



EMBARGOED UNTIL WEDNESDAY, SEPTEMBER 27 AT 7:00 P.M.; OR UPON DELIVERY

Trends and Transitory Shocks

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

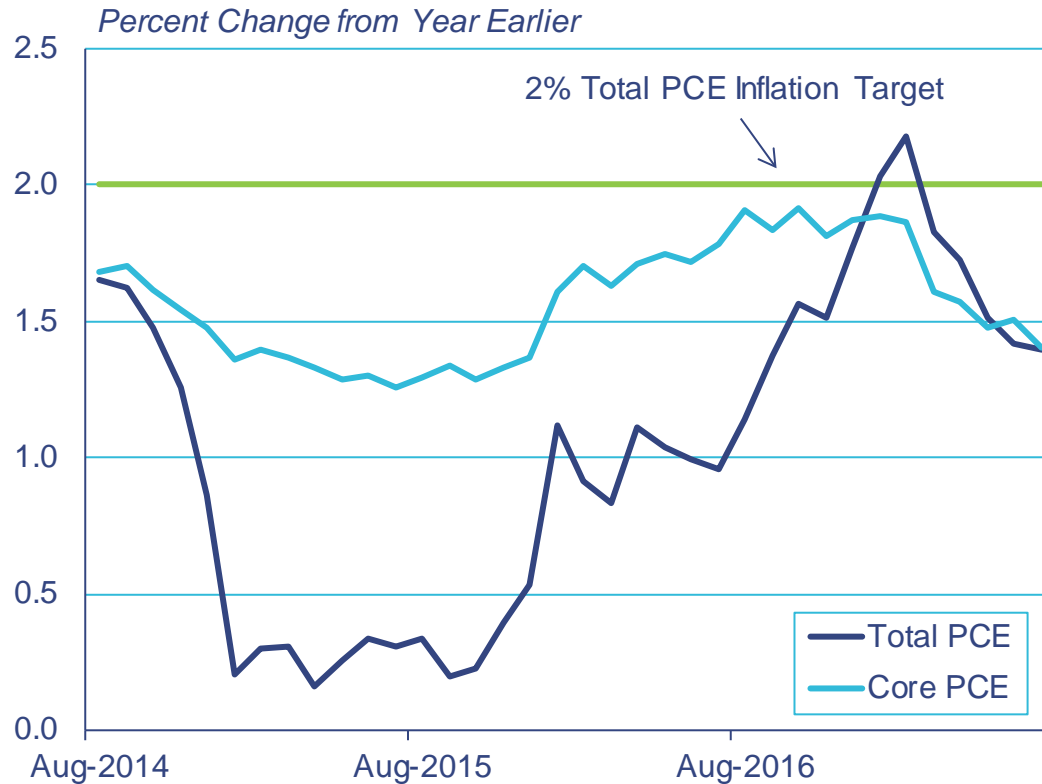
September 27, 2017

The Money Marketeers of New York University
New York, New York

bostonfed.org



Figure 1: Inflation Rate: Change in Personal Consumption Expenditures (PCE) Price Indices August 2014 - July 2017

