

Consumer Expenditure Surveys (CE) Redesign: Implications for National Economic Accounts

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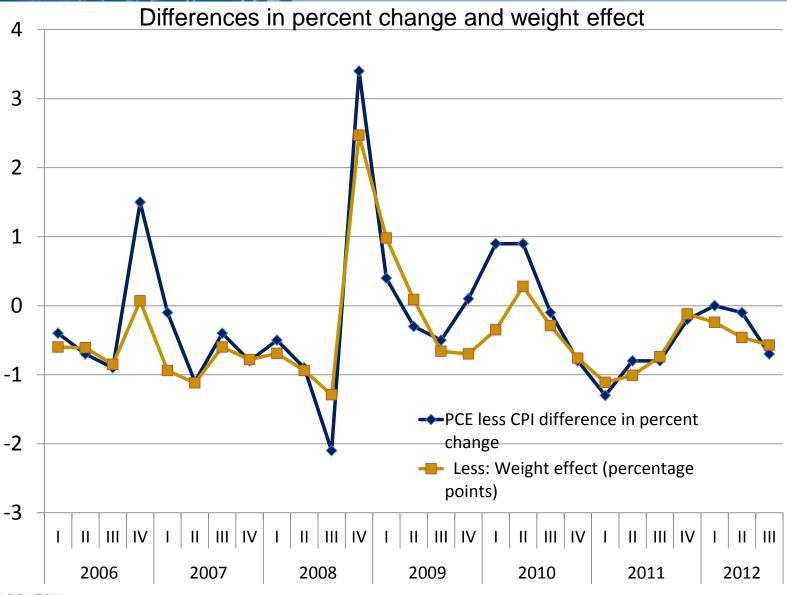
BEA Use of CE Data

- Direct Uses
 - Personal consumption expenditures (PCE)
 - CE estimates used directly for some PCE transportation services categories
 - Tenant-occupied nonfarm rent
 - Renters' maintenance and repair expenditures
- CPI-PCE price index reconciliation
 - CPI weights based on CE vs. PCE weights
- Travel and Tourism Satellite Account
 - CE used to determine shares of PCE that are travel and tourism related

BEA Use of CE Data (cont.)

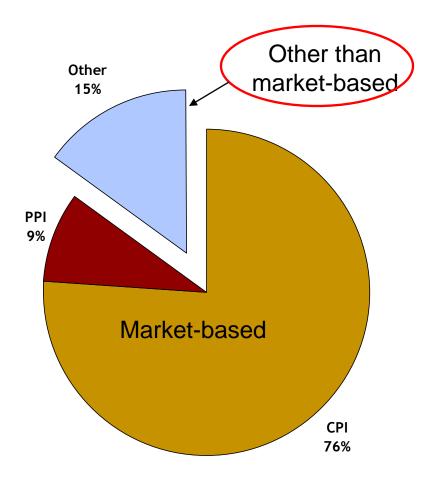
- Integrated micro-macro consumption estimates
 - Breakdowns
 - Household income
 - Household type
 - Main source of household income
 - CE expenditures matched and scaled
 - Scaling factors vary greatly, but some are quite sizable
 - Underreporting
 - Missing consumption of very high income households
 - PCE financial services—almost no matches

CPI vs. PCE Price Index



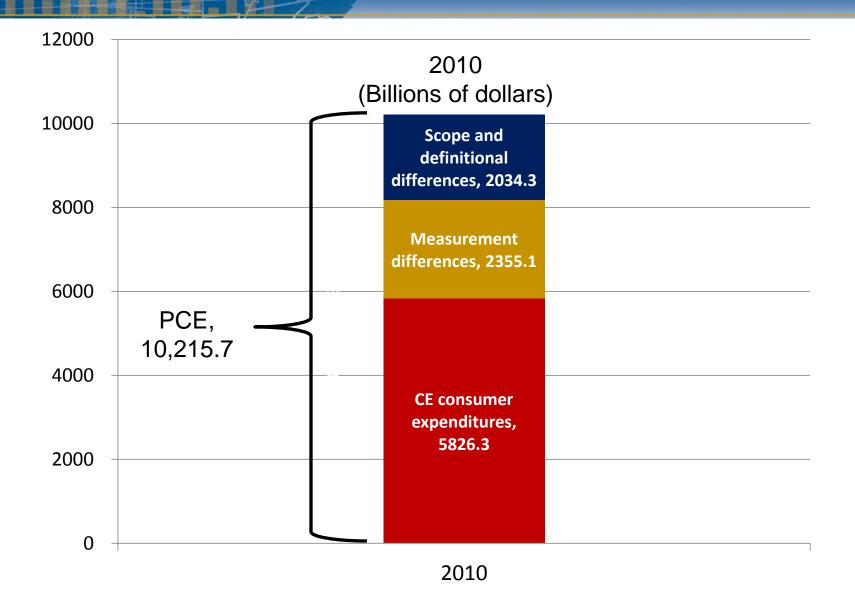
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Composition of the PCE Price Index



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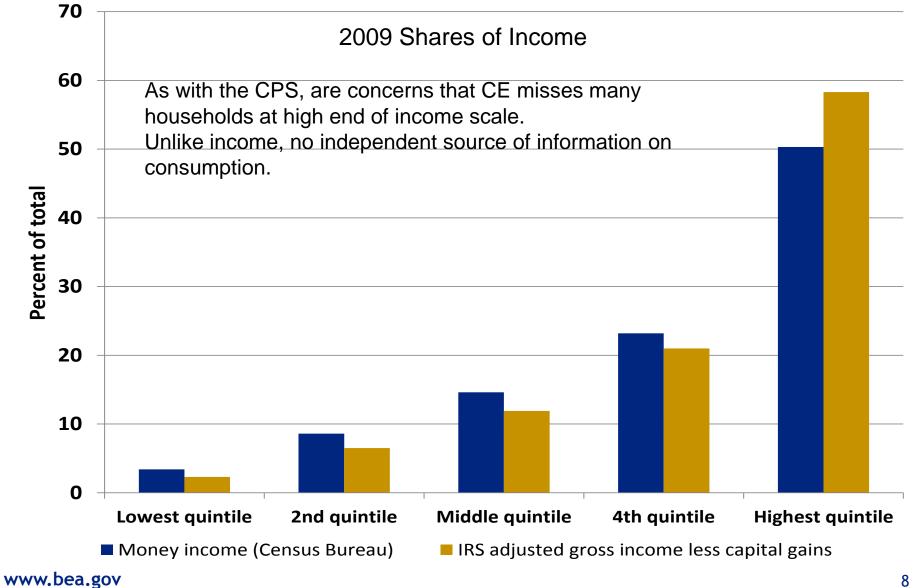
PCE & CE Consumer Expenditures



Consumption Coverage Ratios

2010 Ratio of CES values to adjusted NIPA household consumption expenditures (HCE) for selected estimates Regular housing-related expenditures well reported Self-reported **Owner-occupied rent** Purchases of vehicles 0.8 "Sin" expenditures not Tenant-occupied rent well-reported Household fuels 0.6 ood at home aurants/hotels g & footwea **Alcohol /home** 0.4 0.2 0 Large irregular expenditures Small frequently purchased items well-reported not well reported www.bea.gov 7

High Income Coverage



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