



Economic Forecast: February 2020

	----- 2019 -----				----- 2020 -----				----- 2021 -----				2019	2020	2021
	19.1	19.2	19.3	19.4	20.1	20.2	20.3	20.4	21.1	21.2	21.3	21.4			
Percent Change: Quarterly SAAR, Annual Q4/Q4															
Gross Domestic Product	3.1	2.0	2.1	2.1	1.9	2.0	2.2	2.5	2.5	2.1	2.0	1.9	2.3	2.2	2.1
Personal Consumption Expenditures (PCE)	1.1	4.6	3.2	1.8	2.6	2.3	2.3	2.4	2.3	2.2	2.1	2.0	2.6	2.4	2.1
Residential Fixed Investment	-1.0	-3.0	4.6	5.8	5.7	1.7	1.1	2.4	3.1	2.7	2.0	1.8	1.5	2.7	2.4
Business Fixed Investment	4.4	-1.0	-2.3	-1.5	0.3	2.1	7.1	6.2	4.4	4.1	3.9	3.8	-0.1	3.9	4.1
Government Consumption & Investment	2.9	4.8	1.7	2.7	1.2	3.5	0.2	0.3	0.7	0.5	0.5	1.1	3.0	1.3	0.7
Billions of Chained 2012\$															
Net Exports	-944	-981	-990	-902	-953	-979	-994	-1004	-1020	-1042	-1062	-1079	-954	-983	-1051
Change in Business Inventories	116	69	69	6	34	32	19	20	40	52	62	66	65	26	55
Percent Change: Quarterly YoY, Annual Q4/Q4															
Consumer Price Index	1.6	1.8	1.8	2.0	2.1	1.7	1.6	1.5	1.7	1.9	2.0	2.2	2.0	1.5	2.2
Core Consumer Price Index (ex. Food & Energy)	2.1	2.1	2.3	2.3	2.3	2.4	2.1	2.1	2.1	2.1	2.2	2.2	2.3	2.1	2.2
PCE Chain Price Index	1.4	1.4	1.4	1.5	1.7	1.5	1.5	1.5	1.7	1.8	1.9	2.0	1.5	1.5	2.0
Core PCE Chain Price Index (ex. Food & Energy)	1.6	1.6	1.7	1.6	1.8	1.8	1.7	1.8	1.9	1.9	2.0	2.0	1.6	1.8	2.0
Change: Quarterly Mo. Avg., Thous., Annual Mil.															
Employment, Total Nonfarm	162	142	184	205	202	264	92	124	155	160	155	145	2.1	2.0	1.8
<i>Percent Change: Q4/Q4</i>													1.4	1.3	1.2
Percent															
Unemployment Rate	3.9	3.6	3.6	3.5	3.5	3.5	3.5	3.4	3.4	3.4	3.4	3.5	3.7	3.5	3.4
Federal Funds Rate	2.4	2.4	2.2	1.6	1.6	1.6	1.6	1.6	1.6	1.6	1.6	1.6	2.2	1.6	1.6
1-Year Treasury Note Yield	2.5	2.3	1.8	1.6	1.4	1.3	1.3	1.2	1.2	1.2	1.2	1.2	2.1	1.3	1.2
10-Year Treasury Note Yield	2.7	2.3	1.8	1.8	1.6	1.5	1.5	1.5	1.6	1.6	1.6	1.6	2.1	1.5	1.6

February 10, 2020

Note: Interest rate forecasts are based on rates from January 31, 2020.

Note: Unshaded areas denote actuals. Shaded areas denote forecasts.

Note: Nonfarm employment numbers include temporary hiring for the 2020 decennial Census.

Sources: Actuals: Bureau of Economic Analysis, Bureau of Labor Statistics, Federal Reserve Board. Forecasts: Fannie Mae Economic and Strategic Research

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