Consumer Expenditure Survey compared with Personal Consumption Expenditures

he U.S. Bureau of Labor Statistics (BLS) Consumer Expenditure Survey (CE) routinely compares its expenditure estimates with outside sources to assess the integrity and reliability of CE data. The Personal Consumption Expenditures (PCE) component of the National Income and Product Accounts produced by the Bureau of Economic Analysis (BEA) is the principal independent source of comparable aggregate spending data. While the two sources obtain their estimates in dissimilar ways and serve distinct purposes, they both ultimately measure expenditures made by consumers, and thus serve as a valuable check on each other's data at any given point in time. It is to be expected that differences in survey methodology, definitions, and scope would lead to different expenditure estimates. Indeed, CE values are generally less than the corresponding PCE estimates, often by a wide margin. If, however, the ratio of CE-to-PCE estimates is relatively stable, it reflects favorably on survey consistency over a period of time. Frequent data comparisons have been made between the CE and PCE since the early 1980s, when the CE became an ongoing survey. Initially CE-to-PCE ratios were believed to be stable, but recent studies by BLS economists showed that ratios decreased from 1992 to 2002. An article in a 2006 CE report⁶ determined the CE/PCE ratio of all comparable goods (among durables, nondurables, and services) was 0.88 in 1992 and 0.86 in 1997. By 2002, the CE/PCE ratio had fallen to 0.83. This divergence could be attributable to any number of factors in either or both sources, and more research is needed to determine the causes. The purpose of this article is to look at the latest CE-to-PCE ratios using the most recent data available and determine if the trend is continuing. It appears that the downward trend is abating; the CE ratio for all comparable goods leveled off at 0.83 for all years from 2002 to 2005.

Survey Comparability

The CE and PCE have the same goal—to measure personal consumption expenditures—but accomplish this objective in very different ways. The CE is a household survey, while the PCE is derived from sources that focus on industries. The CE gathers data from consumer units that represent the civilian, non-institutional population of the United States, while the PCE covers all persons resident in the United States, as well as non-profit institutions. As such, there are

⁶Consumer Expenditure Survey, 2002–2003, Report 990. U.S. Department of Labor, U.S. Bureau of Labor Statistics, March 2006.

widespread differences in definitions and scope, so it is to be expected that total estimates may differ. Some expenditure categories are defined differently by the CE and PCE. The CE collects out-of-pocket expenditures, such as for education or contributions to retirement plans, whereas the PCE estimates these expenditures using data from institutional sources, such as the operating expenses of private educational institutions or the administrative expenses of pension plan managers. Differences in scope between the CE and PCE include, for example, that the PCE captures expenditures made by third parties for the consumer unit, such as employer-paid health benefits, while the CE only collects those expenditures made directly by the consumer unit. Additionally, the CE collects spending on used vehicles, whereas the PCE excludes purchases of used vehicles. New methodology developed by BLS researchers has isolated comparable categories between the surveys. Minor dissimilarities may still exist amongst comparable items, but these differences do not to have a significant impact on the estimates.

Detailed Results

Text table 3 displays aggregate CE and PCE estimates and CE-to-PCE ratios for all major PCE categories for 2002 through 2005, the most recent years for which published data are available. The PCE values are annual updates based on 2002 benchmark estimates. Text table 4 shows the specific categories for which the CE and PCE have been determined conceptually comparable. As mentioned previously, the CE/PCE ratio for total comparable durables, nondurables and services has been steady at 0.83 for the last 4 years (2002–2005).

Durables

Durables include the very broad categories of motor vehicles and parts; furniture and household equipment; and other durable goods. Each of the three major categories is comprised of many smaller groups, as shown in text table 3. The comparable items as listed in text table 4 are: new autos; furniture, including mattresses and bedsprings; kitchen and other household appliances; video and audio goods, including musical instruments and computer goods; and wheel goods (including bicycles and motorcycles), sports (also includes guns) and photographic equipment, boats, and pleasure aircraft. From 2002 to 2005, the CE/PCE ratio for total comparable durables is 0.75, 0.75, 0.68, and 0.71 respectively.

Durables is a category for which the ratios are generally higher, as auto purchases are typically higher in the CE. New autos, a category for which the CE traditionally reports higher values than the PCE, with ratios well above 1, has shown volatility in its ratio recently. The ratio for new autos was 1.10 in 2002, 1.23 in 2003, then fell to 0.94 in 2004, but rose to 1.06 in 2005. An explanation for this variability may be that only about 3.5-4 percent of CE survey respondents list new car purchases each year. This low response rate, coupled with the CE's random sample may account for recent fluctuations in this category. The combination of low percent reporting and a large expenditure, in a particular category, means that small changes in the percent reporting that expenditure can cause fluctuations. As for other durables, wheel goods saw decreasing ratios, dropping from 0.72 in 2002 to 0.52 in 2005. Ratios for the three remaining comparable groups rose slightly over the same period.

