

# U.S. Economic Outlook for Nov. 15, 2024

A Publication of BMO Capital Markets Economic Research • Douglas Porter, CFA, Chief Economist, BMO Financial Group

	2023				2024				2025				2022	2023	2024	2025
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4				
<b>Production</b>	<b>q/q % chng : a.r.</b>															
Real GDP (chain-weighted)	2.8	2.4	4.4	3.2	1.6	3.0	2.8	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>	<b>2.1</b>		2.5	2.9	<b>2.7</b>	<b>2.2</b>
Final Sales	5.1	2.6	3.0	3.7	2.1	1.9	3.0	<b>2.0</b>	<b>2.0</b>	<b>2.1</b>	<b>2.0</b>	<b>2.1</b>	1.9	3.3	<b>2.6</b>	<b>2.1</b>
Final Domestic Demand	4.6	2.6	3.1	3.5	2.7	2.8	3.5	<b>2.2</b>	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>	2.3	2.7	<b>3.0</b>	<b>2.3</b>
Consumer Spending	4.9	1.0	2.5	3.5	1.9	2.8	3.7	<b>2.7</b>	<b>2.2</b>	<b>2.2</b>	<b>2.2</b>	<b>2.2</b>	3.0	2.5	<b>2.7</b>	<b>2.5</b>
Durables	17.1	-0.3	4.2	2.9	-1.8	5.5	8.1	<b>4.0</b>	<b>3.0</b>	<b>3.0</b>	<b>3.0</b>	<b>2.5</b>	-1.9	3.9	<b>2.8</b>	<b>3.9</b>
Nondurables	2.5	-0.4	3.1	3.6	-0.8	1.7	4.9	<b>3.2</b>	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>	<b>2.2</b>	0.1	0.8	<b>1.9</b>	<b>2.6</b>
Services	3.8	1.6	2.1	3.5	3.4	2.7	2.6	<b>2.3</b>	<b>2.1</b>	<b>2.1</b>	<b>2.1</b>	<b>2.1</b>	5.0	2.9	<b>2.9</b>	<b>2.3</b>
Government Spending	5.1	2.9	5.7	3.6	1.8	3.1	5.0	<b>1.4</b>	<b>0.8</b>	<b>0.8</b>	<b>0.7</b>	<b>1.1</b>	-1.1	3.9	<b>3.3</b>	<b>1.6</b>
Business Investment	5.3	9.9	1.1	3.8	4.5	3.9	3.3	<b>1.5</b>	<b>2.3</b>	<b>2.4</b>	<b>2.4</b>	<b>2.4</b>	7.0	6.0	<b>3.8</b>	<b>2.4</b>
Non-residential Construction	14.9	16.4	1.7	6.5	6.3	0.2	-4.0	<b>0.0</b>	<b>1.8</b>	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>	3.6	10.8	<b>3.4</b>	<b>0.7</b>
Equipment	0.9	12.5	-1.1	0.7	0.3	9.8	11.1	<b>0.5</b>	<b>1.8</b>	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>	4.4	3.5	<b>4.0</b>	<b>3.2</b>
Intellectual Property	4.5	3.9	2.8	5.2	7.5	0.7	0.6	<b>3.0</b>	<b>3.0</b>	<b>3.0</b>	<b>3.0</b>	<b>3.0</b>	11.2	5.8	<b>3.8</b>	<b>2.6</b>
Residential Construction	-4.3	4.5	7.7	2.5	13.7	-2.8	-5.1	<b>-2.5</b>	<b>2.5</b>	<b>2.5</b>	<b>2.3</b>	<b>2.2</b>	-8.6	-8.3	<b>3.6</b>	<b>0.2</b>
Exports	2.0	-4.8	4.9	6.2	1.9	1.0	8.9	<b>5.0</b>	<b>3.2</b>	<b>3.2</b>	<b>3.3</b>	<b>3.3</b>	7.5	2.8	<b>3.5</b>	<b>4.1</b>
Imports	-0.8	-3.1	4.7	4.2	6.1	7.6	11.2	<b>5.5</b>	<b>3.0</b>	<b>2.6</b>	<b>2.6</b>	<b>2.6</b>	8.6	-1.2	<b>5.8</b>	<b>4.6</b>
Inventory Change	<b>2017\$ blns : a.r.</b>															
Contrib. to GDP Growth	<b>ppts : a.r.</b>															
Net Exports	<b>2017\$ blns : a.r.</b>															
Contrib. to GDP Growth	<b>ppts : a.r.</b>															
Nominal GDP	<b>\$ blns : a.r.</b>															
Growth	<b>q/q % chng : a.r.</b>															
Real GDP	<b>y/y % chng</b>															
<b>Inflation</b>	<b>q/q % chng : a.r.</b>															
GDP Price Index	3.6	1.9	3.2	1.5	3.0	2.5	1.8	<b>2.1</b>	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>	<b>2.1</b>	7.1	3.6	<b>2.4</b>	<b>2.0</b>
Core PCE Deflator	4.7	3.8	2.4	2.0	3.7	2.8	2.2	<b>2.7</b>	<b>2.2</b>	<b>2.2</b>	<b>2.0</b>	<b>2.2</b>	5.4	4.1	<b>2.8</b>	<b>2.3</b>
CPI All Items	3.8	3.0	3.4	2.7	3.8	2.8	1.2	<b>2.7</b>	<b>2.6</b>	<b>2.2</b>	<b>2.2</b>	<b>2.4</b>	8.0	4.1	<b>2.9</b>	<b>2.3</b>
Ex. Food and Energy	4.9	4.7	3.0	3.4	4.2	3.2	2.2	<b>3.2</b>	<b>2.4</b>	<b>2.4</b>	<b>2.2</b>	<b>2.4</b>	6.2	4.8	<b>3.4</b>	<b>2.5</b>
