

CBO's Economic Projections for Calendar Years 2008 to 2018

	Actual 2007 ^a	Forecast		Projected Annual Average	
		2008	2009	2010-2013	2014-2018
Year to Year (Percentage change)					
Nominal GDP (Billions of dollars)	13,808	14,334	14,873	18,231 ^b	22,470 ^c
Nominal GDP	4.8	3.8	3.8	5.2	4.3
Real GDP	2.0	1.5	1.1	3.3	2.4
GDP Price Index	2.7	2.3	2.6	1.9	1.9
PCE Price Index ^d	2.6	3.9	3.1	1.9	1.9
Core PCE Price Index ^e	2.2	2.3	2.3	1.9	1.9
Consumer Price Index ^f	2.9	4.7	3.1	2.2	2.2
Core Consumer Price Index ^g	2.3	2.4	2.4	2.2	2.2
Calendar Year Average (Percent)					
Unemployment Rate	4.6	5.4	6.2	5.3	4.8
Three-Month Treasury Bill Rate	4.4	1.9	2.7	4.6	4.7
Ten-Year Treasury Note Rate	4.6	3.9	4.4	5.3	5.4
Tax Bases (Billions of dollars)					
Economic profits	1,642	1,605	1,586	1,995 ^b	2,505 ^c
Wages and salaries	6,362	6,616	6,882	8,376 ^b	10,238 ^c
Tax Bases (Percentage of GDP)					
Economic profits	11.9	11.2	10.7	10.8	11.1
Wages and salaries	46.1	46.2	46.3	46.1	45.7
Fourth Quarter to Fourth Quarter (Percentage change)					
Nominal GDP	4.9	3.5	4.2	5.2	4.3
Real GDP	2.3	0.9	1.8	3.3	2.3
GDP Price Index	2.6	2.5	2.4	1.8	1.9
PCE Price Index ^d	3.5	4.0	2.5	1.9	1.9
Core PCE Price Index ^e	2.2	2.3	2.2	1.9	1.9
Consumer Price Index ^f	4.0	4.9	2.2	2.2	2.2
Core Consumer Price Index ^g	2.3	2.4	2.3	2.2	2.2

Sources: Congressional Budget Office; Department of Commerce, Bureau of Economic Analysis; Department of Labor, Bureau of Labor Statistics; Federal Reserve Board.

Notes: GDP = gross domestic product.

Economic projections for each year from 2008 to 2018 appear in Appendix C.

- a. Values as of August 22, 2008.
- b. Level in 2013.
- c. Level in 2018.
- d. The personal consumption expenditure chained price index.
- e. The personal consumption expenditure chained price index excluding prices for food and energy.
- f. The consumer price index for all urban consumers.
- g. The consumer price index for all urban consumers excluding prices for food and energy.

CBO's Year-by-Year Forecast and Projections for Calendar Years 2008 to 2018

	Actual	Forecast		Projected								
	2007 ^a	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Nominal GDP (Billions of dollars)	13,808	14,334	14,873	15,696	16,618	17,451	18,231	19,028	19,847	20,691	21,563	22,470
Nominal GDP (Percentage change)	4.8	3.8	3.8	5.5	5.9	5.0	4.5	4.4	4.3	4.2	4.2	4.2
Real GDP (Percentage change)	2.0	1.5	1.1	3.6	4.1	3.1	2.5	2.4	2.4	2.3	2.3	2.3
GDP Price Index (Percentage change)	2.7	2.3	2.6	1.9	1.7	1.9	1.9	1.9	1.9	1.9	1.9	1.9
PCE Price Index ^b (Percentage change)	2.6	3.9	3.1	2.0	1.9	1.9	1.9	1.9	1.9	1.9	1.9	1.9
Core PCE Price Index ^c (Percentage change)	2.2	2.3	2.3	2.1	1.9	1.9	1.8	1.9	1.9	1.9	1.9	1.9
Consumer Price Index ^d (Percentage change)	2.9	4.7	3.1	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
Core Consumer Price Index ^e (Percentage change)	2.3	2.4	2.4	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
Employment Cost Index ^f (Percentage change)	3.4	3.1	2.7	2.9	3.2	3.3	3.3	3.3	3.3	3.3	3.3	3.3
Unemployment Rate (Percent)	4.6	5.4	6.2	6.1	5.3	4.9	4.8	4.8	4.8	4.8	4.8	4.8
Three-Month Treasury Bill Rate (Percent)	4.4	1.9	2.7	4.4	4.7	4.7	4.7	4.7	4.7	4.7	4.7	4.7
Ten-Year Treasury Note Rate (Percent)	4.6	3.9	4.4	5.1	5.4	5.4	5.4	5.4	5.4	5.4	5.4	5.4
Tax Bases (Billions of dollars)												
Economic profits	1,642	1,605	1,586	1,663	1,793	1,905	1,995	2,090	2,190	2,295	2,397	2,505
Wages and salaries	6,362	6,616	6,882	7,286	7,623	8,030	8,376	8,727	9,087	9,458	9,841	10,238
Tax Bases (Percentage of GDP)												
Economic profits	11.9	11.2	10.7	10.6	10.8	10.9	10.9	11.0	11.0	11.1	11.1	11.1
Wages and salaries	46.1	46.2	46.3	46.4	45.9	46.0	45.9	45.9	45.8	45.7	45.6	45.6

