

CONFIDENTIAL (FR)

CURRENT ECONOMIC and FINANCIAL CONDITIONS

**Prepared for the
Federal Open Market Committee**

By the Staff

**BOARD OF GOVERNORS
OF THE FEDERAL RESERVE SYSTEM**

June 14, 1967

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GROSS NATIONAL PRODUCT AND RELATED ITEMS
(Quarterly figures are seasonally adjusted. Expenditures and income
figures are billions of dollars, with quarterly figures at annual rates)

	1965	1966	1966			1967		
			II	III	IV	I	Projected II	Projected III
Gross National Product	681.2	739.6	732.3	745.3	759.3	763.7	773.5	787.5
Final sales	672.1	727.7	720.0	735.4	742.9	758.1	773.5	789.5
Private	535.9	574.7	571.0	579.2	581.8	589.0	599.2	610.2
Personal consumption expenditures	431.5	464.9	460.1	469.9	474.1	479.9	488.0	495.6
Durable goods	66.1	69.3	67.1	70.2	69.6	68.4	69.0	70.5
Nondurable goods	190.6	206.2	205.6	208.1	209.2	212.5	216.1	218.5
Services	174.8	189.4	187.4	191.5	195.3	199.1	202.9	206.6
Gross Private domestic investment	106.6	117.0	118.5	115.0	120.0	109.3	105.2	106.1
Residential construction	27.8	25.8	28.0	24.8	21.9	22.1	23.9	25.9
Business fixed investment	69.7	79.3	78.2	80.3	81.6	81.6	81.3	82.2
Change in business inventories	9.1	11.9	12.3	9.9	16.4	5.6	.0	-2.0
Nonfarm	8.1	12.2	12.1	10.4	17.6	6.0	.0	-2.0
Net Exports	7.0	4.8	4.7	4.2	4.1	5.4	6.0	6.5
Gov't purchases of goods & services	136.2	153.0	149.0	156.2	161.1	169.1	174.3	179.3
Federal	66.8	76.9	74.0	79.0	81.7	87.0	90.0	92.8
Defense	50.1	60.0	57.1	62.0	65.5	69.7	72.5	75.0
Other	16.7	16.9	16.9	17.0	16.2	17.2	17.5	17.8
State & local	69.4	76.2	75.0	77.2	79.4	82.1	84.3	86.5
Gross National Product in constant (1958) dollars	614.4	647.8	643.5	649.9	657.2	656.7	660.5	667.9
GNP Implicit deflator (1958=100)	110.9	114.2	113.8	114.7	115.5	116.3	117.1	117.9
Personal income	535.1	580.4	573.5	585.2	598.3	609.7	617.5	629.0
Wage and salaries	358.4	392.3	387.4	396.7	405.0	411.8	418.5	427.0
Disposable income	469.1	505.3	499.9	507.8	518.4	528.5	536.5	544.5
Personal saving	25.7	27.0	26.6	24.5	30.4	34.4	33.9	33.9
Saving rate (per cent)	5.5	5.3	5.3	4.8	5.9	6.5	6.3	6.2
Total labor force (millions)	77.2	78.9	78.4	79.1	79.8	80.3	80.3	80.7
Armed forces "	2.7	3.1	3.1	3.2	3.3	3.4	3.5	3.5
Civilian labor force "	74.5	75.8	75.4	76.0	76.5	76.9	76.8	77.2
Unemployment rate (per cent)	4.5	3.8	3.8	3.8	3.7	3.7	3.9	3.9
Nonfarm payroll employment (millions)	60.8	63.9	63.6	64.1	64.8	65.5	65.4	65.6
Manufacturing	18.0	19.1	19.0	19.2	19.4	19.4	19.1	19.1
Industrial production (1957-59=100)	143.4	156.3	155.2	157.6	158.8	157.0	155	157
Capacity utilization, manufacturing (per cent)	89	91	91	91	90	87	85	85
Housing starts, private (millions, A.R.)	1.5	1.2	1.4	1.1	1.0	1.2	1.2	1.3
Sales new U.S.-made autos (millions, A.R.)	8.8	8.4	7.8	8.5	8.1	7.3	7.6	8.0

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CHANGES IN GROSS NATIONAL PRODUCT
AND RELATED ITEMS
(Quarterly changes are at annual rates)

	1965	1966	1966			1967		
			II	III	IV	I	II	III