Food Prices	5.1	1.6	2.4	2.8	2.6	1.1	2.3	<b>2.3</b>	<b>1.4</b>	<b>1.5</b>	<b>2.0</b>	<b>2.4</b>	10.0	5.8	<b>2.2</b>	<b>1.8</b>
Energy Prices	-8.8	-11.6	10.7	-4.4	1.2	2.3	-12.0	<b>-1.9</b>	<b>8.3</b>	<b>2.1</b>	<b>2.1</b>	<b>2.1</b>	25.0	-4.9	<b>-1.3</b>	<b>0.9</b>
Services	6.6	4.0	4.5	5.1	6.6	4.3	3.2	<b>3.9</b>	<b>2.4</b>	<b>2.4</b>	<b>2.2</b>	<b>2.4</b>	6.2	6.0	<b>4.9</b>	<b>2.9</b>
CPI All Items	<b>y/y % chng</b>															
Ex. Food and Energy	<b>y/y % chng</b>															
Core PCE Deflator	<b>y/y % chng</b>															
<b>Financial</b>	<b>% : quarterly avg.</b>															
Fed Funds Rate	4.63	5.04	5.38	5.38	5.38	5.38	5.21	<b>4.63</b>	<b>4.29</b>	<b>4.04</b>	<b>3.79</b>	<b>3.54</b>	1.90	5.10	<b>5.15</b>	<b>3.92</b>
90-Day T-Bill	4.78	5.27	5.53	5.52	5.45	5.47	5.22	<b>4.60</b>	<b>4.30</b>	<b>4.05</b>	<b>3.80</b>	<b>3.50</b>	2.08	5.28	<b>5.20</b>	<b>3.90</b>
1-Year T-Bill	4.77	4.95	5.39	5.22	4.90	5.14	4.45	<b>4.25</b>	<b>4.10</b>	<b>3.95</b>	<b>3.75</b>	<b>3.55</b>	2.79	5.08	<b>4.70</b>	<b>3.85</b>
10-Year Bond Yield	3.65	3.59	4.15	4.44	4.16	4.44	3.95	<b>4.30</b>	<b>4.30</b>	<b>4.15</b>	<b>4.05</b>	<b>3.90</b>	2.95	3.96	<b>4.20</b>	<b>4.10</b>
10-Year BBB Corporate Spread	<b>ppts</b>															
<b>Foreign Trade</b>	<b>\$ blns : a.r.</b>															
Current Account Balance	-921	-930	-883	-887	-964	-1,067	<b>-1,138</b>	<b>-1,151</b>	<b>-1,158</b>	<b>-1,168</b>	<b>-1,174</b>	<b>-1,179</b>	-1,012	-905	<b>-1,080</b>	<b>-1,170</b>
Share of GDP	-3.4	-3.4	-3.2	-3.1	-3.4	-3.7	<b>-3.9</b>	<b>-3.9</b>	<b>-3.9</b>	<b>-3.9</b>	<b>-3.8</b>	<b>-3.8</b>	-3.9	-3.3	<b>-3.7</b>	<b>-3.8</b>
Merchandise Balance	-1,067	-1,096	-1,031	-1,058	-1,108	-1,189	<b>-1,239</b>	<b>-1,265</b>	<b>-1,280</b>	<b>-1,291</b>	<b>-1,302</b>	<b>-1,313</b>	-1,180	-1,063	<b>-1,200</b>	<b>-1,296</b>
Non-Merchandise Balance	146	166	149	171	144	121	<b>101</b>	<b>113</b>	<b>122</b>	<b>123</b>	<b>128</b>	<b>134</b>	168	158	<b>120</b>	<b>127</b>
Yen	<b>¥/US\$ : qtr. avg.</b>															
Euro	<b>US\$/€ : qtr. avg.</b>															
Pound	<b>US\$/£ : qtr. avg.</b>															
Trade-Wt. Dollar (broad)	<b>Jan. '97 = 100</b>															
WTI Spot	<b>US\$/bbl : qtr. avg.</b>															
Henry Hub Spot	<b>US\$/mmbtu : qtr. avg.</b>															
<b>Incomes</b>	<b>y/y % chng</b>															
Pre-Tax Profits w/IVA,CCA	8.7	3.8	4.8	10.5	8.2	10.8	<b>7.6</b>	<b>4.0</b>	<b>6.9</b>	<b>4.2</b>	<b>4.1</b>	<b>4.1</b>	7.8	6.9	<b>7.6</b>	<b>4.8</b>
Personal Income	6.6	6.6	5.5	5.1	5.9	5.9	5.7	<b>5.5</b>	<b>4.2</b>	<b>3.9</b>	<b>4.0</b>	<b>4.1</b>	3.1	5.9	<b>5.8</b>	<b>4.1</b>
Real Disposable Income	4.8	6.1	4.8	4.6	3.4	3.1	3.2	<b>2.7</b>	<b>1.7</b>	<b>1.6</b>	<b>1.7</b>	<b>1.9</b>	-5.6	5.1	<b>3.1</b>	<b>1.7</b>
Savings Rate	<b>% : quarterly avg.</b>															
<b>Other Indicators</b>	<b>quarterly avg.</b>															
Unemployment Rate	<b>percent</b>															
Housing Starts	<b>mlns : a.r.</b>															
Existing Home Sales	<b>mlns : a.r.</b>															
Home Prices (Case-Shiller)	<b>y/y % chng</b>															
Motor Vehicle Sales	<b>mlns : a.r.</b>															
Civilian Employment Growth	<b>q/q % chng : a.r.</b>															
Industrial Production	<b>q/q % chng : a.r.</b>															
CBO Budget Deficit	<b>% of GDP</b>															

Bolded values represent forecasts



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