



EMBARGOED UNTIL WEDNESDAY, JANUARY 13, 2016 AT 8:20 A.M. EASTERN TIME OR UPON DELIVERY

# Early Observations on Gradual Monetary Policy Normalization

Eric S. Rosengren  
President & CEO  
Federal Reserve Bank of Boston

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Greater Boston Chamber of Commerce  
Boston, Massachusetts

[bostonfed.org](http://bostonfed.org)



Figure 1: Federal Reserve System Assets and Excess Reserves of Depository Institutions in the U.S.  
January 2000 - December 2015

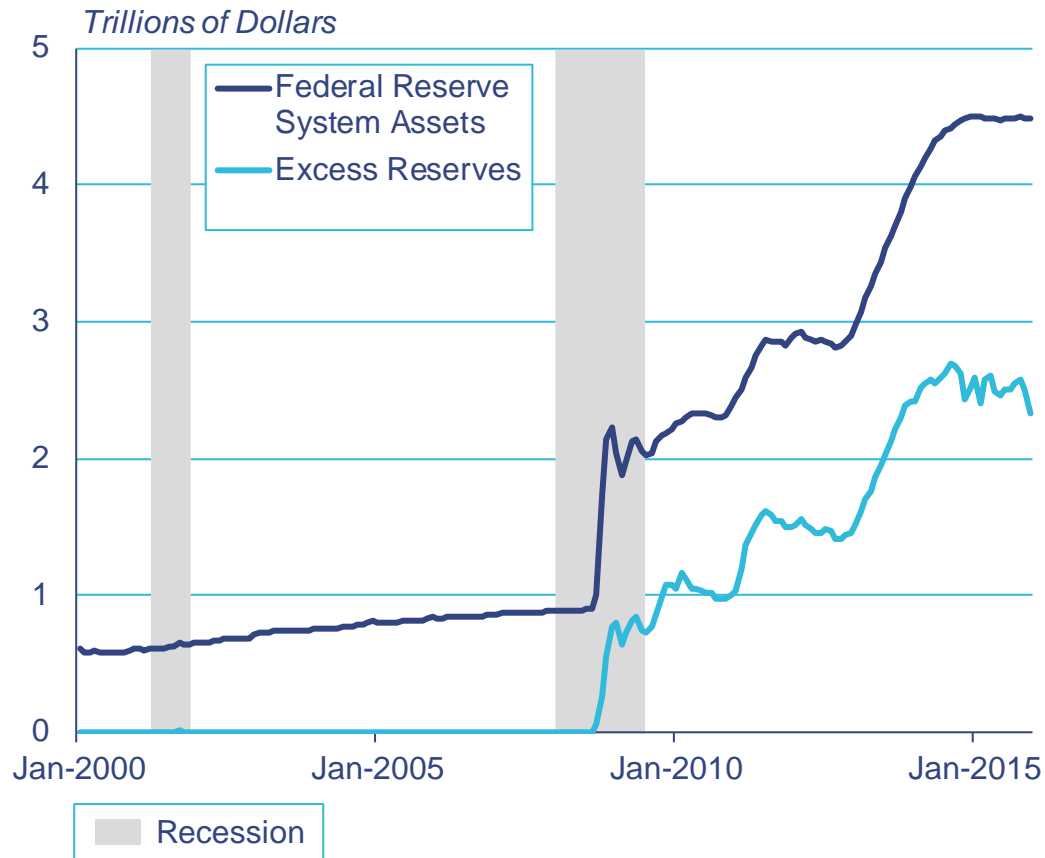
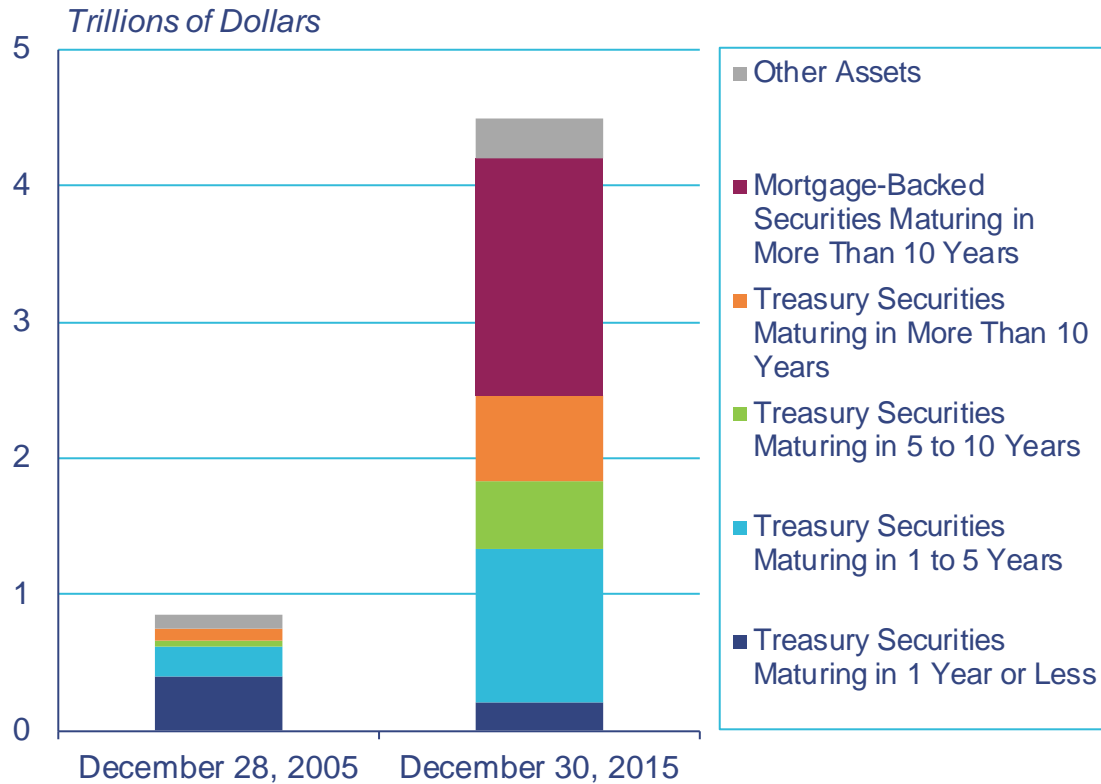




