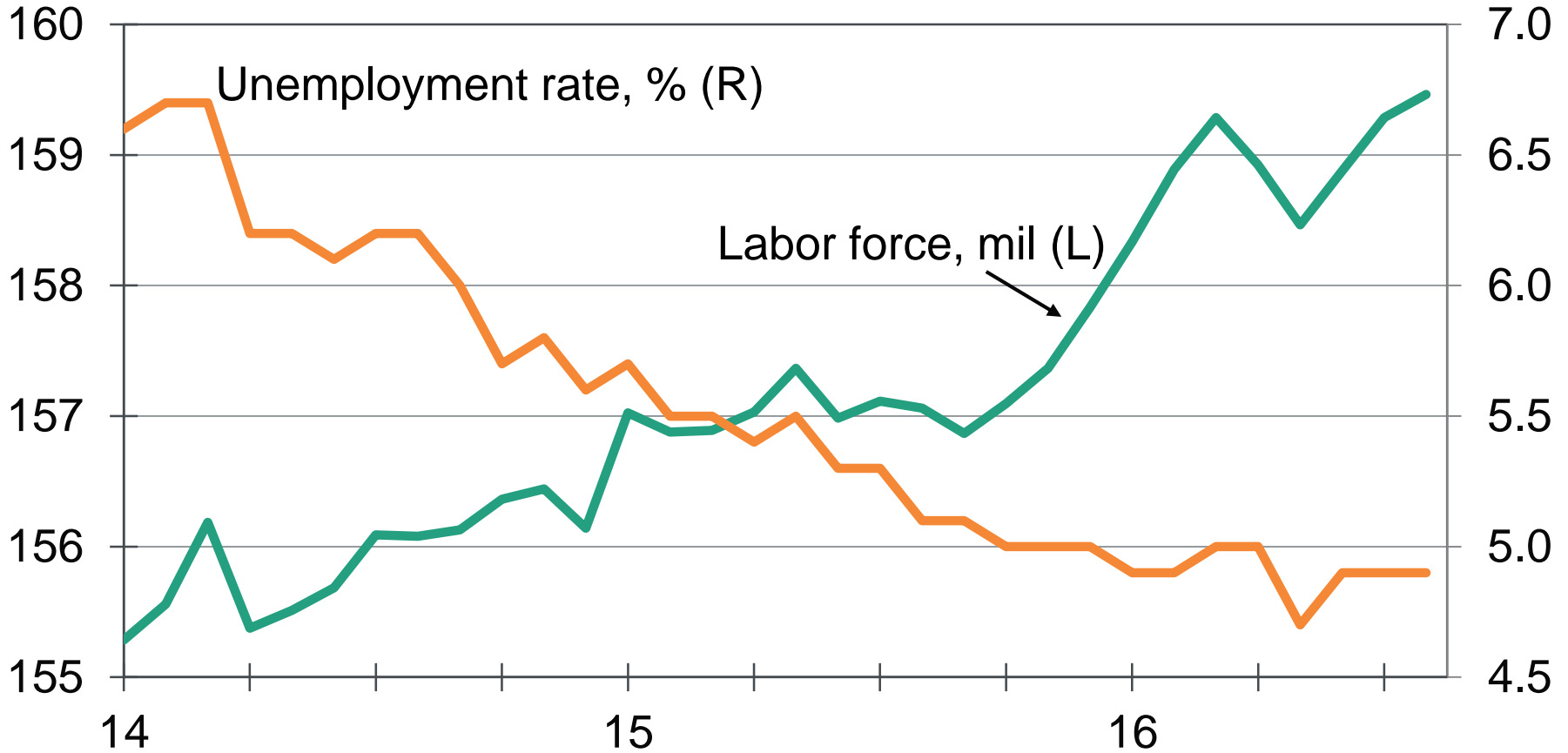


# The Economic Outlook

DAN WHITE, SENIOR ECONOMIST

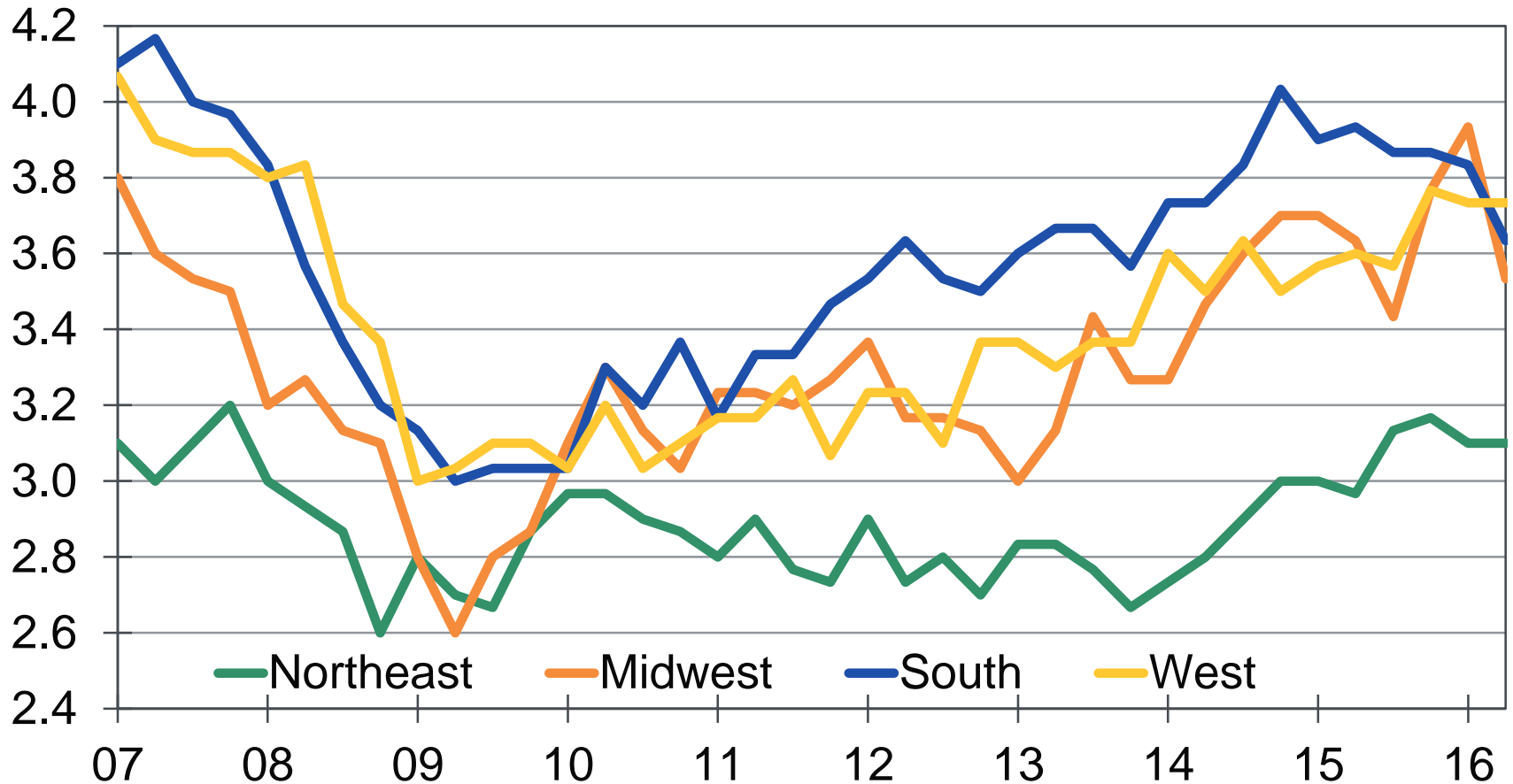
# Full Employment Is Fast Approaching



Sources: BLS, Moody's Analytics

# Hiring Rate No Longer Rising

Job hire rate, % of total employment