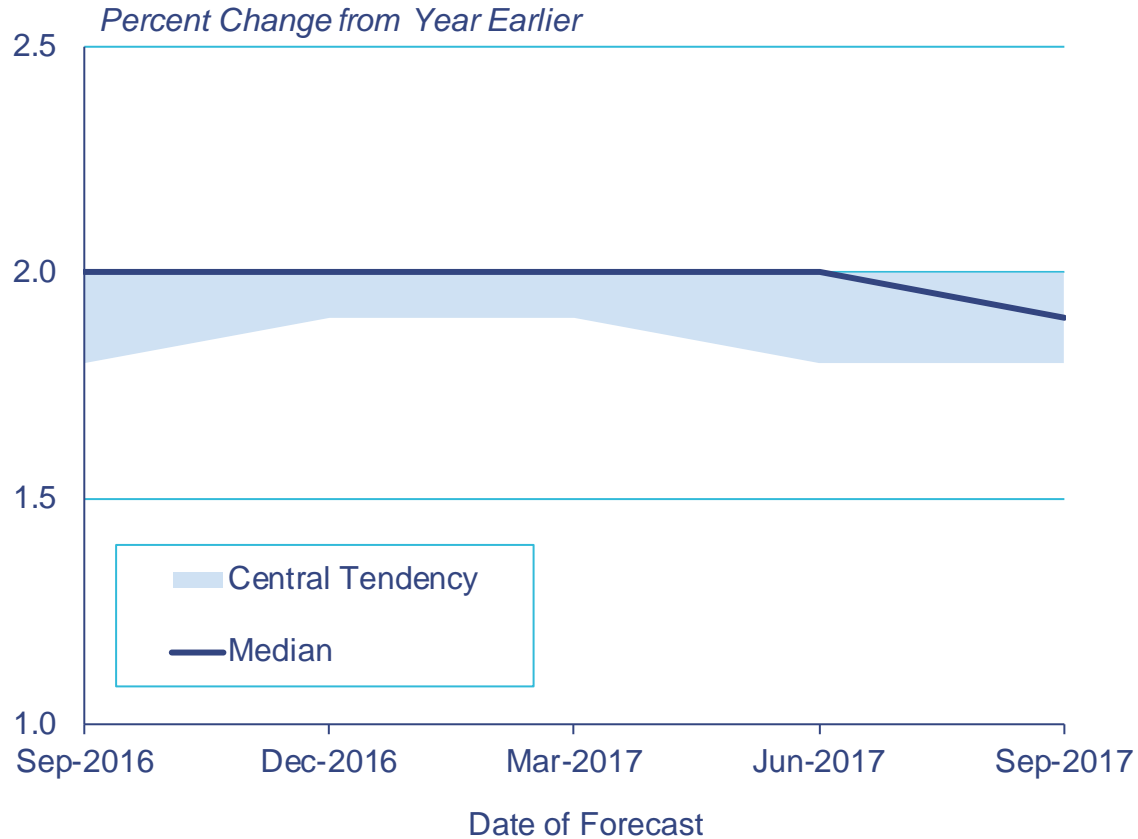


Note: Core PCE excludes food and energy.

Source: BEA, Haver Analytics



Figure 2: PCE Inflation Forecasts for 2018:Q4 from the Summary of Economic Projections September 2016 - September 2017

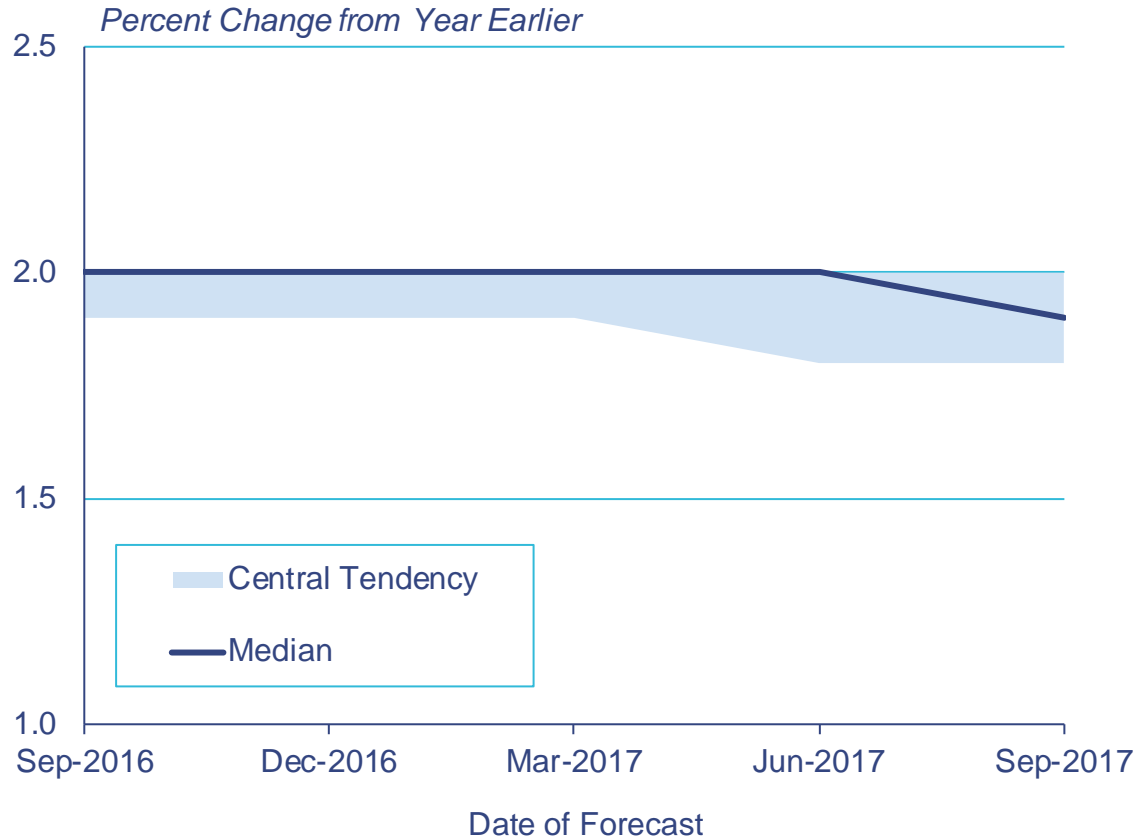


Note: The central tendency excludes the three highest and three lowest observations.

