SURVEY#: 507 DATE: 2/06/96 TO 9/09/99 #INT: 1 GEN USA ABC NEWS/MONEY CONSUMER INDEX - 8/25/96 EMBARGOED FOR RELEASE AFTER 6:30 p.m. Wednesday, Aug. 28 , 1996

## CONFIDENCE STAYS STABLE

Economic progress will be one of Bill Clinton's boasts at the Democratic National Convention this week, and consumer confidence backs him up: Public faith in the economy is marking its best year since 1989.

The ABC/Money Consumer Comfort Index is unchanged this week at -11 on its scale of +100 to -100, maintaining a strong summer season. It's wobbled between -13 and -7 (a nearly seven-year high) since late May.

At this time in 1992, by contrast, the index stood at -46 - near its record low - and George Bush's job approval rating was the lowest of his presidency. Just as public views of economy hurt Bush in 1992, they help Clinton now.

Confidence is only slightly worse than its pre-recession average, -9 in the second half of the 1980s. And it's far better than it was throughout the early 1990s, when the recession and its hangover kept consumers glum.

	ABC/Money	Inde
Today	-11	
8/30/92	-46	
1996 ave	rage -13	
1995	-15	
1994	-19	
1993	-37	
1992	-44	
1991	-37	
1990	-24	
1989	-11	
Since mid	d-'90 -29	
1990-93	-39	
1986-90	-9	

INDICES - The ABC/Money index is based on ratings of personal finances, the national economy and the buying climate. In the only positive gauge, 58 percent say their finances are in good shape, unchanged this week.

As usual, the other gauges are much more negative, albeit far better than in the early 1990s. Sixty percent rate the national economy negatively, down one point this week, and 65 percent call it a bad time to buy things, up one.

The rating on the buying climate is its worst since May 19, and the only one of the three that's below its average for the year.

	Today	1990-93	1986-90
Negative on national economy	60	85	59
Negative on buying climate	65	74	61
Positive on personal finances	58	49	57

GROUPS - Confidence lags in economically vulnerable groups, including women,

blacks, the poor and the less-educated. The index is +3 among men but -24 among women; +18 in higher-income households but -48 in the lowest; -8 among whites but -39 among blacks; and +2 among people who have attended college but -28 among high school dropouts.

Here's a closer look at the three components of the ABC/Money index:

NATIONAL ECONOMY- Sixty percent rate the economy negatively, down one point from last week. It's averaged 64 percent this year, compared to 85 percent from 1990-93 and 59 percent from 1986-1990. The worst, 93 percent, was in late 1991 and early 1992; the best, 50-50, was April 27, 1986. The average for the life of the index is 69 percent negative.

PERSONAL FINANCES - Fifty-eight percent rate their finances positively, unchanged. It's averaged 57 percent this year, compared to 49 percent in the 1990-93 slump and 57 percent before the recession. The worst was 58 percent negative March 14, 1993; the best, 62 percent positive Dec. 20, 1987. The full average is 54 percent positive.

BUYING CLIMATE - Sixty-five percent call this a bad time to buy things, up one point. It's averaged 63 percent this year, compared to 74 percent during the 1990-93 slump and 61 percent before the recession. The worst is 80 percent negative Nov. 2 and Oct. 28, 1990; the best, 52 percent positive May 11, 1986. The full average is 66 percent negative.

	National Economy	Personal Finances	Buying Climate
This week	60% neg	58% pos	65% neg
1996 Average	64% neg	57% pos	63% neg
Recession Average (mid-1990 to 1993)	85% neg	51% neg	74% neg
Pre-Recession Avg. (1986 to mid-1990)	59% neg	57% pos	61% neg
Full Average (1986-1995)	69% neg	54% pos	66% neg
Worst	93% neg	58% neg	80% neg
Best	50% pos	62% pos	52% pos

METHODOLOGY - The ABC News/Money magazine Consumer Comfort Index represents a rolling average based on telephone interviews with about 1,000 adults nationwide each month. Interviewing is done by ICR/AUS Consultants of Media, Pa. This week's results are based on 1,046 interviews in the month ending Aug. 25 and have an error margin of plus or minus 3.5 percentage points.

The ABC/Money index is derived as follows: The negative response to each index question is subtracted from the positive response to that question. The three resulting numbers are then added and divided by three. The index can range from +100 (everyone positive on all three measures) to -100 (all negative on all three measures). The survey began in December 1985.

ABC polls are available in the ABC News area of America Online. For details contact the ABC News Polling Unit, (212) 456-2621.

08/25/96	This Week	Last Week					12 Mo Low		
Group									
GENERAL POPULATION	:								
Overall Index		-11	-11	-11	-12	-7	-21	-14	
State of Economy		-22	-24	-24	-32	-18			
Personal Finances	16	16	12			20	8	13	
Buying Climate	-30	-28	-22	-26	-22	-18	-36	-26	
		OVERALL INDEX BY DEMOGRAPHIC G							
Sex:		OVERA	WITH TIME	JEK BI	DEMOG	RAPHIC	GROUP	5	
Men	3	-2	-2	-1	-2	7	-11	-2	
Women	-24	-20	-20	-20	-21	-18	-33	-24	
Age:									
18 - 34	-7	-12	-19	-8		_	_		
35 - 44	-14						_		
45 - 54	-11				-21	-7	-36	-16	
55 - 64		-15							
65 +	-10	-12	0	-13	-22	9	-34	-16	
Income:									
Under \$15K	-48		-54						
\$15K To \$24.9K	-25		-40		-31			_	
\$25K To \$39.9K	-14			-7					
\$40K To \$49.9K	10								
Over \$50K	18	17	23	16	19	32	12	23	
Region: Northeast	-18	-26	-16	-24	-14	-11	-34	-21	
Midwest	-10			-24 -6				-21 -5	
South	-10					-5			
West	-16			_		6			
Race:	10	Ξ,	20		/	O	23	13	
White	-8	-8	-8	-7	-9	-2	-15	-9	
Black	-39	_			-36				
Politics:									
Republican	-3	-2	11	3	-2	11	-8	1	
Democrat	-10	-10	-18	-10	-14	-6	-28	-18	
Independent	-15	-16	-18	-20	-21	-10	-26	-18	
Education:									
< High School		-34							
High Sch. Grad.	-22							-21	
College +	2	2	5	2	3	11	-6	3	
Home:		_	_	_		_		_	
Own	-4	_					_		
Rent	-30	-32	-24	-32	-19	-19	-37	-29	
Marital Status:	1 /	1 17	2.2	1 0	_	7	26	10	
Single	-14 -4		_	-16 -6			-26 -18	-12 -8	
Married Sep/Wid/Div	-4 -32						-18 -45	-8 -34	
Employ. Status:	-32	-49	-22	-30	-31	-10	-43	-34	
Lington. Deacas.									

Part-Time -21 -18 -21 -13 -20 -4 -35 -18	Full-Time	_	<b>E</b>	2	2	0	7	1 /	-4
	rull-lille	-5	-5	-3	- 2	U	/	-14	-4
Not Employed $-18$ $-19$ $-20$ $-25$ $-27$ $-16$ $-34$ $-26$	Part-Time	-21	-18	-21	-13	-20	-4	-35	-18
10 19 20 23 27 10 31 20	Not Employed	-18	-19	-20	-25	-27	-16	-34	-26