U.S. Economic Activity

January 19, 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: -0.9, 2.2
- Residential Fixed Investment: -3.7, -1.6
- Government Spending: -1.6, 2.2
- Net Exports: -3.2, -1.3
- Private Inventories: -3.5, 6.6

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

Tril. chained 2012 dollars

Real GDP
CBO Potential

1Q % change, ann.

SOURCEs: Congressional Budget Office; Bureau of Economic Analysis; National Bureau of Economic Research.
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

Index

Consumer confidence (Conference Board)

Consumer sentiment (University of Michigan)

SOURCES: University of Michigan; The Conference Board.
New Residential Construction

Thousands


SOURCES: Census Bureau.

Federal Reserve Bank of Dallas
ISM Purchasing Manager Indices

Diffusion index, 50+=expansion

Source: Institute for Supply Management.
Level of Employment

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: Bureau of Labor Statistics; Federal Reserve Board.
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

- 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