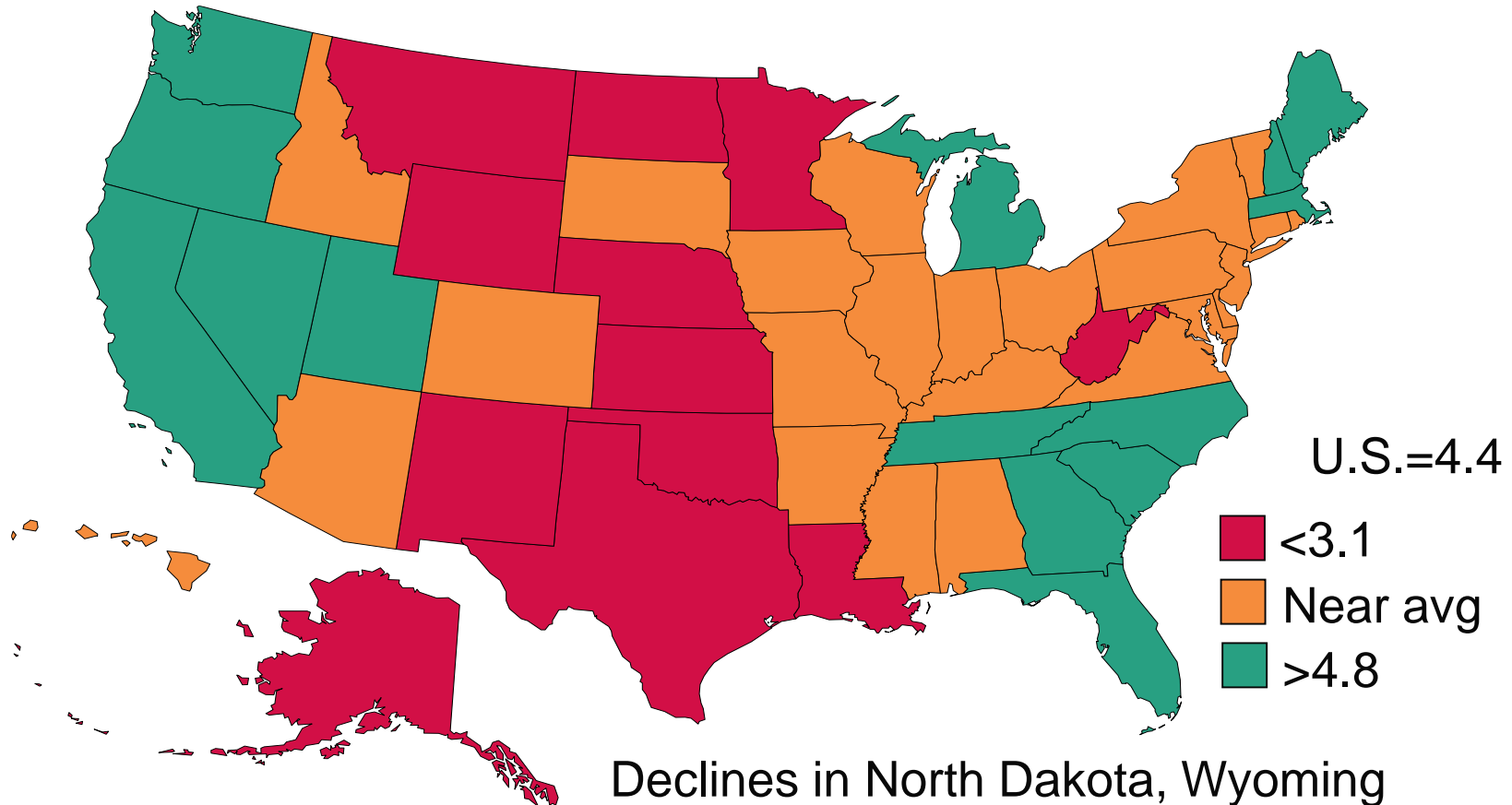


Sources: BLS, Moody's Analytics

Data through June 2016

# Wage Growth Becoming More Evident

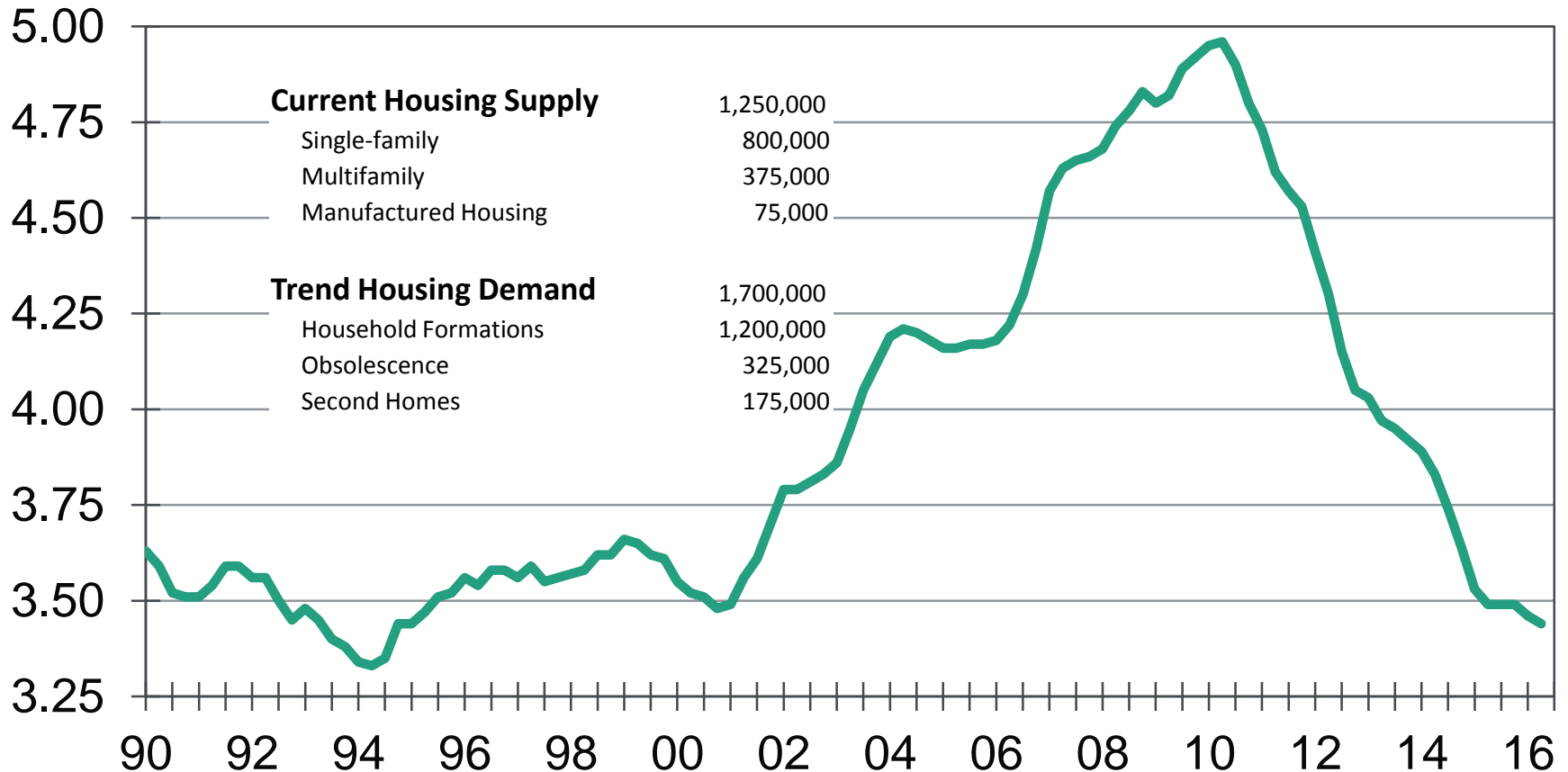
Total personal income, % change yr ago, 2016Q1



