U.S. Economic Activity

August 7, 2023
Output Growth Decomposition

Contributions to real growth, annual rate, percentage points

- **Real GDP**: 2.6 (2022Q4), 2.0 (2023Q1), 2.4 (2023Q2)
- **PCE**: 2.8 (2022Q4), 1.1 (2023Q1), 0.7 (2023Q2)
- **Business Fixed Investment**: 1.0 (2022Q4), 0.1 (2023Q1), 0.5 (2023Q2)
- **Residential Fixed Investment**: -1.2 (2022Q4), -0.2 (2023Q1), -0.2 (2023Q2)
- **Government Spending**: 0.7 (2022Q4), 0.8 (2023Q1), 0.5 (2023Q2)
- **Net Exports**: 0.4 (2022Q4), 0.6 (2023Q1), -0.1 (2023Q2)
- **Private Inventories**: 1.5 (2022Q4), 0.1 (2023Q1), -2.1 (2023Q2)

SOURCE: Bureau of Economic Analysis.
Level of Actual and Potential GDP

SOURCES: National Bureau of Economic Research; Congressional Budget Office; Bureau of Economic Analysis.
Weekly Economic Index

Year-over-year percent change

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.
Consumer Confidence

SOURCES: University of Michigan; The Conference Board.
Level of Employment

Level (thousands)


Jul 2023
2.6% above
Feb 2020
Unemployment Rate

Percent

- Unemployment rate, Jul 2023 = 3.5
- SEP longer run projection, Jul 2023 = 4.0
- CBO estimate of natural rate, Q3 2023 = 4.4

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

Percent


Labor force participation rate, age 16+
Labor force participation rate, age 25-54


Federal Reserve Bank of Dallas
Potential Labor Force Participation

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

Jobless Claims

Thous.

SOURCE: Department of Labor.
Wage Growth

Percent, year-over-year

Atlanta Fed Wage Growth Tracker
Average Hourly Earnings
ECI: Wages and Salaries


PCE Inflation

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

Treasury Yield Curve

SOURCE: Federal Reserve Board.