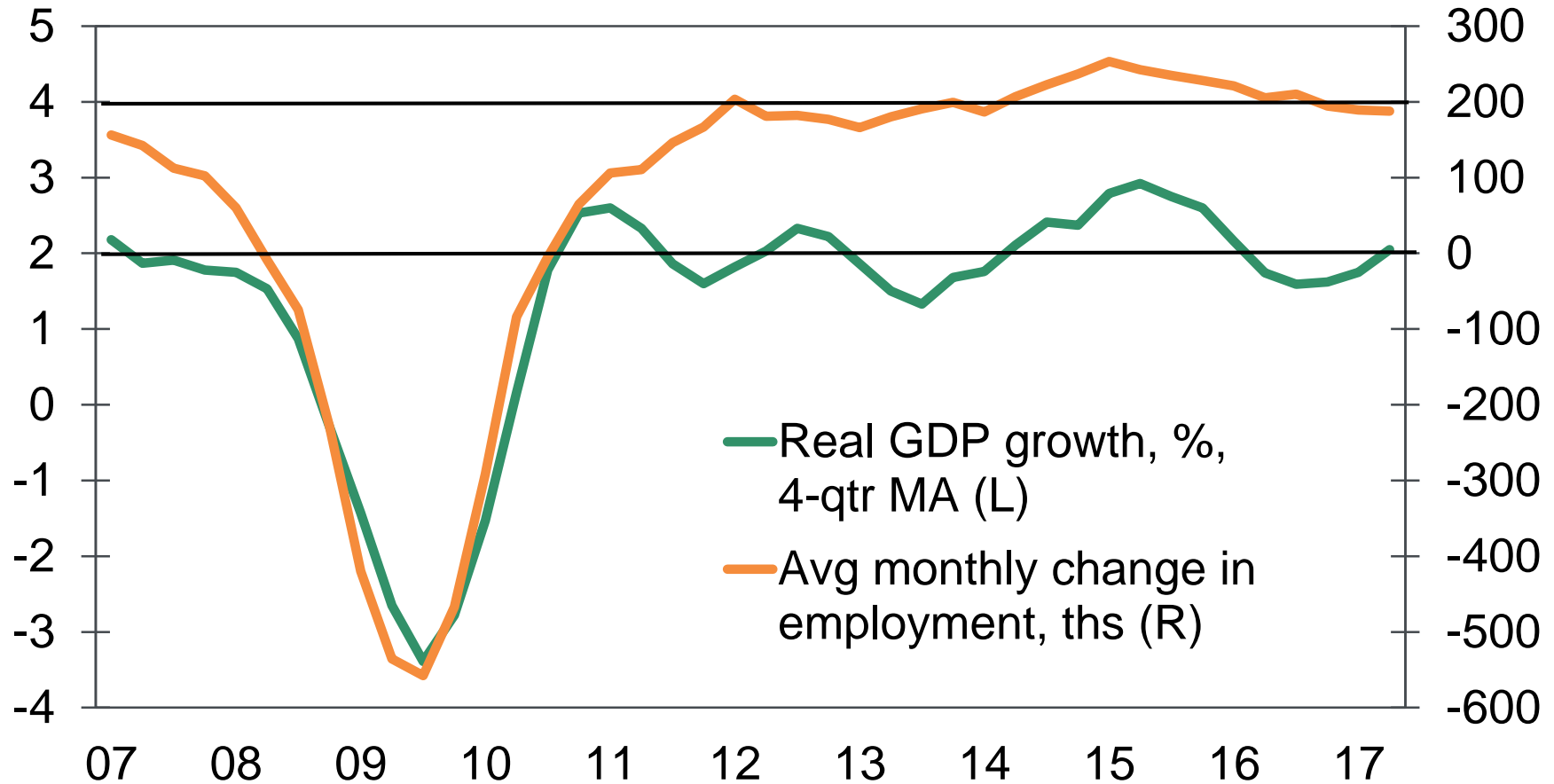


# U.S. Economic Outlook

Dan White, Director

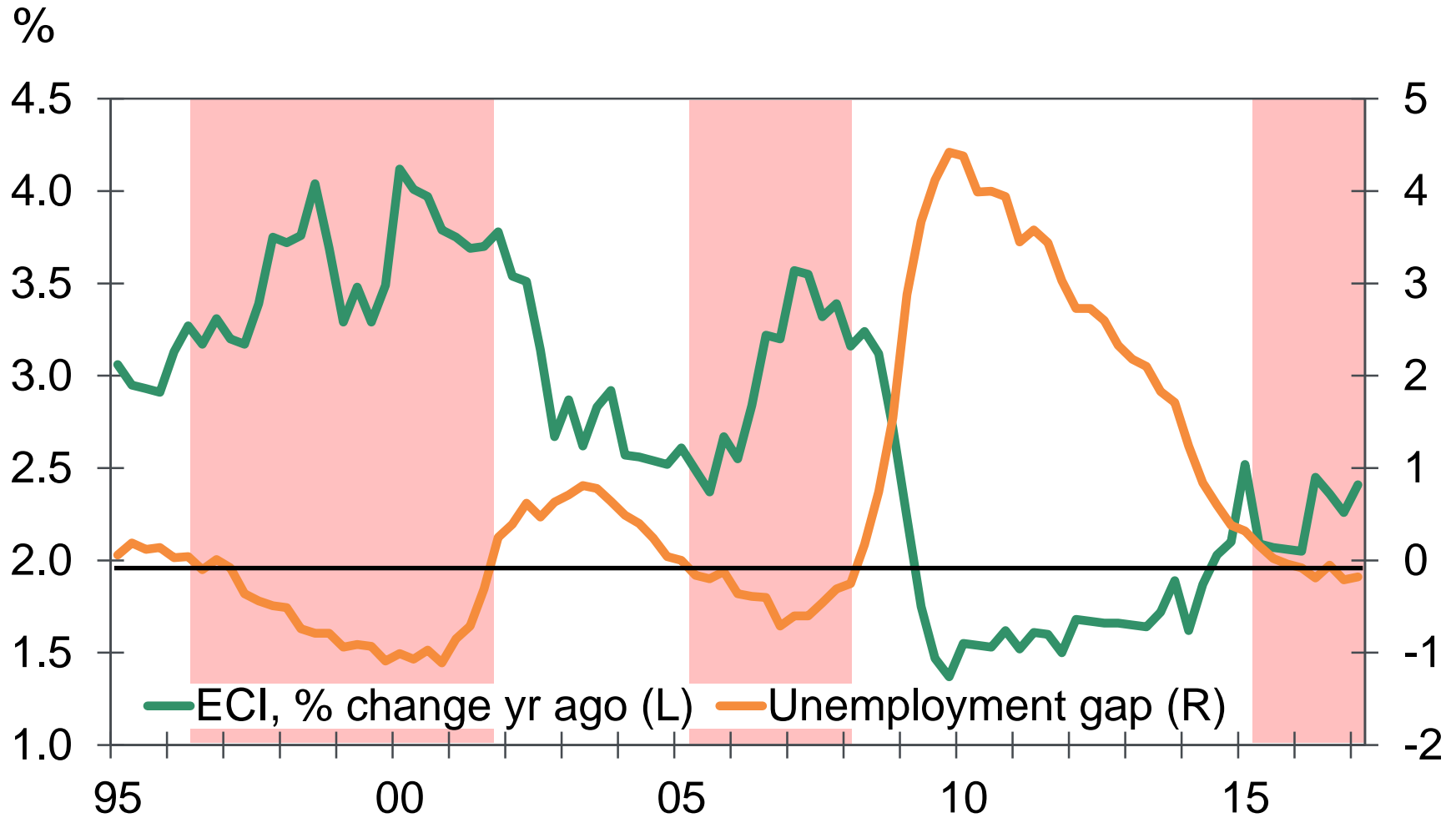
October 2017