Nondurables

Nondurables is comprised of four major categories: food; clothing and shoes; gasoline, fuel oil, and other energy goods; and other nondurables. The comparable items within these broad categories are: food purchased for off-premise consumption; alcoholic beverages purchased for off-premise consumption; purchased meals and beverages; alcoholic beverages in purchased meals; shoes; women's and children's clothing and accessories except shoes (also includes clothing for infants); men's and boys' clothing and accessories except shoes; gasoline, fuel oil, and other energy goods; tobacco products; and toilet articles and preparations. The CE/PCE ratio for total nondurable goods oscillated slightly from 2002 to 2005: it was 0.63 in 2002, 0.61 in 2003, 0.64 in 2004, and 0.62 in 2005. Ratios for alcoholic beverages in purchased meals, as well as for tobacco, both increased slightly over the four year period. The ratio for alcoholic beverages in purchased meals rose steadily every year, beginning at 0.40 and ending at 0.51. The ratio for alcoholic beverages purchased for off-premise consumption fell by 7 percentage points over the same period. The tobacco products CEto-PCE ratio actually dropped in 2003, but in 2005 it was 0.41, just a trace higher than it was in 2002. The remaining comparable categories exhibited slight fluctuations with no major changes.

Services

Services make up a large part of total expenditures and include eight major categories: housing and household

operations; transportation; medical care; recreation; personal care; personal business; education and research; and religious and welfare activities. Due to conceptual differences between CE and PCE, most of these categories are not comparable. Housing, household operations, and transportation contain comparable items, all of which are listed in table 2. The CE/PCE ratio for total comparable services rose slightly; it was 1.03 in 2002, 1.04 in 2003 and 2004, and increased to 1.05 in 2005. Two sub-categories had CE-to-PCE ratios above 1-owner-occupied dwellings and other household operations (i.e., moving and storage, household insurance, rug and furniture cleaning, electrical repair, reupholstery and furniture, postage, household operation services not elsewhere classified). The owner occupied nonfarm dwelling ratio did not change significantly; other household operations increased slightly every year. The telephone and telegraph ratio increased more than any other services item, rising from .83 in 2002 to .90 in 2005, with increases every year. Additionally, the rent and utilities ratio rose by 4 percentage points over the period. The ratio for other lodging decreased from 0.68 in 2002 to 0.60 in 2005. The transportation ratio fell as well, dropping 6 percentage points over the 4year period. The cleaning, storage, and repair of clothing and shoes ratio decreased 4 percentage points. None of the remaining comparable categories changed appreciably over the period.

Summary

The CE and PCE both measure consumer expenditures; but even when accounting for comparability, discrepancies in survey methodology, scope, and concepts lead to unequal CE-to-PCE ratios. There has been a decreasing trend in ratios since the 1990s, but recent data show that this trend may have run its course. The CE/PCE ratio for total comparable items has been steady at 0.83 from 2002-2005. Ratios for comparable durable goods have decreased slightly, while services ratios have increased and nondurable goods have remained mostly unchanged. Questions on discrepancies between the CE and PCE remain even with the steady ratios of recent years. BLS staff continue to examine the issue of CE and PCE comparability. For further discussion of differences in coverage and methodology between the CE and PCE, see the Monthly Labor Review article "The CE and the PCE: a Comparison" in the September 2006 issue.⁷

⁷Garner, Thesia I., George Janini, William Passero, Laura Paszkiewicz, Mark Vendemia – "The CE and the PCE: a Comparison," *Monthly Labor Review*, Vol. 129 No. 9, pp 20-46, September 2006.

Text Table 3. Comparison of 2002-2005 Aggregate Consumer Expenditures vs. Personal Consumption Expenditures based on 2002 PCE benchmark (\$ millions)