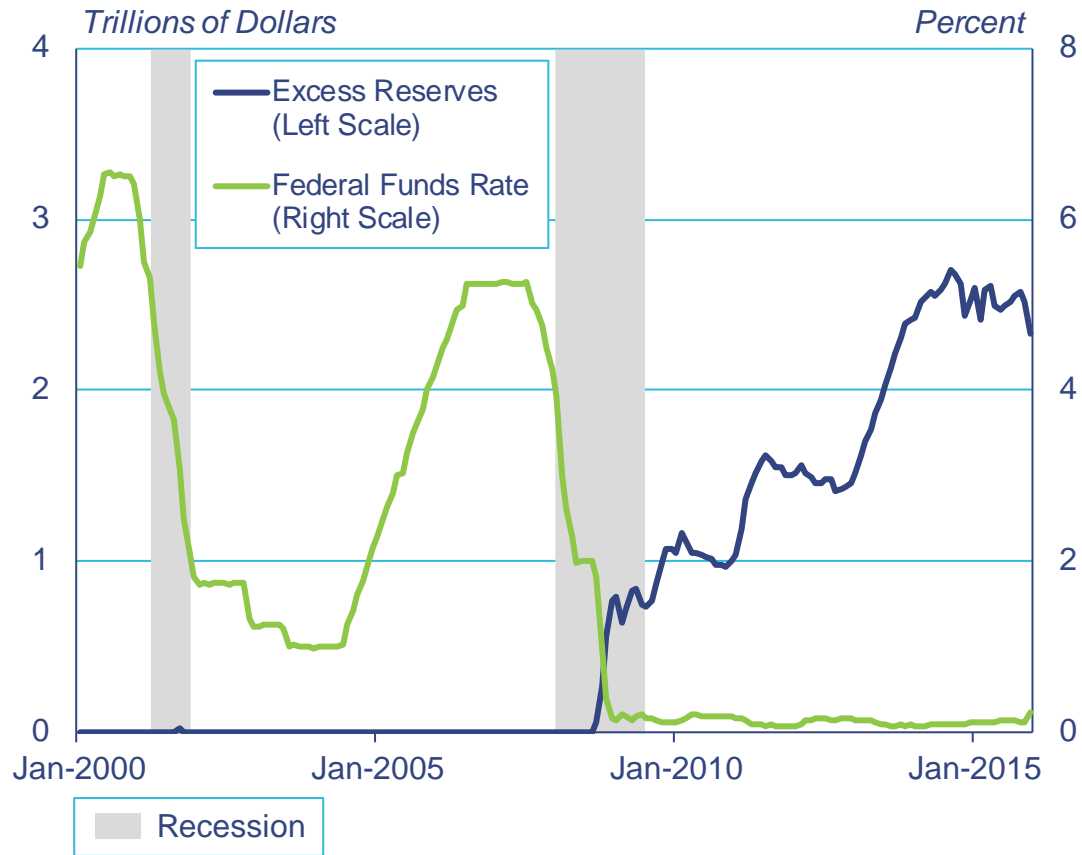
Figure 2: Federal Reserve System Asset Composition  
December 28, 2005 and December 30, 2015