Source: FOMC, Summary of Economic Projections (SEP)



Figure 3: Core PCE Inflation Forecasts for 2018:Q4 from the Summary of Economic Projections September 2016 - September 2017



Note: The central tendency excludes the three highest and three lowest observations.

Source: FOMC, Summary of Economic Projections (SEP)



Figure 4: Blue Chip Forecasts for PCE Inflation in December 2018

Forecasts as of April 2017 - September 2017

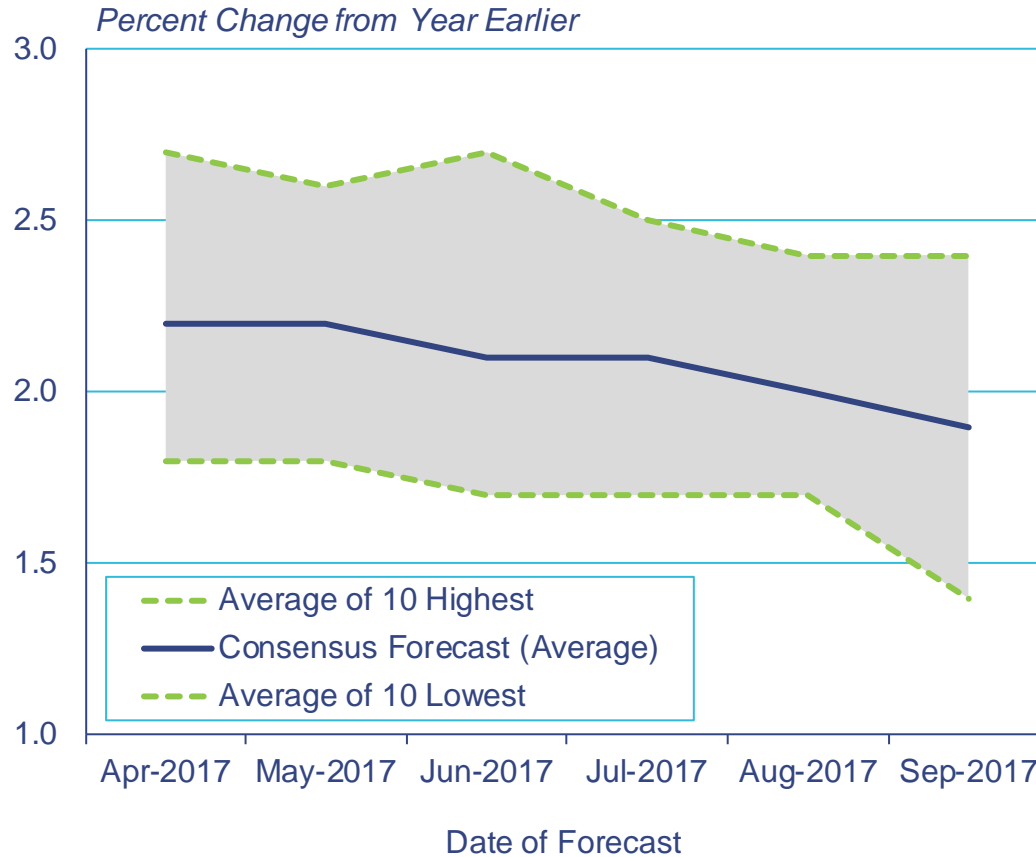




Figure 5: Civilian Unemployment Rate September 2014 - August 2017

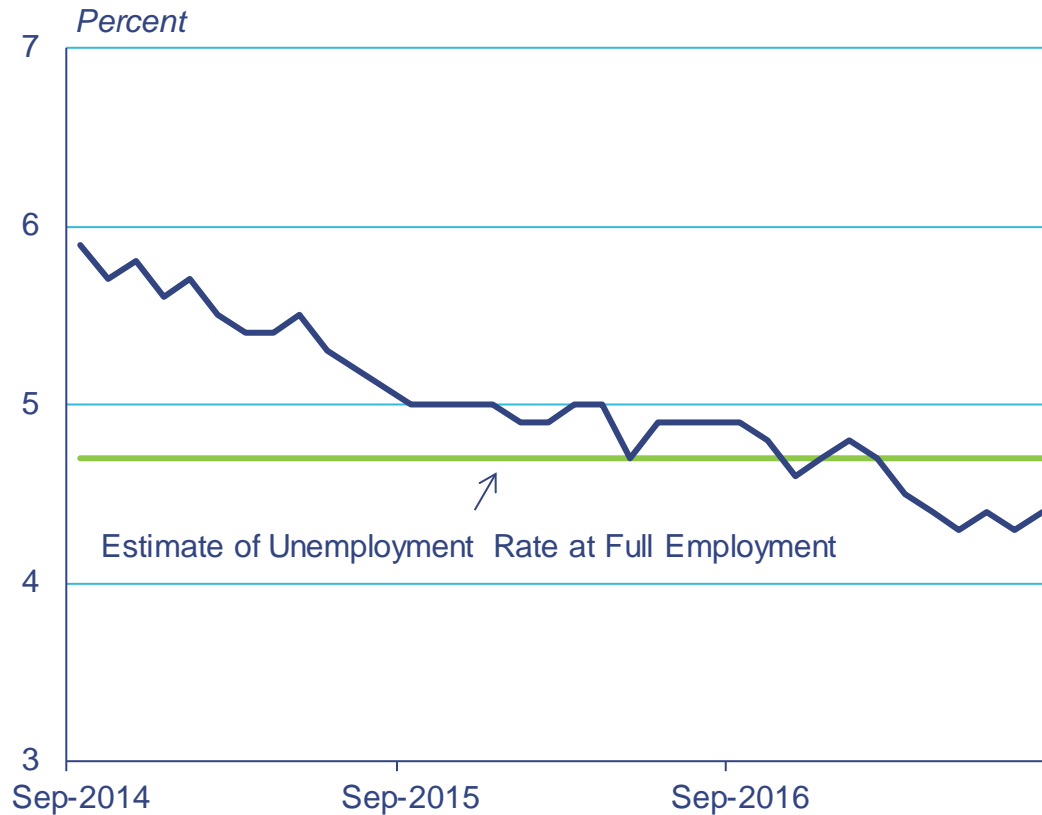
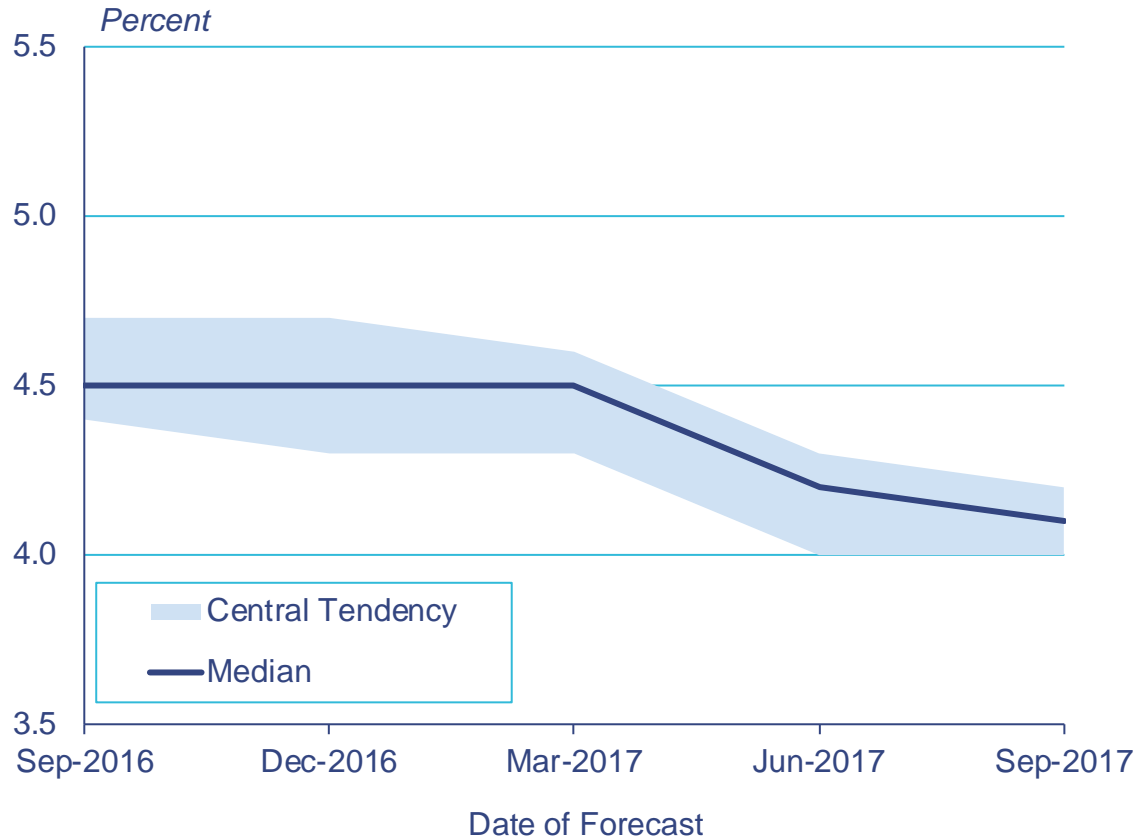




Figure 6: Unemployment Rate Forecasts for 2018:Q4 from the Summary of Economic Projections
September 2016 - September 2017



Note: The central tendency excludes the three highest and three lowest observations.