		2002			2003			2004		2005			
PCE categories	Aggregates		CE/ PCE	Aggre	egates	CE/ PCE	Aggre	egates	CE/ PCE	00 0		CE/ PCE	
	PCE	CE	ratio	PCE	CE	ratio	PCE	CE	ratio		CE	ratio	
Total durables, nondurables, and services	7,350,721	4,457,246	0.61	7,703,634	4,637,379	0.60	8,211,504	4,933,388	0.60	8,742,350	5,271,179	0.6	
Durable goods	923,940	693,653	.75	942,663	731,483	.78	986,260	725,419	.74	1,033,072	779,874	.75	
Motor vehicles and parts	429,264	436,625	1.02	431,709	471,579	1.09	437,940	441,508	1.01	448,218	468,669	1.05	
New autos ¹	101,703	111,924	1.10	97,175	119,911	l .	97,653	91,625	.94	103,661	109,714	1.0	
Net purchases of used autos	60,355	112,513	1.86	54,848	84,314	l .	54,924	82,256		1 '	84,960		
Other motor vehicles	216,911	195,506	.90	227,648	251,005	l .	231,010	250,221	1.08	227,292	255,471	1.12	
Trucks, new and net used Recreational vehicles	204,602 12,309	183,394 12,112	.90 .98	214,168 13,480	231,479 19,526		216,294 14,716	232,218 18,003	1.07 1.22	211,075 16,217	231,771 23,700	1.1	
Tires, tubes, accessories and other	12,309	12,112	.90	13,460	19,520	1.43	14,710	10,003	1.22	10,217	23,700	1.4	
parts	50,295	16,682	.33	52,038	16,349	.31	54,353	17,406	.32	58,726	18,524	.3	
Furniture and household equipment Furniture, including mattresses and	323,095	180,432	.56	331,507	185,954	.56	356,499	200,756	.56	377,195	227,115	.60	
bedsprings ¹	68,913	46,171	.67	70,187	47,692	.68	75,461	49,807	.66	79,040	56,021	.7	
Kitchen and other household appliances ¹	31,987	33,666	1.05	32,786	35,140	1.07	34,866	38,946	1.12	37,216	40,853	1.10	
China, glassware, tableware, and	32,346	8,660	.27	33,124	7,511	.23	34,946	9,579	.27	36,493	9,421	.26	
utensils Video and audio goods, including musical instruments and computer		·			·		·						
goods ¹ Video and audio goods incl. musical	120,010	51,134	.43	123,096	51,639	.42	133,400	53,306	.40	141,186	63,568	.4	
instruments ¹	75,413	33,617	.45	76,477	33,788	.44	81,790	35,422	.43	85,782	43,060	.50	
Computers, peripherals, and software¹ Other durable house furnishings (i.e. floor coverings, lamps, blinds, writing equipment, hand tools, and	44,597	17,517	.39	46,619	17,851	.38	51,610	17,864	.35	55,404	20,508	.3	
supplies)	69,839	40,801	.58	72,314	43,972	.61	77,826	49,118	.63	83,260	57,252	.69	
Other durable goods Ophthalmic products and orthopedic	171,581	76,596	.45	,	73,950	.41	191,821	83,155	.43		84,090	.40	
appliancesWheel goods, including bicycles and motorcycles, sports and photographic equipment, boats and pleasure	21,895	8,122	.37	22,360	8,147	.30	23,359	8,132	.33	24,974	8,231	.3.	
aircraft1	61,399	43,976	.72	65,578	37,461	.57	71,402	45,985	.64	81,538	42,248	.5	
Jewelry and watches	51,228	11,577	.23	52,835	15,837	.30	56,470	15,725	.28	58,913	19,285	.33	
Books and maps	37,059	12,921	.35	38,674	12,505	.32	40,590	13,313	.33	42,234	14,326	.34	
Nondurable goods	2,079,633 1,001,902	1,212,863 659,973		2,190,197 1,045,969	1,231,571 679,381		2,345,180 1,114,782	1,378,620 746,620		2,539,295 1,201,390	1,455,393 763,496		
Food purchased for off-premise consumption ¹	612,237	389,640	.64		407,852		677,906	444,202	.66		432,243		
Alcoholic beverages purchased for								,		,			
off-premise ¹ Purchased meals and beverages ¹ Alcoholic beverages in purchased	75,283 379,461	25,497 267,770	.34 .71	78,491 399,018	27,642 268,497	.35 .67	86,172 425,484	32,306 299,575	.37 .70	96,459 455,088	25,901 328,110	.7	
meals ¹	40,728	16,487	.40	42,790	17,386	.41	44,874	20,986	.47	47,680	24,080	.5	
Food supplied to civilians	9,052	2,563	.28	9557	3032	.32	10,033	2843	.28	10,520	3193	.30	
Food supplied to military	676	0	.00	907	0	.00	865	0	.00	1,298	0	.00	
Food produced and consumed on farms	476	0	.00	469	0	.00	495	0	.00	489	0	.00	
Clothing and shoes	303,501	170,775	.56	310,922	160,942	.52	325,137	183,306	.56	341,809	189,542	.5	
Shoes ¹	49,526	34,960	.71	50,333	33,823		51,943	38,138	.73	1 '	37,536	- 1	
Women's and children's clothing and accessories except shoes ¹	149,993	87,889	.59	153,689	82,418	.54	161,438	94,829	.59	170,221	98,009	.58	
Men's and boys' clothing and accessorie except shoes ¹	92,874	45,769	.49	95,256	42,800	.45	99,742	47,147	.47	104,850	51,561	.49	
Standard clothing issued to military													
personnel Sewing good for males and	358	0	.00	546	0	.00	343	0	.00	350	0		
females	6,467	1,486	.23		1,188		7,073	2,422	.34	7,359	1,629		
Luggage for males and females	4,283	671	.16	4,449	713	.16	4,598	771	.17	4,784	807	.17	

Text Table 3. Comparison of 2002-2005 Aggregate Consumer Expenditures vs. Personal Consumption Expenditures based on 2002 PCE benchmark (\$ millions)—Continued

