U.S. Economic Activity

January 11, 2021
Output Growth Decomposition

Contributions to real growth, annual rate, percentage points

- Real GDP: -31.4, 33.4
- PCE: -24.0, 25.4
- Business Fixed Investment: -4.8, -0.9, 3.2, 0.7
- Residential Fixed Investment: -3.7, -1.6, 2.2, 0.2
- Government Spending: 0.8, -0.8, 0.6, 1.1
- Net Exports: -3.5, -3.2
- Private Inventories: -1.3

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

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

SOURCE: Lewis, Merntons 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)

SOURCES: Census Bureau/Haver Analytics.

Nov 2020
3.6% above
Feb 2020
New Residential Construction

Thousands


SOURCES: Census Bureau.

Single family housing permits
Single family new houses sold

Federal Reserve Bank of Dallas
ISM Purchasing Manager Indices

Diffusion index, 50+=expansion


Dec 2020 60.7
Dec 2021 57.2

ISM Manufacturing Index
ISM Nonmanufacturing Index

Unemployment Rate

Percent

- Unemployment rate, Dec 2020 = 6.7
- SEP longer run projection, Dec 2020 = 4.1
- CBO estimate of natural rate, Q1 2021 = 4.4

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

Percent


Potential Labor Force Participation

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

Jobless Claims

SOURCE: Department of Labor.
Wage Growth

Percent, year-over-year

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

Sources: Federal Reserve Bank of Atlanta; Bureau of Labor Statistics.
PCE Inflation

Percent


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

Treasury Yield Curve

Percent

1-year
0.1

10-year
1.13

SOURCE: Federal Reserve Board.