Source: FOMC, Summary of Economic Projections (SEP)



Figure 7: Blue Chip Forecasts for the Unemployment Rate in 2018:Q4

Forecasts as of January 2017 - September 2017

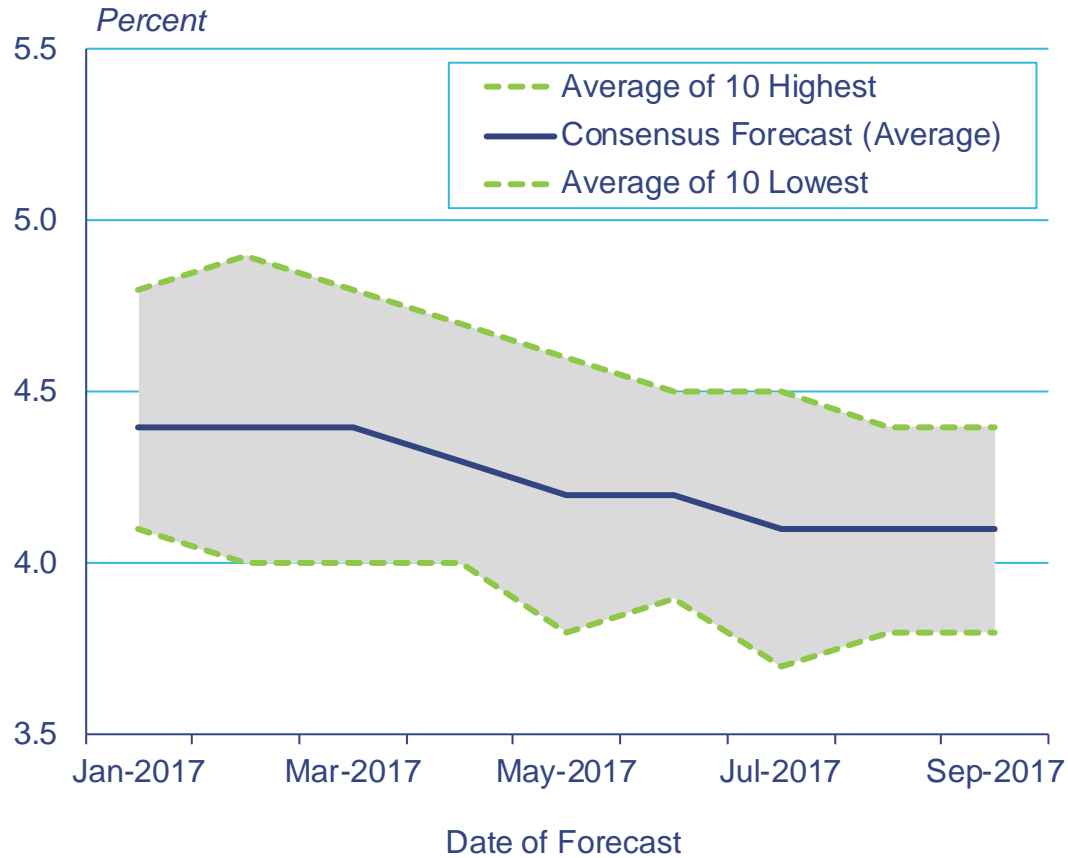
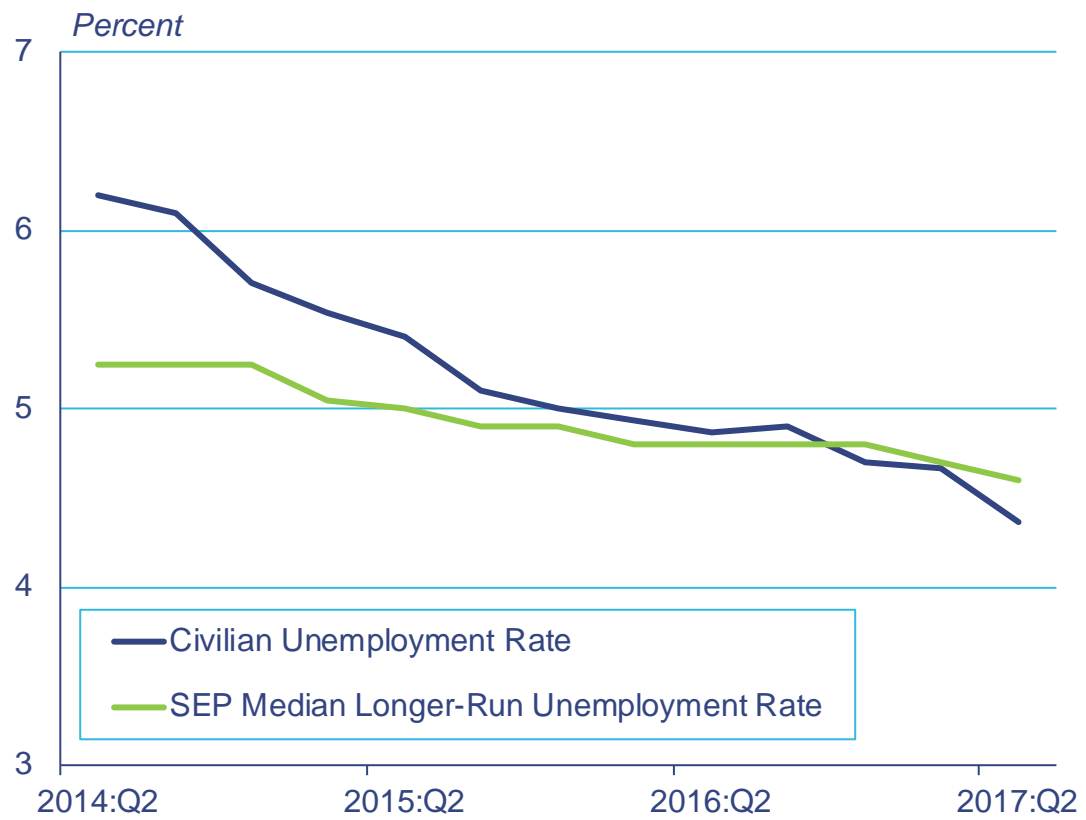