Sources: BEA, BLS, Moody's Analytics

# Housing Has a Way to Run...

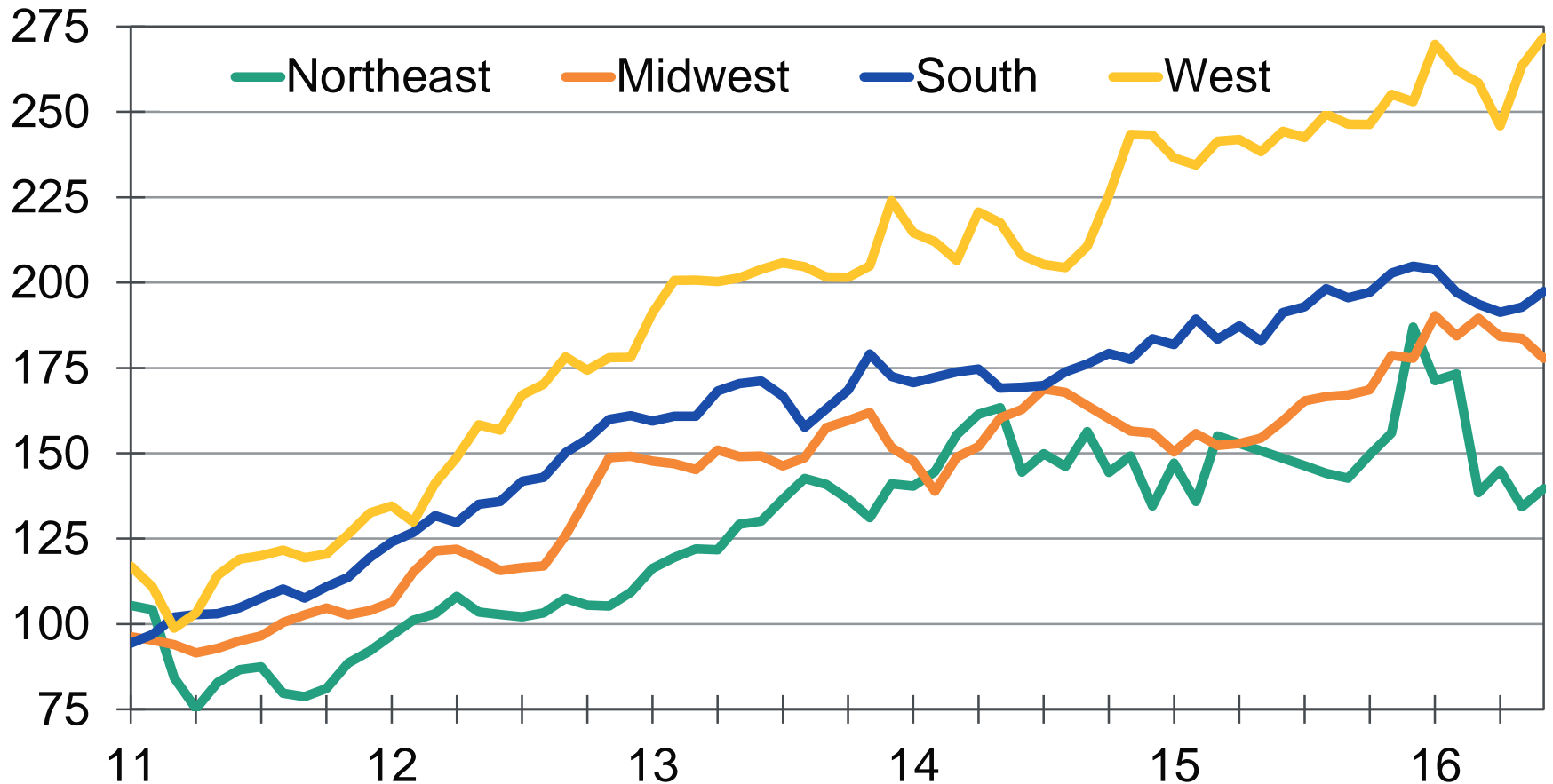
Housing vacancy rate, homes for sale and rent, 4-qtr MA, %



