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# HOUSEHOLD EXPENDITURE PATTERNS IN THE UNITED STATES 

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Economics, Statistics, and Cooperatives Service
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#### Abstract

Purchases of "away-from-home" food--such as in a restaurant--rise faster than "at-home" food purchases as household income rises. But, increases in household size cause away-from-home food purchases to decline while at-home food purchases increase. Expenditure elasticities, measuring these effects, are estimated for 109 food and 8 nonfood categories, Households allocate a greater share of their at-home food dollar to bakery products, beef and veal, and fruits and vegetables as income increases. Study is based on data from Bureau of Labor Statistics 1972-73 Consumer Expenditure Diary Survey.


KEYWORDS: Food, expenditures, household income, household size

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## SUMMARY

Increases in consumer income spur food spending, with expenditures for food eaten away from home rising faster than purchases of food to be prepared at home. At - home food expenditures climb as household size grows, but away-from-home food purchases decline. More than 70 percent of the average food budget is spent for food for home use.

This study measures the impacts of changes in income and household size on the purchases of 317 items, including 109 food groups. Each of these impacts is expressed in terms of an elasticity, which measures the percentage change in expenditures generated by a l-percent change in either income or household size.

The expenditure elasticity associated with income for all types of food, whether eaten out or prepared at home, is about 0.36 . This means that a 10 -percent increase in household income produces a 3.6 -percent increase in food expenditures. This breaks down to an 8.5 -percent increase in spending for away-from-home food purchases, but only a 1.7 -percent increase in at-home food purchases.

The household-size elasticity for food at home is about 0.66 compared to about -0.06 for away-from-home food purchases. This indicates that, given the same income, larger households spend much more for at-home food, but less on food away from home, than smaller households.

As income climbs, the proportion of the at-home food budget spent on such products as pork, cereals and cereal products, poultry, dairy products, and fats and oils declines. But, households allocate a greater share of their at-home food dollar to bakery products, beef and veal, and fruits and vegetables as income increases.

Expenditures for cereal and bakery products accounted for about 12 percent of all at-home food purchases during the study period. Beef and veal accounted for 14 percent; pork, 9 percent; dairy products, 14 percent; fruits and vegetables, 14 percent; and fats and oils, 3 percent. Nonalcoholic beverages accounted for 7 percent of the at-home foon purchases.

# Household Expenditure Patterns in the United States 

Larry E. Salathe

## INTRODUCTION

Contemporary economic literature contains a number of studies reporting demand or expenditure functions for a single commodity or for a few selected commodity groups. But few studies have reported expenditure functions-a measurement of buyers' response to changes in soctoeconomic and demographic factors-for a large number of commodity groups. Expenditure functions, measuring the relationship between household purchases, income, and household size, are estimated in this report for 109 food comodity groups and 8 nonfood expenditure categories.

The expenditure functions isolate the effects of income and household size on household purchases. These effects are summarized by using the expenditure functions to calculate income and household-size elasticities. These elasticities measure the percentage change in household purchases associated with a l-percent change in income or household size.

Such information can be used by economists and policymakers to evaluate the impact of Government policies and programs, especially those affecting household income such as food stamps and other welfare programs, on household purchasing patterns. Food marketers, commodity specialists, and Government policymakers can use this information in making projections of consumer food demand.

THE MODEL
Various functional forms have been suggested to describe household purchasing behavior. But, no single form has won general acceptance. In the current analysis, a quadratic function was selected as the hypothesized form of the expenditure function.

Many functional forms, including the quadratic, are capable of estimating the relationship between income and household food expenditures. When these other functional forms were compared with the quadratic, the quadratic form
more accurately described actual household food purchasing behavior (3). I/ In addition, the quadratic form possesses properties suggested by demand theory (2).

This report hypothesizes that household purchases are related to income and household size. The influence of other socioeconomic and demographic factors, such as race, location of residence, age, and education, on household expenditure behavior are not examined. Therefore, the expenditure functions and elasticities here represent national averages and may not accurately reflect spending behavior of specific socioeconomic or demographic groups within the U.S. population.

The mathematical form of the quadratic function is:

where $E_{i n}$ is expenditure on the ith fommodity by the $h^{\text {th }}$ household, $Y_{h}$ is
$h^{\text {thousenold's income, } N \text { is the } h \text { household's size, and the } A 0, A}$ $h^{\text {th }}$ household's income, $N_{h}$ is the $h$ household's size, and the $A 0 i, A_{i n}$, $A_{2 i}, A_{3 i}, A_{4 i}$, and $A_{5 i}$ are coefficients that measure the response of household purchases to changes in household size and income. Elasticities implied by equation (I) can be computed to sumarize the effects of changes in income and household size on household food purchases.

## Income Elasticity

Income elasticaty measures the percentage change in expenditure ( $\mathrm{E}_{\mathrm{in}}$ ) associated with a l-percent change in income ( $Y_{h}$ ). Based upon equation (I), the income elasticity ( $\eta_{i n}$ ) is given by:
(2) $n_{i h}=\frac{\partial E_{i h}}{\partial Y_{h}} \cdot \frac{Y_{h}}{E_{i h}}=\frac{\left(A_{1 i}+2 A_{2 i} Y_{h}+A_{5 i} N_{h}\right) Y_{h}}{E_{i h}}$
where $\frac{\partial \mathrm{E}_{\mathrm{ih}}}{\partial \mathrm{Y}_{h}}$ is the partial derivative of $\mathrm{E}_{\mathrm{ib}}$ with respect to $\mathrm{Y}_{\mathrm{h}}$. This equation implies that the value of the income elasticity depends upon the expenditure level, income, and household size. In this study, the levels used for these vartables in calculating the income (and household-size) elasticity are the sample means. A positive income elasticity indicates that an increase in household income is associated with an increase in household purchases for the item in question. A negative income elasticity indicates household purchases decline as household income increases. The larger the magnitude of the income elasticity, the more responsive--either negatively or positively-household purchases are to changes in household income.

## Household-Size Elasticity

The household-size elasticity is defined as the rate of change in expenditure relative to the rate of change in family size. By applying this definition to equation (1), the household-size elasticity can be derived:
(3) $S_{i h}=\frac{\partial E_{i h}}{\partial N_{h}} \cdot \frac{N_{h}}{E_{i h}}=\frac{\left(A_{3 i}+2 A_{4 i} N_{h}+A_{5 i} Y_{h}\right) N_{h}}{E_{i h}}$

[^1]A negative (positive) household-size elasticity indicates that an increase in household size is associated with lower (higher) household purchases of the item in question. The larger the magnitude of the household-size elasticity, the more responsive-either positively or negatively--household purchases are to changes in household size.

## THE DATA

The 1972-73 Bureau of Labor Statistics (BLS) Consumer Expenditure Diaxy Survey (CEDS) is the source of data for this study. These data--gathered in two 12 -month surveys--are the most current and comprehensive available on household purchases. 2/

Data from each survey provide a "snapshot" of an indlividual household's purchases at a point in time. In order to test whether rising prices have an effect on the income and household-size elasticities, each 12-month survey is used to estimate the income and householdmsize elasticities. Comparing the elasticities from each survey period provides an indication of the stability of these elasticities during periods of rapid price inflation. 3/

Before analyzing the CEDS data, individual household expendfture records were examined to determine if the CEDS-recorded, 2-week expenditures accurately reflected normal purchase patterns. Examination of individual household expenditure records revealed that about 60 households fn each of the two 1 -month survey periods had recorded large expenditures for food relative to their before-tax income. A detailed description of these households is presented in (1). These households were eliminated from the total sample since their expenditures did not seem to represent their normal purchasing patterns.

To protect identity of households participating in the CEDS, BLS did not release income information for households with before-tax incomes under $\$ 2,000$, many of which represented food stamp participants. 4/ Therefore, such data are not available to help measure the impact of food stamp use on household purchase decisicns. Excluding food stamp participants from the total reported sample should not bias results presented here, since food stamp households comprised less than 6 percent of all households in the CEDS. 5/

Table 1 gives average weekly household expenditures and the proportion of total at-hone food purchases accounted for by each at-home food category. Data presented in the table relate to an average of 3.01 people in the household in the first 12 -month survey period and 2.93 in the second; average

[^2]household before-tax income was $\$ 202.85$ per week in the first period and $\$ 224.67$ in the second. Principal findings are:
(1) In the first CEDS survey, at-home food purchases accounted for 73.3 percent of total weekly food purchases. This declined slightly to 73.1 in the second survey period.
(2) Cereal and bakery product purchases accounted for about 12 percent of at-home food purchases, the bulk of which went to bakery products.
(3) Beef and veal accounted for about 14 percent of at-mome food expenditures; pork purchases averaged about 9 percent.
(4) Dairy purchases averaged about 14 percent of all weekly at-home food purchases; about 42 percent of dairy purchases were for fresh whole milk.
(5) Fruit and vegetable expenditures averaged about 14.5 percent of at-home food purchases; fresh products comprised 56 percent of these purchases.
(6) Nonalcoholic beverages accounted for about 7.5 percent of at-home food purchases, over half of it for carbonated drinks.
(7) Food away from home averaged about $\$ 9.13$ per week. Lunch, dinner, and supper accounted for about 72 percent of food-away-from-home purchases, while snacks made up 18 percent of all such purchases.
(8) Households spent an average of about 15 percent of their before-tax income on food.