Figure 8: Civilian Unemployment Rate and SEP Estimates of the Longer-Run Unemployment Rate 2014:Q2 - 2017:Q2

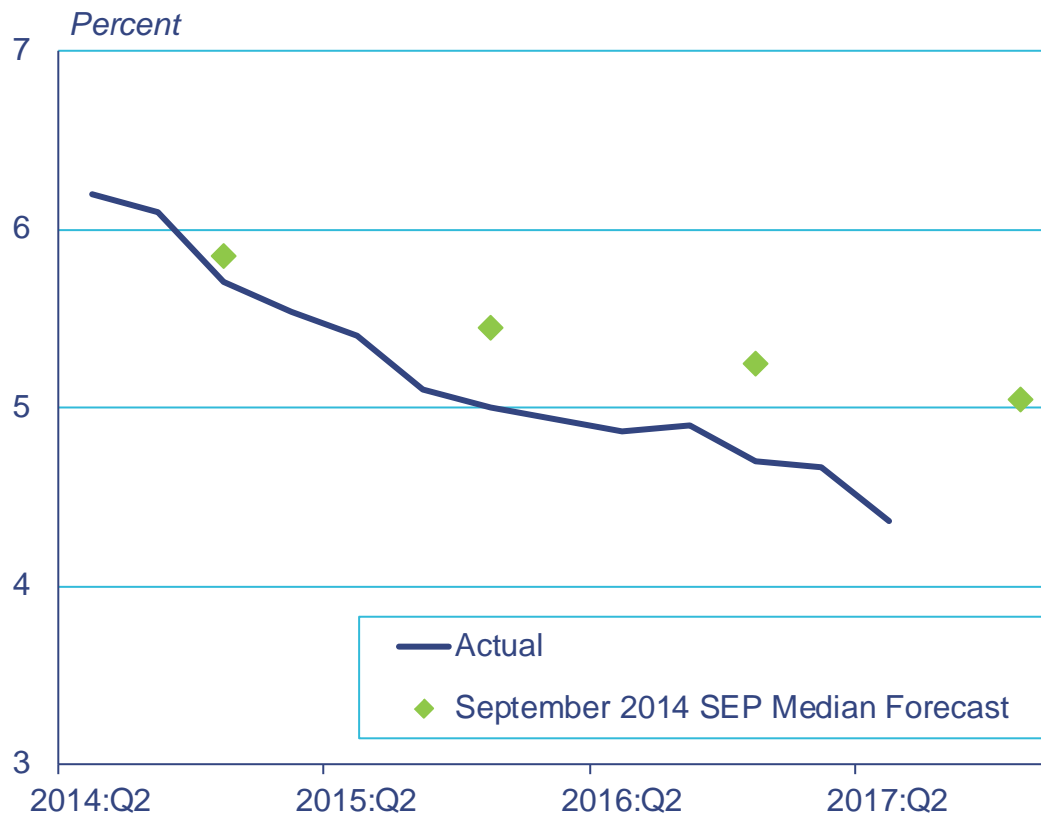


Note: Prior to June 2015, SEP medians are not reported. Proxies for the medians are calculated from the distribution of participants' projections reported in ranges of tenths in the meeting minutes.