		2002			2003			2004		2005			
PCE categories	Aggregates		CE/	Aggre	gates	CE/	Aggre	gates	CE/	00 0		CE/ PCE	
	PCE	CE	PCE ratio	PCE	CE	PCE ratio	PCE	CE	PCE ratio	PCE	CE	ratio	
Casalina fuel ail, and other anaray													
Gasoline, fuel oil, and other energy goods ¹	178,768	148,800	.83	209,607	166,716	.80	248,792	200,124	.80	302,138	253,297	.84	
Other nondurable goods	595,462	233,315	.39	623,699	224,532	l .	656,469	248,569	.38	693,598	242,095	.35	
Tobacco products ¹	89,156	35,668	.40	88.033	33,255	l .	87.523	33,270	.38	90,036	37,163	.4	
Toilet articles and preparations ¹	54,401	31,144	.57	55,971	31,292	.56	58,230	37,011	.64	61,667	32,332	.52	
Semi durable house furnishings	37,805	16,258	.43	39,011	14,168	l .	41,157	20,368	.49	43,475	17,203	.40	
Cleaning and polishing preparations	37,003	10,230	.43	33,011	14,100	.50	41,137	20,300	.43	45,475	17,203		
and miscellaneous household		40.0==			4= ===		70.000						
supplies	66,262	46,275	.70	68,983	45,707	.66	72,928	51,105	.70	77,700	53,445	.6	
Drug preparations and sundries	213,118	57,980	.27	233,643	57,666	.25	251,338	60,373	.24	265,724	65,151	.2	
Nondurable toys and sport supplies	59,231	16,107	.27	60,642	14,214	.23	63,505	14,053	.22	67,233	13,168	.20	
Stationery and writing supplies	18,333	14,609	.80	18,431	15,056	.82	18,820	18,832	1.00	19,619	17,470	.89	
Net foreign remittances	4,035	0	.00	4,784	0	.00	5,044	0	.00	5,024	0	.00	
Magazines, newspapers, and												١	
sheet music	35,111	9,108	.26	36,292	8,480	.23	39,596	8,696	.22	43,751	7,736	.1	
Flowers, seeds, and potted plants	18,010	6,166	.34	17,909	4,694	.26	18,329	4,862	.27	19,738	5,388	.2	
rvices	4,347,148	2,550,730	.59	4,570,774	2,674,325	.59	4,880,064	2,829,349	.58	5,169,983	3,035,912	.59	
Housing and Household operations ¹	1,530,788	1,647,839	1.08	1,591,191	1,743,165	1.10	1,686,073	1,830,483	1.09	1,787,064	1,965,864	1.10	
Owner occupied nonfarm dwellings ¹	809,035	1,014,126	1.25	846,353	1,079,220	1.28	910,117	1,135,957	1.25	963,343	1,215,065	1.26	
Rent and utilities, excluding													
telephone ¹	455,358	424,634	.93	470,397	451,468	.96	486,176	466,250	.96	520,946	507,667	.97	
Tenant occupied nonfarm dwellings ¹	247,773	240,872	.97	245,288	250,031	1.02	248,881	255,095	1.02	256,999	273,639	1.0	
Electricity ¹	111,748	109,987	.98	115,596	118,577	1.03	121,066	123,772	1.02	134,242	135,543	1.0	
Gas ¹	40,734	36,967	.91	51,689	45,221	.87	55,487	49,305	.89	65,525	55,562	.8	
Water and other sanitary services ¹	55,103	36,808	.67	57,824	37,639	.65	60,742	38,078	.63	64,180	42,923	.6	
Rental value of farm dwellings ¹	11,678	0	.00	12,206	0	.00	12,013	0	.00	13,812	0	.00	
Other lodging ¹	54,627	37,333	.68	57,961	33,992	.59	64,151	39,027	.61	69,913	41,720	.60	
Telephone and telegraph ¹	128,752	107,258	.83	129,721	110,246	.85	132,932	115,144	.87	135,955	122,946	.90	
Domestic service ¹	16,732	8,958	.54	18,474	10,743	.58	19,592	10,332	.53	19,894	10,813	.54	
Other household operations (moving and storage, insurance, furniture cleaning, electrical repair, postage,													
household operation services not elsewhere classified) ¹	54,606	55,530	1.02	56,079	57,496	1.03	60,192	63,771	1.06	63,201	67,653	1.07	
Transportation ¹	288,430	252,818	.88	297,308	244,558	.82	307,781	262,908	.85	320,429	263,838	.82	
Repair, greasing, washing, parking	200,430	232,010	.00	297,300	244,556	.02	307,761	202,900	.03	320,429	203,030	.04	
storage, and leasing ¹	185,951	107,196	.58	186,818	93,441	.50	189,498	96,869	.51	195,560	101,565	.5	
Bridge, tunnel, ferry tolls ¹	5,270	1,624	.31	5,510	1,928	.35	5,734	2,232	.39	6,006	2,218	.3	
Insurance ¹	45,842	100,168	2.19	49,233	104,428		53,695	112,139	2.09	58,141	107,187	1.84	
Mass transit systems ¹	9,000	7,266	.81	9,519	7,036	l .	10,166	6,990	.69	10,826	7,977	.74	
Taxicab ¹	3,336	2,833	.85	3,500	2,485		3,648	3,372	.92	3,886	2,862	.7	
Railway ¹	573	1,804	3.15	563	1,854	l .	568	2,074	l .	578	2,278	3.9	