# Remarkably Steady Growth



Sources: BLS, BEA, Moody's Analytics

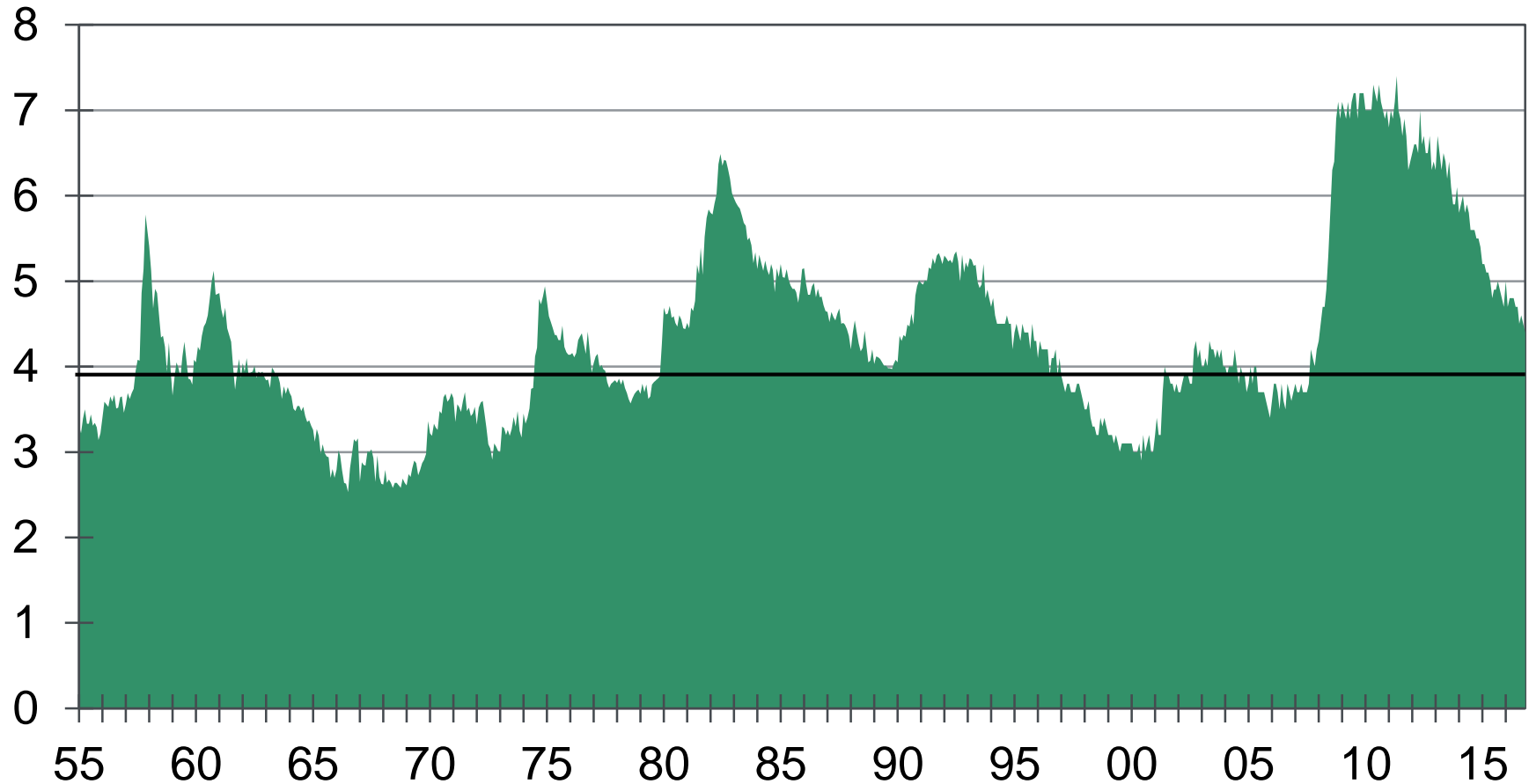
# Unemployment Falls...Wage Growth Picks Up



