

Monthly Economic Indicators And Charts

January 2025

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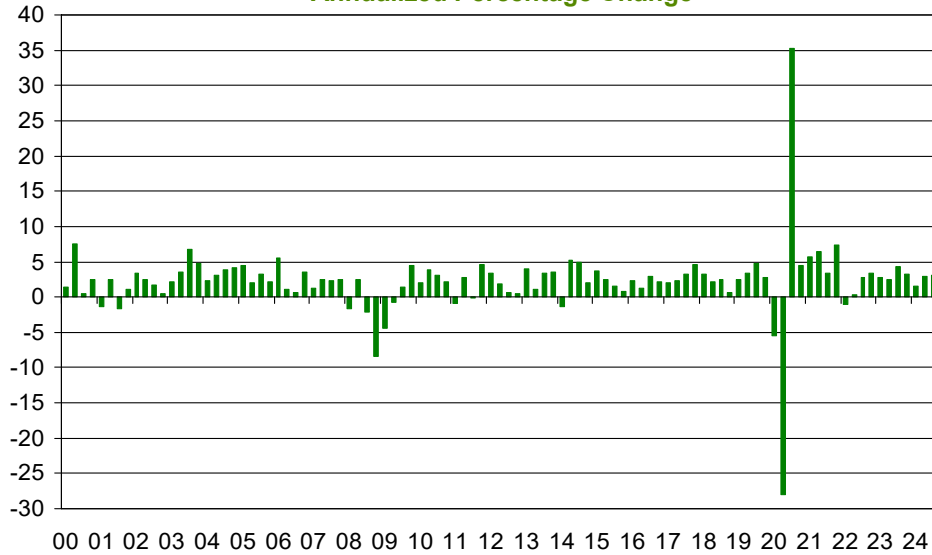
A (Preliminary) Wrap On 2024, A (Very Tentative) Look Ahead To 2025

- For a second straight year, real GDP growth handily beat even our above-consensus forecast. Though the Q4 data will not be released until January 30, full-year 2024 real GDP growth was tracking at 2.8 percent. Consumer spending, fixed investment, and government spending were the primary supports for real GDP growth in 2024.
- While our baseline forecast anticipates full-year real GDP growth of 2.3 percent in 2025, the reality is that there is considerable uncertainty around any 2025 forecast made before the details of changes to fiscal, trade, immigration, and regulatory policy are made known. Our forecast will change, as warranted, as the details of policy changes emerge.
- The preliminary data show total nonfarm payrolls rose by 2.232 million jobs in 2024. It is neither surprising nor concerning that the pace of job growth has slowed from the frenzied pace of job growth seen in the early phases of the rebound from the pandemic. Of more relevance is that the increase in nonfarm payrolls in 2024 is right in line with the average annual increase over the decade prior to the pandemic. One thing to watch for in 2025 is the extent to which the pace of labor supply growth slows, which we expect will be one byproduct of immigration reform. We expect the unemployment rate to average 4.2 percent in 2025.
- The manufacturing sector starts this year as it ended the prior two years, i.e., in contraction. Still-elevated financing costs, wobbly global growth, and a highly uncertain policy outlook continue to act as stiff headwinds for the factory sector. We hold out some hope for improving conditions over the second half of 2025.
- Inflation has proven to be frustratingly persistent, and while this did not preclude the FOMC from cutting the Fed funds rate in 2024, they are likely to move at a much slower pace going forward. Many members perceive increased upside risk to their inflation forecasts, and with the labor market continuing to hold its own, this leaves less room to cut the funds rate. Our baseline forecast continues to anticipate two twenty-five basis point Fed funds rate cuts in 2025.

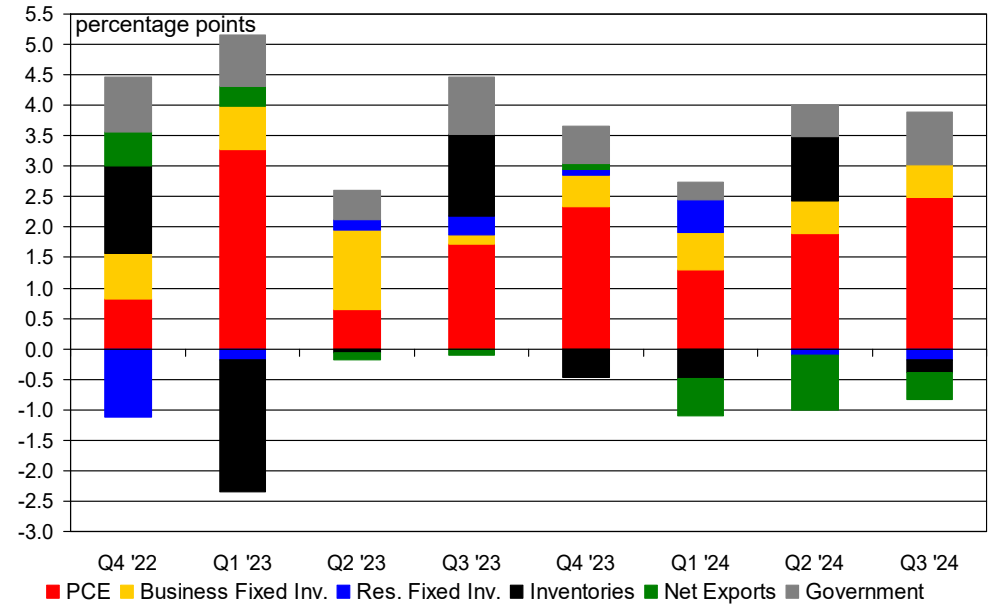
ECONOMIC/FINANCIAL DATA HIGHLIGHTS – January 2025

<u>Indicator:</u>	<u>Last Observation:</u>	<u>Reported As:</u>	<u>Value:</u>	<u>% Change Year Ago, or Year Ago Value:</u>
Real GDP	Q3 2024 (3 rd est.)	Annualized % change	3.07%	2.72%
Total Payroll Employment	December 2024	Monthly change, thousands of jobs	+256	1.38%
Private Sector Payroll Employment	December 2024	Monthly change, thousands of jobs	+223	1.30%
Unemployment Rate	December 2024	% of labor force	4.1%	3.8
“U6” Unemployment/Underemployment	December 2024	% of labor force	7.5%	7.0
Unemployed 27 Weeks or More	December 2024	Millions of people	1.551	1.273
Aggregate Private Sector Earnings	December 2024	Monthly % change	0.45%	5.01%
Real Personal Disposable Income	November 2024	Monthly % change	0.15%	2.64%
Real Personal Income ex-Transfers	November 2024	Monthly % change	0.24%	2.10%
Real Personal Consumption Expenditures	November 2024	Monthly % change	0.28%	2.94%
Personal Savings Rate	November 2024	% of disposable personal income	4.40%	4.60%
Consumer Price Index – Total	November 2024	Monthly % change	0.31%	2.74%
Consumer Price Index – Core	November 2024	Monthly % change	0.31%	3.32%
Producer Price Index – Final Demand	November 2024	Monthly % change	0.38%	2.97%
Producer Price Index – Core Final Demand	November 2024	Monthly % change	0.22%	3.45%
Single Family Housing Permits	November 2024	Seasonally adjusted annual rate	972,000	999,000
Multi-Family Housing Permits	November 2024	Seasonally adjusted annual rate	533,000	509,000
Single Family Housing Starts	November 2024	Seasonally adjusted annual rate	1,011,000	1,126,000
Multi-Family Housing Starts	November 2024	Seasonally adjusted annual rate	278,000	384,000
Industrial Production	November 2024	Monthly % change	<0.15%>	<0.90%>
ISM Manufacturing Index	December 2024	Index value, %	49.3%	47.1%
ISM Manufacturing New Orders Index	December 2024	Index value, %	52.5%	47.0%
ISM Non-Manufacturing Index	December 2024	Index value, %	54.1%	50.5%
ISM Non-Manufacturing New Orders Index	December 2024	Index Value, %	54.2%	52.8%
Federal Funds Rate Target Range Mid-Point	January 10, 2025	Percent	4.375%	5.375%
Secured Overnight Financing Rate (SOFR)	January 10, 2025	Percent	4.30%	5.31%
3-Month U.S. Treasury Bill Yield	January 10, 2025	Percent	4.31%	5.46%
2-Year U.S. Treasury Note Yield	January 10, 2025	Percent	4.37%	4.37%
10-Year U.S. Treasury Note Yield	January 10, 2025	Percent	4.74%	4.04%
Dollar-Euro Exchange Rate	January 10, 2025	Euros per U.S. dollar	0.9754	0.9124
Dollar-Yen Exchange Rate	January 10, 2025	Yen per U.S. dollar	157.67	145.68
Federal Reserve Broad U.S. Dollar Index	January 3, 2025	Index value, 1/1/2006 = 100	129.6721	120.0407