Source: FOMC, Summary of Economic Projections (SEP); BLS; Haver Analytics



Figure 9: Civilian Unemployment Rate: Actual and Forecast from the Summary of Economic Projections 2014:Q2 - 2017:Q4



Note: Prior to June 2015, SEP medians are not reported. Proxies for the medians are calculated from the distribution of participants' projections reported in ranges of tenths in the meeting minutes.

Source: FOMC, Summary of Economic Projections (SEP), September 17, 2014; BLS; Haver Analytics



Figure 10: Wage Growth for Private Industry Workers
2012:Q1 - 2017:Q2

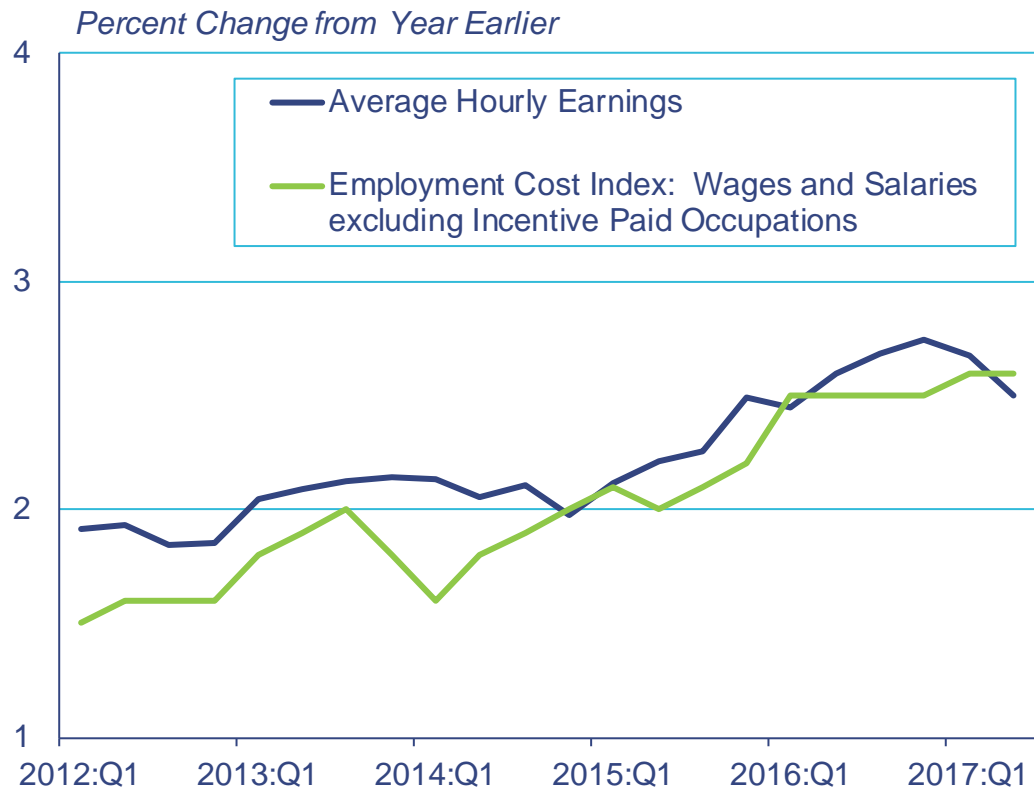




Figure 11: Blue Chip Forecast for Growth in Average Hourly Earnings

Forecast as of September 2017

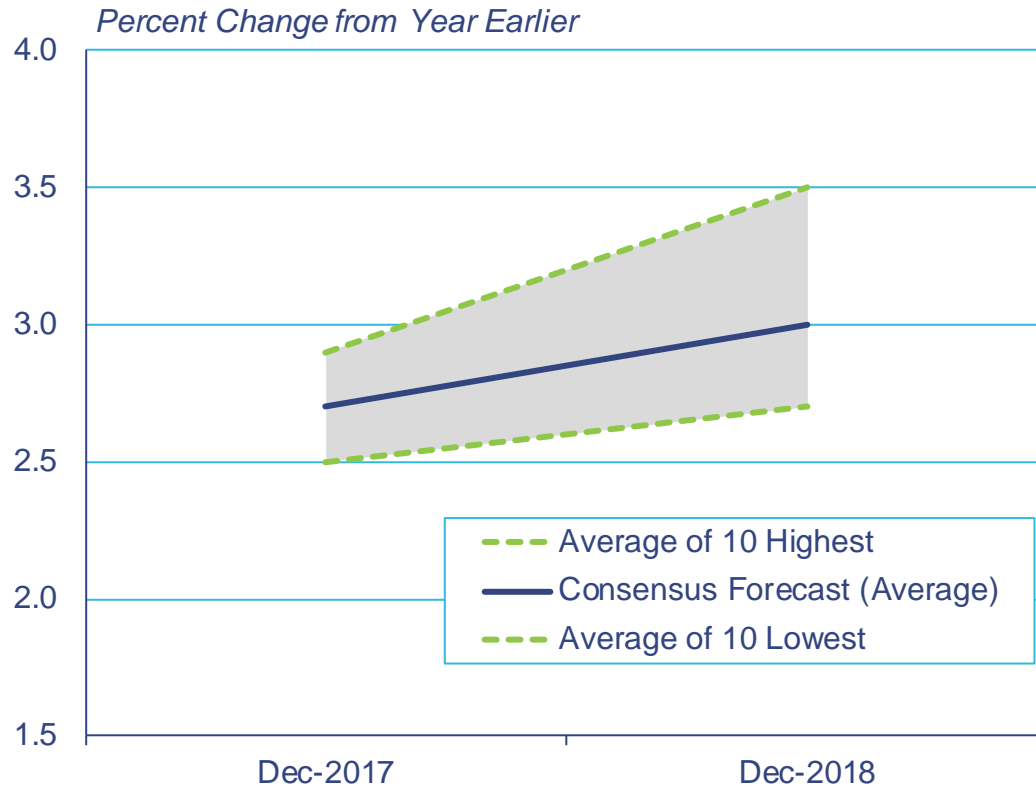
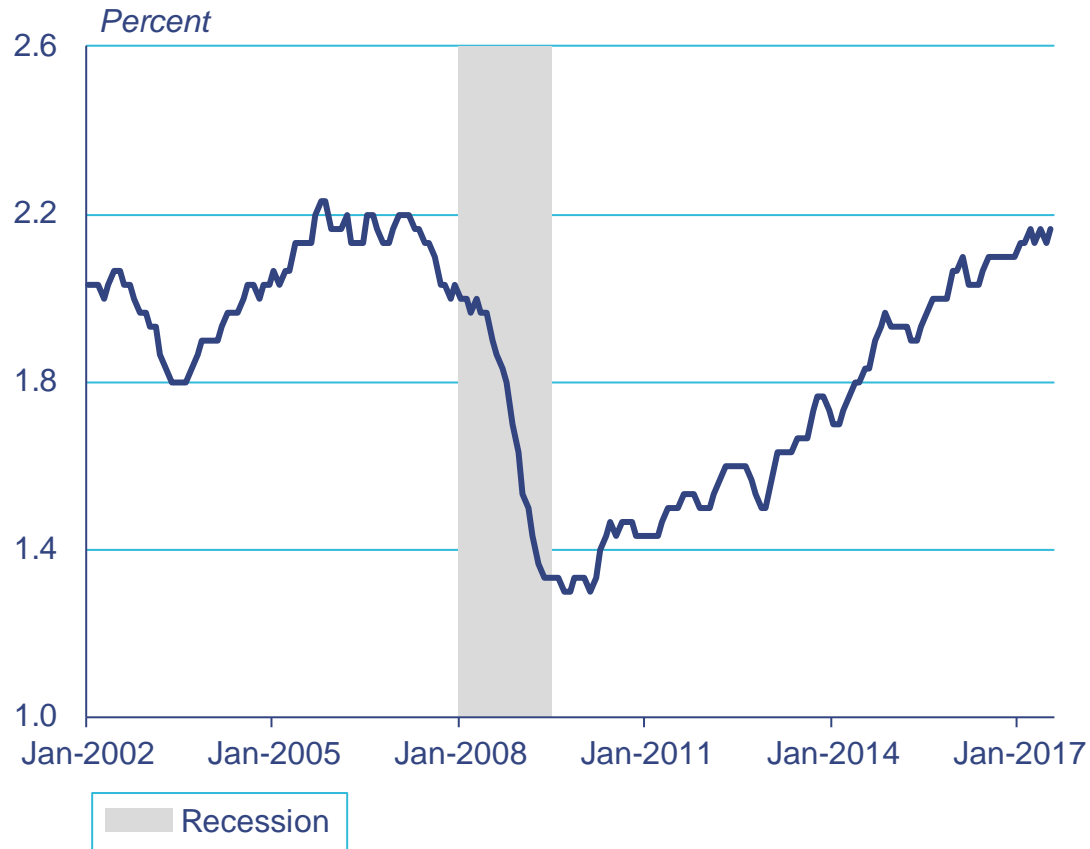




Figure 12: Job Leavers: The Quits Rate
January 2002 - July 2017



Note: The quits rate is the number of quits during the entire month as a percent of total employment. Pictured above is the three-month moving average.

Source: BLS, NBER, Haver Analytics