## RESULTS

Estimated expenditure functions and household-size and income elasticities for the 109 food items and 8 nonfood groups are presented in tables 2 and 3. The expenditure functions were estimated by ordinary least squares regression.

Some differences exist between the estimated expenditure functions and elasticities between the two survey periods. However, for most food and nonfood groups, the income and household-size elasticities are quite similar, suggesting that these elasticities remain stable even during periods of high inflation.

## Food Purchases

The estimated income elasticity for total food was about 0.36 (tables 2 and 3). This means that a 10 -percent increase in household income was associated with a 3.6 -percent increase in food expenditures, assuming no influence of
other factors. Similarly, a lo-percent increase in household income was associated with a l.7-percent increase in at-home food purchases, but a much larger 8.5-percent increase in away-from-home food purchases.

The estimated household-size elasticity for food at home was between 0.66 and 0.67, while the same elasticity for food away from home ranged from -0.06 to -0.08 . This indicates that, given the same income, larger households spend more for at-home food, but less on food away from home than smaller households.

## Cereals and Cereal Products

For both survey periods, the income elasticity for cereals and cereal products was negative, indicating that high-income households spent less on these products than their low-income counterparts. Of the three food groups in this category, purchases of flour and prepared flour mixes declined the most on a percentage basis as household income increased. A l0-percent increase in household income was associated with a 1.5 -percent decrease in household purchases of rice, pasta, and cornmeal. Household purchases of cereals and cereal products were very responsive to increases in household size. The household-size elasticity was greater than 0.93 in both survey years.

## Bakery Products

The type of bakery products purchased changed with household income. For example, low-income households spent more on white bread, but less on other bakery products than their high-income counterparts. Except for bread, purchases of bakery products were quite responsive to income. For example, the income elasticity for fresh sweetrolls, coffeecake, and doughnuts in the first survey was 0.32 , which means that a 10 -percent increase in income was associated with a 3.2 -percent increase in household purchases of these products.

## Meats, Poultry, Eggs, and Fish

While the estimated income elasticity for total meats was 0.23 , the elasticities for various types and cuts of meats differed substantially. Results generally indicate that the more expensive meat cuts had higher income elasticities, but lower household-size elasticities. Expenditures on beef and veal were more responsive to changes in household income than were expenditures for pork, poultry, or fish.

In both survey years, the income elasticity for poultry was positive, but less than 0.10, indicating that poultry purchases were quite unresponsive to changes in household income. High-income households spent less on fresh whole chickens and eggs, but more on chicken parts, turkey, and other poultry than their low-income counterparts.

Household purchases of fish were quite responsive to household income and size. In the first survey, a 10 -percent increase in household income was associated with a 3.6 -percent increase in fish purchases, while a 10 -percent increase in household size was associated with a 4 .3-percent increase in fish purchases.

## Dairy Products

Household purchases of fresh milk products were only slightly responsive to changes in income, but very responsive to changes in household size. However, processed dairy product purchases were considerably more responsive to income. An increase in household income was associated with a slight decline in purchases of fresh whole milk in both survey years.

Fruits and Vegetables
Household purchases of fresh apples were more responsive to changes in income than were household purchases of bananas or oranges. High-income households spent less on white potatoes, but more on other fresh vegetables than lowincome households. Purchases of frozen fruit juices were more responsive to changes in income and household size than purchases of other fruit juices and purchases of canned and dried fruits. Purchases of canned and dried vegetables were not responsive to income changes.

## Sugar and Sweets

Households with high incomes spent less on sugar but more on candy, chewing gum, and other sweets than low-income households.

Fats and 0ils
Purchases of foods in this group were generally unresponsive to changes in income. None of the comodities in this group had an income elasticity greater than 0.13 in the second survey. But, purchases of these foods were very responsive to changes in household size.

## Nonalcoholic Beverages

Household purchases of cola drinks were more responsive to household size and less responsive to income than purchases of other carbonated drinks. Highincome households spent less on instant coffee but more on roasted coffee than low-income households.

## Miscellaneous Prepared Foods

The estimated income elasticity for items in this category--such as baby food, seasonings, and snack foods--was about 0.21. Snack foods had the highest income elasticity. The income elasticity for baby, junior, and toddler foods was negative.

## Food-Away-From-Home

High-income households spent more on away-from-home food than low-income households. But when income was held constant, large households tended to spend less on away-from-home food than small households. However, expenditures on away-from-home snacks increased with household size. Expenditures on school lunch and breakfast were moderately responsive to changes in income and very responsive to changes in household size.

## Nonfood Purchases

The income elasticities for alcoholic beverages, personal care products, housekeeping supplies, gasoline, motor oil, and coolants were higher than those for total food; however, their household size elasticities were lower. Gas, electricity, and other fuels; tobacco and smoking supplies; and nonprescription drugs and medical supplies had income elasticities only slightly different than for total food.

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Table l--Weekly household expenditures recorded by CEDS I/


Table I-Weekly household expenditures recorded by CEDS I/-Continued

| Product category | : | Average expenditures, first <br> survey $2 /$ | $:$ | Allocation of at-home food dollar, first survey $2 /$ |  | ```Average expenditures, second survey 2/``` |  | Allocation of at-home food dollar, second survey $2 /$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | : | Dollars |  |  |  | Dollars |  |  |
|  | : | Dollars |  |  |  | Dollars |  |  |
| Sausage | ; | 0.30 |  | 0.0127 |  | 0.33 |  | 0.0126 |
| Canned ham | : | . 20 |  | . 0085 |  | . 21 |  | . 0080 |
| Roasts | : | . 12 |  | . 0051 |  | . 13 |  | . 0050 |
| Other meats | : | . 28 |  | . 0119 |  | . 29 |  | . 0111 |
| Other meats | : | 1.07 |  | . 0453 |  | 1.25 |  | . 0476 |
| Frankfurters | : | . 25 |  | . 0106 |  | . 29 |  | . 0111 |
| Luncheon meats, cold cuts | : | . 63 |  | . 0267 |  | . 76 |  | . 0290 |
| Lamb, game | : | . 11 |  | . 0047 |  | . 12 |  | . 0046 |
| Organ meats | : | . 07 |  | . 0030 |  | . 09 |  | . 0034 |
| Poultry | : | 1.01 |  | . 0428 |  | 1.28 |  | . 0488 |
| Fresh whole chicken | : | . 44 |  | . 0186 |  | . 58 |  | . 0221 |
| Fresh/frozen chicken parts | : | . 33 |  | . 0140 |  | . 38 |  | . 0145 |
| Turkey, other poultry | : | . 24 |  | . 0102 |  | . 32 |  | . 0122 |
| Fish, seafood | : | . 66 |  | . 0279 |  | . 73 |  | . 0278 |
| Canned fish, seafood | : | . 26 |  | . 0110 |  | . 27 |  | . 0103 |
| Fresh/frozen fish, seafood | : | . 41 |  | . 0176 |  | . 46 |  | . 0175 |
| Eggs | : | . 57 |  | . 0241 |  | . 70 |  | . 0267 |
| Dairy products | : | 3.27 |  | . 1384 |  | 3.66 |  | . 1400 |
| Fresh milk products | : | 1.96 |  | . 0830 |  | 2.17 |  | . 0828 |
| Fresh whole milk | : | 1.42 |  | . 0601 |  | 1.53 |  | . 0584 |
| Other fresh milk, cream | : | . 54 |  | . 0229 |  | . 63 |  | . 0240 |
| Processed dairy products | : | 1.32 |  | . 0559 |  | 1.50 |  | . 0572 |
| Butter | : | . 15 |  | . 0064 |  | . 17 |  | . 0065 |
| Cheese | : | . 64 |  | . 0271 |  | . 78 |  | . 0297 |
| Ice cream, related products | : | . 35 |  | . 0148 |  | . 34 |  | . 0130 |
| Yogurt | : | . 03 |  | .0013 |  | . 04 |  | . 0015 |
| Other dairy products | : | . 14 |  | . 0059 |  | . 17 |  | . 0065 |
| Fruits, vegetables | ; | 3.50 |  | . 1482 |  | 3.78 |  | . 1442 |
| Fresh fruits, vegetables | : | 1.93 |  | . 0817 |  | 2.19 |  | . 0835 |
| Fresh fruits | : | . 88 |  | . 0373 |  | . 98 |  | . 0374 |
| Apples | : | . 19 |  | . 0080 |  | . 22 |  | . 0084 |
| Bananas | : | . 13 |  | . 0055 |  | .14 |  | . 0053 |
| Oranges | : | . 16 |  | . 0068 |  | .16 |  | . 0061 |
| ee footnotes at end of table. |  |  |  |  |  |  |  | Continued-- |