# Figure 3: Excess Reserves of Depository Institutions in the U.S. and the Federal Funds Rate

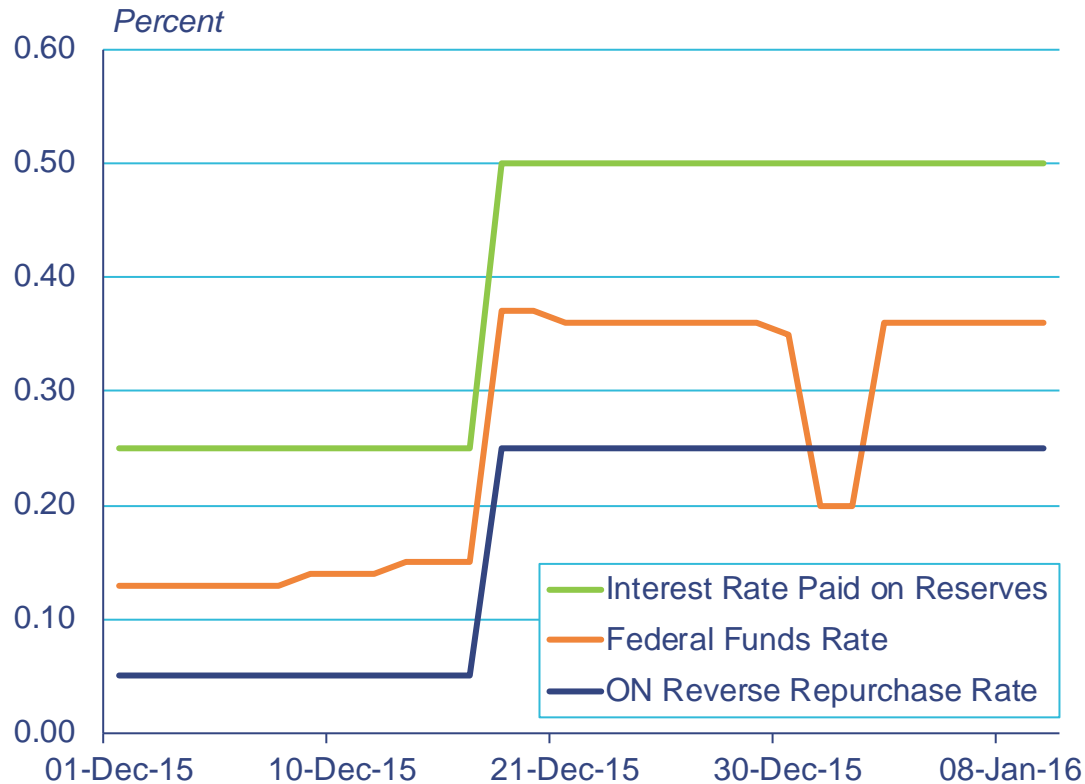
January 2000 - December 2015





# Figure 4: Interest on Reserves, the FRB Overnight Reverse Repurchase Rate, and the Federal Funds Rate

December 1, 2015 - January 11, 2016

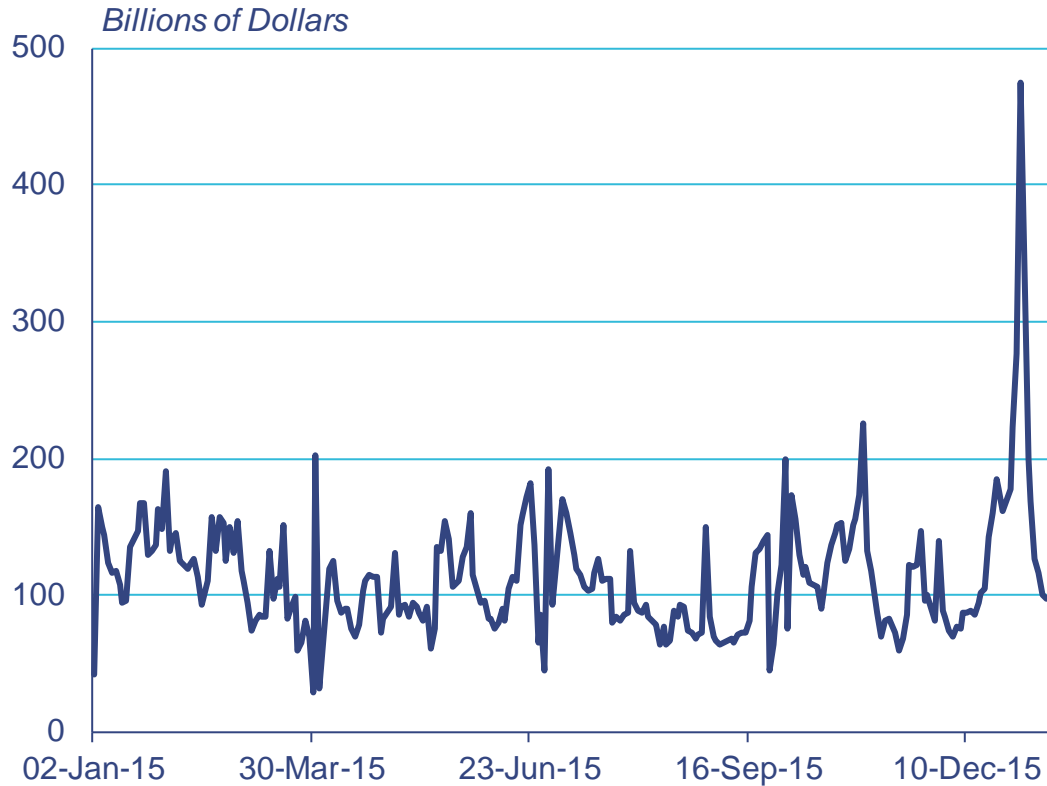


Note: Currently, the interest rate paid on required and excess reserves is the same.

Source: Federal Reserve Bank of New York, Federal Reserve Board, Haver Analytics



