	1.9	.8	1.8	1.6	2.2	2.5	1.5	2.5	2.5	1.1	1.3	1.1	.0	.9	1.0	1.1	1.2	2.5
Personal consumption expenditures less food and energy	1.8	1.8	1.2	2.0	1.8	1.6	1.7	1.3	1.9	2.4	2.2	1.0	1.0	1.1	1.3	1.1	1.3	1.3	1.5

r revised
1. For some components of final sales of computers, includes computer parts.
2. Farm output less intermediate goods and services purchased.
3. Consists of GDP less gross product of farm, of housing, of households and institutions, and of general government.
See "Explanatory Note" at the end of the tables.

Explanatory Note: Measures of Output and Prices

This note describes the chain-type quantity and price indexes that, in combination with the current-dollar estimates, provide users with the basic data series from which all other analytical tables and presentations of GDP are derived.

Changes in current-dollar GDP measure changes in the market value of goods, services, and structures produced in the economy in a particular period. For many purposes, it is necessary to decompose these changes into quantity and price components. Prices are expressed as index numbers with the base period–at present, the year 1992--equal to 100. Quantities, or "real" measures, are expressed as index numbers with the base period (1992) equal to 100. (The current-dollar values and price indexes for most GDP components are determined largely using data from federal government surveys. The real values (expressed with 1992 as the base period) of these components are calculated by deflation at the most detailed level for which all the required data are available by dividing the current-dollar value of the component by its price index, where the price index uses 1992 as the base period.)

The annual changes in quantities and prices are calculated using a Fisher formula that incorporates weights from two adjacent years. (Similar formulas are used to calculate the quarterly indexes for the most recent quarters, called the "tail" period and for the indexes for the other quarters, called the "historical period.") For example, the 1996-97 annual percent change in real GDP uses prices for 1996 and 1997 as weights, and the 1996-97 annual percent change in price uses quantities for 1996 and 1997 as weights. These annual changes are "chained" (multiplied) together to form time series of quantity and price. 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 associated with changes in quantities and prices calculated using a fixed-weighted formula. The Fisher formula also produces changes in quantities and prices that are not affected by the choice of base periods. In addition, because the changes in quantities and prices calculated in this way are symmetric, in general, the product of a quantity index and the corresponding price index equals the current-dollar index. (BEA also publishes a measure of the price level, known as the "implicit price deflator (IPD)," which is calculated as the ratio of current-dollar value to the corresponding chained-dollar value, multiplied by 100. The values of the IPD are very close to the values of the corresponding "chain-type" price index for all periods.)

Chain-type quantity and price indexes for GDP and its major components are presented in this release as index numbers in table 5 and in the form of percentage changes from the preceding period in tables 1, 4, 6A, and 6B. Contributions by major components to changes in real GDP are presented in table 2. BEA also prepares measures of real GDP and its components in a dollar-denominated form, designated " chained (1992) dollar estimates ." For GDP and most other series, these estimates, which are presented in table 3, are computed by multiplying the 1992 current-dollar value by a corresponding quantity index number and then dividing by 100. For example, if a current-dollar GDP component equaled $100 in 1992 and if real output for this component increased 10 percent in 1993, then the chained (1992) dollar value of this component in 1993 would be $110 ($100 x 1.10).

For analyses of changes over time in an aggregate or in a component, the percentage changes calculated from the chained-dollar estimates and from the chain-type quantity indexes are the same; any differences will be small and due to rounding. However, because the relative prices used as weights for any period other than the base period differ from those used for the base period, 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. A measure of the extent of such differences is provided by a "residual" line, which indicates the difference between GDP (or an other major aggregate) and the sum of the most detailed components in the table. For periods close to the base year, when there usually has not been much change in the relative prices that are used as weights for the chain-type index, the residuals tend to be small, and the chained (1992) dollar estimates can be used to approximate the contributions to growth and to aggregate the detailed estimates. As one moves further from the base period, the residual tends to become larger, and the chained-dollar estimates become less useful for analyses of contributions to growth. In particular, for components for which relative prices are changing rapidly, these calculations may be misleading even just a few years from the base year. In such cases, table 2 on contributions provides a better basis for determining the composition of GDP growth than the chained-dollar estimates.

References: "A Guide to the NIPA's," March 1998 Survey of Current Business (SCB) pp. 36-40.
"BEA's Chain Indexes, Time Series, and Measures of Long-Term Economic Growth," May 1997 SCB, pp. 58-68.