Table 1-Weekly household expenditures recorded by CEDS 1/--Continued

| Product category | : | ```Average expenditures, first survey 2/``` |  | Allocation of at-home food dollar, first survey $2 /$ |  | Average <br> expenditures, second survey $2 /$ |  | Allocation of at-home food dollar, second survey $2 /$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | : | Doll |  |  |  | Dollars |  |  |
|  | : | Dollars |  |  |  | Dollars |  |  |
| Other fresh fruits | : | 0.40 |  | 0.0169 |  | 0.47 |  | 0.0179 |
| Fresh vegetables | : | 1.05 |  | . 0445 |  | 1.21 |  | . 0461 |
| White potatoes | : | . 21 |  | . 0089 |  | . 29 |  | . 0111 |
| Lettuce | ; | . 17 |  | . 0072 |  | . 18 |  | . 0069 |
| Tomatoes | : | . 16 |  | . 0068 |  | . 18 |  | . 0069 |
| Other fresh vegetables | : | . 51 |  | . 0216 |  | . 56 |  | . 0214 |
| Processed fruits, vegetables | : | 1.59 |  | . 0673 |  | 1.61 |  | . 0614 |
| Processed fruits | : | . 74 |  | . 0313 |  | . 76 |  | . 0290 |
| Frozen fruit juices | : | . 19 |  | . 0080 |  | . 21 |  | . 0080 |
| Other fruit juices | : | . 26 |  | . 0110 |  | . 26 |  | . 0099 |
| Canned, dried fruits | : | . 30 |  | . 0127 |  | . 29 |  | . 0111 |
| Processed vegetables | : | . 84 |  | . 0356 |  | . 85 |  | . 0324 |
| Frozen vegetables | : | . 21 |  | . 0089 |  | . 21 |  | . 0080 |
| Canned, dried vegetables | : | . 59 |  | . 0250 |  | . 59 |  | . 0222 |
| Vegetable juices | : | . 04 |  | . 0017 |  | . 04 |  | . 0075 |
| Other food at home | : | 5.25 |  | . 2223 |  | 5.67 |  | . 2162 |
| Sugar, sweets | : | . 76 |  | . 0322 |  | . 79 |  | . 0301 |
| Candy, chewing gum | ; | . 37 |  | . 0157 |  | . 35 |  | . 0133 |
| Sugar | : | . 18 |  | . 00076 |  | . 24 |  | . 0092 |
| Other sweets | : | . 21 |  | . 0089 |  | . 21 |  | . 0080 |
| Fats, oils | : | . 62 |  | . 0262 |  | . 79 |  | . 0301 |
| Margarine | : | . 18 |  | . 0076 |  | . 23 |  | . 0088 |
| Other fats, oils, salad dressings | : | . 31 |  | . 0131 |  | . 41 |  | . 0156 |
| Nondairy substitutes | : | . 05 |  | . 0021 |  | . 06 |  | . 0023 |
| Peanut butter, excluding nuts | : | . 08 |  | . 0034 |  | . 09 |  | . 0034 |
| Nonalcoholic beverages | : | 1.82 |  | . 0771 |  | 1.92 |  | . 0732 |
| Cola drinks, excluding diet | : | . 67 |  | . 0284 |  | . 69 |  | . 0263 |
| Other carbonated drinks | ; | . 35 |  | . 0148 |  | . 35 |  | . 0133 |
| Roasted coffee | : | . 29 |  | . 0123 |  | . 32 |  | . 0122 |
| Instant coffee | : | . 22 |  | . 0093 |  | . 22 |  | . 0084 |
| Other noncarbonated drinks | : | . 29 |  | . 0123 |  | . 34 |  | . 0130 |
| Miscellaneous prepared foods | ; | 2.05 |  | . 0868 |  | 2.16 |  | . 0824 |
| Canned packaged soups | : | . 21 |  | . 0089 |  | . 23 |  | . 0088 |
| Frozen prepared foods | : | . 31 |  | . 0131 |  | . 33 |  | . 0126 |
|  |  |  |  |  |  |  |  | Continued-- |

Table I--Weekly household expenditures recorded by CEDS $1 /$--Continued

| Product category | : | Average expenditures, Eirst survey $2 /$ |  | Allocation of at-home food doller, first survey $2 /$ | : | ```Average expenditures, second Survey 2/``` | : | Allocation of at-home food dollar, second survey $2 /$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | : | Dollars |  |  |  | Dollars |  |  |
|  | : |  |  |  |  |  |  |  |
| Snack foods | : | 0.36 |  | 0.0152 |  | 0.40 |  | 0.0153 |
| Seasonings, olives, pickles, relish | : | . 41 |  | . 0176 |  | . 42 |  | . 0160 |
| Other condiments | : | . 12 |  | . 0051 |  | . 13 |  | . 0050 |
| Baby, junior, toddler foods | : | . 13 |  | . 0055 |  | . 14 |  | . 0053 |
| Other prepared foods | : | . 51 |  | . 0216 |  | . 52 |  | . 0198 |
| Food away from home | ; | 8.62 |  | -- |  | 9.64 |  | -- |
| Breakfast, excluding school | : | . 34 |  | -- |  | . 39 |  | - |
| Lunch, excluding school | : | 2.69 |  | -- |  | 3.10 |  | -- |
| Dinner, supper | : | 3.50 |  | -- |  | 3.84 |  | -- |
| School lunch, breakfast | . | . 42 |  | -- |  | . 43 |  | -- |
| Board, other meals away from home | : | . 07 |  | -- |  | . 09 |  |  |
| Snacks | - | 1.61 |  | -- |  | 1.79 |  |  |
| Alcoholic beverages | : | 2.39 |  | -- |  | 2.49 |  | - |
| Tobacco, smoking supplies | : | 2.29 |  | - |  | 2.35 |  |  |
| Personal care | : | 3.06 |  | -- |  | 3.08 |  | -- |
| Nonprescription drugs, medical supplies | : | 1.21 |  | -- |  | 1.31 |  | -- |
| Housekeeping supplies | : | 2.76 |  | -- |  | 2.89 |  |  |
| Gas, electricity, other fuels | ; | 6.77 |  | -- |  | 7.33 |  | -- |
| Gasoline, motor oil, coolants | : | 6.94 |  | -- |  | 8.10 |  | -- |
| Miscellaneous items | : | 2.63 |  | -- |  | 2.78 |  | -- |

-- = Not applicable.
$1 /$ These data differ from those published in (4) because households that had large expenditures relative to their income (suggesting that expenditures were incorrectly reported and/or not representative of normal purchasing patterns) are not included, and in the second year Food Stamp Program participants are not included. The number of individual household records used in the analysis was 9,264 the first year and 9,630 the second year.

This table is based on an average household size of 3.01 people in the first year and 2.93 in the second. Weekly before tax income averaged $\$ 202.85$ in the first survey period and $\$ 224.67$ in the second.
$\underline{2}$ See text discussion in section titled "The Data" for explanation of the two CEDS surveys.