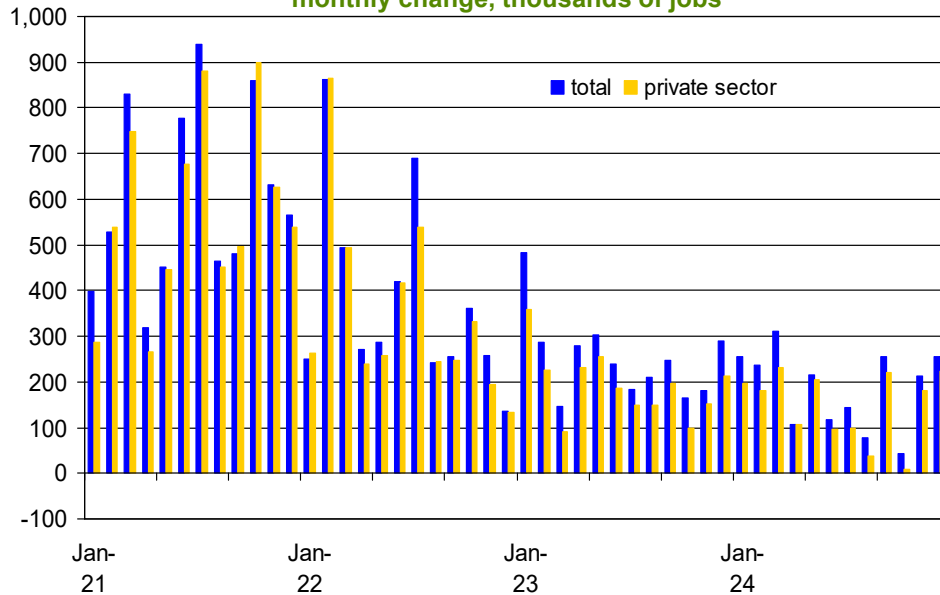
Real GDP Annualized Percentage Change



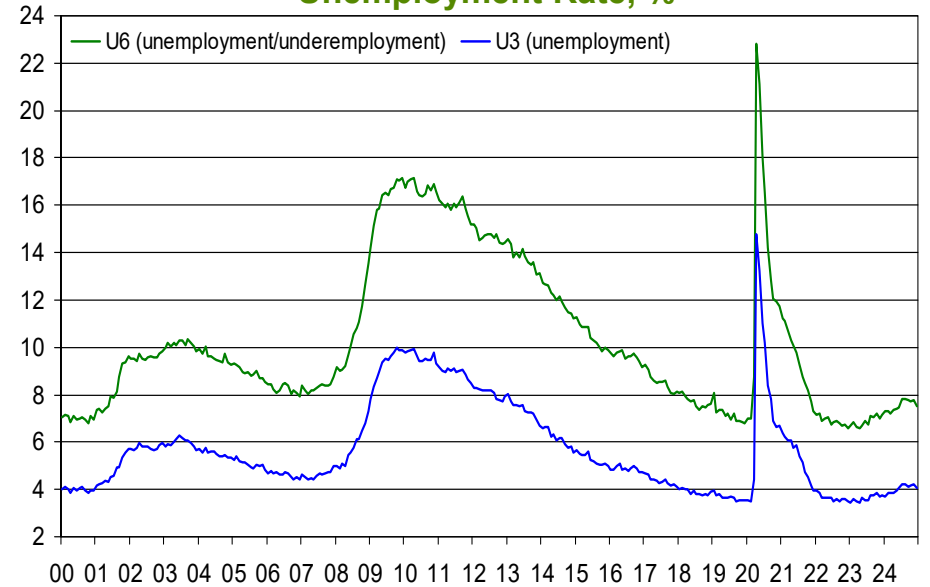
Contribution To Real GDP Growth



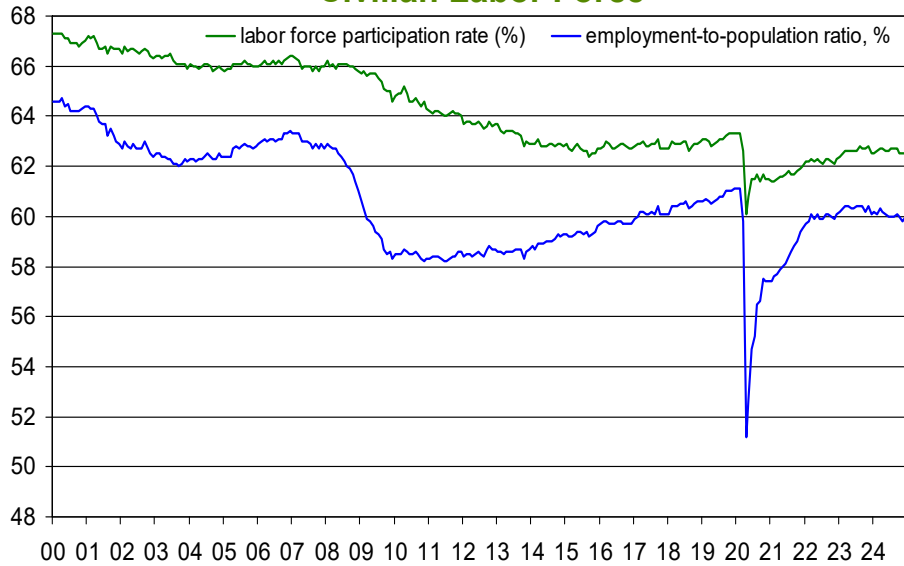
Payroll Employment monthly change, thousands of jobs



