

# U.S. Economic Outlook for May 16, 2025

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

2024					2025				2026				2023				2024				2025				2026																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																			
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Real GDP (chain-weighted)					1.6				3.0				3.1				2.4				-0.3				1.0				1.0				1.1				1.6				1.6				1.8				1.9				2.9				2.8				1.3				1.4																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
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Consumer Spending					1.9				2.8				3.7				4.0				1.8				1.7				1.2				1.3				1.7				1.7				1.9				1.9				2.5				2.8				2.4				1.6																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
Durables					-1.8				5.5				7.6				12.4				-3.4				0.0				0.5				1.0				1.3				1.5				1.6				2.0				3.9				3.3				2.7				1.2																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
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Government Spending					1.8				3.1				5.1				3.1				-1.4				-0.5				0.8				0.9				0.9				0.9				0.9				1.6				3.9				3.4				1.1				0.9																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
Business Investment					4.5				3.9				4.0				-3.0				9.8				-0.9				-0.7				1.7				1.7				1.9				1.9				1.9				6.0				3.6				2.4				1.3																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
Non-residential Construction					6.3				0.2				-5.0				2.9				0.4				0.2				0.5				1.0				1.4				1.4				1.4				1.4				10.8				3.5				0.2				1.1																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
Equipment					0.3				9.8				10.8				-8.7				22.5				-5.0				-5.0				1.0				2.0				2.0				2.0				2.0				3.5				3.4				3.7				0.5																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
Intellectual Property					7.5				0.7				3.1				-0.5				4.1				2.5				2.7				2.7				1.5				2.0				2.0				2.0				5.8				3.9				2.3				2.1																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
Residential Construction					13.7				-2.8				-4.3				5.5				1.3				3.5				1.0				1.0				1.5				1.5				1.5				1.5				-8.3				4.2				1.4				1.5																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
Exports					1.9				1.0				9.6				-0.2				1.8				-1.5				-1.0				0.0				3.0				3.0				3.0				3.0				2.8				3.3				1.2				1.6																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											
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Inventory Change					2017\$ blns : a.r.				17.7				71.7				57.9				8.9				140.1				55.0				45.0				40.0				40.0				40.0				40.0				40.0				33.1				38.9				70.2				40.0																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																							
Contrib. to GDP Growth					ppts : a.r.				-0.5				1.1				-0.2				-0.8				2.2				-1.4				-0.2				-0.1				0.0				0.0				0.0				0.0				-0.4				0.0				0.1				-0.1																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																							
Net Exports					2017\$ blns : a.r.				-977.0				-1,035.7				-1,069.2				-1,052.7				-1,374.3				-1,257.1				-1,239.2				-1,248.8				-1,251.4				-1,254.0				-1,256.6				-1,259.1				-932.8				-1,033.6				-1,279.9				-1,255.3																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																							
Contrib. to GDP Growth					ppts : a.r.				-0.6				-0.9				-0.4				0.3				-4.8				2.0				0.3				-0.2				0.0				0.0				0.0				0.0				0.5				-0.4				-1.1				0.1																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																							
Nominal GDP					\$ blns : a.r.				28,624				29,017				29,375				29,724				29,978				30,277				30,623				30,964				31,286				31,604				31,938				32,281				27,721				29,185				30,460				31,777																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																							
Growth					q/q % chng : a.r.				4.7				5.6				5.0				4.8				3.5				4.1				4.7				4.5				4.2				4.1				4.3				4.4				4.4				6.6				5.3				4.4				4.3																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																			
Real GDP					y/y % chng				2.9				3.0				2.7				2.5				2.0				1.6				1.0				0.7				1.2				1.3				1.5				1.7																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																							
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