Figure 5: FRB Overnight Reverse Repurchase Agreements: Total Amount Accepted  
January 2, 2015 - January 11, 2016



Note: Includes only fixed-rate, one-day reverse repurchase agreements.

Source: Federal Reserve Bank of New York, Haver Analytics



Figure 6: Selected Short-Term Interest Rates  
December 1, 2015 - January 11, 2016

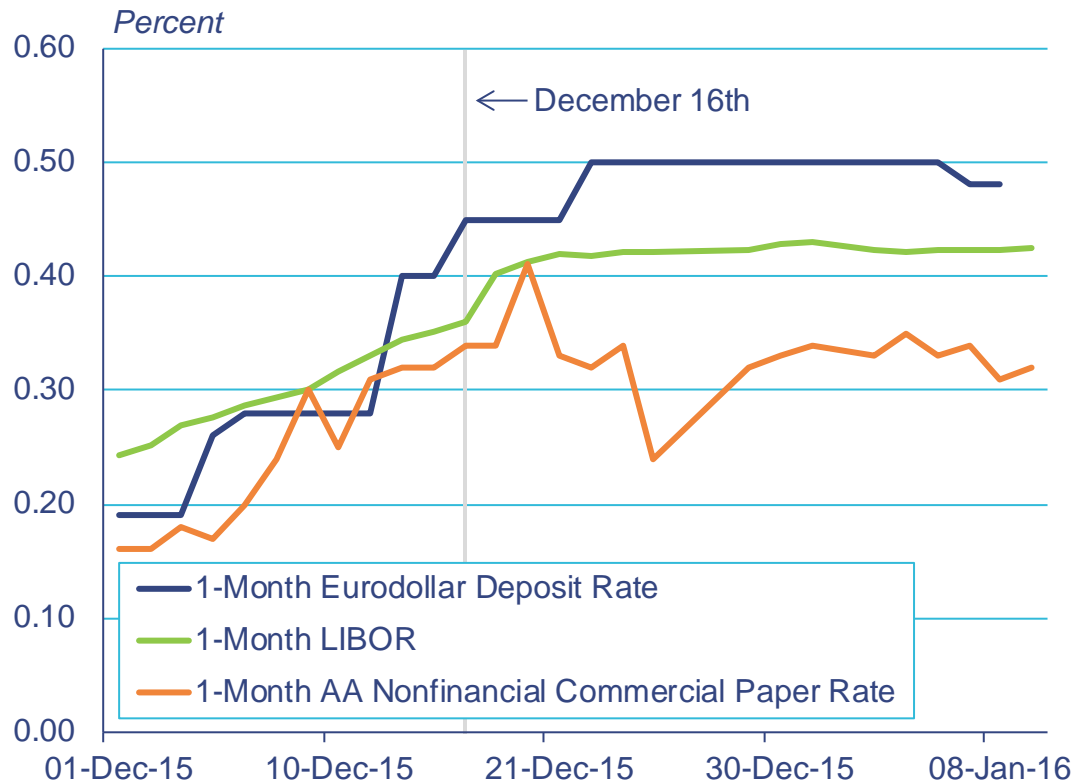




Figure 7: Selected Long-Term Interest Rates  
December 1, 2015 - January 11, 2016