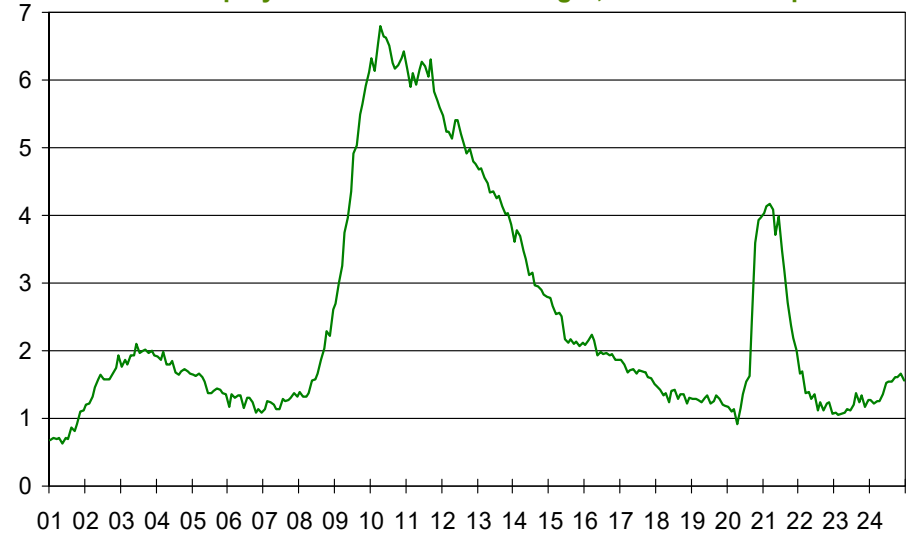
Unemployment Rate, %



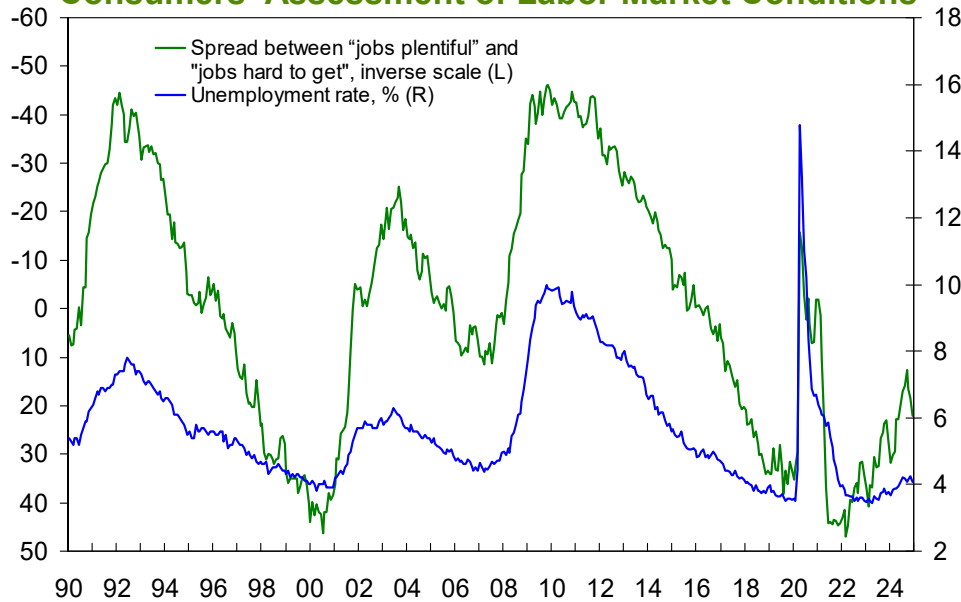
Civilian Labor Force



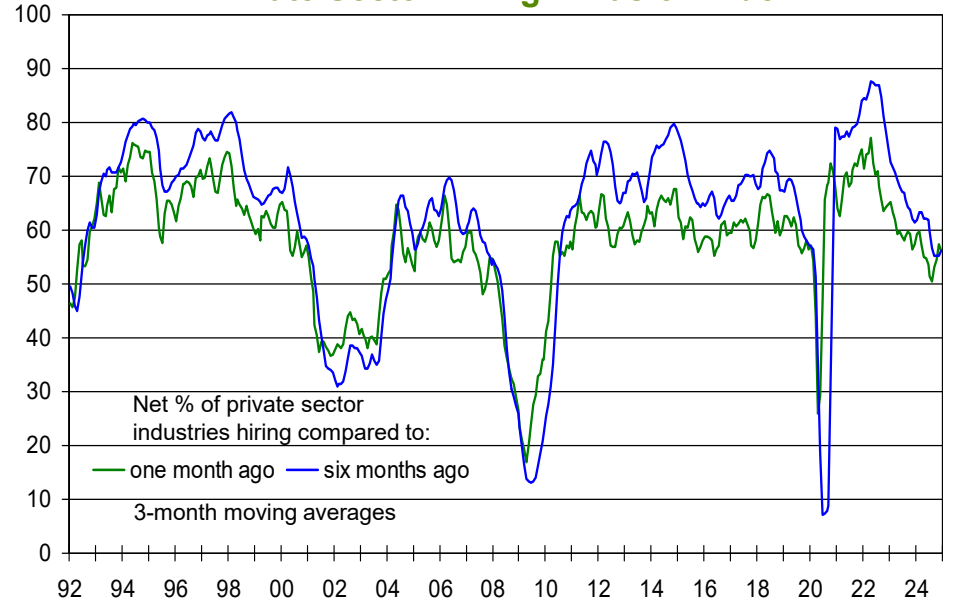
Long-Term Unemployed Unemployed for 27 Weeks or Longer, Millions of People



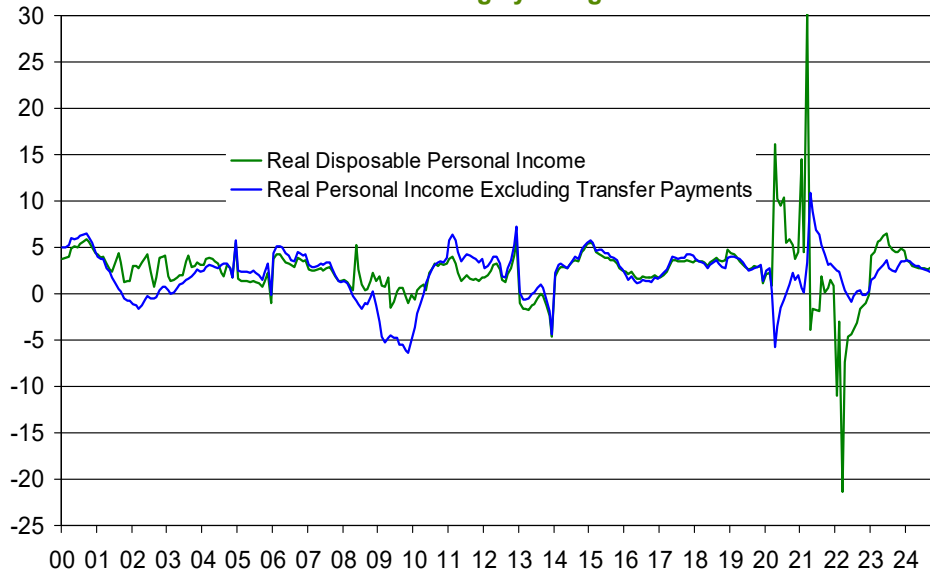
Consumers' Assessment of Labor Market Conditions



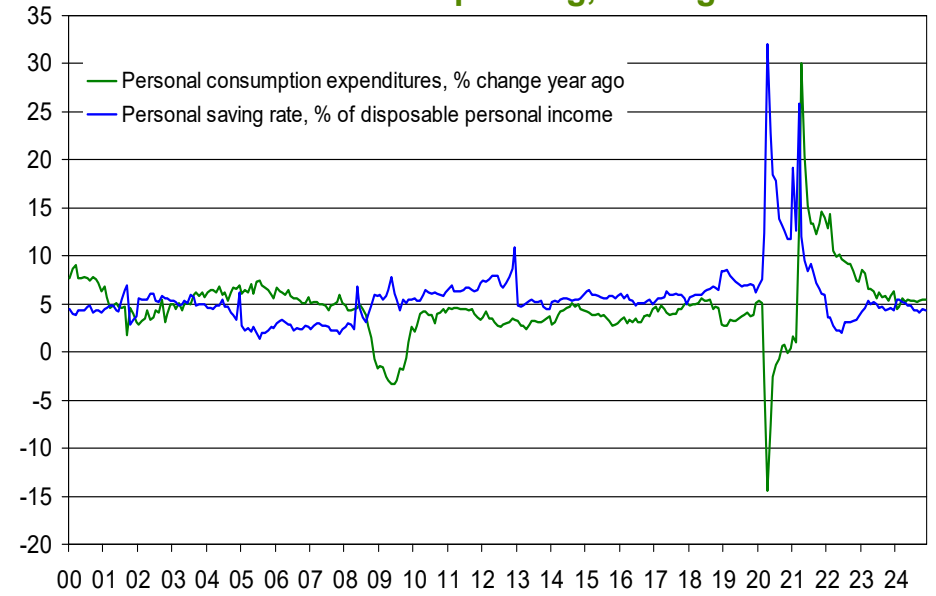
Private Sector Hiring Diffusion Index



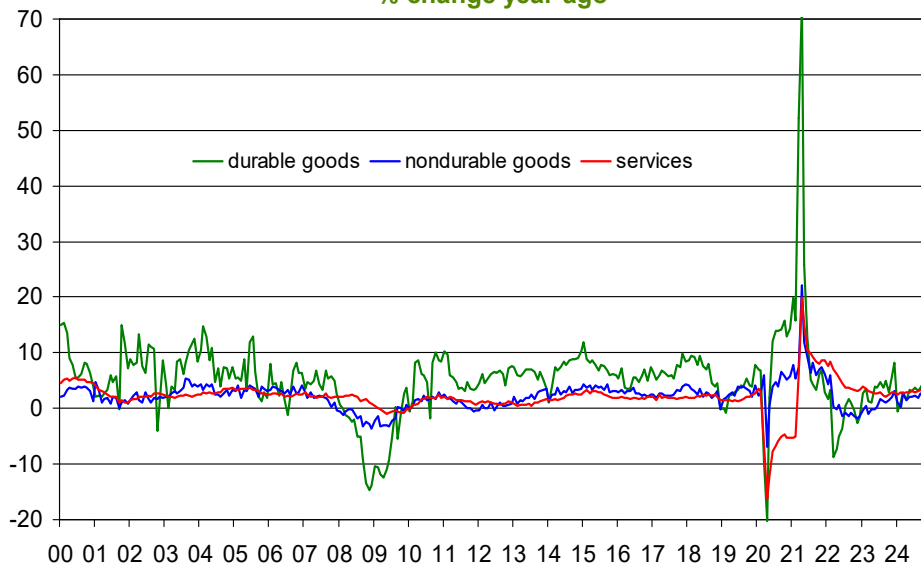
Real Personal Income % change year ago



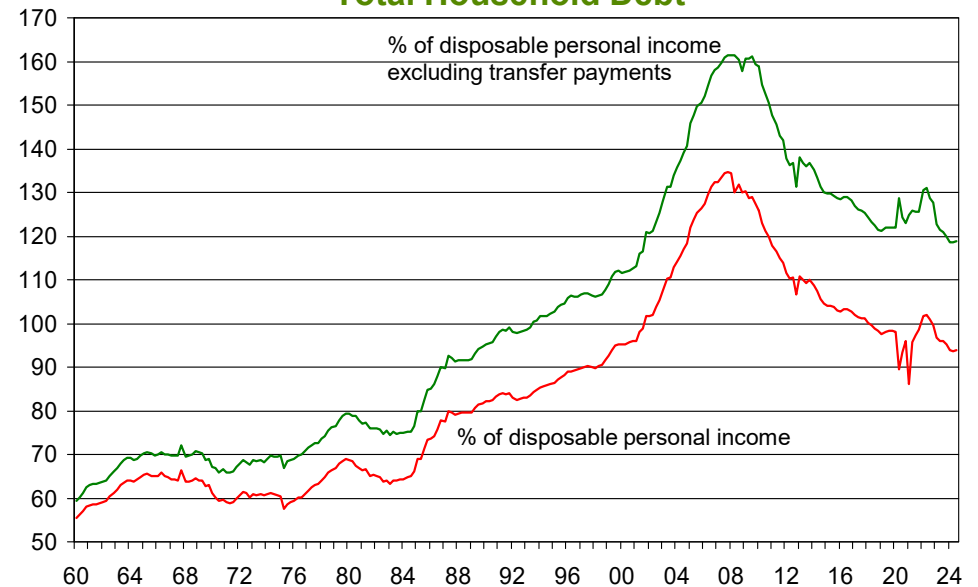
Personal Spending, Saving



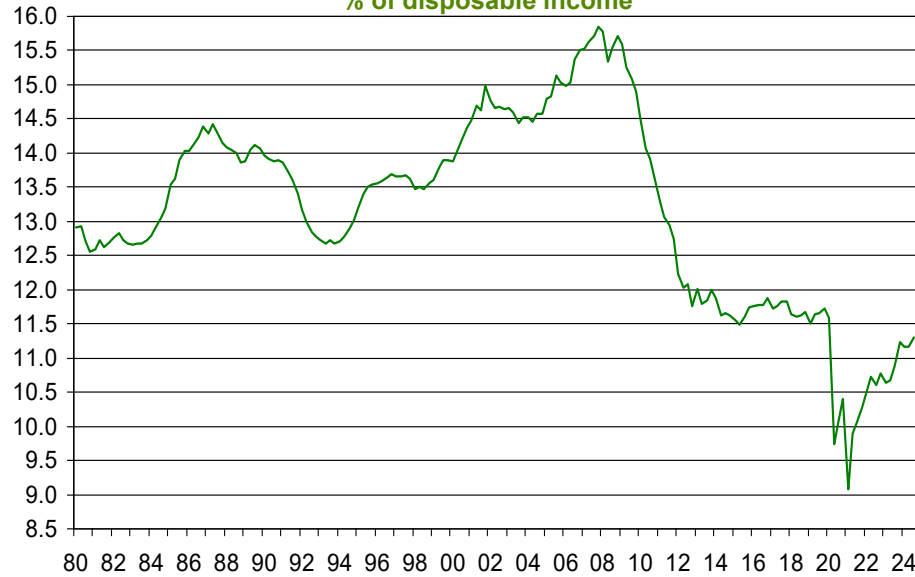
Real Consumer Spending % change year ago



