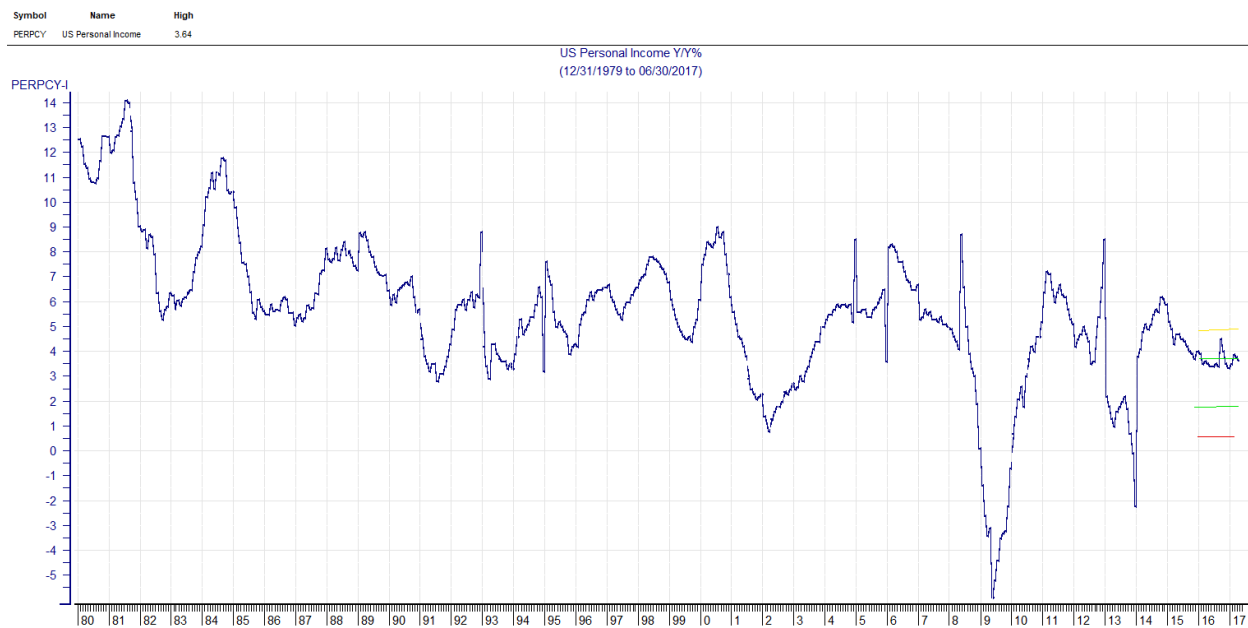


U.S. Economic Update – Personal Income

Personal income increased \$67.1 billion which was better than the previous month increase of \$58.4 billion. Disposable personal income increased by \$71.7 billion which was also better than the previous month of a \$56.5 billion increase. The Personal Consumption Expenditure measure also increased by \$7.3 billion which is the favorite measure of the current Federal Reserve. The personal savings rate increased 0.2 percentage points to 5.5% up from 5.3%. Personal income data was encouraging and not necessarily inflationary.



Personal Income – is the income received by all persons in the United States from all sources.

Disposable Personal Income – is the income available to persona for spending and saving. It is personal income less taxes.

Personal Income Expenditures – is the value of goods and services purchased by persons that reside in the Unites States.

Personal Savings Rate – the percentage of disposable personal income saved, not spent.