Sources: BLS, Moody's Analytics

# Still Some Room to Run in the Labor Market

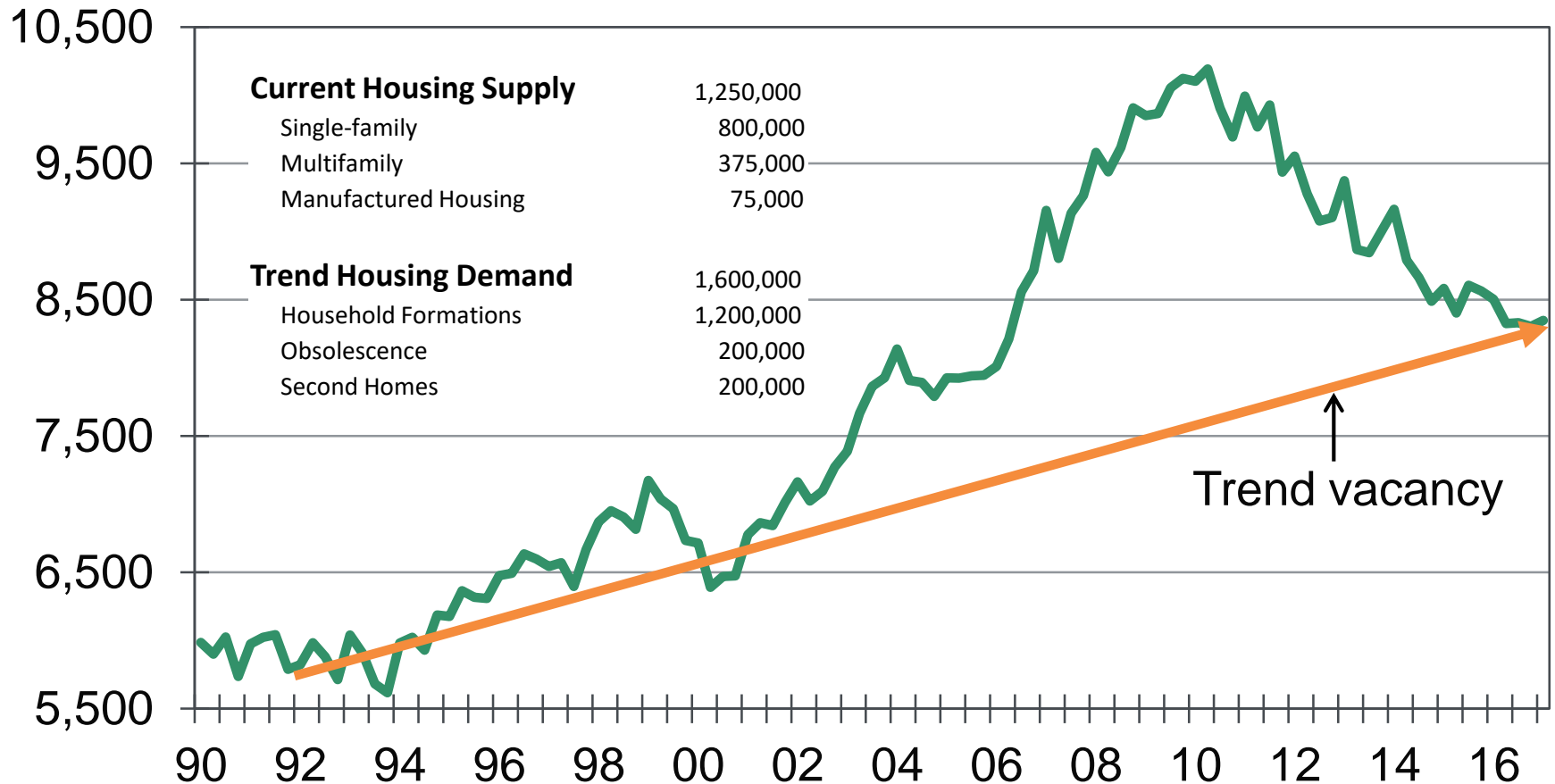
Difference between U-6 and U-3 unemployment rates, ppts