Bus ¹	2,353	1,287	.55	2,322	1,033	.44	2,254	1,087	.48	2,175	1,420	.6	
					1,000				.97	33,834	33,422	.9	
	1 28 310		l ac	1 31 216	20 135	03	33 070						
Airline¹	28,319	27,306	.96	31,216	29,135	.93	33,070	32,087	.97	,	33,422	.0	
Other including water passenger, passenger transportation arrange-	28,319	27,306	.96	31,216	29,135	.93	33,070	32,087	.97	,	33,422		
Other including water passenger,	28,319 7,786	3,334	.96	31,216 8,627	29,135 3,218		33,070 9,149	6,058	.66	9,424	4,908		
Other including water passenger, passenger transportation arrangement, limousine service, other local transportation ¹	7,786	3,334	.43	8,627	3,218	.37	9,149	6,058	.66	9,424	4,908	.52	
Other including water passenger, passenger transportation arrangement, limousine service, other local transportation ¹	7,786 1,206,198	3,334 197,331	.43	8,627 1,300,531	3,218 212,917	.37	9,149	6,058 230,901	.66	9,424 1,493,411	4,908 239,348	.52	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation ¹ Medical care Physicians	7,786 1,206,198 277,204	3,334 197,331 16,539	.43 .16 .06	8,627 1,300,531 300,550	3,218 212,917 16,569	.37 .16	9,149 1,395,745 322,204	6,058 230,901 17,044	.66 .17 .05	9,424 1,493,411 342,431	4,908 239,348 18,057	.52	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162	3,334 197,331 16,539 25,447	.43 .16 .06	8,627 1,300,531 300,550 74,601	3,218 212,917 16,569 26,214	.37 .16 .06	9,149 1,395,745 322,204 80,163	6,058 230,901 17,044 27,978	.66 .17 .05 .35	9,424 1,493,411 342,431 85,492	4,908 239,348 18,057 29,848	.5: .1: .0: .3:	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162 188,238	3,334 197,331 16,539 25,447 13,164	.43 .16 .06 .35	8,627 1,300,531 300,550 74,601 201,788	3,218 212,917 16,569 26,214 13,961	.37 .16 .06 .35	9,149 1,395,745 322,204 80,163 217,151	6,058 230,901 17,044 27,978 15,613	.66 .17 .05 .35	9,424 1,493,411 342,431 85,492 232,045	4,908 239,348 18,057 29,848 17,456	.5. .11 .0. .3.	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162 188,238 475,061	3,334 197,331 16,539 25,447 13,164 9,875	.43 .16 .06 .35 .07	8,627 1,300,531 300,550 74,601 201,788 509,268	3,218 212,917 16,569 26,214 13,961 8,006	.37 .16 .06 .35 .07	9,149 1,395,745 322,204 80,163 217,151 541,182	6,058 230,901 17,044 27,978 15,613 10,607	.66 .17 .05 .35 .07	9,424 1,493,411 342,431 85,492 232,045 579,782	4,908 239,348 18,057 29,848 17,456 11,083	.5. .1(.0; .3; .0;	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162 188,238	3,334 197,331 16,539 25,447 13,164	.43 .16 .06 .35	8,627 1,300,531 300,550 74,601 201,788	3,218 212,917 16,569 26,214 13,961	.37 .16 .06 .35 .07	9,149 1,395,745 322,204 80,163 217,151	6,058 230,901 17,044 27,978 15,613	.66 .17 .05 .35	9,424 1,493,411 342,431 85,492 232,045	4,908 239,348 18,057 29,848 17,456	.5 .1 .0 .3 .0	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162 188,238 475,061	3,334 197,331 16,539 25,447 13,164 9,875	.43 .16 .06 .35 .07	8,627 1,300,531 300,550 74,601 201,788 509,268	3,218 212,917 16,569 26,214 13,961 8,006	.37 .16 .06 .35 .07	9,149 1,395,745 322,204 80,163 217,151 541,182	6,058 230,901 17,044 27,978 15,613 10,607	.66 .17 .05 .35 .07	9,424 1,493,411 342,431 85,492 232,045 579,782	4,908 239,348 18,057 29,848 17,456 11,083	.5 .1 .0 .3 .0	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162 188,238 475,061 96,960	3,334 197,331 16,539 25,447 13,164 9,875 1,397	.43 .16 .06 .35 .07 .02	8,627 1,300,531 300,550 74,601 201,788 509,268 101,496	3,218 212,917 16,569 26,214 13,961 8,006 3,784	.37 .16 .06 .35 .07 .02	9,149 1,395,745 322,204 80,163 217,151 541,182 104,620	6,058 230,901 17,044 27,978 15,613 10,607 4,806	.66 .17 .05 .35 .07 .02	9,424 1,493,411 342,431 85,492 232,045 579,782 111,496	4,908 239,348 18,057 29,848 17,456 11,083 3,213	.5 .1 .0 .3 .0 .0	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162 188,238 475,061 96,960 80,138	3,334 197,331 16,539 25,447 13,164 9,875 1,397	.43 .16 .06 .35 .07 .02 .01	8,627 1,300,531 300,550 74,601 201,788 509,268 101,496	3,218 212,917 16,569 26,214 13,961 8,006 3,784	.37 .16 .06 .35 .07 .02 .04	9,149 1,395,745 322,204 80,163 217,151 541,182 104,620 111,209	6,058 230,901 17,044 27,978 15,613 10,607 4,806	.66 .17 .05 .35 .07 .02 .05	9,424 1,493,411 342,431 85,492 232,045 579,782 111,496	4,908 239,348 18,057 29,848 17,456 11,083 3,213	.5 .1 .0 .3 .0 .0	