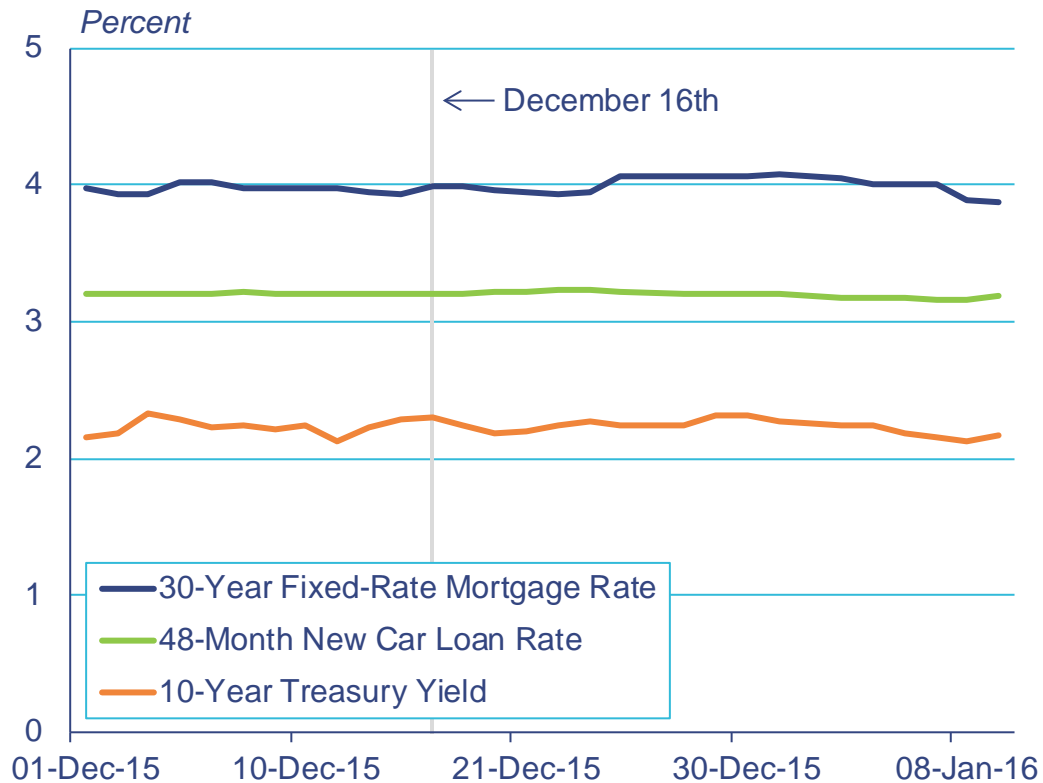
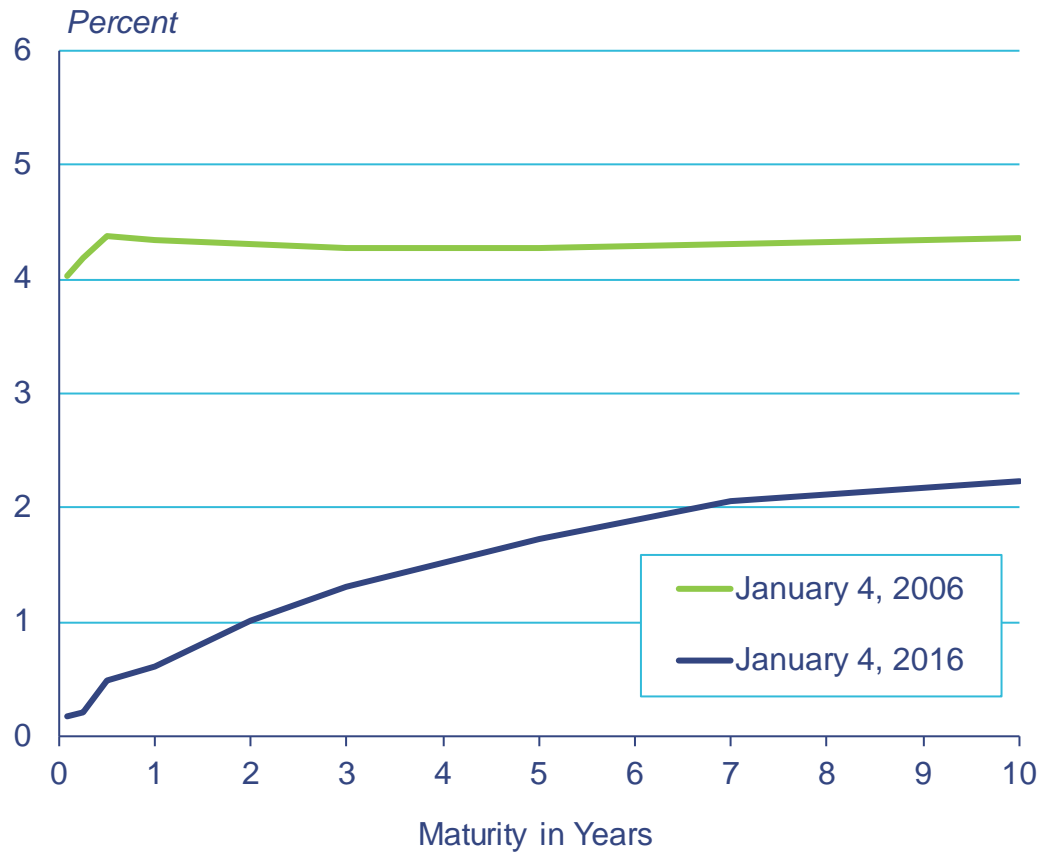