Sources: BLS, Moody's Analytics

# Builders Are Not Building

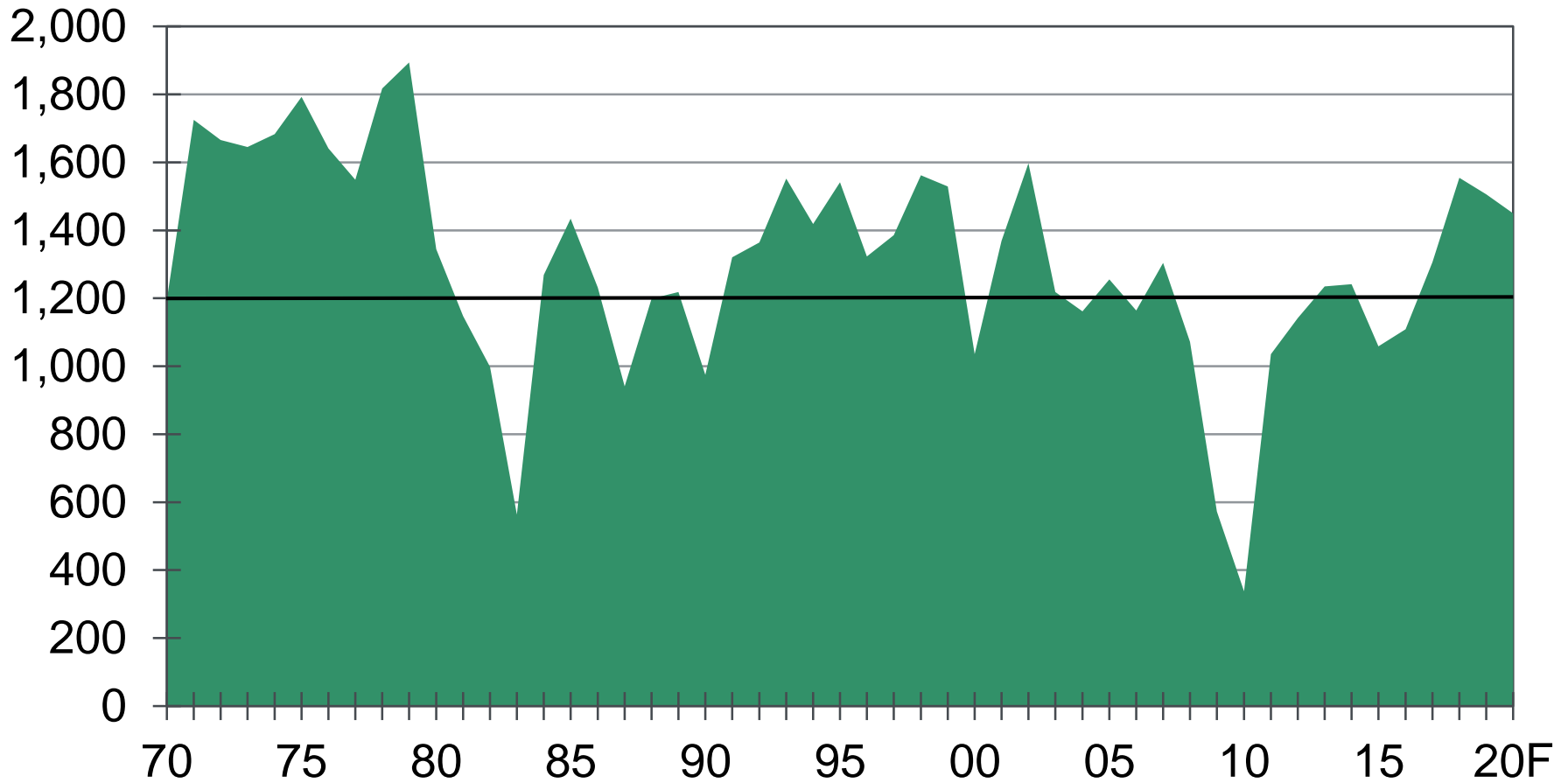
Vacant homes for sale, for rent and held off market, the