Table 2-First survey: Estimated coefficients and elasticities obtained from CEDS data

| Product category |  | Independent variable |  |  |  |  |  | : Coefficient: |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Constant term | Income | Incone squared | Household slze | $\begin{aligned} & \text { : Household } \\ & : \text { size } \\ & \text { s squared } \end{aligned}$ | : Income : times house : hold size | $\begin{gathered} \text { oE } \\ \text { determi- } \\ \text { nation I/ } \end{gathered}$ | ```: Income :elastictty :``` | ```Household- size elasticity``` |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
| Total food |  | 4.52614151 | 0.06531758 | -0.00003406 | 6.31356340 | -0. 29254793 | 0.00217511 | 0.39 | 0.3652 | 0.4658 |
|  |  | $2 f$ (7.65) | (21.85) | (-11.50) | (19.19) | (-8.20) | (3.87) |  | 0.3652 | 0.4658 |
| Food at home |  | 2.51497172 | . 02089752 | -. 00001424 | 7.02043417 | -. 36891054 | . 00199048 | . 37 | . 1812 | . 6632 |
| Cereals, bakery products |  | (5.56) | (9.15) | (-6.29) | (27.94) | (-13.50) | (4.64) |  | -1812 | . 6632 |
|  |  | .29051738 | . 00089133 | -.00000125 | . 88204335 | -. 04140618 | . 00045174 | . 31 | . 1248 | . 7696 |
|  |  | (4.19) | (2.54) | (-3.59) | (22.88) | (-9.90) | (6.86) |  | . 1248 | . 769 |
| Cereals, cereal productsFlour, prepared mixes |  | . 07010103 | -.00045902 | .00000032 | . 26745836 | -.00841097 | .00001118 | . 15 | -. 0852 | . 9357 |
|  |  | (2.29) | (-2.97) | (2.06) | (15.75) | (-4.56) | (0.39) |  | . 0.085 | .9357 |
|  | ; | . 03493632 | -. 00017976 | .00000027 | .08886867 | -.00331719 | -. 00003694 | . 05 | -. 1700 | . 8540 |
| Cereal |  | (2.23) | (-2.28) | (3.45) | (10.23) | (-3.52) | (-2.49) |  |  |  |
|  |  | .00072164 | -.00019916 | -.00000015 | . 11489936 | -. 00484436 | . 00005343 | . 13 | . 0141 | 1.0493 |
| Rice, pasta, |  | (0.04) | (-2.42) | (-1.79) | (12.68) | (-4.93) | (6,03) |  | . 0141 | 1.0493 |
|  |  | . 03444307 | -.00008010 | .00000019 | . 065369033 | -.00024942 | -.00004531 | . 04 | -. 1504 | . 8482 |
| Bakery products |  | $(1.96)$ .22264284 | $(-0.90)$ 00135723 | $(2.18)$ -0000158 | (6.52) | (-0.24) | (-2.72) |  |  |  |
| White bread |  | - 22284 | 00135723 | -.00000158 | . 61848947 | -.03331364 | . 00044294 | . 26 | .1942 | . 7141 |
|  |  | .07015724 | -. 00045183 | .00000037 | (19.18) | $(-9.52)$ .00439501 | (8.04) |  |  |  |
| Other breads |  | (2.89) | ( -3.68 ) | (3.03) | (14.60) | (-3.00) | (-6.60) | . 15 | -. 1311 | 95 |
|  |  | . 10033633 | . 00021227 | $-00000025$ | . 05105265 | -. 00325874 | . 00006279 | . 04 | . 2150 | .4700 |
|  |  | (6.09) | (2.55) | (-3.02) | (5.58) | (-3.28) | (4.01) |  | . 2150 | . 470 |
| Fresh biscuits, rolls, muffins |  | -. 02258372 | . 00034384 | -. 00000033 | .07094359 |  |  |  |  |  |
|  |  | (-1.65) | (4.96) | -r. $(-4.73)$ | $(9.30)$ | $(-6.25)$ | $(5.41)$ | . 08 | . 3853 | . 7325 |
| Fresh cakes, cupcakes |  | . 00567257 | . 00042122 | -.00000049 | . 05522076 | -. 00326933 | . 00006268 | . 03 | . 3688 | . 64.22 |
|  |  | (0.26) | (3.86) | (-4.55) | (4.60) | (-2.51) | (3.05) | . 03 | . 3688 | .6.722 |
| Crackers, bread/cracker products |  | -.00087168 | . 00014577 | -.00000031 | . 08309758 | -. 00547472 | . 00010411 | . 09 | . 2584 | . 8200 |
|  |  | $(-0.05)$ | (1.79) | ( -3.78 ) | (9.26) | (-5.62) | (6.79) |  | . 2584 | . 820 |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  | .0365283] | . 000008424 | . 00000003 | . 03085045 | -. 00134485 | . 00000095 | . 04 | . 1521 | . 5213 |
|  |  | (4.37) | (1.99) | (0.83) | (6.64) | (-2.67) | (0.12) |  |  |  |
| Fresh sweetrolls, coffeecake, doughnuts | : | . 00094764 | .00022067 | -.00000029 | .09088466 | -. 00740401 | .00011837 | . 06 | . 3229 | . 7342 |
|  |  | (0.05) | (2.21) | (-2.98) | (8.28) | (-6.22) | (6.31) |  | . | . 742 |
| Frozen/refrigerated anc other bakery pruducts |  |  |  |  |  |  |  |  |  |  |
|  |  | . 03246616 | .00038104 | -.00000031 | . 03924729 | -.00299182 | . 00003733 | .03 | .3830 | . 4453 |
| Meats, poultry, fish, eggs |  | (2.19) | (5.08) | (-4.21) | (4.76) | (-3.34) | (2.65) |  |  |  |
|  |  | . 82946443 | . 01150183 | -.00000553 | 2.47978337 | -. 10970076 | -.00008244 | . 22 | . 2079 | .6166 |
|  |  | (3.45) | (9.47) | (-4.59) | (18.55) | (-7.56) | (-0.36) |  |  | . 6166 |
| Meats, poultry, Fish |  | . 72375438 | . 01165148 | -.00000587 | 2.27040439 | -. 09990401 | -.00003654 | . 21 | . 2261 | . 6089 |
|  |  | (3.12) | (9.93) | (-5.05) | (17.59) | (-7.13) | (-0.17) |  | . 2261 | . 608 |
| Meats | . | . 40835403 | . 00937442 | -.00000542 | 1.89086952 | -. 09135818 | . 00011619 | . 20 | . 2332 | . 6268 |
|  |  | (2.09) | $(9,48)$ | (-5.53) | (17.38) | (-7.74) | (0.62) | . 2 | . 232 | . 6268 |
|  |  |  |  |  |  |  |  |  |  |  |
| See footnotes at end of table. |  |  |  |  |  |  |  |  | Concinued-- |  |

Table 2--First survey: Estimated coefficients and elasticities obtained from CEDS data-Continued


Table 2--First survey: Estimated coefficients and elasticities obtained from GEDS data--Continued

