U.S. Economic Activity

July 12, 2021
Output Growth Decomposition

Contributions to real growth, annual rate, percentage points

- Real GDP: 33.4
- PCE: 25.4
- Business Fixed Investment: 3.2
- Residential Fixed Investment: 1.1
- Government Spending: -0.8
- Net Exports: -3.2
- Private Inventories: -2.7

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

Tril. chained 2012 dollars

Real GDP

CBO Potential

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

Year-over-year percent change


Week ended Jul 03

9.7

Quarterly GDP
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.
Consumer Confidence

Index
140
120
100
80
60
40
20


SOURCES: University of Michigan; The Conference Board.

Consumer confidence (Conference Board)

Consumer sentiment (University of Michigan)

Jun 2021
127.3

85.5
ISM Purchasing Manager Indices

Diffusion index, 50+=expansion

ISM Manufacturing Index
ISM Nonmanufacturing Index

Unemployment Rate

Percent

- Unemployment rate, Jun 2021 = 5.9
- SEP longer run projection, Jun 2021 = 4.0
- CBO estimate of natural rate, Q3 2021 = 4.5

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

Potential Labor Force Participation

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

Jobless Claims

Thous.

Jan 2020 Apr Jul Oct Jan Apr Jul

Initial Claims

Week ending Jul 03 373.0

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