Sources: Census Bureau, Moody's Analytics

# More Households Still Set to Form

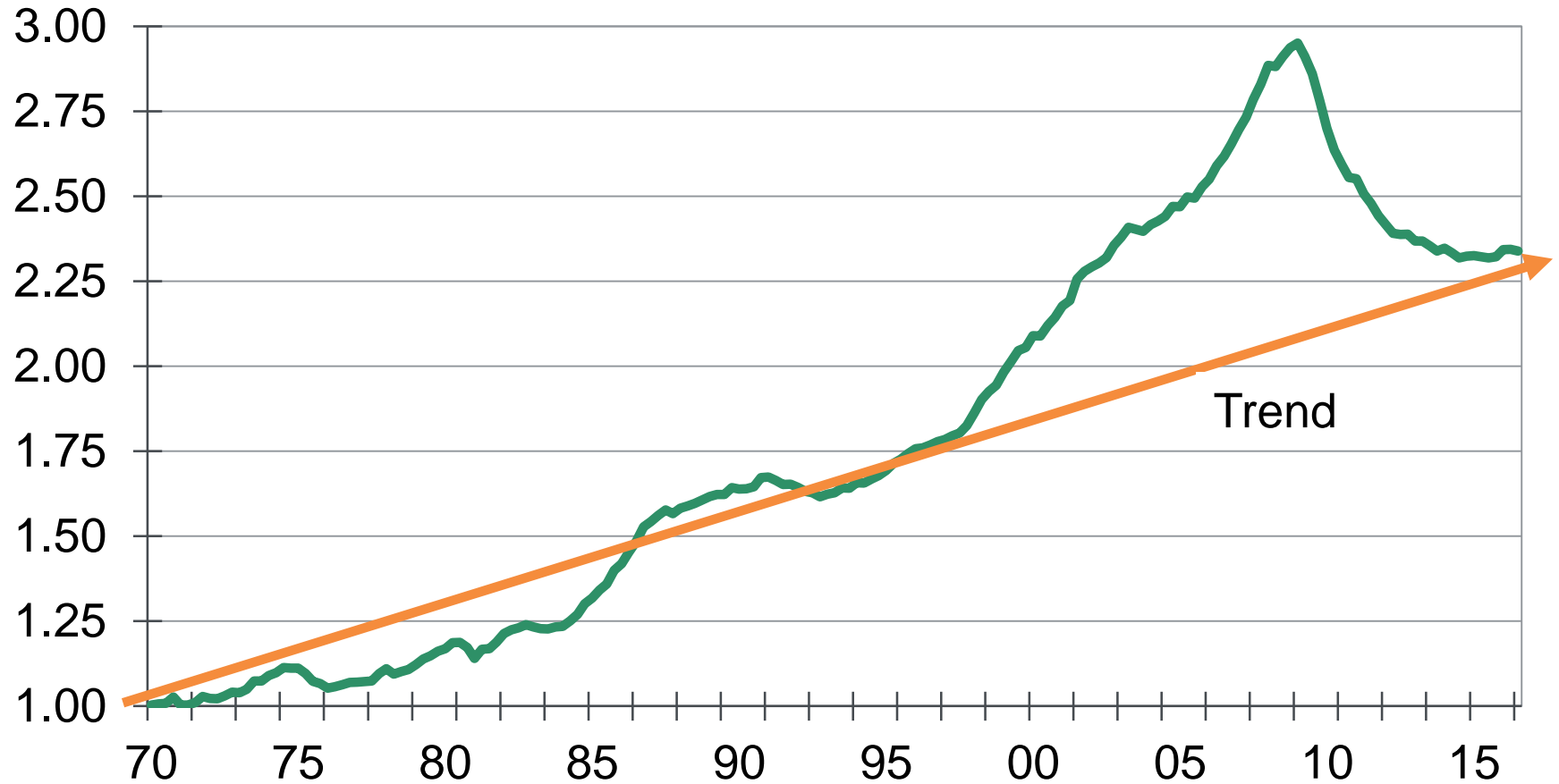
U.S. household formations, ths