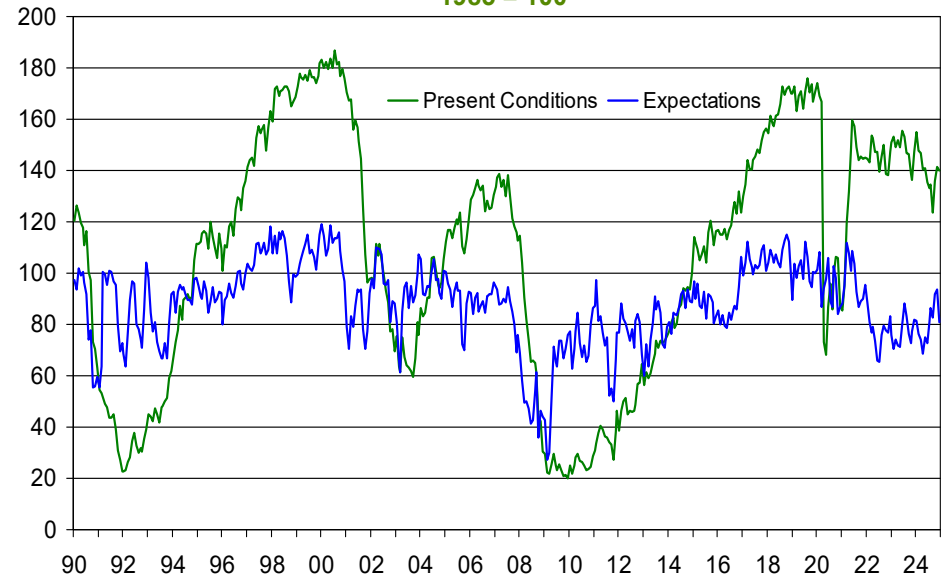
Total Household Debt



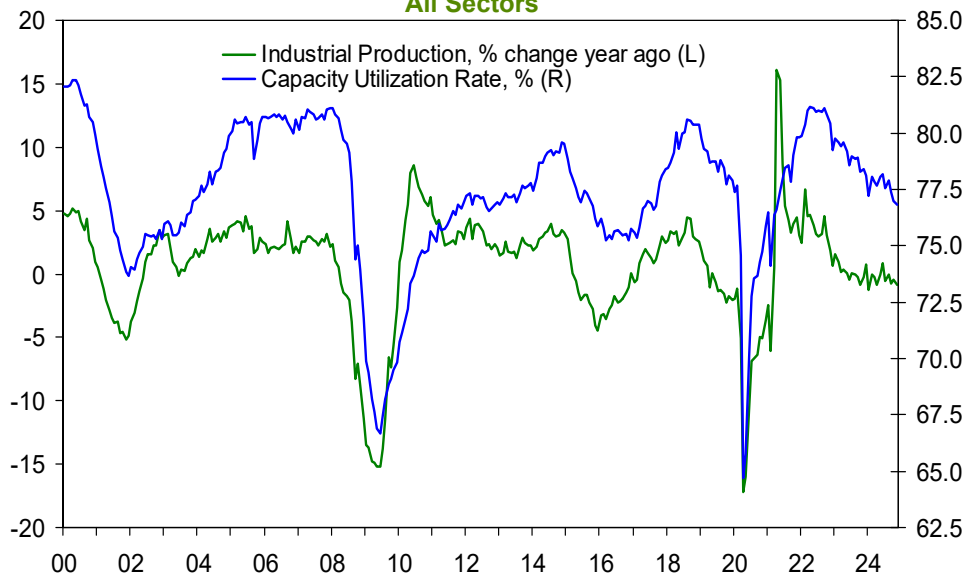
Household Debt Service Ratio % of disposable income



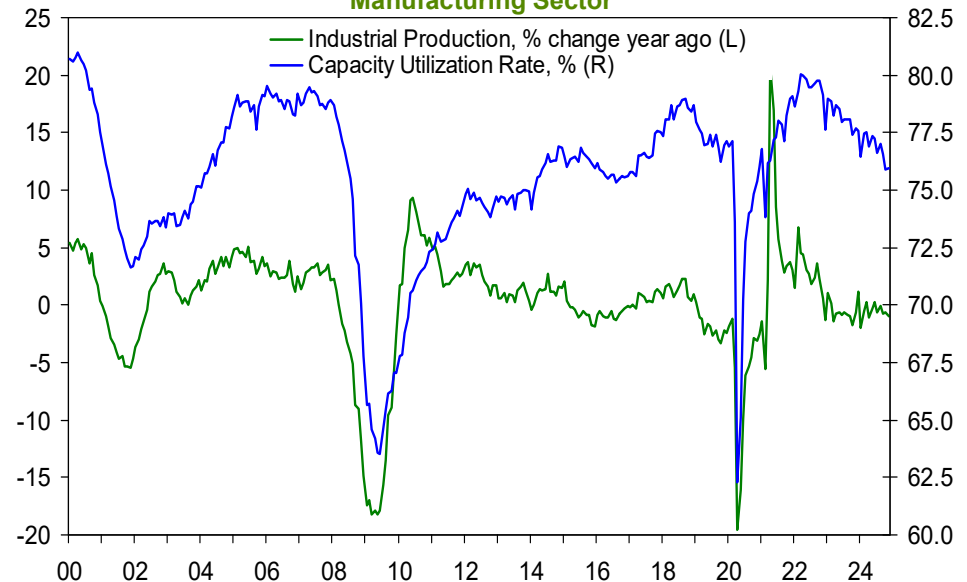
Consumer Confidence Index 1985 = 100



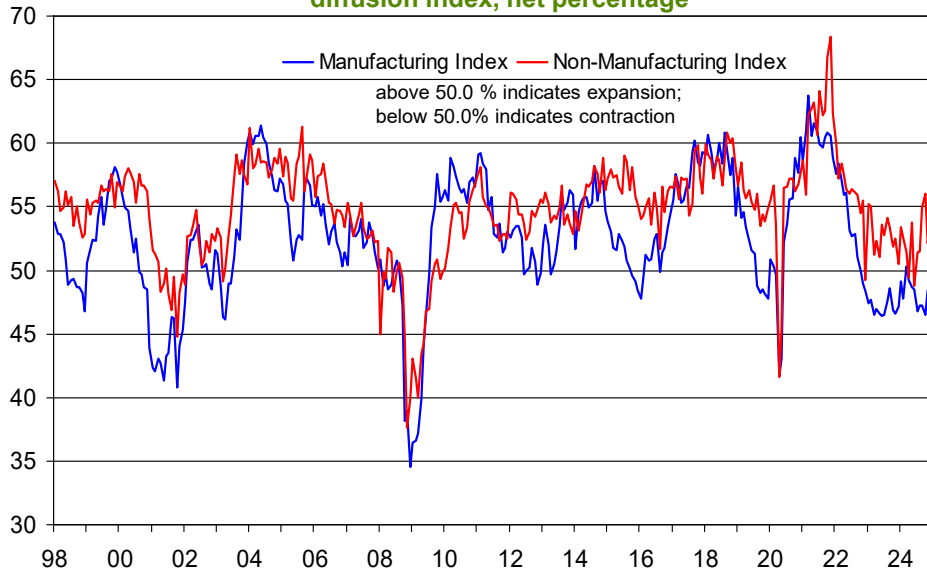
Industrial Production, Capacity Utilization All Sectors