| Product category | Independent variable |  |  |  |  |  | ```:Coefficient: : of : Income đetermi- :elasticity : nation 1/:``` |  | $\begin{aligned} & \text { Household- } \\ & \text { size } \\ & \text { elasticity } \end{aligned}$ |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Constant tern | Income | Income squared | Hous ehold size | Household <br> size <br> squared | $\begin{aligned} & \text { : Income } \\ & \text { :times house- } \\ & \text { : hold size } \end{aligned}$ |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
| Poultry | 0.22684567 | $0.00075054$ | 0.00000027 | 0.24274993 | -0.00220825 | $-0.00013248$ | 0.06 | 0.0931 |  | 0.6050 |
|  | $2 f(4.17)$ | $(2.73)$ | $(1,00)$ | $(8.03)$ | $(-0.67)$ | $(-2.56)$ | 0.06 | 0.091 |  | 0.6050 |
| Fresh whole chicken | .11052474 | -. 00014547 | .00000 i4 | . 14900683 | -.00055683 | -.00015297 | . 04 | -. 1947 |  | . 7748 |
|  | (3.22) | (-0.84) | (2.57) | (7.81) | (-0.27) | (-4.69) | . 04 |  |  | . 778 |
| Fresh/froz. chicken parts: | . 08066668 | . 00053333 | -. 00000015 | . 06176154 | -. 00161003 | -.00002588 | . 02 | . 2459 |  | . 4324 |
| Turkey, other poultry | (3.03) | (3.96) | (-1.13) | (4.17) | (-1.00) | (-1.02) | . 02 | . 245 |  | - 4324 |
| Turkey, other poultry | . 03577124 | . 00036241 | -.00000002 | .03212826 | -.00005141 | .00004637 | . 02 | . 4232 |  | . 5237 |
| Fish seafood | (1.13) | (2.27) | (-0.11) | $(1,83)$ | $(-0.03)$ | $(1.54)$ | . 02 |  |  | . 523 |
| Fish, seafood | .08855467 | . 000152651 | -.00000073 | . 13678494 | -. 00633757 | -. 00002025 | . 03 | . 3568 |  | . 4275 |
|  | (1.75) | (5.97) | (-2.87) | (4.86) | (-2,08) | $(-0.42)$ | . 03 | . 356 |  | .4275 |
| Canned Fish, seafood | . 02116667 | . 00051607 | -.00000044 | . 06570841 | -. 00404460 | . 00002430 | . 03 | . 3214 |  | . 5372 |
| Fresblfroz Fish seafood: | (1.09) | (5.25) | (-4.50) | (6.07) | $(-3.44)$ | (1.31) |  |  |  |  |
| Fresh/froz. Fish, seafood: | . 06744618 | . 00101142 | -. 00000029 | . 07128412 | - . 002331098 | -.00004448 | . 01 | .3793 |  | .3577 |
| Eges | (1.51) | (4.48) | (-1.29) | (2.87) | $(-0.86)$ | (-1.05) | . 01 |  |  | . 357 |
| Eggs | . 10571006 | -. 00014966 | . 00000035 | . 20937898 | -.00979676 | - . 00004589 | .09 | -. 0516 |  | . 7413 |
|  | (4.26) | (-1.19) | (2.80) | (15.16) | (-6.54) | (-1.94) | $\cdots$ | . 0516 |  | .743 |
| Da£ty products | . 22177057 | . 00082016 | -. 00000190 | 1.07000480 | -.05773423 | . 00075288 | . 32 | .1433 |  | . 8042 |
|  | (2.71) | (1.99) | (-4.63) | (23.56) | (-11.71) | (9.70) | - 3 |  |  | . 8042 |
| Fresh milk products | -. 03692556 | $-.00071152$ | -. 00000044 | . 80647709 | -. 04183674 | . 00039417 | . 25 | .0305 |  | . 9737 |
|  | (-0.58) | $(-2.20)$ | $(-1,39)$ | (22.69) | $(-10.85)$ | (6.49) | . 25 | . |  | -9737 |
| Fresh whole wilk | -.08382758 | -.00100390 | $.00000021$ | . 65023202 | -. 02539207 | $.00008298$ | . 19 | -. 0957 |  | 1.0900 |
| Orher fresh atik creas | (-1.38) | (-3.27) | $(0.69)$ | (19.27) | (-6.93) | $(1.44)$ | . |  |  | 1.090 |
| Ocher fresh ailk, crear | . 04690197 | . 00029237 | -.00000066 | . 15624507 | -.01644467 | .00031119 | . 06 | . 3596 |  | . 6690 |
| Processed dairy products | $(1.27)$ 26048529 | (1.57) | (-3.54) | (7.61) | (-7.38) | $(8.87)$ |  |  |  |  |
| Processed dairy products | $.26048529$ | . 00153966 | -.00000146 | . 26472941 | -. 01600826 | . 00035936 | . 15 | .3120 |  | . 5503 |
| Butter | $(5.44)$ .05266331 | $(6.36)$ .00016192 | (-6.08) | (9.94) | $(-5.54)$ | (7.90) |  |  |  |  |
| , | - (4.01) | . P (2.44) | -. 0 (-0.98) | . 0274 | -.00247272 | . 00002568 | .02 | . 2899 |  | . 3553 |
| Cheese | . 11758573 | . 00097576 | -.00000070 | . 12035230 | -.00895683 | . 00017659 |  | . 3874 |  | . 480 |
| I | (3.89) | (6.39) | (-4.61) | (7.16) | (-4,91) | (6.15) | . 10 | - 3874 |  | .4805 |
| Ice cream, related prod. | . 00122323 | . 00035648 | - .00000066 | . 09989224 | -. 00674551 | .00015268 | . 09 | .3170 |  | . 7746 |
|  | (0.06) | (3.33) | (-6.22) | (8.48) | (-5.28) | (7.58) | . 0 | .3170 |  | .736 |
| Yogurt | . 00483452 | . 00013357 | -. 00000008 | . 00246264 | -. 00047722 | .00000958 | .01 | . 7590 |  | . 1331 |
| Orher datiy products | (0.63) | (3.44) | (-2,01) | (0.58) | (-1.03) | (1.31) | . 01 |  |  |  |
| Ocher dafry products | .08417849 | -. 00008806 | . 00000004 | . 01460613 | . 00264408 | -. 00000517 | . 01 | -. 2241 |  | .6198 |
| Fruits vegetables | (4.56) | (-0.94) | (0.44) | (1.42) | (2.37) | (-0.29) |  |  |  |  |
| Fruits, vegetables | . 88614008 | . 00377272 | -.00000182 | . 78503269 | -. 04618117 | . 00027947 | . 16 | . 2247 |  | .4847 |
|  | (9.25) | (7.80) | (-3.70) | (14.75) | (-7.99) | (3.07) | +16 |  |  |  |
| Fresh fruits, vegetables | . 53221317 | . 00191253 | -.00000083 | $.42740305$ | -. 02795670 | .00019136 | . 11 | . 2262 |  | .4647 |
| : | (8.07) | (5.74) | (-2.51) | (11.67) | (-7.03) | (3.06) |  |  |  |  |
| -_L |  |  |  |  |  |  |  |  |  |  |
| See footnotes at end of table. |  |  |  |  |  |  |  |  |  | ontinued-- |

Table 2-First survey: Estimated coefficients and elasticities obtained from CEDS data--Continued

| Product category | Independent variable |  |  |  |  |  | Coeffictent: Thcome |  | $\begin{aligned} & \text { Household- } \\ & \text { size } \\ & \text { elasticity } \end{aligned}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\begin{gathered} \text { Constant } \\ \text { term } \\ \hline \end{gathered}$ | Income | Income squared | $\begin{gathered} \text { Household: } \\ \text { size } \end{gathered}$ | Household : size squared | : Income : :times house-: : hold sire : | of <br> determi- <br> nation $1 /$ | ```Income elasticity``` |  |
| Fresh fruits | : |  |  |  |  |  |  |  |  |
|  | : |  |  |  |  |  |  |  |  |
|  | :0.28332625 | 0.00102988 | -0.00000070 | 0.15650947 | -0.01062497 | 0.00014747 | 0.06 | 0.2730 | 0.4169 |
|  | : $27(7.06)$ | (5.08) | (-3.50) | (7.01) | (-4.39) | (3.87) |  |  |  |
| Apples | : . 04304041 | . 00011608 | -.00000014 | . 04580704 | -. 00304140 | . 00004815 | . 03 | .2181 | .5908 |
|  | : (2.98) | (1.59) | $(-2.00)$ | (5.71) | (-3.49) | (3.51) |  |  |  |
| Fanamas | : .03468610 | $-.00002035$ | $.00000001$ | $.03820892$ | $-.00221185$ | $.00001865$ | . 04 | . 0615 | . 6575 |
|  | $(4.14)$ | $(-0.48)$ | $(0.22)$ | $(8.20)$ | $(-4.37)$ | $(2.34)$ |  |  |  |
| Oranges | : . 04111.592 | . 00007227 | -.00000016 | . 04153681 | -. 00239173 | . 00002892 | . 02 | .1204 | . 6174 |
|  | (2.97) | (1.03) | (-2.24) | (5.34) | (-2.86) | (2.20) |  |  |  |
| Other fresh Eruits | : .16448384 | . 00086188 | -. 00000041 | . 03135672 | -. 00298000 | . 000051.75 | . 03 | . 4274 | .1782 |
|  | $(5.93)$ | (6.15) | (-2,97) | $(2.03)$ | (-1.78) | (1.96) |  |  |  |
| Fresh vegetables | : .24888691 | . 00088265 | -.00000013 | . 27089358 | -. 01733173 | . 00004389 | .09 | . 1867 | . 5051 |
|  | : (6.42) | (4.50) | (-0.65) | (12.56) | (-7.41) | (1.19) |  |  |  |
| White potatoes | : . 04402160 | -.00014213 | .00000012 | . 07839455 | -. 00449356 | . 00000728 | . 04 | -. 0701 | . 7675 |
|  | : (3.31) | (-2.12) | (1.73) | (10.61) | ( -5.60 ) | (0.58) |  |  |  |
| Lettuce | $: .00549787$ | $.00031890$ | $-.00000021$ | $.04420651$ | $-.00370970$ | . 00003595 | . 08 | .4153 | . 5257 |
|  | $(0.60)$ | $(6,93)$ | $(-4.62)$ | $(8.74)$ | $(-6.75)$ | $(4.16)$ |  |  |  |
| Tomatoes | : .03881386 | . 00022197 | -.00000012 | . 03726613 | . 00294343 | . 00001889 | . 03 | . 2857 | .4307 |
|  | : (3.38) | (3.83) | (-2.17) | (5.84) | (-4.25) | (1.73) | . 03 |  |  |
| Other fresh vegerables | : . 16055358 | . 00048391 | .00000009 | . 11102639 | ..00618504 | -.00001923 | . 04 | . 1860 | . 4152 |
|  | (6.39) | (3.81) | (0.74) | (7.95) | (-4.08) | (-0.76) |  |  |  |
| Processed fruits, vegetables | $.35818155$ | . 00188959 | -.00000201 | .36124130 | -. 01854619 | . 00008991 | . 12 | . 2238 | .5078 |
|  | $(6.60)$ | (6.89) | (-3.73) | (11.97) | (-5.66) | (1.74) |  |  |  |
| Processed fruits | .26021316 | $.00092513$ | $-00000068$ | $.11361222$ | $.00866454$ | $.00015644$ | . 06 | .3056 | .3773 |
|  | $(7.79)$ | $(5.49)$ | $(-4.07)$ | $(6.12)$ | $(-4.30)$ | $(4.93)$ |  |  |  |
| Frozen fruit juices | . 02260658 | . 00035824 | -. 00000038 | . 02216281 | ..00185868 | . 00010795 | . 06 | .5708 | .5263 |
|  | (1.47) | (4.62) | (-5.01) | (2.60) | (-2.01) | (7.40) |  |  |  |
| Other fruit juices | . 10795047 | . 00019176 | -.00000006 | . 05065207 | -. 00435508 | . 00002299 | .01 | . 1872 | .3417 |
|  | (5.88) | (2.07) | (-0.61) | (4.97) | (-3.94) | (1.32) |  |  |  |
| Canned, drled Eruits | $. I 2965611$ | $.00037512$ | $-00000024$ | $.04079733$ | $-.00245078$ | $.00002549$ | . 02 | . 2405 | .3141 |
|  | $(6.33)$ | $(3.63)$ | $(-2.33)$ | $(3.58)$ | $(-1.98)$ | $(1.31)$ |  |  |  |
| Pracessed vegetables | $: .09796838$ |  | -. 00000033 |  | -. 00988164 | $-.00006653$ | . 09 | . 151 , | .6228 |
|  | $(2,70)$ | $(5.26)$ | $(-1.84)$ | $(12.28)$ | $(-4.52)$ | $(-1.93)$ |  |  |  |
| Frozen vegetables | : 0.03078800 | . 00048813 | -.00000029 | .03849385 | -.00260272 | .00002391 | .03 | . 4288 | .3978 |
|  | : (1.85) | (5.80) | (-3.51) | (4.16) | (-2.59) | (1.51) |  |  |  |
| Canned, dried vegetables | : .04751689 | . 00043642 | . 00000002 | . 20731712 | -.00665972 | -.00011621 | . 08 | . 0325 | . 7266 |
|  | : (1.61) | (2.92) | (0.12) | (12.60) | (-3.73) | (-4,13) |  |  |  |
| Vegetable juices | $\div .01966349$ | .00003991 | -.00000006 | . 00181812 | -. 00061920 | $.00002577$ | . 01 | .4776 | . 2529 |
|  | : (3.46) | $(1.39)$ | (-2.04) | $(0.58)$ | $(-1.80)$ | $(4.77)$ <br> 00058843 |  |  |  |
| Ocher food at home | $\begin{array}{r} .30043965 \\ (2.41) \end{array}$ | $\begin{gathered} .00392239 \\ (6.22) \end{gathered}$ | $\begin{array}{r} -00000375 \\ (-6.01) \end{array}$ | $\begin{array}{r} 1.80747154 \\ (26.06) \end{array}$ | $\begin{array}{r} -.11330027 \\ (-15.05) \end{array}$ | $\begin{array}{r} .00058843 \\ (4.96) \end{array}$ | . 28 | .1611 | .7130 |
|  | , |  |  |  |  |  |  |  |  |
| See foornotes at end of table |  |  |  |  |  |  |  |  | Continued-~ |

