Federal Reserve Bank of Dallas

U.S. Economic Activity

July 10, 2023
Output Growth Decomposition

Contributions to real growth, annual rate, percentage points

- Real GDP: 3.2, 2.6, 2.0
- PCE: 1.5, 0.7, 0.7
- Business Fixed Investment: 0.8, 0.5, 0.1
- Residential Fixed Investment: -1.4, -1.2, -0.2
- Government Spending: 0.7, 0.7, 0.8
- Net Exports: 2.9, 0.4, 0.6
- Private Inventories: 1.5, -1.2, -2.1

SOURCE: Bureau of Economic Analysis.
Weekly Economic Index

Year-over-year percent change

Quarterly GDP, Q1 2023 = 1.8
Weekly Economic Index

Sources: Lewis, Mertens and Stock; Bureau of Economic Analysis.
Note: WEI is an aggregate of 10 weekly indicators relevant to the current level of economic activity. It is scaled to match the 4-quarter change in real GDP growth.
Retail Sales

Level (Billions)

2004 2009 2014 2019 2024

Sources: Census Bureau/Haver Analytics.

May 2023
30.7% above
Feb 2020

Federal Reserve Bank of Dallas
Consumer Confidence

SOURCES: University of Michigan; The Conference Board.
Unemployment Rate

- Unemployment rate, Jun 2023 = 3.6
- SEP longer run projection, Jun 2023 = 4.0
- CBO estimate of natural rate, Q3 2023 = 4.4

SOURCES: Federal Reserve Board; Bureau of Labor Statistics.
Potential Labor Force Participation

SOURCE: Bureau of Labor Statistics; Congressional Budget Office.
Combined Unemployment and Participation Gaps

Jobless Claims

Thous.

<table>
<thead>
<tr>
<th>Year</th>
<th>Initial Claims</th>
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<tbody>
<tr>
<td>2016</td>
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<td>2023</td>
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Week ending Jul 01

248.0

SOURCE: Department of Labor.

Federal Reserve Bank of Dallas
Wage Growth

Percent, year-over-year

- Red: Atlanta Fed Wage Growth Tracker
- Blue: Average Hourly Earnings
- Green: ECI: Wages and Salaries

PCE Inflation

SOURCES: Federal Reserve Bank of Dallas; Bureau of Economic Analysis.
Core Inflation

Percent

Core CPI  Core PCE  Median CPI  Trimmed-mean PCE

Treasury Yield Curve

SOURCE: Federal Reserve Board.