

3.—Gross National Expenditure in Constant (1935-39) Dollars, Selected Years, 1929-52

(Millions of dollars)

Item	1929	1933	1939	1944	1946	1950 ¹ r	1951 ^r	1952
Personal expenditure on consumer goods and services.....	3,685	3,055	3,820	5,030	6,189	7,022	6,991	7,381
Government expenditure on goods and services.....	629	529	742	4,001	1,484	1,375	1,692	2,169
Gross Domestic Investment—								
New residential construction.....	214	84	180	150	225	340	291	290
New non-residential construction.....	439	86	164	204	330	554	606	665
New machinery and equipment..	575	89	247	298	467	784	893	934
Change in inventories.....	48	-125	338	-77	226	389	657	257
Exports of goods and services.....	1,314	982	1,494	2,614	2,079	2,027	2,220	2,453
Deduct: Imports of goods and services.....	-1,578	-911	-1,330	-2,450	-1,930	-2,095	-2,340	-2,442
Residual error of estimate and adjusting entries.....	+11	-17	+9	-49	-25	-66	-111	-153
Gross National Expenditure in Constant Dollars.....	5,337	3,772	5,664	9,721	9,045	10,330	10,899	11,554

¹ Newfoundland included for 1950 and subsequent years.

Personal Income, Personal Saving and Spending.—Personal income in 1952 amounted to \$17,073,000,000, an increase of nearly 9 p.c. as compared with 1951. The increase was the net result of divergent movements in components, varying from a decline of 12 p.c. in net farm income to an increase of 34 p.c. in military pay and allowances. Direct personal tax collections rose sharply from \$1,028,000,000 in 1951 to \$1,320,000,000 in 1952, a gain of \$292,000,000 or 28 p.c. This increase was almost wholly accounted for at the federal level by an increase in personal tax collections. Personal expenditure amounted to \$14,334,000,000, 8 p.c. above 1951. The composition of personal expenditure is shown in Table 8, p. 1115.

Subtracting personal taxes and personal expenditure from personal income, personal saving of \$1,419,000,000 is obtained for 1952. This represents the amount saved during the year, not the total accumulated savings of persons, which would be very much greater. Savings include not only additions to liquid savings in the form of cash and government bonds but also net repayment of debt, increase in home-owner's equity and the reinvested earnings of farms and small businesses.