Other including water passenger, passenger transportation arrangement, limousine service, other local transportation¹ Medical care	7,786 1,206,198 277,204 72,162 188,238 475,061 96,960 80,138 1,999	3,334 197,331 16,539 25,447 13,164 9,875 1,397 130,909	.43 .16 .06 .35 .07 .02 .01	8,627 1,300,531 300,550 74,601 201,788 509,268 101,496 95,015 2,167	3,218 212,917 16,569 26,214 13,961 8,006 3,784 144,383 0	.37 .16 .06 .35 .07 .02 .04	9,149 1,395,745 322,204 80,163 217,151 541,182 104,620 111,209 2,353	6,058 230,901 17,044 27,978 15,613 10,607 4,806	.66 .17 .05 .35 .07 .02 .05	9,424 1,493,411 342,431 85,492 232,045 579,782 111,496 121,633 2,572	4,908 239,348 18,057 29,848 17,456 11,083 3,213 159,691 0	.5 .1 .0 .3 .0 .0 .0	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162 188,238 475,061 96,960 80,138	3,334 197,331 16,539 25,447 13,164 9,875 1,397	.43 .16 .06 .35 .07 .02 .01	8,627 1,300,531 300,550 74,601 201,788 509,268 101,496	3,218 212,917 16,569 26,214 13,961 8,006 3,784	.37 .16 .06 .35 .07 .02 .04	9,149 1,395,745 322,204 80,163 217,151 541,182 104,620 111,209	6,058 230,901 17,044 27,978 15,613 10,607 4,806	.66 .17 .05 .35 .07 .02 .05	9,424 1,493,411 342,431 85,492 232,045 579,782 111,496	4,908 239,348 18,057 29,848 17,456 11,083 3,213	.5 .1 .0 .3 .0 .0 .0	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162 188,238 475,061 96,960 80,138 1,999	3,334 197,331 16,539 25,447 13,164 9,875 1,397 130,909	.43 .16 .06 .35 .07 .02 .01	8,627 1,300,531 300,550 74,601 201,788 509,268 101,496 95,015 2,167	3,218 212,917 16,569 26,214 13,961 8,006 3,784 144,383 0	.37 .16 .06 .35 .07 .02 .04	9,149 1,395,745 322,204 80,163 217,151 541,182 104,620 111,209 2,353	6,058 230,901 17,044 27,978 15,613 10,607 4,806	.66 .17 .05 .35 .07 .02 .05	9,424 1,493,411 342,431 85,492 232,045 579,782 111,496 121,633 2,572	4,908 239,348 18,057 29,848 17,456 11,083 3,213 159,691 0	.5.3 .11 .00 .33 .00 .00 .00	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162 188,238 475,061 96,960 80,138 1,999 14,436	3,334 197,331 16,539 25,447 13,164 9,875 1,397 130,909 0	.43 .16 .06 .35 .07 .02 .01 1.63 .00	8,627 1,300,531 300,550 74,601 201,788 509,268 101,496 95,015 2,167 15,646	3,218 212,917 16,569 26,214 13,961 8,006 3,784 144,383 0	.37 .16 .06 .35 .07 .02 .04 1.52 .00 .00	9,149 1,395,745 322,204 80,163 217,151 541,182 104,620 111,209 2,353 16,863	6,058 230,901 17,044 27,978 15,613 10,607 4,806 154,854 0	.66 .17 .05 .35 .07 .02 .05	9,424 1,493,411 342,431 85,492 232,045 579,782 111,496 121,633 2,572 17,962	4,908 239,348 18,057 29,848 17,456 11,083 3,213 159,691 0	.55 .11 .00 .33 .00 .00 .00 .00	
Other including water passenger, passenger transportation arrange- ment, limousine service, other local transportation¹	7,786 1,206,198 277,204 72,162 188,238 475,061 96,960 80,138 1,999 14,436 299,055	3,334 197,331 16,539 25,447 13,164 9,875 1,397 130,909 0 0	.43 .16 .06 .35 .07 .02 .01 1.63 .00 .00	8,627 1,300,531 300,550 74,601 201,788 509,268 101,496 95,015 2,167 15,646 317,705	3,218 212,917 16,569 26,214 13,961 8,006 3,784 144,383 0 0	.37 .16 .06 .35 .07 .02 .04 1.52 .00 .00	9,149 1,395,745 322,204 80,163 217,151 541,182 104,620 111,209 2,353 16,863 341,552	6,058 230,901 17,044 27,978 15,613 10,607 4,806 154,854 0 0	.66 .17 .05 .35 .07 .02 .05	9,424 1,493,411 342,431 85,492 232,045 579,782 111,496 121,633 2,572 17,962 360,632	4,908 239,348 18,057 29,848 17,456 11,083 3,213 159,691 0 194,587	.52 .16 .09 .33 .08 .02 .03 .00 .00 .00	