Sources: Census Bureau, Moody's Analytics

# ...And Homebuilders Can't Keep Up

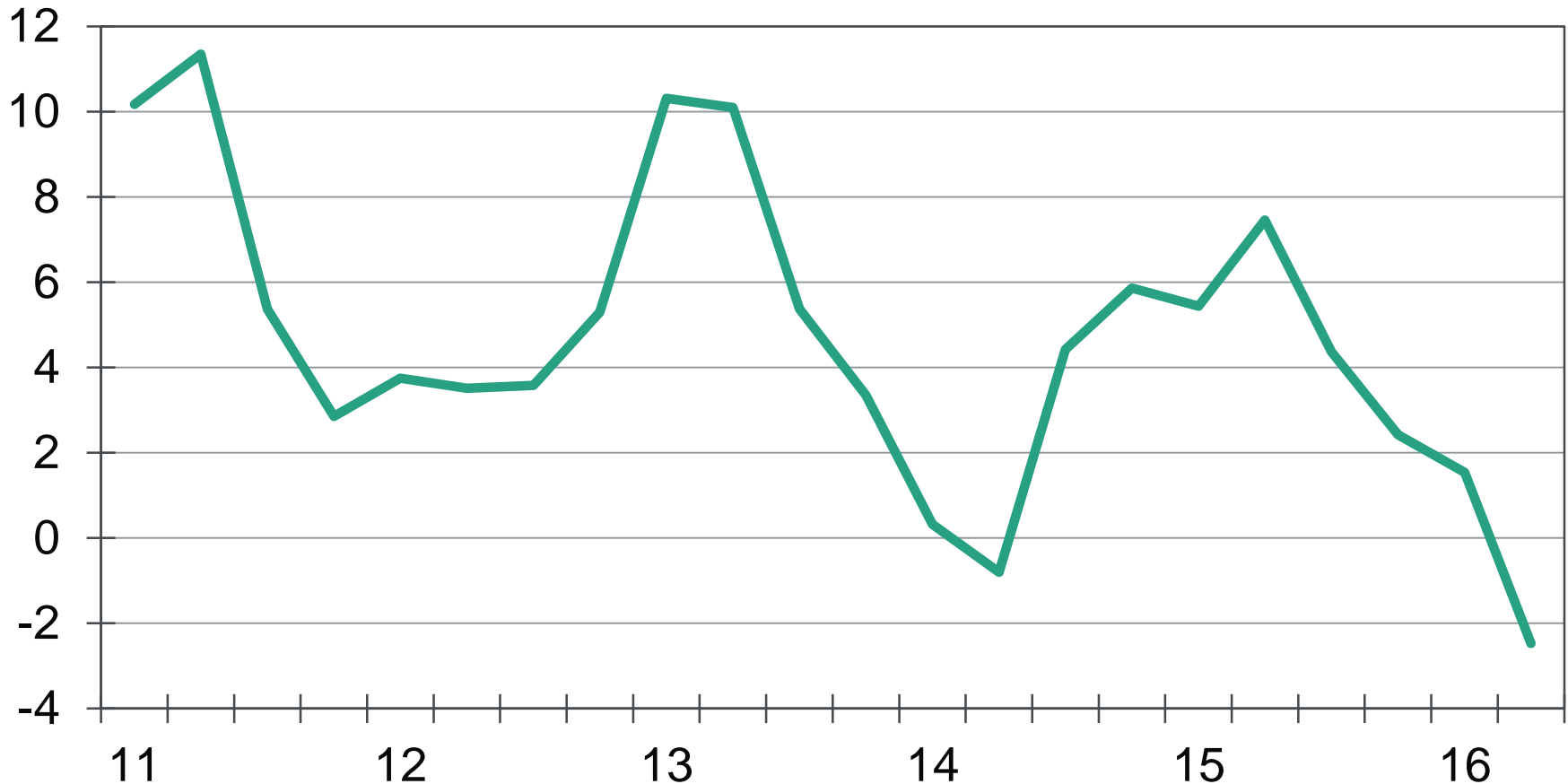
Residential construction permits, Jan 2011=100, 3-mo MA, SAAR