Sources: Congressional Budget Office; Department of Commerce, Bureau of Economic Analysis; Department of Labor, Bureau of Labor Statistics; Federal Reserve Board.

Note: GDP = gross domestic product; percentage changes are measured from one year to the next.

- a. Values as of August 22, 2008.
- b. The personal consumption expenditure chained price index.
- c. The personal consumption expenditure chained price index excluding prices for food and energy.
- d. The consumer price index for all urban consumers.
- e. The consumer price index for all urban consumers excluding prices for food and energy.
- f. The employment cost index for wages and salaries of workers in private industry.

CBO's Year-by-Year Forecast and Projections for Fiscal Years 2008 to 2018

	Actual 2007 ^a	Forecast		Projected								
		2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Nominal GDP (Billions of dollars)	13,642	14,210	14,719	15,473	16,390	17,253	18,036	18,826	19,641	20,478	21,342	22,240
Nominal GDP (Percentage change)	4.9	4.2	3.6	5.1	5.9	5.3	4.5	4.4	4.3	4.3	4.2	4.2
Real GDP (Percentage change)	2.1	1.9	0.8	3.0	4.2	3.3	2.5	2.4	2.4	2.3	2.3	2.3
GDP Price Index (Percentage change)	2.7	2.3	2.7	2.1	1.7	1.9	1.9	1.9	1.9	1.9	1.9	1.9
PCE Price Index ^b (Percentage change)	2.2	3.7	3.4	2.2	1.8	1.9	1.9	1.9	1.9	1.9	1.9	1.9
Core PCE Price Index ^c (Percentage change)	2.2	2.2	2.3	2.1	1.9	1.9	1.8	1.8	1.9	1.9	1.9	1.9
Consumer Price Index ^d (Percentage change)	2.3	4.5	3.8	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
Core Consumer Price Index ^e (Percentage change)	2.4	2.4	2.4	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
Employment Cost Index ^f (Percentage change)	3.4	3.2	2.8	2.8	3.1	3.3	3.3	3.3	3.3	3.3	3.3	3.3
Unemployment Rate (Percent)	4.5	5.2	6.1	6.2	5.5	4.9	4.8	4.8	4.8	4.8	4.8	4.8
Three-Month Treasury Bill Rate (Percent)	4.7	2.2	2.3	4.1	4.7	4.7	4.7	4.7	4.7	4.7	4.7	4.7
Ten-Year Treasury Note Rate (Percent)	4.7	4.0	4.3	4.9	5.3	5.4	5.4	5.4	5.4	5.4	5.4	5.4
Tax Bases (Billions of dollars)												
Economic profits	1,651	1,599	1,597	1,633	1,761	1,880	1,972	2,066	2,165	2,268	2,371	2,478
Wages and salaries	6,286	6,560	6,804	7,154	7,556	7,941	8,290	8,638	8,996	9,364	9,744	10,137
Tax Bases (Percentage of GDP)												
Economic profits	12.1	11.3	10.8	10.6	10.7	10.9	10.9	11.0	11.0	11.1	11.1	11.1
Wages and salaries	46.1	46.2	46.2	46.2	46.1	46.0	46.0	45.9	45.8	45.7	45.7	45.6

Sources: Congressional Budget Office; Department of Commerce, Bureau of Economic Analysis; Department of Labor, Bureau of Labor Statistics; Federal Reserve Board.

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- a. Values as of August 22, 2008.
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- f. The employment cost index for wages and salaries of workers in private industry.