Text Table 3. Comparison of 2002-2005 Aggregate Consumer Expenditures vs. Personal Consumption Expenditures based on 2002 PCE benchmark (\$ millions)—Continued

		2002			2003			2004	2005			
PCE categories	Aggregates		CE/	Aggre	gates	CE/	Aggre	gates	CE/	00 0		CE
	PCE	CE	PCE ratio	PCE	CE	PCE ratio	PCE	CE	PCE ratio	PCE	CE	PCI ratio
Spectator sports	13,501	5,759	.43	14,259	5,624	.39	15,144	6,054	.40	15,856	7,266	.4
Radio and television repair ¹	4,089	360	.09	4,109	401	.10	4,601	459	.10	4,754	446	.0
Clubs and fraternal organizations	21,117	12,098	.57	22,209	10,966		22,271	11,417	.51	23,453	14,645	.6
Commercial participant amusements	83,725	21,032	.25	91,205	19,575	.21	100,713	21,548	.21	107,307	23,160	.2
Pari-mutual net receipts	5,312	5,491	1.03	5,235	5,000	.95	5,644	8,250	1.46	6,180	9,448	1.5
Other including pets and pet services, veterinarians, cable TV, film												
developing, lotteries, video rental,												
commercial amusements not	450.005	00.704		450.044	404 505		470.000	100.010		100.010	101.000	
elsewhere classified	150,035	90,794	.61	158,914	104,535	.66	170,932	106,818	.62	180,613	121,323	.6
Personal care	94,590	43,015	.45	99,459	43,415	.44	108,898	44,400	.41	114,607	45,819	.4
Cleaning, storage, and repair of												
clothing and shoes1	15,797	13,501	.85	15,169	12,570	.83	15,743	12,317	.78	15,763	12,786	.8
Barbershops, beauty parlors, and	40.000						40.400					
health clubs	42,330	27,893	.66	44,432	29,549	.67	48,409	30,709	.63	50,515	31,401	.6
Other including watch, clock, and												
jewelry repair, miscellaneous personal services	36,463	1,621	.04	39,858	1,296	.03	44,746	1,373	.03	48,329	1,632	.0
'												
Personal business	546,990	40,022	.07	559,662	32,063	.06	612,448	37,097	.06	647,862	38,282	.0
Brokerage charges and investment												
counseling	76,516	0	.00	77,373	0	.00	88,630	0	.00	90,461	0	.0
Bank service charges, trust services, and safe deposit box rental	75,929	2 652	.05	01 007	2,980	.04	89,294	2,829	.03	99,856	3,091	.0
Services furnished by financial	75,929	3,652	.05	81,807	2,980	.04	69,294	2,829	.03	99,836	3,091	0.0
intermediaries except life insurance												
carriers	186,482	0	.00	180,921	0	.00	197,435	0	.00	203,709	0	.0
Expense of handling life insurance	.00, .02	· ·		.00,021	ŭ		.0.,.00			200,.00	ŭ	.0
and pension plans	84,869	0	.00	85,869	0	.00	98,724	0	.00	106,932	0	.0
Legal services	71,249	14,910	.21	78,127	12,469	.16	81,988	14,826	.18	85,579	14,637	.1
Funeral and burial expenses	14,780	10,534	.71	15,885	8,165	.51	15,570	9,217	.59	15,990	9,321	.5
Other personal business including												
union expenses, professional												
association expenses, employment												
agency expenses, money orders,												
classified ads, tax return services,												
personal business services not elsewhere classified	37,165	10,926	.29	39.680	8,449	.21	42,808	10,224	.24	45,335	11,232	.2
	· /			,								
Education and research	190,179	93,658	.49	203,096	97,770	.48	213,567	110,890	.52	226,497	121,967	.5
Higher education	103,147	52,716	.51	112,566	59,115	.53	119,573	68,629	.57	126,844	70,956	.5
Nursery, elementary, and secondary	20 424	38,080		40 472	20.404	00	40 470	20.407	.92	44.700	47 407	1,0
schools Elementary and secondary schools	38,421 28,323	14,455	.99 .51	40,473 29,844	36,191 14,409		42,472 31,404	39,107 16,605	.53	44,763 33,218	47,127 20,720	1.0
Nursery schools	10,098	23,625	2.34	10,629	21,782		11,068	22,502	2.03	11,545	26,407	2.2
Other education and research	48,611	2,862	.06	50,057	2,464		51,523	3,154	.06	54890	3,885	.0
Commercial and vocational schools	33,319	0	.00	34,552	0	.00	35,580	0,101	.00	38,124	0,000	.0
Foundations and nonprofit research	15,292	0	.00	15,505	0	.00	15.943	0	.00	16.766	0	.0
•		124 204	.62		120 610			1/1/700	.65	224,473	166 207	.7
Religious and welfare activities All contributions including religion	200,090	124,384	.02	207,142	138,648	.67	218,958	141,789	.05	224,473	166,207	.,
(CE)		110,900			126,569			129,440			154,864	١.
Political organizations	3,626	110,500		962	120,000		4,674	125,440		812	104,004	:
Museums and libraries	8,501			8,980			9,070			9,432		:
Foundations to religion and welfare	11,838			12,218			12,693			13,141		١.
Social welfare												
Child care	30,280	7,107	.23	32,151	6,926	.22	33,789	7,350	.22	35,297	8,244	.2
Social welfare including membership												
organizations, job training, residential												
care, individual and family services,												
social services not elsewhere												
classified, and civic-social-fraternal	04.00-	0.07-		400 007	E 450		100 33 /	4.000		100 404	0.000	.
associations	94,897	6,377	.07	100,967	5,153		103,774	4,999	.05	108,404	3,099	0.
Religion	50,948	0	.00	51,864	0	.00	54,957	0	.00	57,387	0	.0
Net foreign travel	-9,172	0	.00	-5,320	0	.00	-4,958	0	.00	-4,993	0	.0