Sources: Census Bureau, Moody's Analytics

# Tax Slowdown Adding to Nervousness

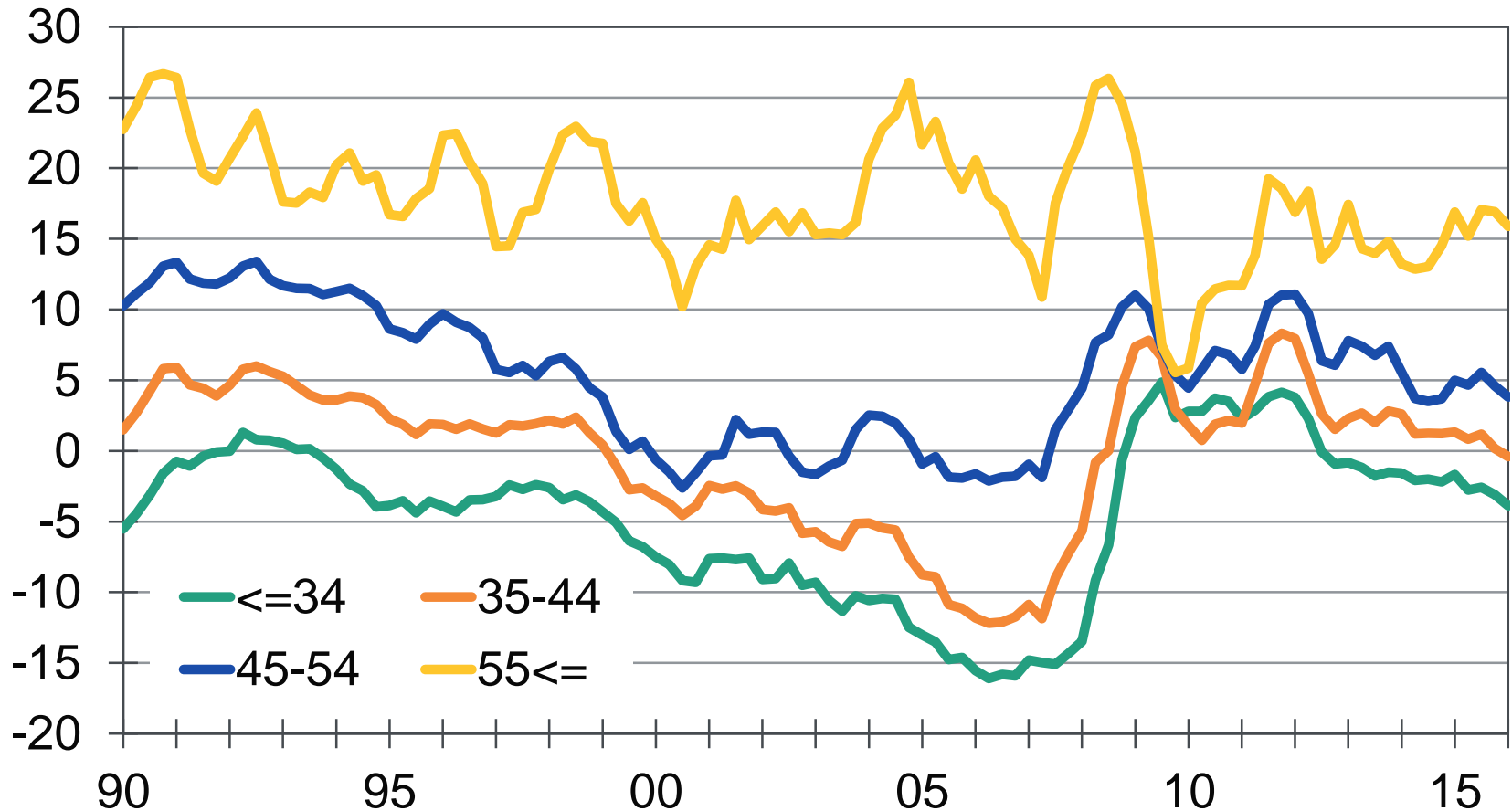
State tax revenues, % change yr ago



Sources: Census Bureau, Moody's Analytics

# Consumers Saving More for a Rainy Day

Personal saving rate by age cohort, %

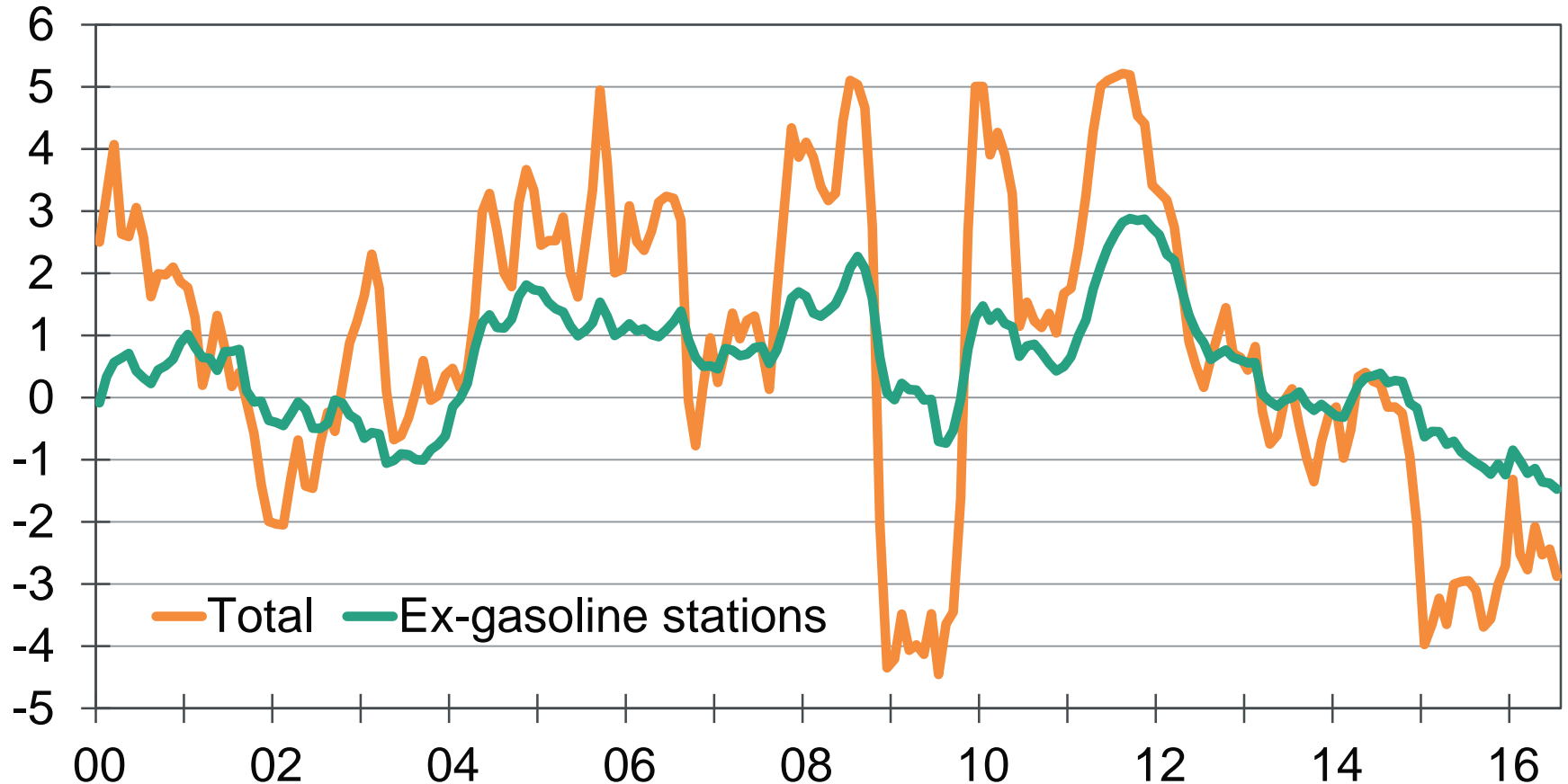