Sources: BLS, Moody's Analytics

# U.S. Looking Bubble Free...So Far

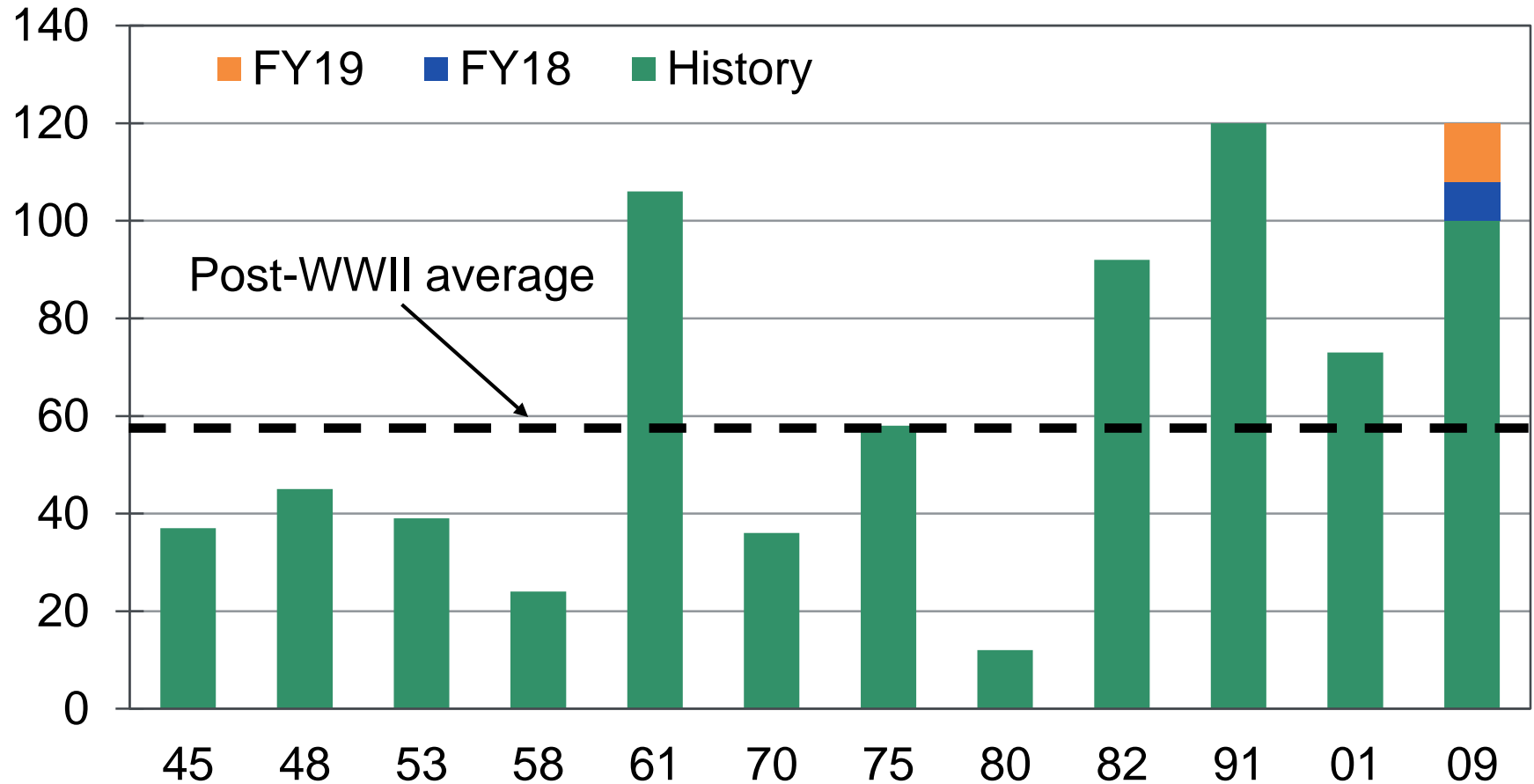
Domestic private sector debt-to-GDP ratio