¹ Indicates comparable CE and PCE items.

Text Table 4. Summary Comparison of Aggregate Consumer Expenditures vs. Personal Consumption Expenditures for 2002-2005 (\$ millions) Restricted to Most Comparable Based on Concepts and Comprehensiveness

		2002			2003			2004		2005			
PCE categories	Aggre	egates	CE/ PCE	Aggre	egates	CE/ PCE	Aggre	egates	CE/ PCE	00 0		CE/ PCE	
	PCE	CE	ratio	PCE	CE	ratio	PCE	CE	ratio		CE	ratio	
Total Durables, Nondurables, and Services (Comparable)	3,980,320	3,306,901	0.83	4,141,837	3,427,180	0.83	4,405,576	3,655,812	0.83	4,725,354	3,901,136	0.83	
All items (including those not comparable)Ratio of most comparable to all items	7,350,721 54	4,457,246 .74	.61	7,703,634 .54	4,637,379 .74	.60	8,211,504 .54	4,933,388 .74	.60	8,742,350 .54	5,271,179 .74	.60	
Durable Goods	384,012	286,871	.75	388,822	291,843	.75	412,782	279,669	.68	442,641	312,404	.71	
All durables (including those not comparable)Ratio of most comparable to	923,940	693,653	.75	942,663	731,483	.78	986,260	725,419	.74	1,033,072	779,874	.75	
all durables New autos	.42 101,703	.41 111,924	1.10	.41 97,175	.40 119,911	1.23	.42 97,653	.39 91,625	.94	.43 103,661	.40 109,714	1.06	
Furniture, including mattresses and bedsprings	68,913	46,171	.67	70,187	47,692	.68	75,461	49,807	.66	79,040	56,021	.71	
Kitchen and other household appliancesVideo and audio good, including	`31,987	33,666	1.05	32,786	35,140	1.07	34,866	38,946	1.12	37,216	40,853	1.10	
musical instruments, and computer goods	120,010	51,134	.43	123,096	51,639	.42	133,400	53,306	.40	141,186	63,568	.45	
guns) and photographic equipment, boats and pleasure aircraft Nondurable Goods	61,399	43,976	.72	65,578	37,461	.57	71,402	45,985	.64	81,538	42,248	.52	
Total comparable	1,722,427	1,083,624	.63	1,809,206	1,111,681	.61	1,942,104	1,247,588	.64	2,116,379	1,320,232	.62	
comparable)Ratio of most comparable to all	2,079,633	1,212,863	.58	2,190,197	1,231,571	.56	2,345,180	1,378,620	.59	2,539,295	1,455,393	.57	
nondurablesFood purchased for off-premise consumption	.83	.89	.64	.83	.90 407,852	.64	.83	.90	.66	.83	.91	.59	
Alcoholic beverages purchased for off-premise consumption	75,283	25,497	.34	78,491	27,642	.35	86,172	32,306	.37	96,459	25,901	.27	
Purchased meals and beverages Alcoholic beverages in purchased meals	379,461 40,728	267,770 16,487	.71	399,018 42,790	268,497 17,386	.67	425,484 44,874	299,575	.70	455,088 47,680	328,110 24,080	.72	
Shoes	49,526	34,960	.71	50,333	33,823		51,943	38,138	.73	1 '	37,536		
includes clothing for infants) Men's and boys' clothing and	149,993	87,889	.59	153,689	82,418		161,438	94,829	.59	,	98,009	.58	
accessories except shoes	92,874	45,769 148,800	.49	95,256 209,607	42,800 166,716		99,742	47,147 200,124	.47	104,850	51,561 253,297	.49	
energy goods	89,156 54,401	35,668 31,144	.63 .40 .57	88,033 55,971	33,255 31,292	.38	87,523 58,230	33,270 37,011	.38	90,036	37,163 32,332	.41	
Services Total comparable All services (including those not	1,873,881	1,936,406	1.03	1,943,809	2,023,656	1.04	2,050,690	2,128,555	1.04	2,166,334	2,268,500	1.05	
comparable)Ratio of most comparable to all		2,550,730	.59		2,674,325	.59		2,829,349	.58	5,169,983			
services Owner occupied nonfarm dwellings Rent and utilities, excluding telephone. Rental value of farm dwellings	.43 809,035 455,358 11,678	.76 1,014,126 424,634 0	1.25 .93 .00	.43 846,353 470,397 12,206	.76 1,079,220 451,467 0	1.28 .96 .00	.42 910,117 486,176 12,013	.75 1,135,957 466,250 0	1.25 .96 .00		.75 1,215,065 507,667 0	1.26 .97	
Other lodging	54,627 128,752	37,333 107,258	.68 .83	57,961 129,721	33,992 110,246	.85	64,151 132,932	39,027 115,144	.61 .87	69,913 135,955	41,720 122,946		
Domestic service Other household operations (i.e., moving and storage, household insurance, rug and furniture cleaning, electrical repair, reupholstery and furniture, postage, household opera-	16,732	8,958	.54	18,474	10,743	.58	19,592	10,332	.53	19,894	10,813	.54	
tion services not elsewhere classified) . Transportation	54,606 288,430 34,777	55,530 252,818 21,888	1.02 .88 .63	56,079 297,308 36,032	57,496 246,209 21,312	.83 .59	60,192 307,781 37,392	63,771 262,908 22,390	1.06 .85 .60	320,429 38,324	67,653 263,838 25,566		
Radio and television repair Cleaning, storage, and repair of	4,089	360	.09	4,109	401 12,570	.10	4,601 15,743	459 12,317	.10	4,754	446	.09	