Sources: Federal Reserve, Moody's Analytics



# Deflation Weighs on Taxable Sales

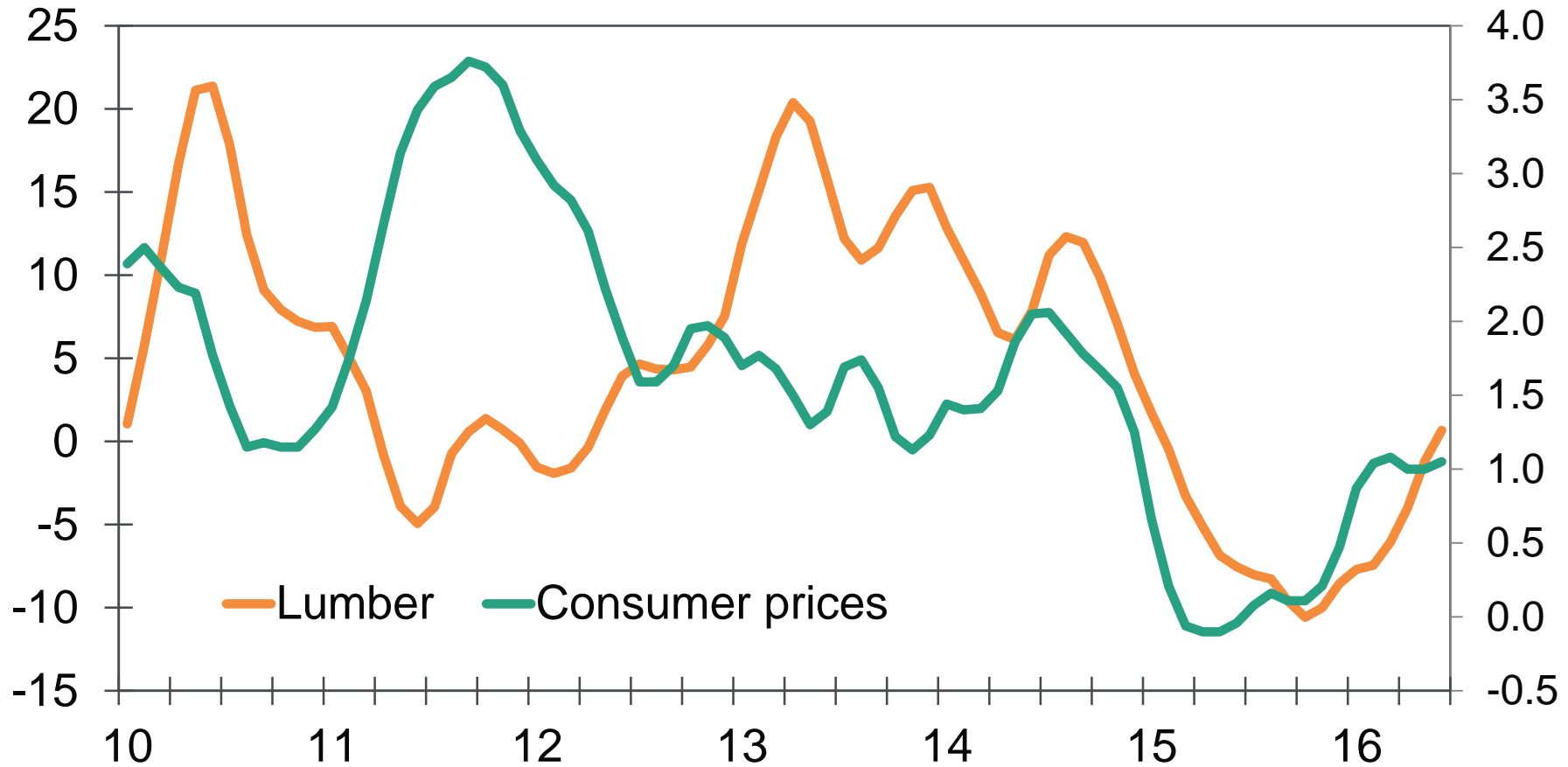
U.S. retail deflator, % change yr ago



Sources: BEA, Moody's Analytics

# Prices Devalued Taxable Building Activity

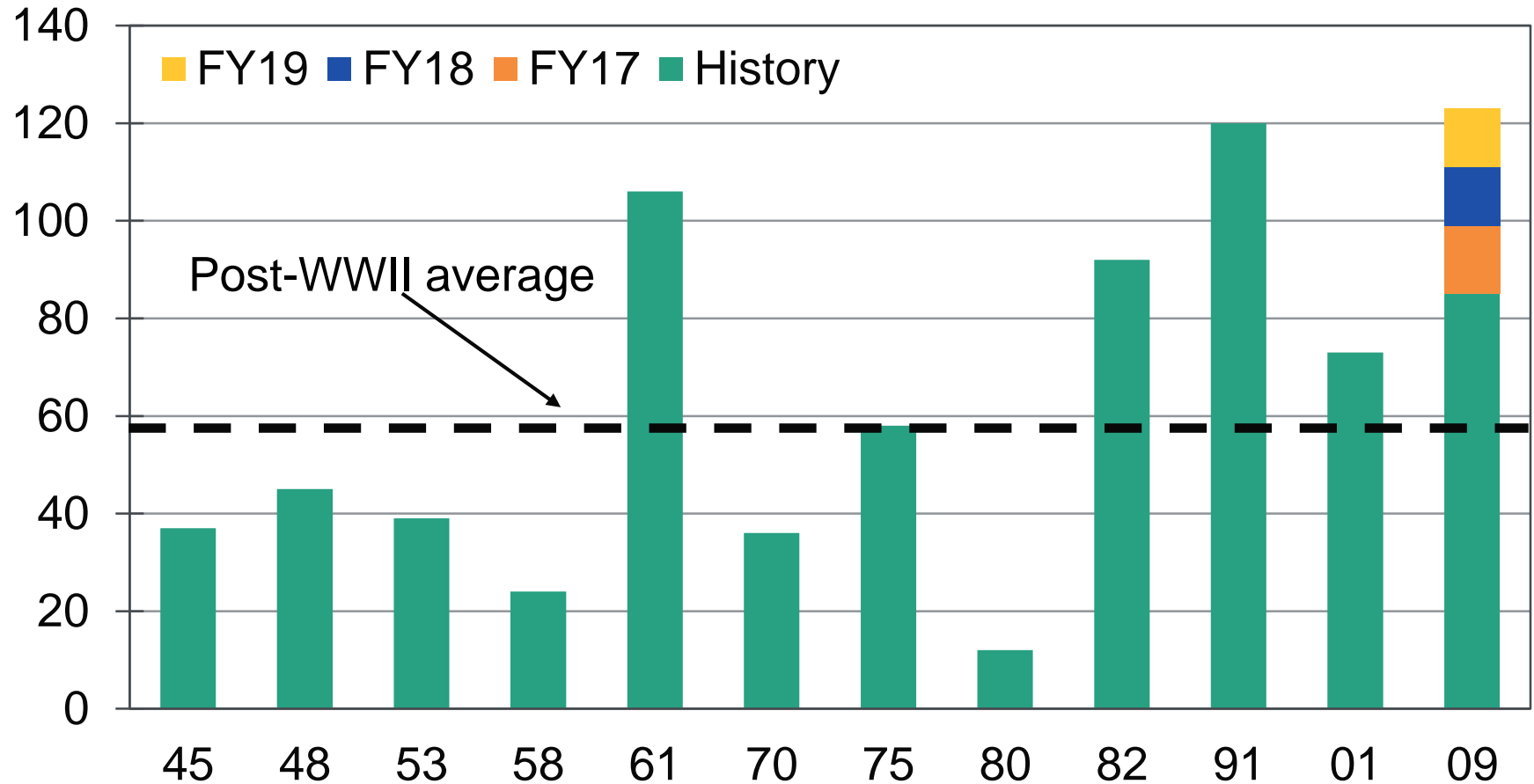
