

CBO's Economic Projections for Calendar Years 2007 to 2017

| | