

Personal Income Estimates and Revisions**December 18, 2008 BEA Release**

On December 18, 2008, the U.S. Bureau of Economic Analysis (BEA) released preliminary estimates for third quarter 2008 state personal income. Included in this release were revisions to the personal income estimates back to the first quarter of 2008.

The third quarter of 2008 personal income estimates show that Wisconsin personal income grew 0.4%. This follows an upwardly revised second quarter growth of 6.2%. The third quarter growth saw a sharp decline from the second quarter growth because the majority of the stimulus payments were received in the second quarter. Indeed, transfer payments increase 28.8% in the second quarter and fell 6.8% in the third quarter.

Because the forecast for Wisconsin personal income and its components were completed prior to this release, the revised estimates for first and second quarter 2008 and preliminary estimates for the third quarter of 2008 are not included in the current (December 2008) economic outlook. It is not anticipated that the revisions will have a great effect on the personal income forecast, other than a modest increase in the 2008 forecast due to the upward revisions to the first two quarters. Of course, these data are also subject to further revision.

The March Wisconsin Outlook will include these revisions and other (subsequent) releases.

Please see the attached chart for the most recent personal income estimates from the Bureau of Economic Analysis.

WISCONSIN INCOME SUMMARY
 PERSONAL INCOME BY MAJOR SOURCE (\$ Billions)
 BEA DECEMBER 18TH RELEASE - 2008:1 AND 2008:2 REVISIONS
 2008:3 PRELIMINARY ESTIMATES
 Quarterly Data (Seasonally Adjusted, % Change at an Annual Rate)

	2007:3	2007:4	2008:1	2008:2	2008:3
Total Personal Income	203.660	206.126	207.169	210.285	210.470
% Change	4.0	4.9	2.0	6.2	0.4
Wages and Salaries	110.826	112.462	112.923	113.732	114.232
% Change	2.5	6.0	1.6	2.9	1.8
Supplements to Wages and Salaries	26.362	26.668	26.786	27.106	27.207
% Change	2.1	4.7	1.8	4.9	1.5
Proprietor's Income	13.313	13.330	13.303	13.030	12.882
% Change	5.5	0.5	-0.8	-8.0	-4.5
Dividends, Interest, and Rent	36.678	37.057	37.158	37.599	37.914
% Change	8.0	4.2	1.1	4.8	3.4
Current Transfer Receipts	29.805	30.051	30.630	32.628	32.057
% Change	4.9	3.3	7.9	28.8	-6.8
Residence Adjustment	3.734	3.812	3.856	3.818	3.832
% Change	1.2	8.6	4.7	-3.9	1.5
Contributions to Government Social Ins.	17.059	17.253	17.487	17.627	17.654
% Change	2.0	4.6	5.5	3.2	0.6

Related Income Measures

	2007:3	2007:4	2008:1	2008:2	2008:3
Personal Income (2000 \$) (\$ Billions)	172.639	172.895	172.235	173.011	170.987
% Change	1.5	0.6	-1.5	1.8	-4.6
Per Capita Income (2000 \$)	30,876	30,873	30,708	30,800	30,393
% Change	0.8	0.0	-2.1	1.2	-5.2
Per Capita Income (\$)	36,424	36,807	36,937	37,435	37,411
% Change	3.3	4.3	1.4	5.5	-0.3