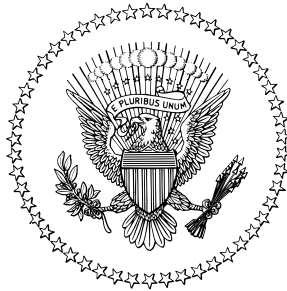


Economic Report of the President



**Transmitted to the Congress
February 1997**

TOGETHER WITH
THE ANNUAL REPORT
OF THE
COUNCIL OF ECONOMIC ADVISERS

UNITED STATES GOVERNMENT PRINTING OFFICE

WASHINGTON : 1997

For sale by the Superintendent of Documents, U.S. Government Printing Office
Washington, D.C. 20402

C O N T E N T S

	<i>Page</i>
ECONOMIC REPORT OF THE PRESIDENT	1
ANNUAL REPORT OF THE COUNCIL OF ECONOMIC ADVISERS*.	7
CHAPTER 1. GROWTH AND OPPORTUNITY: CREATING A NEW ECONOMIC ORDER.	17
CHAPTER 2. MACROECONOMIC POLICY AND PERFORMANCE	43
CHAPTER 3. ECONOMIC CHALLENGES OF AN AGING POPULATION.	93
CHAPTER 4. THE LABOR MARKET	139
CHAPTER 5. INEQUALITY AND ECONOMIC REWARDS	163
CHAPTER 6. REFINING THE ROLE OF GOVERNMENT IN THE U.S. MARKET ECONOMY.	189
CHAPTER 7. AMERICAN LEADERSHIP IN THE EMERGING GLOBAL ECONOMY.	235
APPENDIX A. REPORT TO THE PRESIDENT ON THE ACTIVITIES OF THE COUNCIL OF ECONOMIC ADVISERS DURING 1996.	281
APPENDIX B. STATISTICAL TABLES RELATING TO INCOME, EMPLOYMENT, AND PRODUCTION.	293

* For a detailed table of contents of the Council's Report, see page 11.

**ECONOMIC REPORT
OF THE PRESIDENT**