Price indices, % change yr ago, 3-mo MA



Sources: BLS, Moody's Analytics

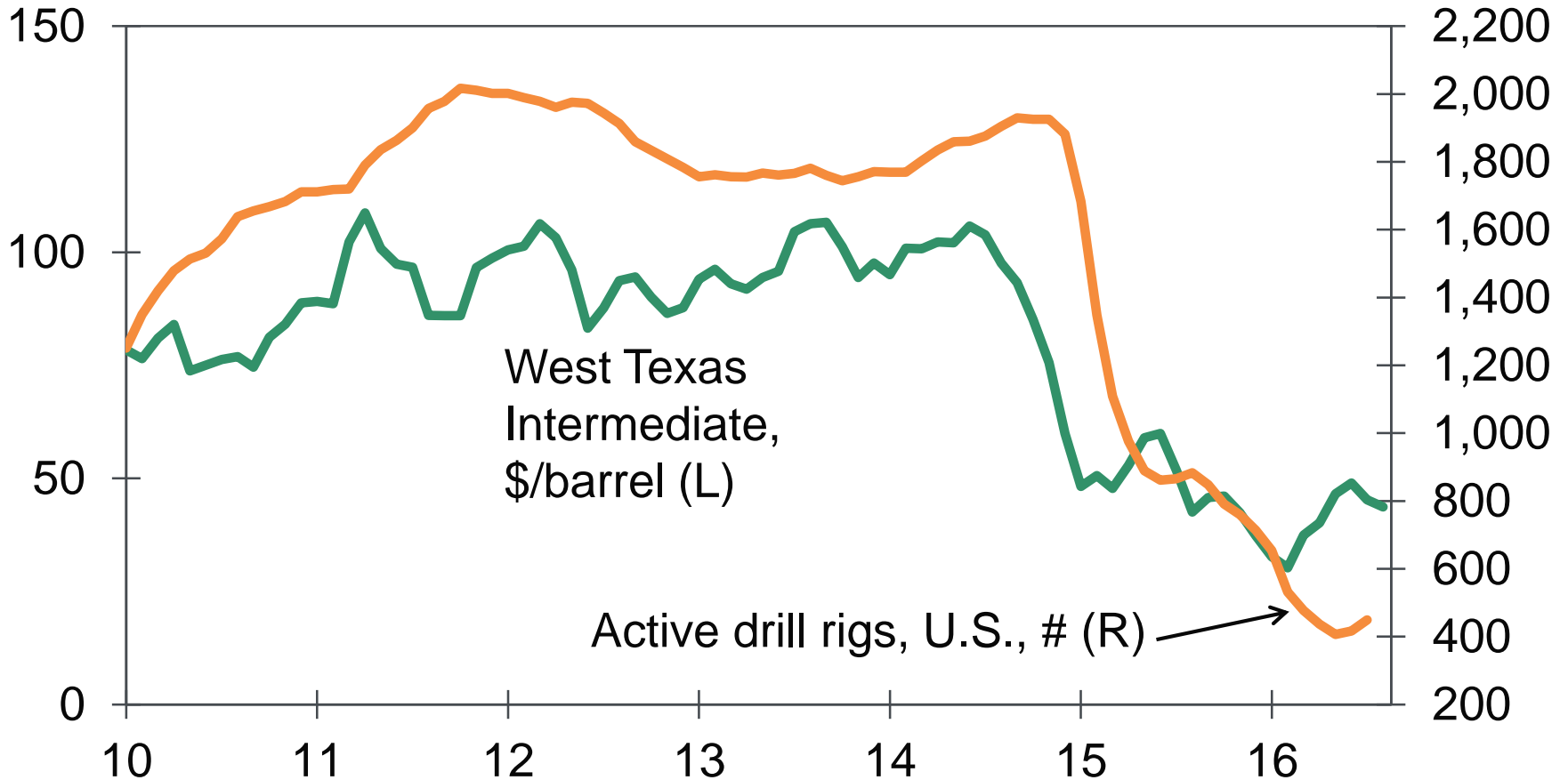
# Pushing the Envelope

Duration of business cycle expansion, months, Jun-Jul fiscal year



Sources: NBER, Moody's Analytics

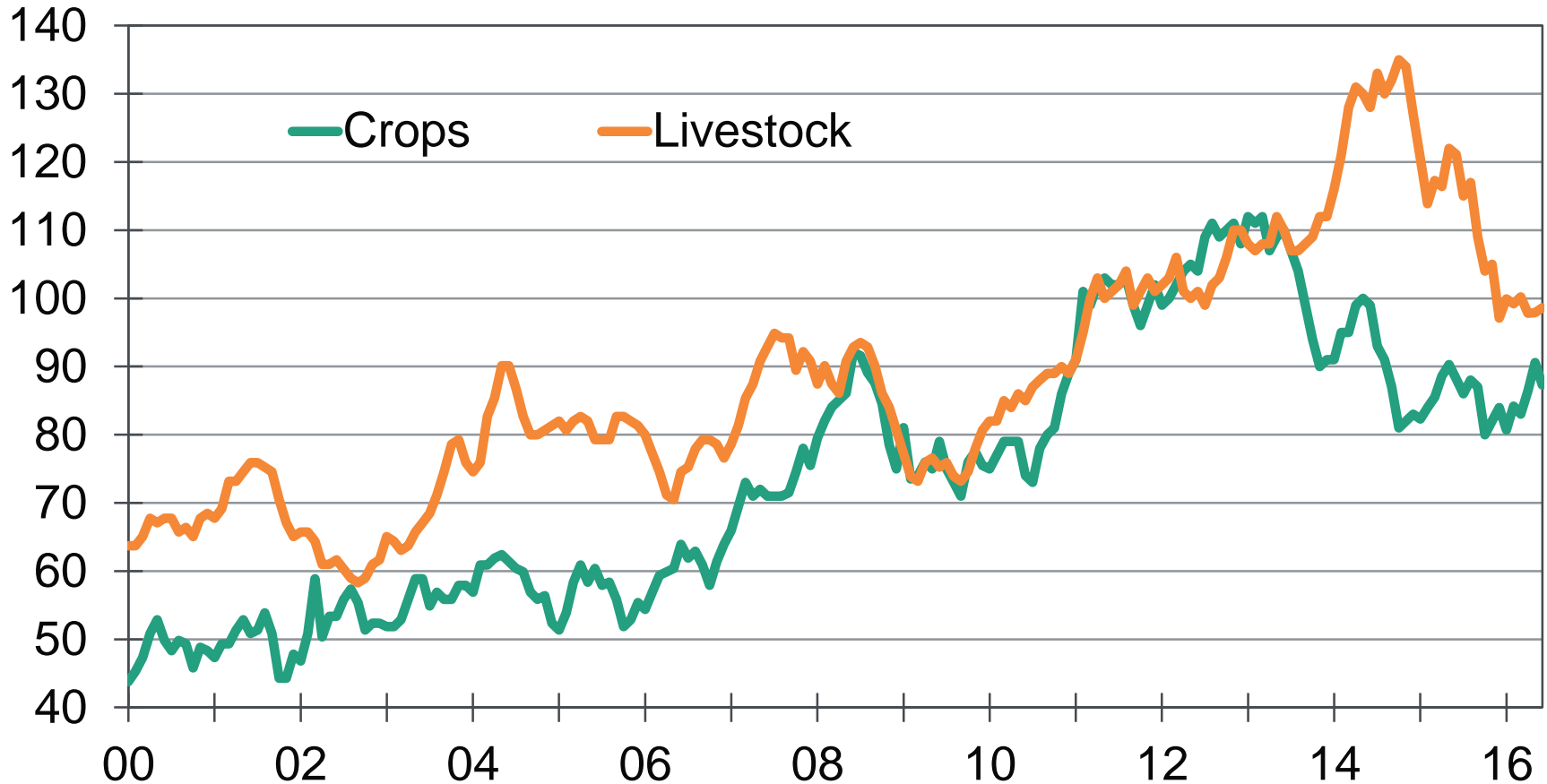
# Energy Investment Beginning to Return, Slowly