Sources: Federal Reserve Board, Moody's Analytics

# Pushing the Envelope

Duration of business cycle expansion, months, state fiscal year

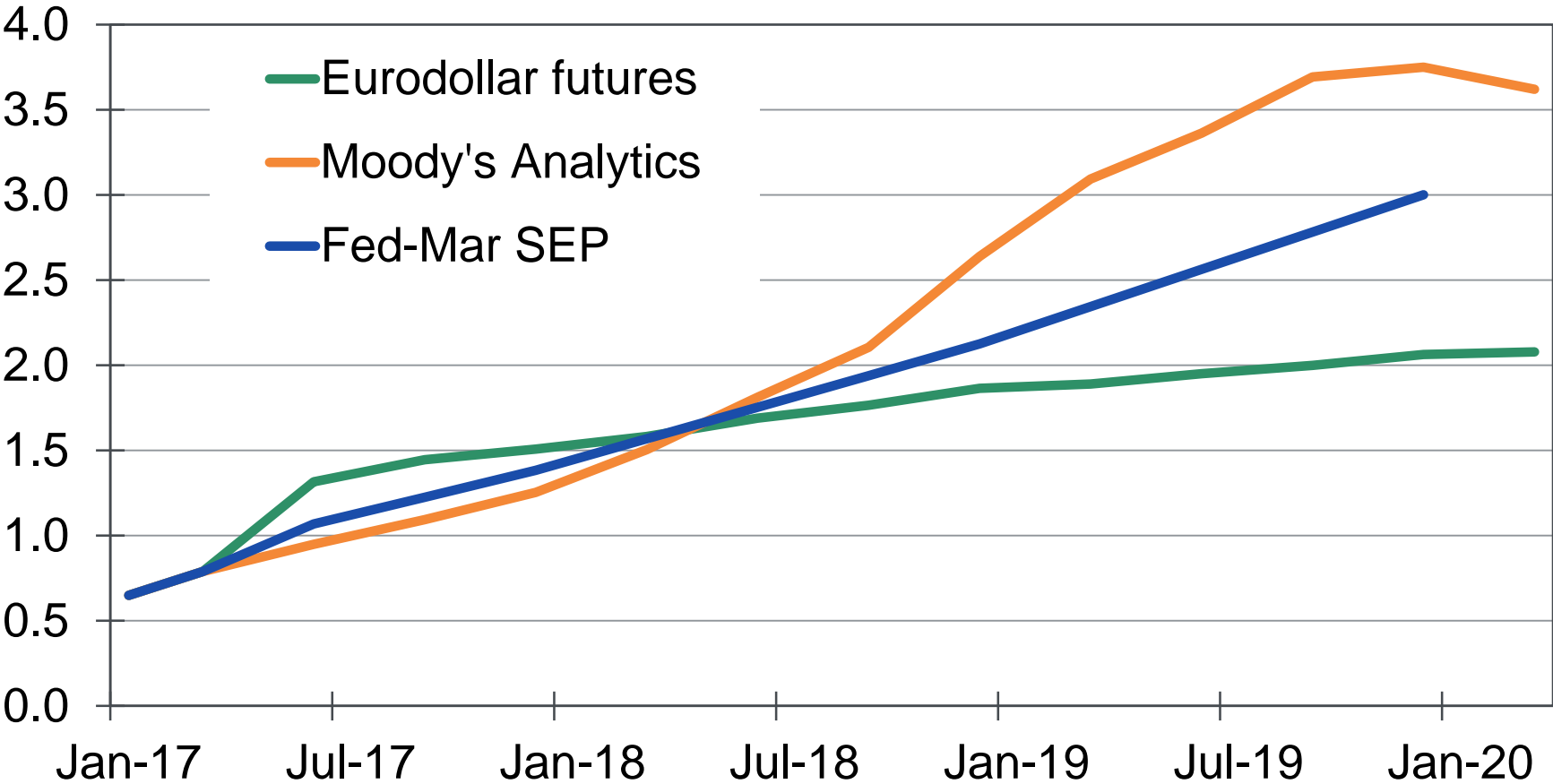


Sources: NBER, Moody's Analytics



# Someone Is Wrong About Monetary Policy

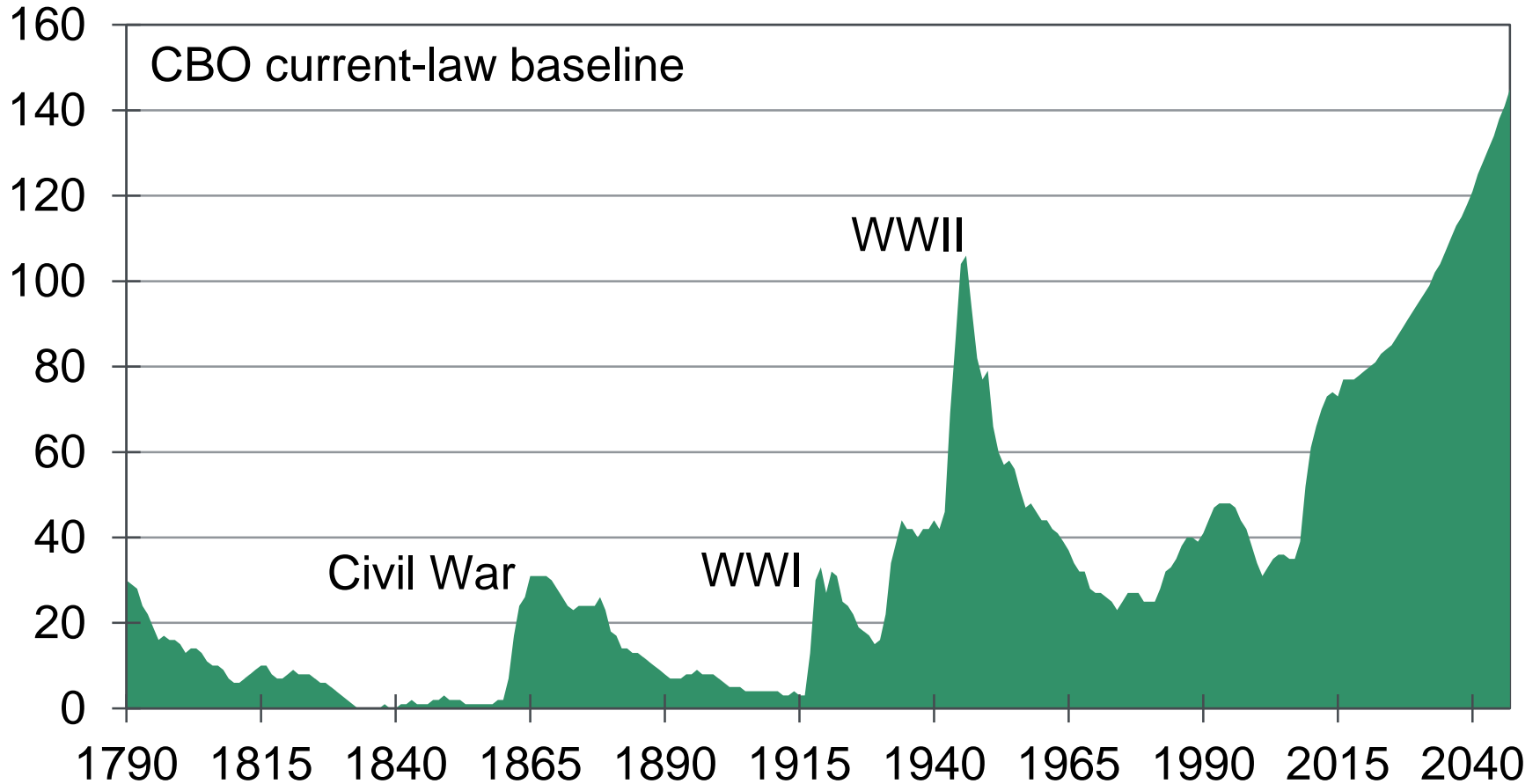
Fed funds rate, %



Sources: Federal Reserve, Bloomberg L.P., Moody's Analytics