Table 2--First survey: Estimated coefficients and elasticities obtained from CEDS data--Continued


See footnotes at end of table.

Table 2--First survey: Estimated coefficients and elasticities obtained froto CEDS data--Continued

$1 /$ Unadjusted $\mathbb{R}^{2}$. $2 /$ Numbers in parentieses denote t-values.

Table 3--Second survey: Estimated coefficients and elasticities obtained from CEDS data


Table 3--Second survey: Estimateä coefficients and elasticicies obtained from cRDS data-Contintied


Table 3m-Second survey: Estimated coefficients and elasticities obtaired from CeDS data-montinued

| Product category | Independent variable |  |  |  |  |  | ```:Coefficient: of : Income : determi- :elasticity : nution 1/:``` |  | ```Household- size elasticity``` |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Constant terim | Income | Income squared | Housebold size | $\begin{gathered} \text { Household } \\ \text { size } \\ \text { squared } \\ \hline \end{gathered}$ | : Income : times house- : hold size |  |  |  |
|  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |
| Poultry | 0.21059500 | -0.00010713 | 0.00000013 | 0.45519793 | -0.02665417 | 0.00008253 | 0.05 | 0.0340 | 0.7296 |
|  | $\underline{2 f}$ (2.89) | (-0.28) | (0.31) | (11.22) | (-5.92) | (1.15) |  |  |  |
| Fresh whole chicken | . 13295232 | -.00045319 | .00000071 | . 23446515 | -. 00662467 | -. 00015323 | . 04 | $-.2262$ | . 8157 |
|  | (3.07) | (-1.98) | (2.83) | (9.72) | ( -2.47 ) | (-3.58) |  |  |  |
| Fresh/froz. chicken parts: | .12608865 | .00001595 | $.00000001$ | . 11042843 | $-.00871005$ | $.00003487$ | . 01 | . 0732 | . 5235 |
|  | (4.16) | $(0.10)$ | $(0.03)$ | $(6.54)$ | $(-4.65)$ | $(1.17)$ |  |  |  |
| Turkey, other poultry | -.04831943 | . 000032977 | -.00000059 | . 11046180 | -. 01133143 | . 00020089 | . 02 | .4583 | . 8158 |
|  | (-0.99) | (1.28) | (-2.07) | (4.08) | (-3.77) | (4.18) |  |  |  |
| Fish, seafood | . 08742908 | . 00060052 | .00000005 | . 22222309 | -. 01596364 | . 00005318 | .03 | . 2407 | . 5668 |
|  | (1,71) | (2.22) | (0.16) | (7.82) | $(-5.07)$ | (1.06) |  |  |  |
| Canned fish, seafood | $.05186216$ | $.00028645$ | $-.00000024$ | $.05642499$ | $-.00316599$ | $.00006134$ | . 04 | . 2969 | . 5582 |
|  | $(2.57)$ | $(2.69)$ | $(-2.07)$ | $(5.03)$ | $(-2.54)$ | (3.09) |  |  |  |
| Fresh/froz. Eish, seafood: | . 03594269 | . 000031428 | .00000029 | . 16587619 | -. 01281117 | -. 00000788 | . 02 | . 2074 | . 5714 |
| : | (0.80) | (1.32) | (1.10) | (6.62) | (-4.61) | (-0.18) |  |  |  |
| Eggs | . 22749253 | -. 00049296 | . 00000049 | . 22255665 | -.01065144 | . 00003409 | . 09 | -. 0581 | . 6957 |
|  | (8.00) | (-3.28) | (2.96) | (14.07) | (-6.07) | (1.10) |  |  |  |
| Daixy products | $.29245882$ | $.00138000$ | -.00000302 | $1.17192353$ | -. 06783640 | $.00088484$ | . 29 | .1606 | .7792 |
|  | $(3.07)$ | $(2.74)$ | $(-5.45)$ | (22.12) | $(-11.54)$ | (9.43) |  |  |  |
| Fresh milk products | . 03127807 | -.0@021413 | -.00000166 | . 82961325 | $-.04780114$ | . 0005984 E | . 22 | . 0823 | .9250 |
|  | (0.42) | (-0.54) | (-3.82) | (19.95) | (-10.36) | (8.12) |  |  |  |
| Fresh whole milk | -. 00722629 | -. 00083960 | -.00000039 | . 56456514 | -.03145689 | . 00024683 | . 15 | $-.0427$ | 1.0244 |
|  | (-0.10) | (-2.27) | (-0.96) | (17.05) | (-7.27) | (3.57) |  |  |  |
| Other fresh milk, cream | $.03850436$ | $.00062547$ | $-.00000127$ | $.16504811$ | $-.01634425$ | $.00035157$ | . 06 | . 3844 | . 6848 |
|  | $(0.85)$ | $(2,61)$ | $(-4.81)$ | (6.55) | $(-5.85)$ | $(7.88)$ |  |  |  |
| Processed dairy products | . 26290072 | . 00160030 | -.00000137 | . 34349165 | -.02013830 | . 00028713 | .13 | .2738 | .5670 |
|  | (4.70) | (5.41) | (-4.20) | (11.04) | (-5.83) | (5.21) |  |  |  |
| Bucter | .05103650 | -. 00003836 | . 00000018 | . 04638778 | -.00410288 | .00003113 | . 02 | . 1794 | . 5132 |
|  | (3.43) | (-0.49) | (2.13) | (5.60) | (-4.46) | (2.12) |  |  |  |
| Cheese | . 15650267 | . 00136751 | -.00000115 | .13927008 | $\text { -. } 00939659$ | . 00014873 | . 07 | . 3699 | . 4410 |
|  | $(4.19)$ | (6.93) | (-5.31) | $(6.70)$ | $(-4.08)$ | $(4.04)$ |  |  |  |
| Ice cream, related prod. | . 00088140 | . 00029155 | -. 00000039 | $.09580257$ | $. .00516745$ | $.00011779$ | . 08 | . 3016 | . 7840 |
|  | (0.04) | (2.45) | (-2.99) | $(7.64)$ | $(-3.71)$ | $(5.30)$ |  |  |  |
| Yogurt | .01668587 | . 00009150 | -.00000008 | .00124006 | -.00078033 | . 00001360 | . 03 | . 6051 | -. 0230 |
|  | (2.33) | (2.41) | $(-1.96)$ | (0.31) | (-1.76) | (1.92) |  |  |  |
| Other dairy products | . 03779428 | -.00011191 | . 00000008 | . 06079056 | $-.00069 \mathrm{~L} 12$ | $-.00002412$ | . 01 | -. 1933 | . 8826 |
|  | (1.58) | (-0.88) | (0.56) | $(4.55)$ | $(-0.47)$ | $(-1.02)$ |  |  |  |
| Fruits, vegetables | 1.10241736 | . 00221069 | -.00000095 | . 85609807 | -. 05534001 | . 00053628 | . 16 | .1995 | . 5058 |
|  | (10.42) | (3.95) | (-1.53) | (14.53) | (-8.47) | (5.14) |  |  |  |
| Fresh fruits, vegetables | . 65953803 | . 00144283 | -.00000037 | .47097689 | -.02918570 | . 00026820 | . 11 | . 21116 | . 4820 |
| : | (8.92) | (3.69) | (-0.85) | (11.44) | (-6.39) | (3.68) |  |  |  |
|  |  |  |  |  |  |  |  |  |  |
| See footrotes at end of table |  |  |  |  |  |  |  |  | Continued-- |