Sources: EIA, Baker Hughes, Moody's Analytics

# Don't Forget About Ag

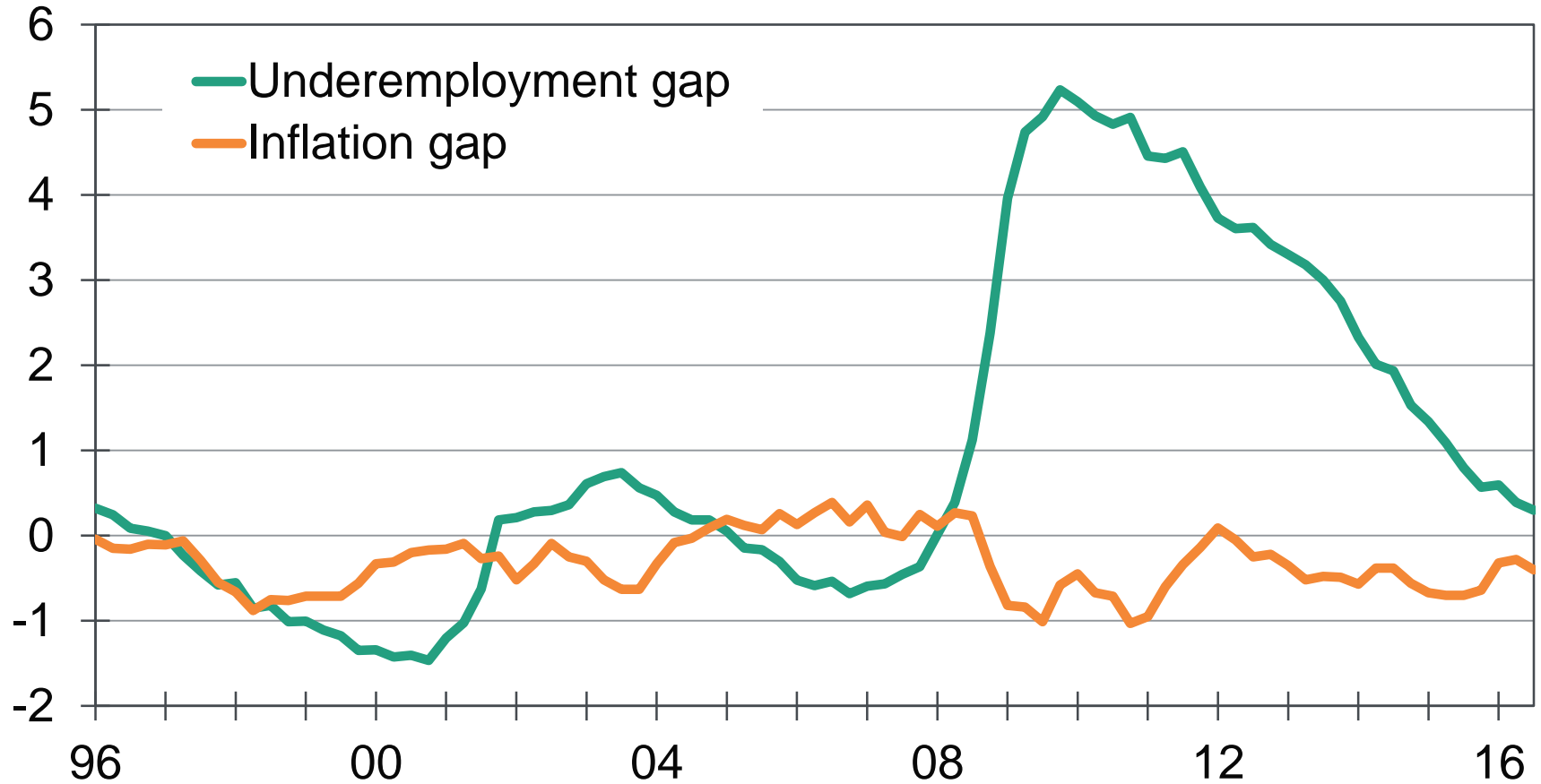
Prices received by farmers, 2011=100, nominal



Sources: USDA, Moody's Analytics

# Federal Reserve Closes In on Its Mandate

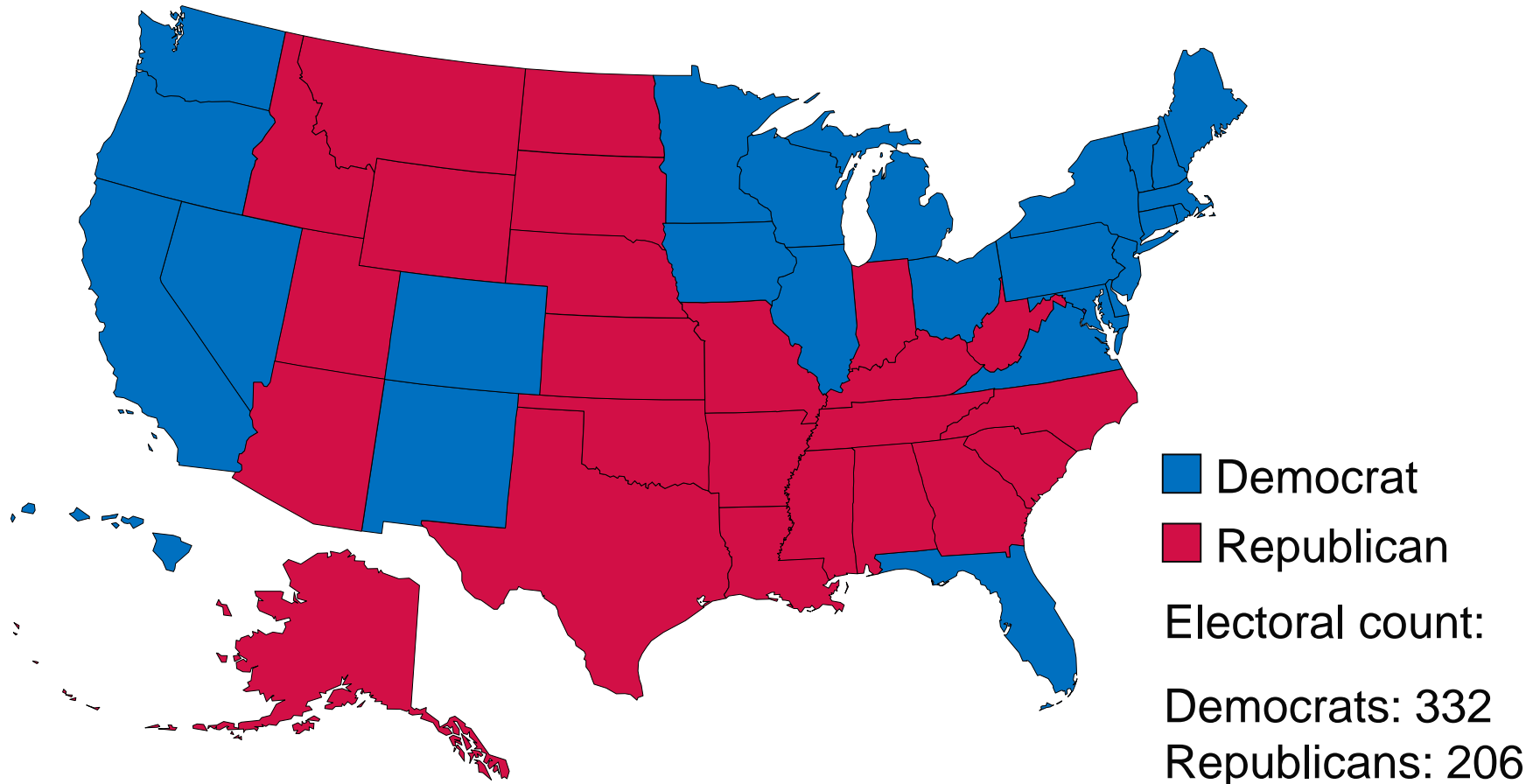
Difference between actual and mandate, %



Sources: BLS, Moody's Analytics

# Clinton vs. Trump

How states will vote based on August 2016 economic forecast



Source: Moody's Analytics

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