Outlook for the Economy in the New Year

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Hartford, Connecticut

EMBARGOED UNTIL TUESDAY, JANUARY 7, 2014 AT 8:40 A.M. OR UPON DELIVERY
Figure 1: Payroll Employment Growth: Data and Revisions  
Released July 5, 2013 - December 6, 2013

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<td>Three-Month Average</td>
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Payroll Employment Growth in Thousands of Jobs  
Initial Estimates and Subsequent Revisions

Source: BLS, Haver Analytics
Figure 2: Civilian Unemployment Rate
January 1980 - November 2013

Source: BLS, NBER, Haver Analytics
Figure 3: Growth in Real Government Spending
2007:Q1 - 2013:Q3

Source: BEA, NBER, Haver Analytics
Figure 4: Consumer Confidence
January 2007 - December 2013

Source: Conference Board, Haver Analytics
Figure 5: Dow Jones 30 Industrials
December 31, 2012 - January 3, 2014

Source: Dow Jones, Haver Analytics
Figure 6: Unemployment and Inflation Gaps
December 2007 - November 2013

Note: Unemployment gap is relative to a 5.25% unemployment rate at full employment. Inflation gaps are relative to a 2% inflation target.

Source: BEA, BLS, Haver Analytics
Figure 7: Measures of Inflation: Changes in Total, Core and Trimmed Mean CPI and PCE Indices
January 2012 - November 2013

Source: BEA, BLS, Federal Reserve Bank of Cleveland, Federal Reserve Bank of Dallas, Haver Analytics
Figure 8: Price Level Path: Total and Core Personal Consumption Expenditure (PCE) Price Indices
December 2007 - November 2013

Index Level December 2007 = 100

Source: BEA, Haver Analytics
Figure 9: Measures of Inflation Targeted by Central Banks
January 2012 - November 2013

Source: BEA, Eurostat, Japan’s Ministry of Internal Affairs and Communications, Haver Analytics
Figure 10: Real Interest Rates
January 2012 - November 2013

Real Federal Funds Rate (Total PCE)
Real Federal Funds Rate (Core PCE)

Source: BEA, Federal Reserve Board, Haver Analytics
Figure 11: Quits Rate
December 2000 - October 2013

Note: Quits rate is the number of quits during a month as a percent of total employment.

Source: BLS, NBER, Haver Analytics
Figure 12: Employment-to-Population Ratio for Individuals Age 25 - 54
January 2007 - November 2013

Source: BLS, NBER, Haver Analytics
Figure 13: Long-Term Unemployment: Percent Unemployed for 27 Weeks or More
1980:Q1 - 2013:Q3

Source: BLS, NBER, Haver Analytics