

U.S. Economic Outlook for Jan. 21, 2022

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

	2020				2021				2022				2020	2021	2022	2023
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4				
Production	q/q % chng : a.r.															
Real GDP (chain-weighted)	-5.1	-31.2	33.8	4.5	6.3	6.7	2.3	5.5	1.5	4.5	3.5	2.5	-3.4	5.6	3.5	2.5
Final Sales	-4.6	-27.6	25.9	3.4	9.1	8.1	0.1	2.8	1.4	4.5	3.5	2.5	-2.9	5.4	2.8	2.6
Final Domestic Demand	-4.4	-27.3	29.9	5.0	10.4	8.0	1.3	3.2	1.7	4.5	3.6	2.6	-2.5	6.6	3.1	2.6
Consumer Spending	-6.9	-33.4	41.4	3.4	11.4	12.0	2.0	3.8	1.5	5.1	3.8	2.5	-3.8	8.0	3.6	2.6
Durables	-12.0	-1.5	89.0	1.1	50.0	11.6	-24.6	5.0	2.0	5.0	3.0	2.2	7.7	18.3	0.0	2.6
Nondurables	7.1	-13.9	31.8	-1.1	15.9	13.9	2.0	1.0	2.3	4.0	3.5	2.0	3.1	9.1	3.1	2.3
Services	-10.0	-42.4	37.5	5.3	3.9	11.5	8.2	4.5	1.0	5.5	4.0	2.8	-7.5	5.8	4.5	2.7
Government Spending	3.7	3.9	-2.1	-0.5	4.2	-2.0	0.9	0.0	0.8	2.0	2.3	2.1	2.5	0.7	1.0	2.0
Business Investment	-8.1	-30.3	18.7	12.5	12.9	9.2	1.7	4.1	3.4	5.1	4.6	3.1	-5.3	7.5	4.1	3.1
Non-residential Construction	-0.9	-46.8	-15.3	-8.2	5.4	-3.0	-4.1	-3.0	0.0	3.0	5.0	4.0	-12.5	-7.7	0.1	3.0
Equipment	-21.3	-36.2	55.9	26.4	14.1	12.1	-2.3	4.0	3.0	5.0	4.0	2.0	-8.3	13.1	3.5	2.6
Intellectual Property	3.8	-10.6	8.1	10.2	15.6	12.5	9.1	7.2	5.0	6.0	5.0	4.0	2.8	9.9	6.5	3.6
Residential Construction	20.4	-30.7	59.9	34.4	13.3	-11.7	-7.7	4.0	3.0	3.0	3.0	3.0	6.8	9.3	0.8	2.7
Exports	-16.3	-59.9	54.5	22.5	-2.9	7.6	-5.3	11.3	2.0	5.1	3.0	2.0	-13.6	3.9	3.8	2.3
Imports	-13.1	-53.1	89.2	31.3	9.3	7.1	4.7	9.3	3.3	5.0	4.0	2.5	-8.9	13.5	5.2	2.6
Inventory Change	2012\$ blns : a.r.															
Contrib. to GDP Growth	ppts : a.r.															
Net Exports	2012\$ blns : a.r.															
Contrib. to GDP Growth	ppts : a.r.															
Nominal GDP	\$ blns : a.r.															
Growth	q/q % chng : a.r.															
Real GDP	y/y % chng															
Inflation	q/q % chng : a.r.															
GDP Price Index	1.6	-1.5	3.6	2.2	4.3	6.1	6.0	4.5	4.9	3.5	2.4	2.3	1.3	4.0	4.3	2.3
Core PCE Deflator	1.7	-0.8	3.5	1.2	2.7	6.1	4.7	5.0	5.4	3.8	2.9	2.4	1.4	3.3	4.5	2.5
CPI All Items	1.0	-3.1	4.7	2.4	3.7	8.4	6.6	8.2	6.7	4.5	2.9	2.8	1.2	4.7	5.9	2.7
Ex. Food and Energy	2.0	-1.1	4.0	1.8	1.2	8.1	5.3	5.5	5.7	4.1	3.1	2.7	1.7	3.6	4.9	2.7
Food Prices	2.8	9.8	1.6	1.6	1.8	4.3	8.1	9.6	7.3	4.8	2.1	1.7	3.4	3.9	6.1	2.4
Energy Prices	-12.0	-43.7	23.6	13.4	46.6	21.3	18.9	39.4	17.4	8.7	2.1	6.4	-8.3	20.8	16.9	3.3
Services	2.6	-0.4	3.0	1.7	1.8	5.6	3.4	4.6	4.7	4.1	3.1	2.6	2.1	2.8	4.1	2.7
CPI All Items	y/y % chng															
Ex. Food and Energy	y/y % chng															
Core PCE Deflator	y/y % chng															
Financial	% : quarterly avg.															
Fed Funds Rate	1.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.21	0.46	0.71	0.96	0.38	0.13	0.58	1.58
90-Day T-Bill	1.13	0.14	0.11	0.09	0.05	0.02	0.05	0.05	0.20	0.40	0.65	0.90	0.37	0.05	0.55	1.50
1-Year T-Bill	1.09	0.17	0.13	0.11	0.08	0.06	0.08	0.20	0.55	0.75	0.90	1.10	0.38	0.10	0.85	1.65
10-Year Bond Yield	1.38	0.69	0.65	0.86	1.32	1.59	1.33	1.54	1.80	1.85	1.95	2.00	0.89	1.44	1.90	2.20
10-Year BBB Corporate Spread	ppts															
Foreign Trade	\$ blns : a.r.															
Current Account Balance	-459	-615	-689	-700	-758	-793	-859	-889	-905	-940	-960	-973	-616	-825	-945	-1000
Share of GDP	-2.1	-3.2	-3.3	-3.3	-3.4	-3.5	-3.7	-3.7	-3.7	-3.8	-3.8	-3.8	-2.9	-3.6	-3.8	-3.8
Merchandise Balance	-801	-893	-981	-1013	-1076	-1078	-1099	-1123	-1141	-1161	-1183	-1198	-922	-1094	-1171	-1231
Non-Merchandise Balance	342	278	292	312	318	285	240	234	237	221	223	225	306	269	226	231
Yen	¥/US\$: qtr. avg.															
Euro	US\$/€ : qtr. avg.															
Pound	US\$/£ : qtr. avg.															
Trade-Wt, Dollar (broad)	Jan. '97 = 100															
WTI Spot	US\$/bbl : qtr. avg.															
Henry Hub Spot	US\$/mmbtu : qtr. avg.															
Incomes	y/y % chng															
Pre-Tax Profits w/IVA,CCA	-5.6	-18.6	2.3	0.9	17.6	45.1	19.7	21.3	17.2	8.2	6.1	6.3	-5.2	25.1	9.2	4.9
Personal Income	3.3	10.9	7.1	4.8	16.1	1.6	5.2	6.7	-4.1	2.7	3.2	4.0	6.5	7.2	1.4	4.1
Real Disposable Income	1.6	12.5	6.9	4.0	15.1	-4.3	-0.9	-0.1	-11.6	-3.4	-2.0	-0.3	6.2	2.2	-4.5	1.6
Savings Rate	% : quarterly avg.															
Other Indicators	quarterly avg.															
Unemployment Rate	percent															
Housing Starts	mlns : a.r.															
Existing Home Sales	mlns : a.r.															
Home Prices (Case-Shiller)	y/y % chng															
Motor Vehicle Sales	mlns : a.r.															
Civilian Employment Growth	q/q % chng : a.r.															
Industrial Production	q/q % chng : a.r.															
CBO Budget Deficit	% of GDP															

Bolded values represent forecasts

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