Output Growth Decomposition

Contributions to real growth, annual rate, percentage points

- Real GDP: 33.4% for 2020Q2, 4.0% for 2020Q3, -31.4% for 2020Q4
- PCE: 25.4% for 2020Q2, 1.7% for 2020Q3, -24.0% for 2020Q4
- Business Fixed Investment: 3.2% for 2020Q2, 1.7% for 2020Q3, -3.7% for 2020Q4
- Residential Fixed Investment: 2.2% for 2020Q2, 1.3% for 2020Q3, -1.6% for 2020Q4
- Government Spending: 0.8% for 2020Q2, -0.6% for 2020Q3, -0.2% for 2020Q4
- Net Exports: 0.6% for 2020Q2, -3.2% for 2020Q3, 1.5% for 2020Q4
- Private Inventories: 6.6% for 2020Q2, 1.0% for 2020Q3, -3.5% for 2020Q4

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

Tril. chained 2012 dollars

Real GDP
CBO Potential

-5.0 1.9
-31.4 1.9
33.4 1.8
4.0 1.8

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

SOURCES: Lewis, Mer terns 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

Index

Consumer confidence (Conference Board)

Consumer sentiment (University of Michigan)

SOURCES: University of Michigan; The Conference Board.
ISM Purchasing Manager Indices

Diffusion index, 50+=expansion

Level of Employment

[Sources: Bureau of Labor Statistics]

January 2021: 6.5% below February 2020
Unemployment Rate

Percent

- Unemployment rate, Jan 2021 = 6.3
- SEP longer run projection, Jan 2021 = 4.1
- CBO estimate of natural rate, Q1 2021 = 4.5

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

Percent


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

Potential Labor Force Participation

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

Percent


Unemployment gap
Labor force participation gap
Employment gap

Jobless Claims

Thous. Thous.

Jan 2020
Apr
Jul
Oct
Jan 2021

0 1000 2000 3000 4000 5000 6000 7000


Week ending Feb 06
793.0

SOURCE: Department of Labor.

Federal Reserve Bank of Dallas
Wage Growth

Percent, year-over-year

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

PCE Inflation

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

Treasury Yield Curve

SOURCE: Federal Reserve Board.