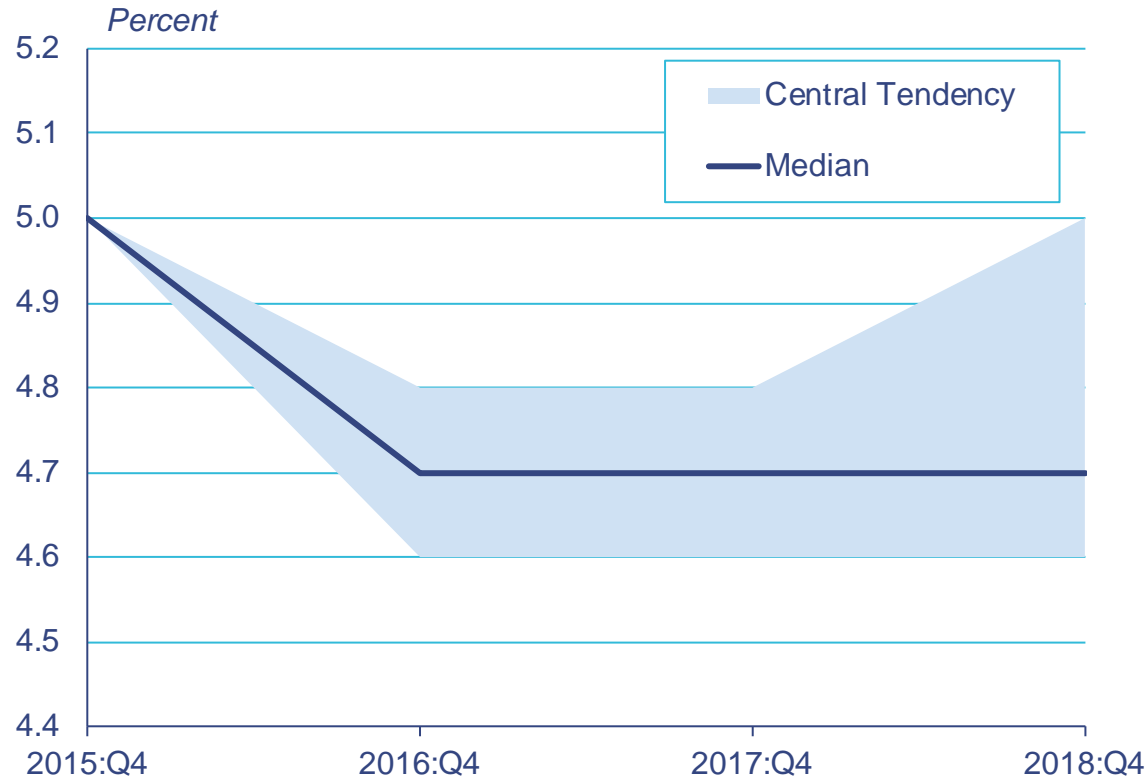


Figure 8: Treasury Yield Curves  
January 4, 2006 and January 4, 2016



# Figure 9: Unemployment Rate Projections of Federal Reserve Governors and Federal Reserve Bank Presidents, December 16, 2015

2015:Q4 - 2018:Q4



Note: The central tendency excludes the three highest and three lowest projections in each period.