Table 3 --Second survey: Estinated coefficients and elasticities obtained from CEDS data--Continued


Table 3--Second survey: Estitated coefficients and elasticicies obtained from CEDS data--Continued

| Product category | Independent variable |  |  |  |  |  | Coefficient: |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Constant term | Income | Income <br> squared | Household size | $\begin{aligned} & \text { : Household } \\ & : \text { size } \\ & : \text { squared } \end{aligned}$ | $\begin{aligned} & \text { : Income } \\ & \text { :times house- } \\ & \text { : hold size } \end{aligned}$ | $\begin{gathered} \text { of } \\ : \text { determi- } \\ \text { nation } 1 / / \end{gathered}$ | Income elasticity | $\begin{aligned} & \text { Household̀ } \\ & \text { size } \\ & \text { elasticity } \end{aligned}$ |
|  |  |  |  |  |  |  |  |  |  |
|  | : |  |  |  |  |  |  |  |  |
|  | : |  |  |  |  |  |  |  |  |
| Sugar, sweets | 0.10870108 | 0.00052640 | -0.00000089 | 0.21530131 | -0.00987365 | $0.00015630$ | 0.09 | 0.1666 | 0.7158 |
|  | $\underline{2} /(2.74)$ | (2.51) | $(-3.86)$ | (9.76) | $(-4.03)$ | $(4.00)$ |  |  |  |
| Candy, chewing gum | -.00153728 | .00065370 | -.00000096 | $.08717853$ | $-.00638356$ | $.00013102$ | . 04 | .3908 | . 6659 |
|  | $(-0.06)$ | $(4.45)$ | $(-5.92)$ | $(5.64)$ | $(-3.72)$ | $(4,78)$ | . 04 |  |  |
| Sugar | . 07558142 | -. 0002.1179 | .00000023 | . 077625944 | -. 00109268 | -. 00001872 | .04 | $-.1842$ | . 8163 |
|  | (4.12) | (-2.49) | (2.16) | (7.47) | (-0.96) | $(-1.03)$ |  |  |  |
| 0 ther sweets | . 03435564 | . 00011667 | -. 00000017 | . 05264288 | -. 00244228 | .00004443 | . 03 | . 1859 | . 6871 |
|  | (1.77) | (1.14) | (-1.50) | $(4.88)$ | (-2.04) | (2.32) |  |  |  |
| Fars, olls | $.16990264$ | . 00009181 | $-.00000039$ | $.23688747$ | $-.01263830$ | $.00011903$ | . 09 | . 0752 | .7002 |
|  | $(4.89)$ | $(1.50)$ | $(-1.93)$ | $(12.26)$ | $(-5.89)$ | $(3.48)$ | . |  |  |
| Margarine | . 07540348 | . 00011445 | -.00000032 | . 04946361 | -.00235135 | . 00005401 | .05 | .1239 | . 5993 |
|  | (5.55) | (1.59) | (-4.03) | (6.54) | (-2.80) | (4.03) |  |  |  |
| Other fats, ofls, salad dressings | . 05158615 | .00003097 | -.00000001 | . 15070984 | 00885732 | . 00002010 |  | . 0470 | . 7411 |
|  | (1.98) | (0.22) | (-0.10) | (10.40) | (-5.51) | (0.78) | .04 |  |  |
| Nondairy substitutes | . 03456571 | $-.00008535$ | .00000010 | . 01329423 | -. 00143120 | $.00001859$ | . 01 | . 0535 | . 4500 |
|  | (3.84) | $(-1.79)$ | (1.88) | (2.65) | (-2.57) | (2.09) |  |  |  |
| Peanut burter, excl. nuts: | . 00846955 | . 00003544 | -. 000000016 | . 02421155 | -. 00005705 | . 00002670 | . 04 | . 0995 | . 9276 |
|  | (0.88) | (0.69) | (-2.84) | (4.51) | (-0.10) | (2.81) |  |  |  |
| Nonalcoholic beverages | . 19833506 | . 00141821 | -. 00000171 | $.64436299$ | $-.04320525$ | $.00022451$ | . 14 | . 1526 | .6723 |
|  | $(3.10)$ | $(4.19)$ | $(-4.59)$ | (18.07) | $(-10.92)$ | $(3.55)$ | . 14 |  |  |
| Cola drinks, excl. diet | $-.10351345$ | $.00020225$ | $-.00000053$ | $.33675101$ | $-.02262306$ | $.00009816$ | . 08 | .0818 | . 9585 |
|  | $(-2.44)$ | $(0.90)$ | $(-2.14)$ | $(14.28)$ | $(-8.65)$ | $(2.35)$ | . |  |  |
| Other carbonated drinks | :.04109099 | . 00081218 | -. 00000073 | . 07260320 | -. 00582355 | .00005697 | 0.03 | .4149 | . 4261 |
|  | (1.58) | (5.90) | (-4.81) | (5.02) | (-3.63) | (2.22) | +63 |  |  |
| Roasted coffee | :.0535836S | . 000044272 | $-.00000048$ | $.09826885$ | $-.00844157$ | $.0002739$ | . 02 | .2138 | . 4987 |
|  | $(2.29)$ | $(3.58)$ | $(-3.56)$ | $(7.55)$ | $(-5.85)$ | (1.19) | . 02 |  |  |
| Instant coffee | . 20095482 | -.00017575 | .00000019 | . 02210413 | $-.00198948$ | $.00000948$ | . 01 | -. 0625 | . 1639 |
|  | (10.91) | (-1.80) | $(1.80)$ | (2.15) | $(-1.75)$ | $(0.52)$ | . 01 |  |  |
| Ocher noncarbonated | . 00630995 | . 00013917 | -. 00000017 | . 11600985 | -. 00443767 | . 00003302 | . 07 | . 1066 | . 8488 |
|  | : (0.28) | (1.18) | (-1.30) | (9.37) | (-3.23) | (1.50) | +07 |  |  |
| Miscellaneous prep. foods | $.03776759$ | $.00209422$ | $-.00000260$ | $.70787242$ | $-.04527065$ | $.00043031$ | . 1.6 | . 2271 | .7302 |
|  | $(0.47)$ | $(4.97)$ | $(-5,60)$ | $(15.96)$ | $(-9.20)$ | $(5.48)$ | -16 |  |  |
| Canned packaged soups | : 0.04448626 | . 00010046 | -.00000023 | $.06734816$ | $-.00534428$ | $.00006401$ | .03 | .1794 | .6385 |
|  | $(2,53)$ | (1.08) | (-2.21) | $(6.88)$ | $(-4.92)$ | $(3.69)$ |  |  |  |
| Frozen prepared foods | : . 11336987 | . 00037004 | -.00000053 | . 04954313 | -.00362104 | . 00009704 | . 02 | . 2833 | . 4450 |
|  | : (3.74) | (2.31) | (-3.02) | (2.94) | (-1.93) | (3.25) |  |  |  |
| Snack foods | $-.09079335$ | $.00091592$ | -.00000099 | $.12314461$ | $-.00700167$ | $.00011576$ | . 07 | . 4530 | .7884 |
|  | $(-2.91)$ | $(5.55)$ | $(-5,46)$ | (7.09) | $(-3.63)$ | $(3.76)$ | . 07 |  |  |
| Seasonings, olives, plckles, relish | : 02052792 |  |  |  |  |  |  |  |  |
|  | $\begin{array}{r} : 02852792 \\ : \quad 1.31) \end{array}$ | $\begin{array}{r} .00046585 \\ (4,05) \end{array}$ | $\begin{array}{r} -.00000042 \\ (-3.35) \end{array}$ | $\begin{array}{r} .11528001 \\ (9.52) \end{array}$ | $\begin{array}{r} -.00730254 \\ (-5.43) \end{array}$ | $\begin{array}{r} .00009265 \\ (4.32) \end{array}$ | .09 | .2930 | . 6499 |
|  | : Contimued-- |  |  |  |  |  |  |  |  |