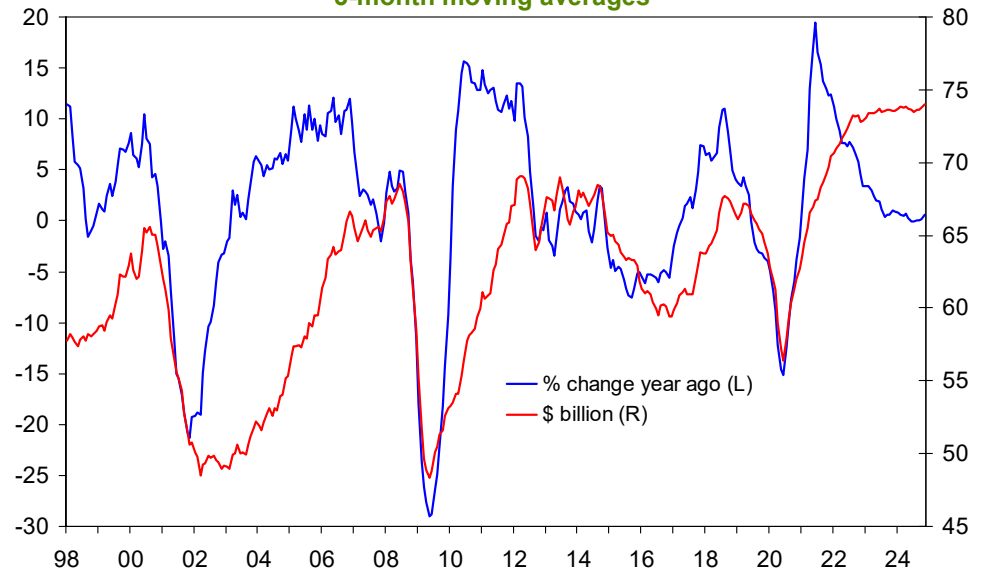
Industrial Production, Capacity Utilization Manufacturing Sector



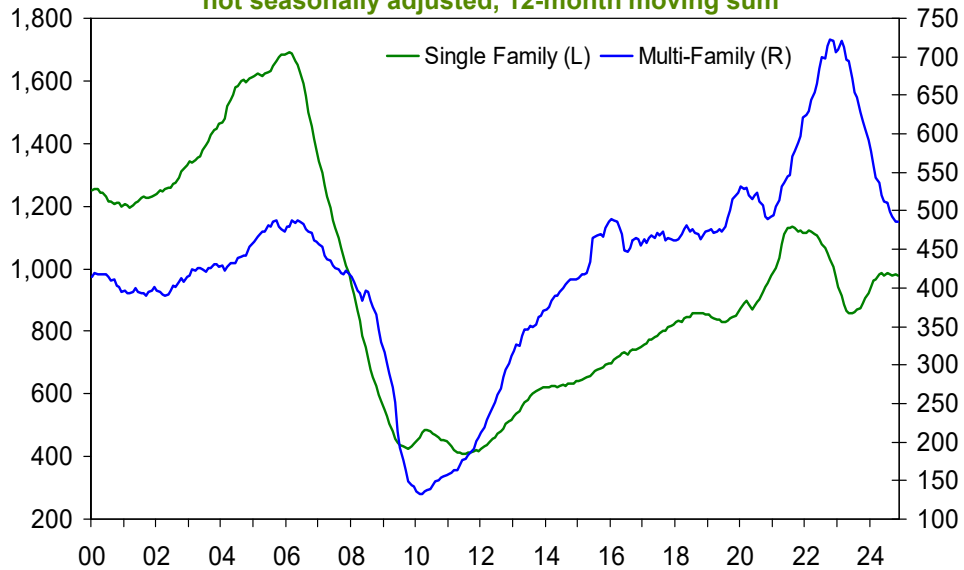
ISM Index diffusion index, net percentage



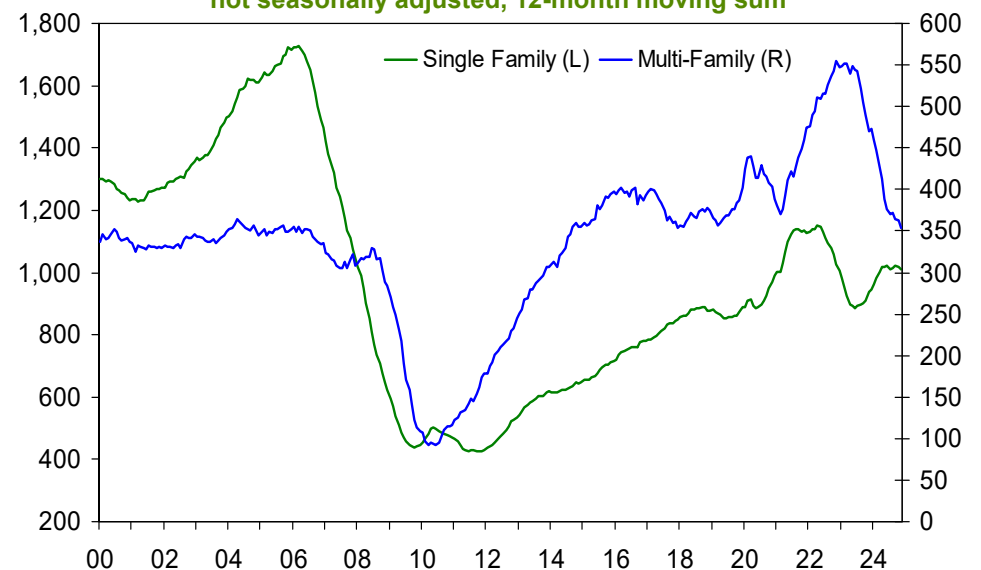
Core Capital Goods Orders 3-month moving averages



Housing Permits (000's of units) not seasonally adjusted, 12-month moving sum

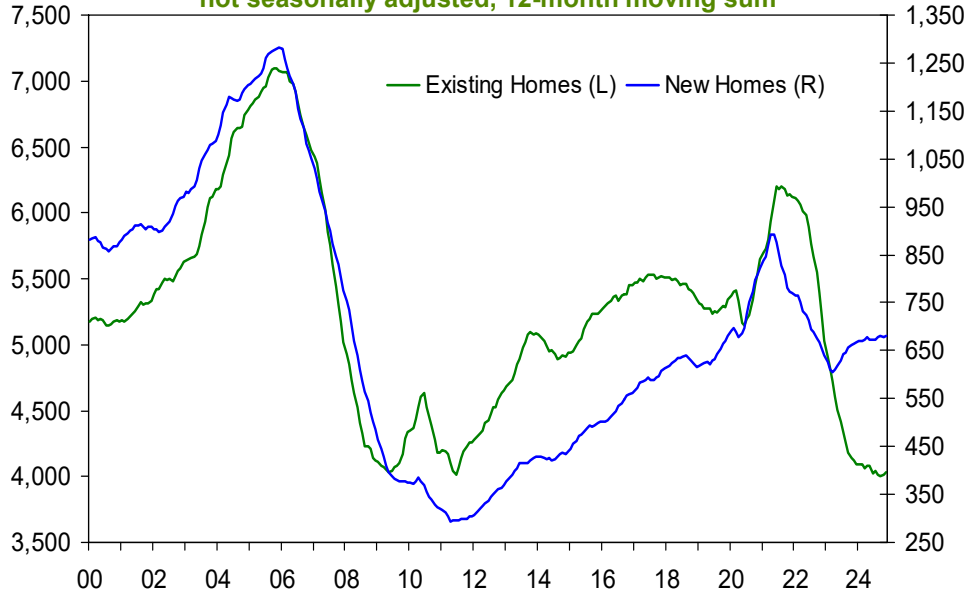


Housing Starts (000's of units) not seasonally adjusted, 12-month moving sum



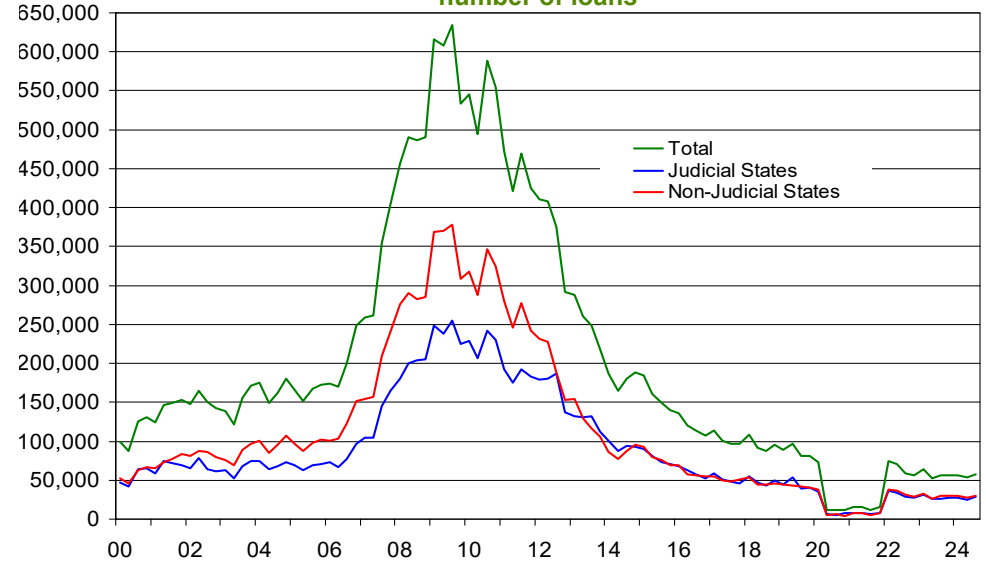
Home Sales (000's of units)