Source: FOMC, Summary of Economic Projections (SEP), December 16, 2015



Figure 10: Civilian Unemployment Rate and the Natural Rate of Long-Term Unemployment  
1960:Q1 - 2015:Q4

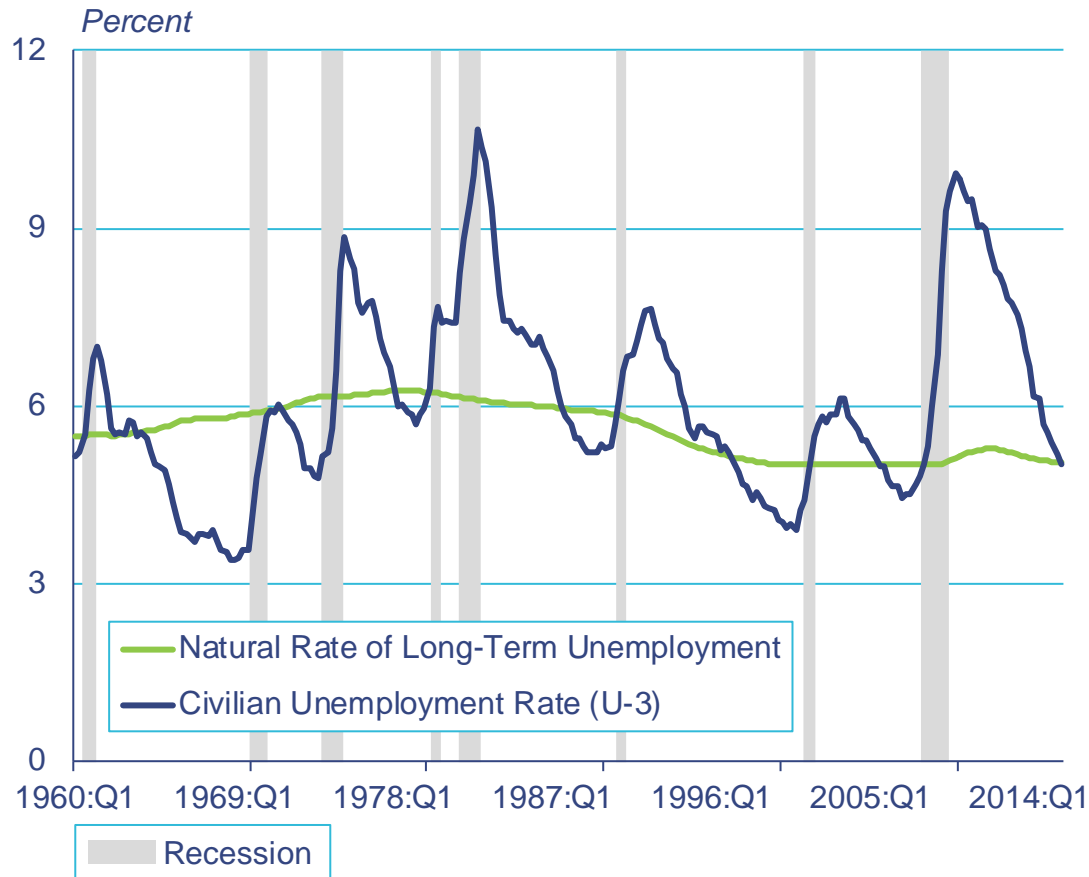
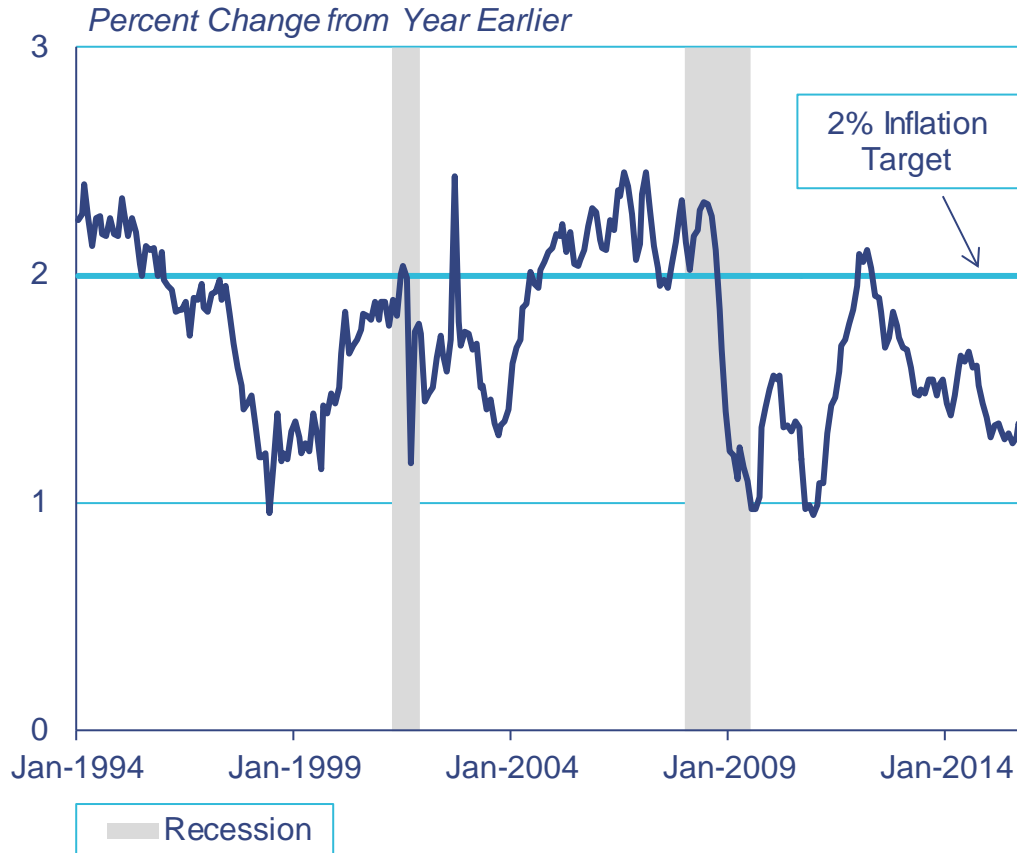