[^3]Table 3-Second survey: Estimated coefficients and elasticities obtained from CEDS data--Continued

| Product category | Independent variable |  |  |  |  |  | :Coefficient: |  | $\begin{aligned} & \text { :Household- } \\ & \text { size } \\ & \text { :elasticity } \end{aligned}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Constant tertit | Income | Income squared | Household size | $\begin{gathered} \text { Household } \\ \text { gize } \\ \text { squared } \end{gathered}$ | Income :times house: hold size | of determilnation 1/: | : Income :elasticity $\qquad$ |  |
| : |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  | : |  |  |  |  |  |  |  |  |
| Other condiments | $=0.00870948$ | 0.00016903 | -0.00000021 | -0.03402788 | -0.00318317 | 0.00004408 | 0.01 | 0.3663 | 0.5924 |
| 4 , | : 21 (0.52) | (1.92) | (-2.21) | (3.68) | (-3.10) | (2.69) |  |  |  |
| Baby, Junior, coddler foods | $\because-13478676$ | $-.00019489$ | $.00000012$ | $.16239473$ | $-.01153618$ | $-.00003904$ | . 02 | -. 4120 | 1.8097 |
|  | $(-4.67)$ | $(-1.28)$ | $(0.70)$ | (10.11) | $(-6.47)$ | $(-1.37)$ |  |  |  |
| Other prepared foods | : . 06791454 | . 00028095 | -. 00000034 | . 15882176 | -.00749869 | . 00005715 | .06 | . 1269 | . 7152 |
| Other prepared foods | ; (2.13) | (1.67) | (-1.8.5) | (8.96) | (-3.81) | (1.82) |  |  |  |
| Food away froul fome | $: 1.71133480$ | . 04661235 | -. 00002009 | -. 48072274 | .06808981 | -. 00047320 | . 18 | . 8431 | -. 0571 |
|  | : (4.52) | (23.26) | (-9.11) | (-2.28) | (2.91) | $(-1.27)$ |  |  |  |
| Breakfast, excluding school | $: .33675749$ | $.00271929$ | $-.00000144$ | $-.19740335$ | . 01675601 | -.00008101 | . 02 | 1.0460 | -.8730 |
|  | $(6.19)$ | $(9.44)$ | $(-4.55)$ | $(-6.51)$ | $(4.98)$ | (-1.51) |  |  |  |
| Lunch, excluding school | : . 45875593 | . 01645942 | -.00000631 | -. 21243134 | . 03117897 | -.00041346 | . 12 | . 9008 | -. 1160 |
|  | : (2.81) | (19.04) | (-6.63) | (-2.33) | (3.09) | (-2.56) |  |  |  |
| Dinner, supper | $=1.06609773$ | $.02139315$ | $-.00000415$ | $-.53247499$ | . 04157699 | $-.00083999$ | . 11 | . 9975 | -. 3641 |
|  | $: \quad(4.23)$ | $(16.04)$ | $(-2.83)$ | $(-3.79)$ | $(2.67)$ | $(-3.38)$ |  |  |  |
| School lunch, breakfast | : -.22315776 | -. 00036784 | -. 00000084 | . 16384271 | . 00379325 | . 00036295 | .14 | .1669 | 1.8297 |
|  | $=(-4.61)$ | $(-1.44)$ | $(-2.99)$ | (6,08) | (1.27) | (7.60) |  |  |  |
| Board, other meals away from home | $: .0458321$ | . 00009449 | -. 00000040 | . 00799766 | -. 00399149 | . 00010697 | .01 | . 5548 | . 2737 |
|  | $\begin{array}{r} : \quad .0450321 \\ : \quad(0.59) \end{array}$ | $(0.23)$ | $(-0.88)$ | $(0.18)$ | $(-0.83)$ | $(1.39)$ | . 01 | . 5 | +2737 |
| Snacks | : .02749870 | . 00633047 | -. 00000696 | . 29016403 | -. 02125578 | . 00039163 | . 01 | .5446 | . 4140 |
|  | : (0.28) | (11.97) | (-11.96) | (5.21) | (-3.44) | (3.97) |  |  |  |
| Alcohollc beverages | $=1.04983790$ | . 01205380 | -. 00000333 | -.41355132 | . 04504815 | -. 00043338 | . 05 | . 8369 | -. 2899 |
|  | : (5.13) | (11.14) | (-2.80) | (-3.63) | (3.57) | (-2.15) |  |  |  |
| Tobacco, smoking supplies | : 444897679 | . 00511063 | -.00000344 | . 61485268 | -. 04280588 | -. 00034551 | .03 | . 2435 | . 3564 |
|  | ; (3.61) | (7.77) | (-4.76) | (8.89) | (-5.58) | (-2.82) |  |  |  |
| Personal care products | : . 62340851 | . 01101305 | -.00000723 | .17395322 | -. 02296127 | . 00042265 | . 08 | . 6558 | .1276 |
|  | : (3.97) | (13.27) | (-7.91) | (1.99) | (-2.37) | (2.73) |  |  |  |
| Nonprescription drugs, medical supplies | $: .76971722$ | . 00150773 | -.00000186 | . 09626692 | -. 01391756 | . 00030353 | .01 | . 2682 | . 1855 |
|  | $\begin{array}{lr} : & .16 y / 1 / 22 \\ : & (4.15) \end{array}$ | $(1.54)$ | $(-1.72)$ | $(0.93)$ | $(-1.22)$ | $(1.66)$ | . 01 | . 2682 | -1855 |
| Housekeeping supplies | $: .21102283$ | $.00558010$ | -.00000528 | . 65434925 | -.05887091 | . 00082992 | $: 10$ | . 4380 | . 5022 |
|  | $: \quad(1.54)$ | $(7.70)$ | (-6.62) | (8,58) | $(-6.96)$ | (6.14) |  |  |  |
| Gas, electricity, other fuels | :2.82190468 |  |  |  |  |  | . 02 | . 2524 | - 3910 |
|  | $(5.92)$ | $(2.27)$ | $(-2.73)$ | $(5.13)$ | $(-4.85)$ | $(4.28)$ | . 02 | . 2524 | -3910 |
| ```Gasoline, motor oil, coolants``` | : 0 2050 |  |  |  |  |  |  |  |  |
|  | : . 25395268 | . 02617018 | -. 00002229 | 1.6671 .8186 | -. 13485046 | .00058579 | . 08 | . 4958 | .3650 |
|  | : (0.68) | (13.20) | (-10.21) | (7.99) | (-5.82) | (1.58) |  |  |  |
| Miscellaneous items | $:-.52641996$ | . 90707785 | -.00000438 | 1.016S8733 | -. 08094548 | $.00006111$ | . 02 | . 4277 | . 5864 |
|  | (-1.78) | (4.51) | (-2.54) | (6.16) | $(-4,42)$ | $(0.21)$ |  |  |  |

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[^0]:    MICROCOPY RESOLUTION TEST CHART

[^1]:    1/ Numbers in parentheses refer to items in References sectior.

[^2]:    2/ See (4) for an indepth discussion of how CEDS data were collected.
    3/ During the two 12 -month survey periods, the Consumer Price Index for alI items increased by about 18 percent; the CPI for food increased by about 31 percent.
    4/ At the time of the writing of this report, BLS was preparing to release these income data.

    5/ Eliminating food stamp participants from the total first-year sample was impossible since BLS did not collect data on food stamp participation in the first survey year.

[^3]:    See footnotes at end of table.

[^4]:    $\frac{1 /}{2 /}$ Unadjusted $\mathrm{R}^{2}$.
    $\underline{2}$ / Numbers in parentheses denote t-values.