not seasonally adjusted, 12-month moving sum



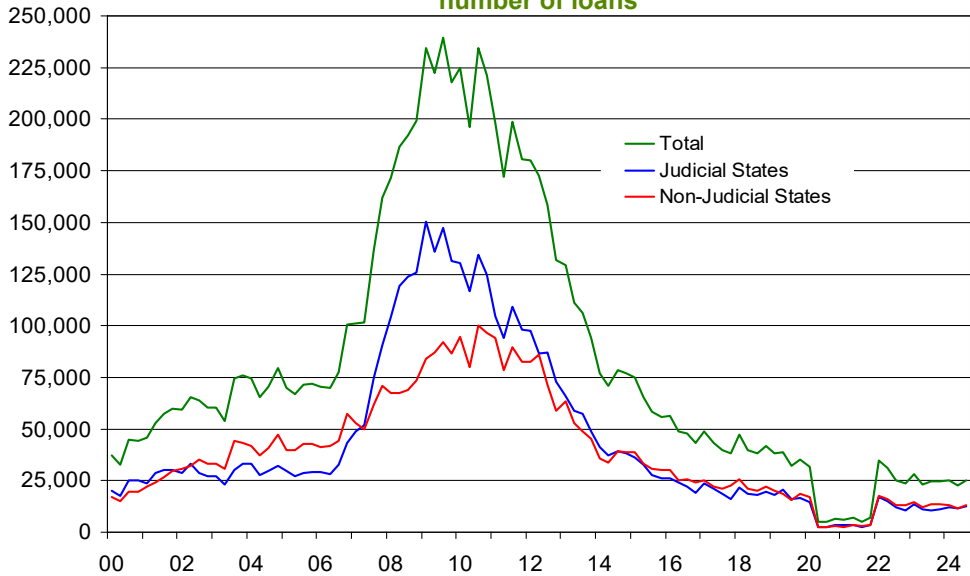
Foreclosure Starts – United States

number of loans



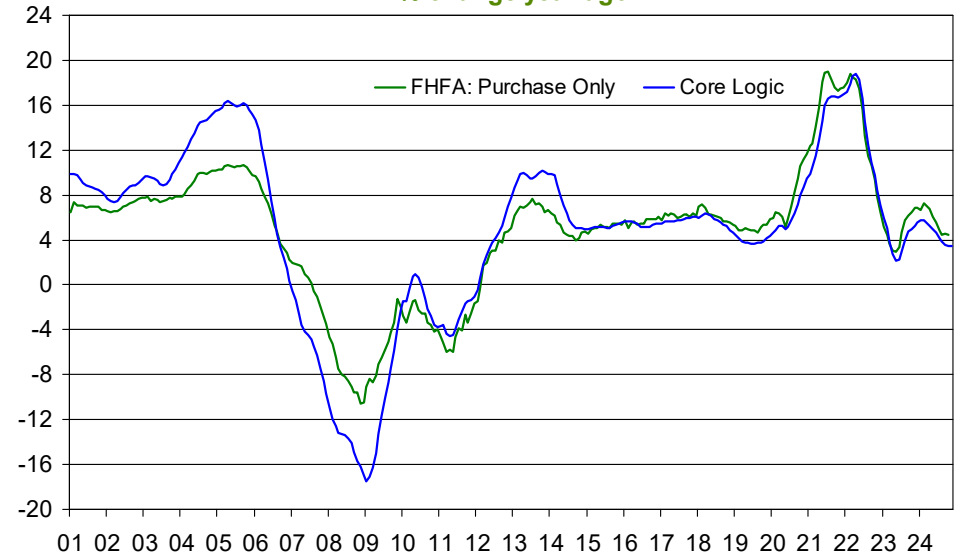
Foreclosure Starts – Regions Footprint

number of loans

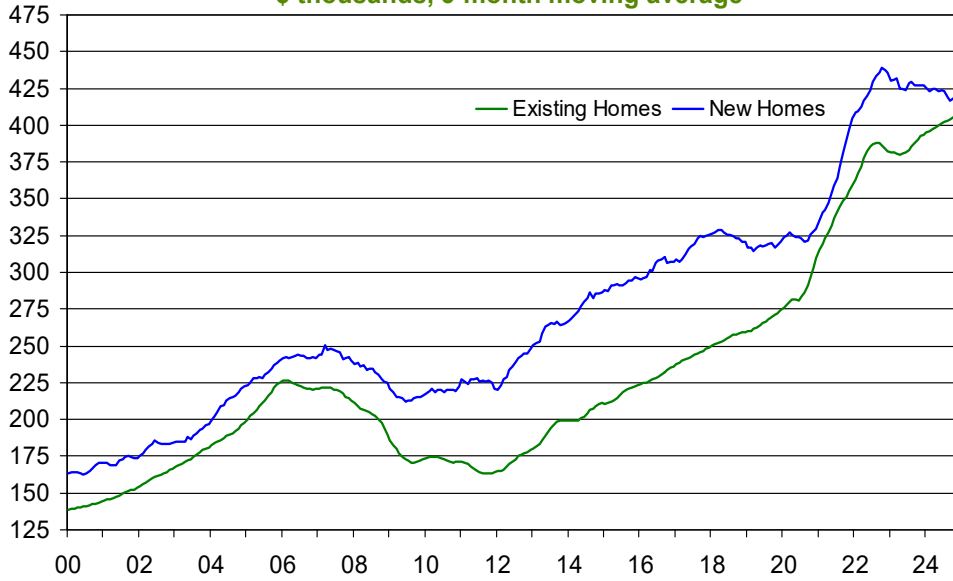


Index of House Prices

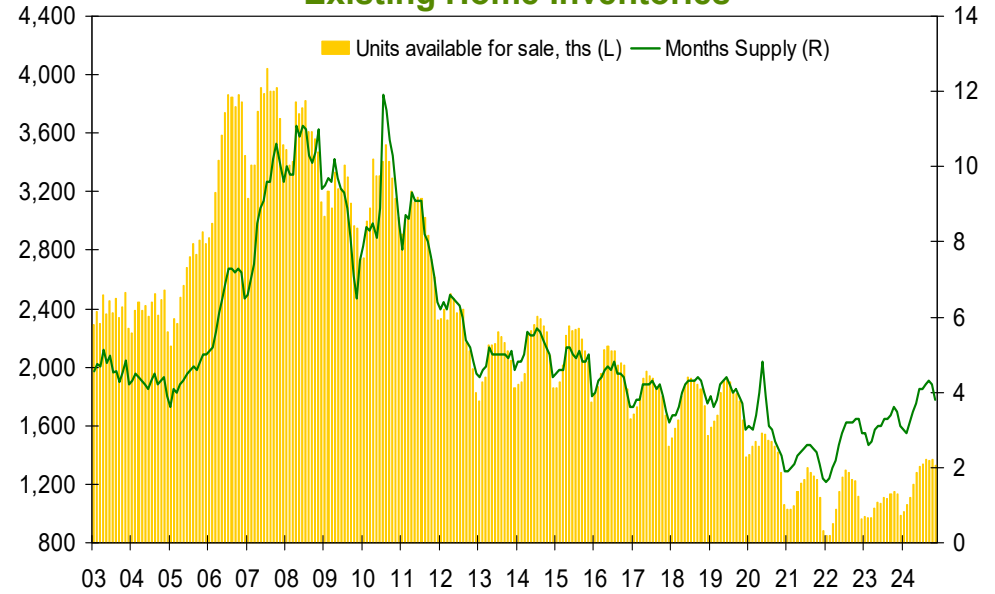
% change year ago



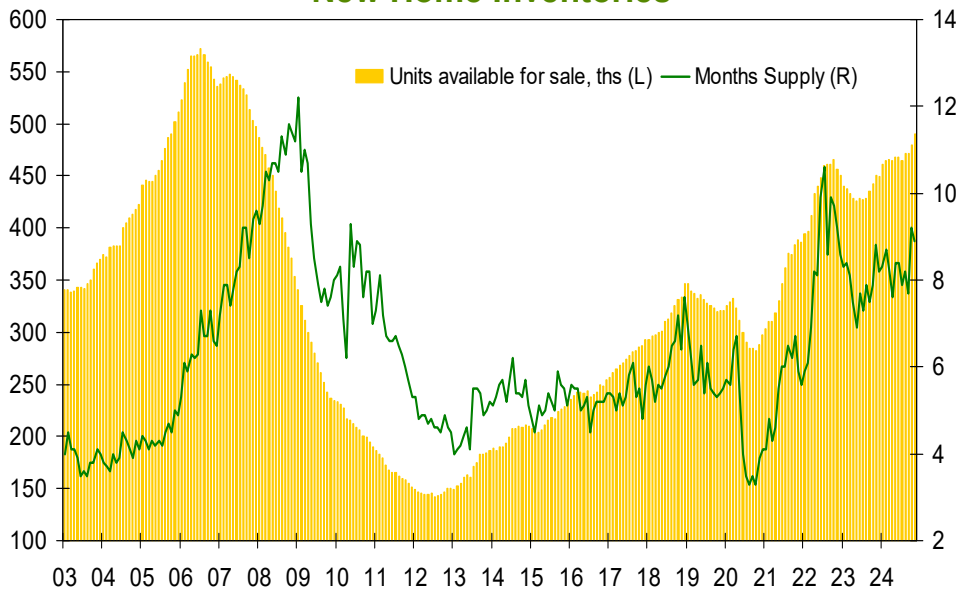
Median Sales Prices
\$ thousands, 6-month moving average