# Fiscal Policy Could Make Things Interesting

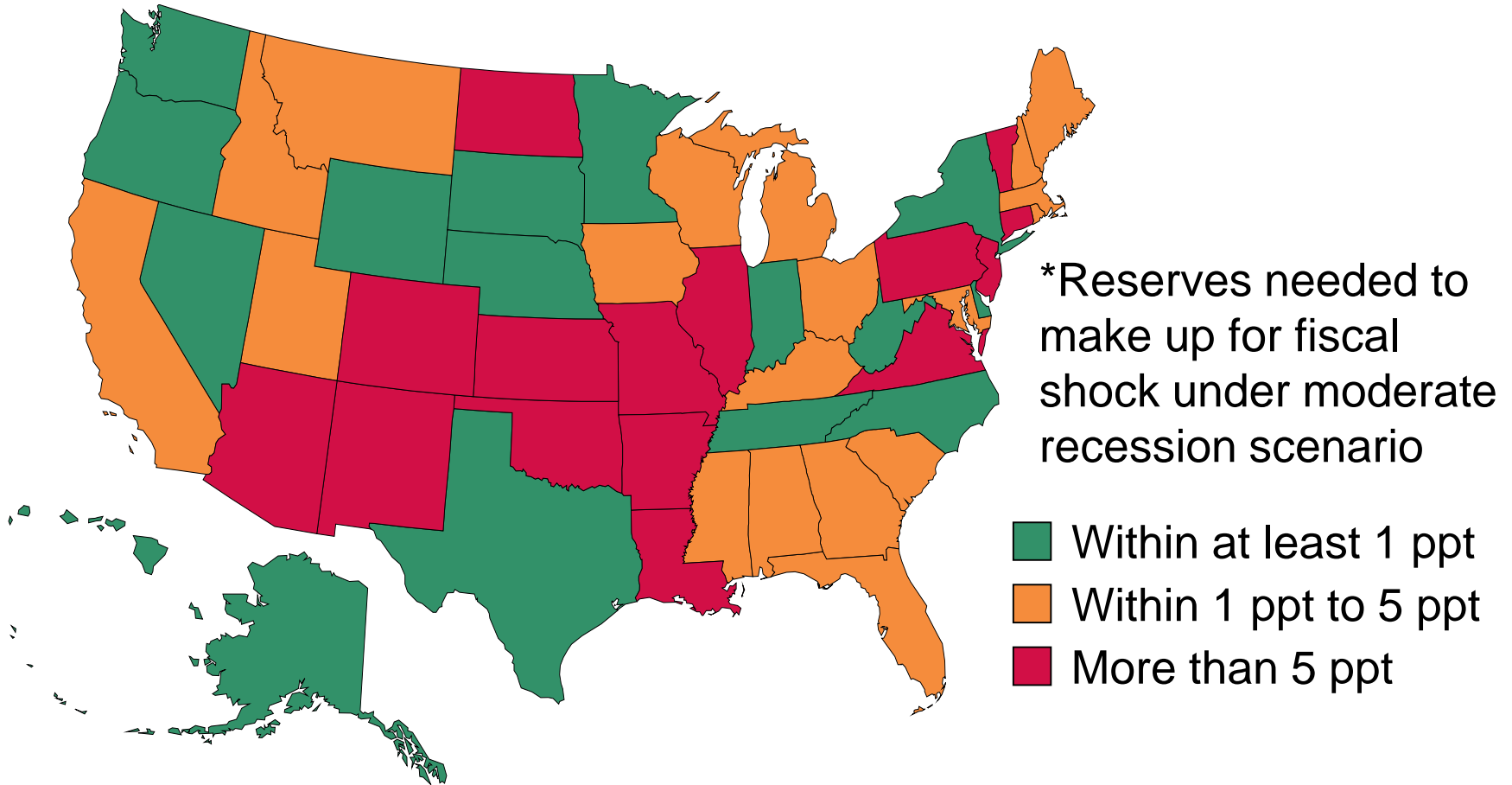
Public debt outstanding, % of GDP



Sources: CBO, Moody's Analytics

# Most States Are Relatively Prepared

Diff between estimated FY17 balances and necessary\* reserves:



Sources: NASBO, Moody's Analytics



# MOODY'S

ANALYTICS

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