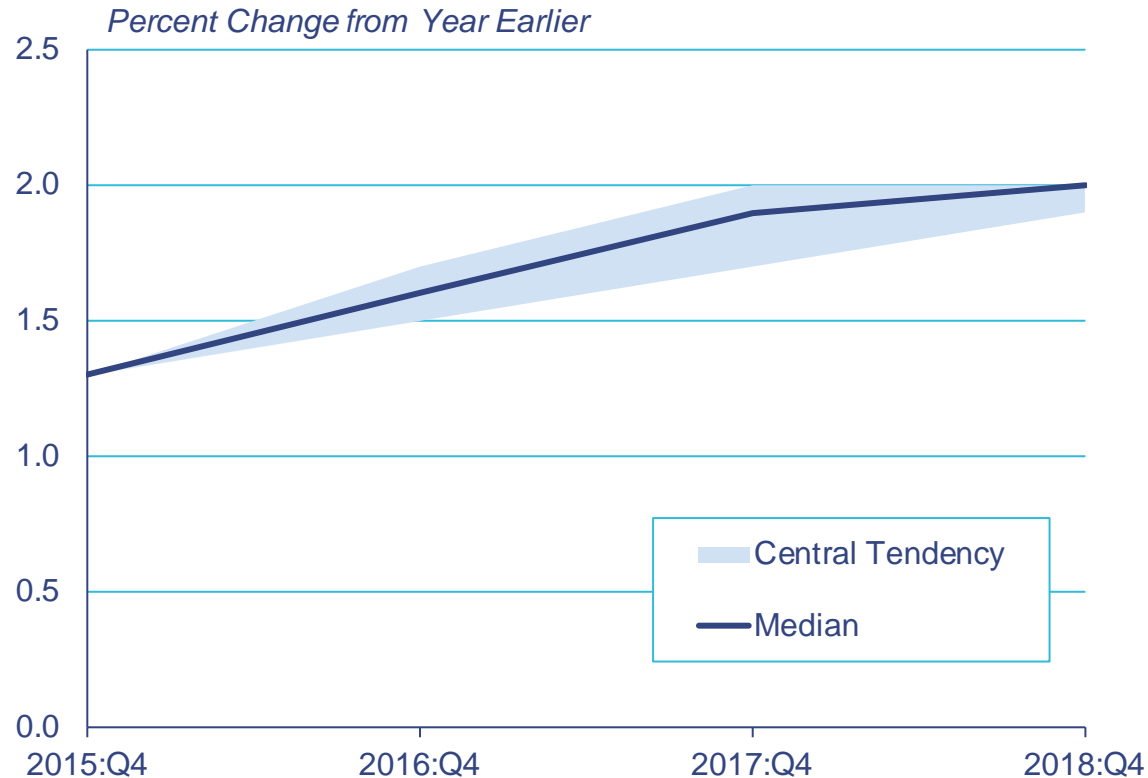


Figure 11: U.S. Inflation Rate: Change in Core Personal Consumption Expenditures Price Index  
January 1994 - November 2015



# Figure 12: Core Inflation Rate Projections of Federal Reserve Governors and Federal Reserve Bank Presidents, December 16, 2015

2015:Q4 - 2018:Q4



Note: The central tendency excludes the three highest and three lowest projections in each period.

Source: FOMC, Summary of Economic Projections (SEP), December 16, 2015