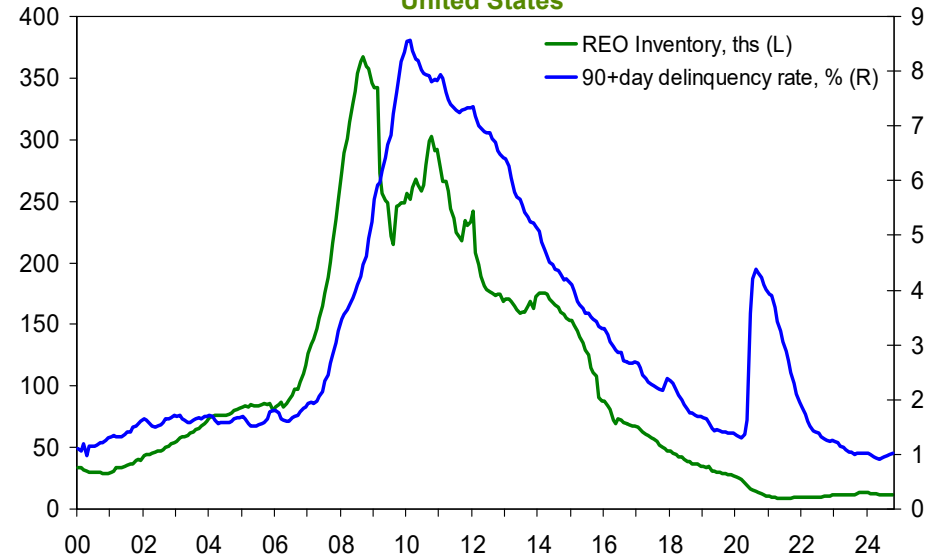
Existing Home Inventories



New Home Inventories

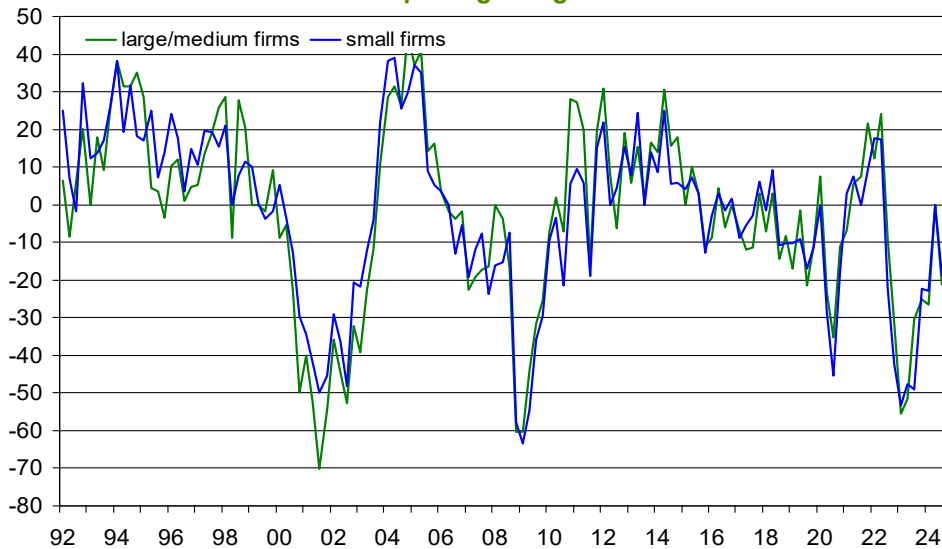


CoreLogic Mortgage Loan Performance Data
United States



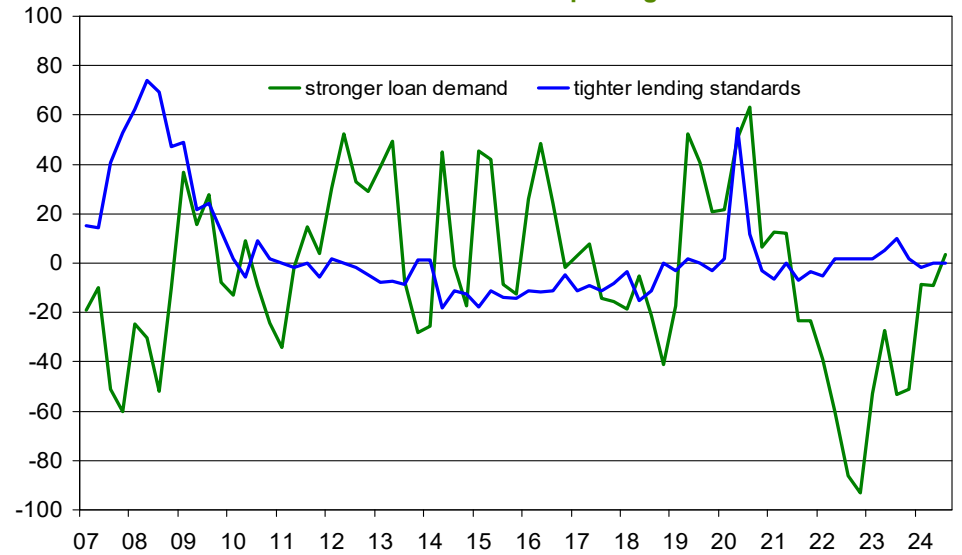
Survey of Senior Lending Officers – C&I Loans

net % of banks reporting rising loan demand from:

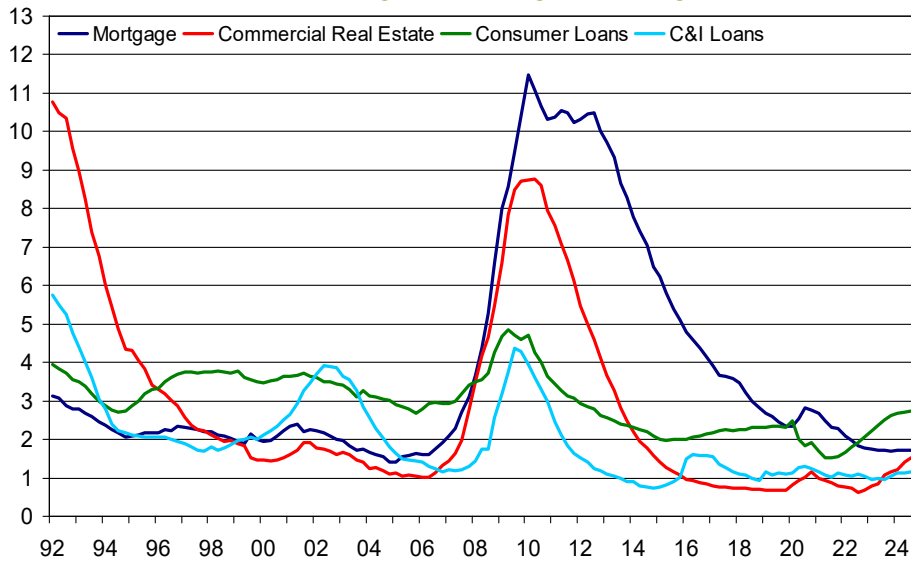


Survey of Senior Lending Officers – Prime Mortgages

net % of banks reporting:

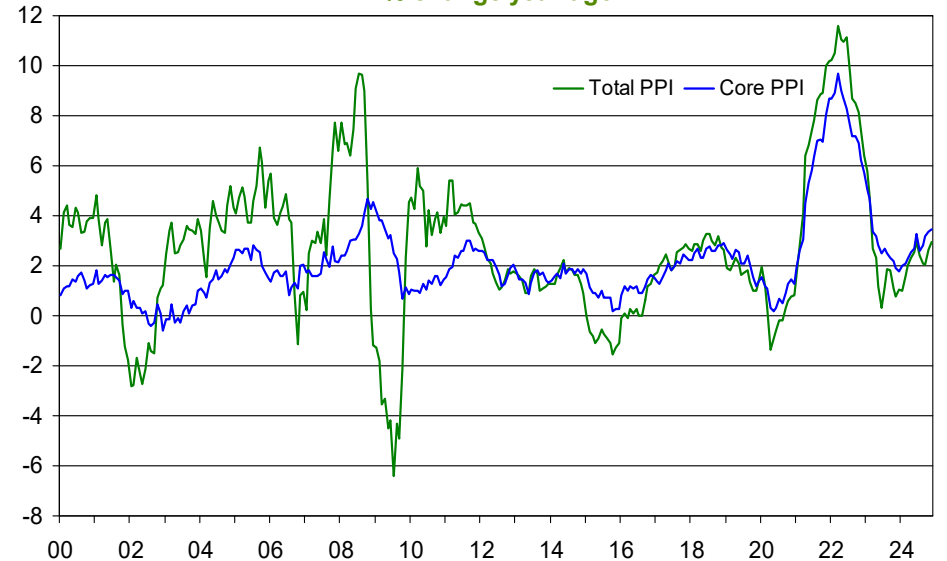


Delinquency Rates By Loan Type, %



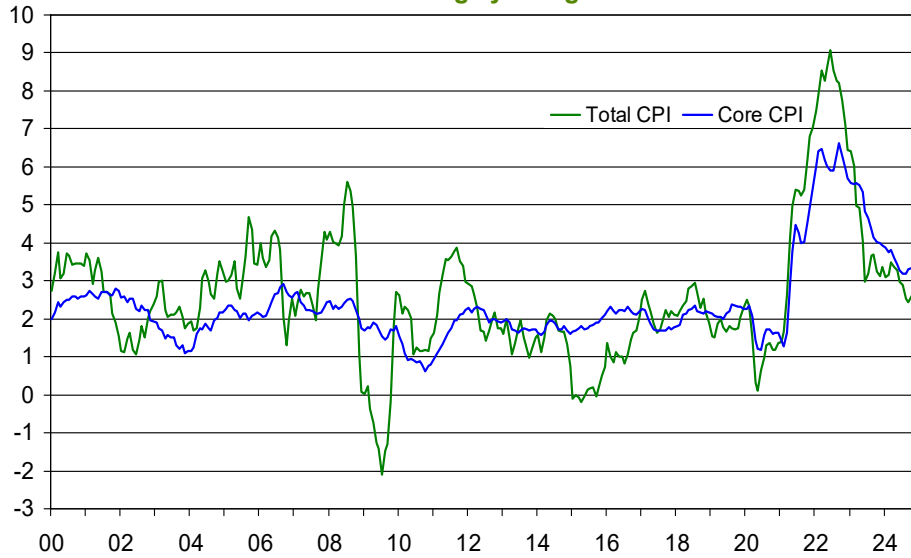
Producer Price Index

% change year ago

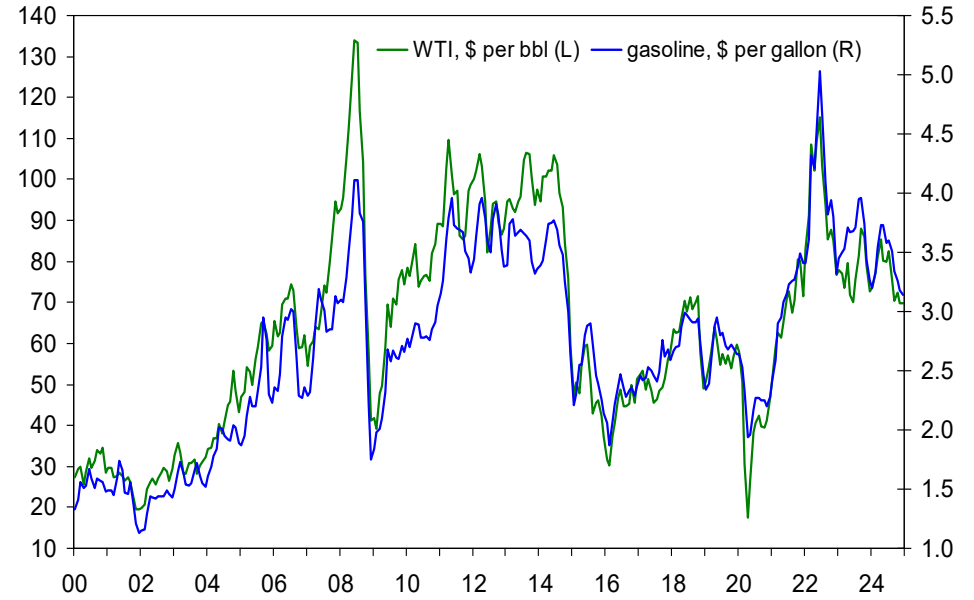


Consumer Price Index

% change year ago

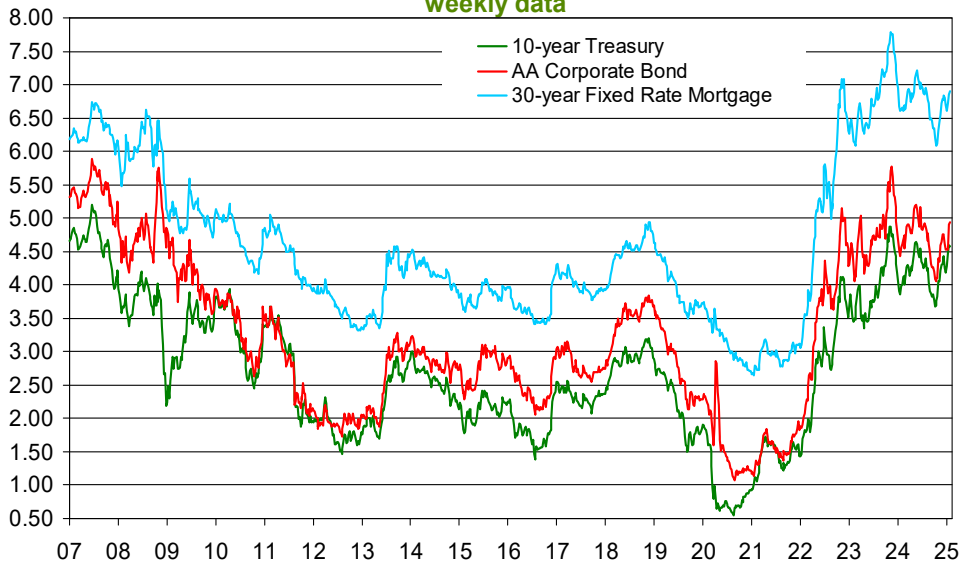


WTI Crude Oil, Retail Gasoline Prices



Selected Interest Rates, %

weekly data

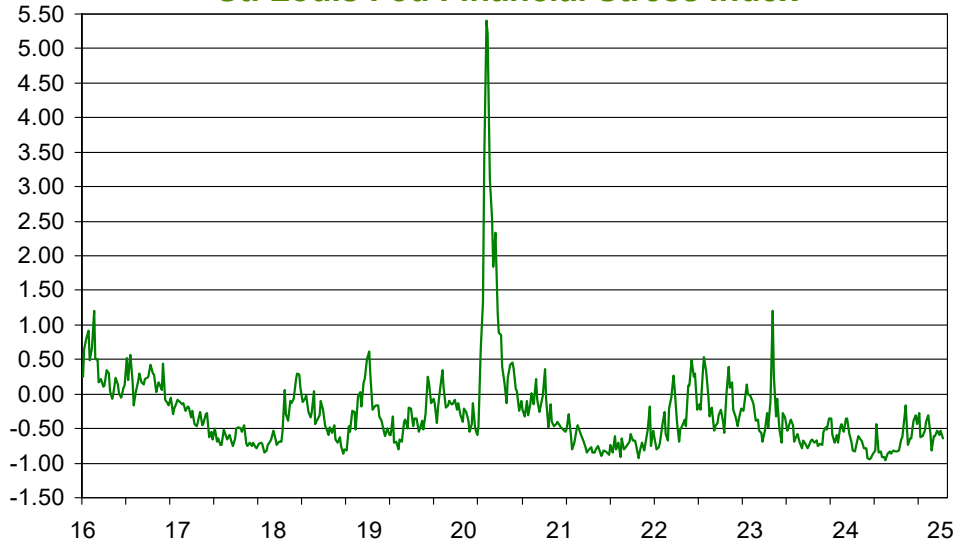


Spread Between Yields On 10-year and 2-year Treasury Notes

weekly data



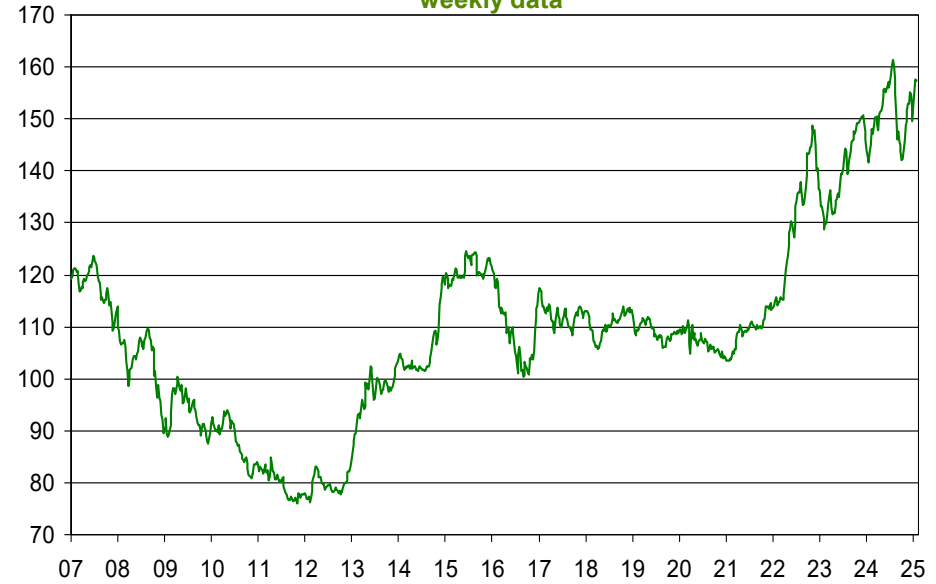
St. Louis Fed Financial Stress Index



Index: zero reflects "normal" financial market stress;
 below zero represents below-normal financial market stress;
 above zero represents above-normal financial market stress.

Japanese Yen per U.S. Dollar

weekly data



Chinese Yuan per U.S. Dollar

weekly data



Euros per U.S. Dollar

weekly data

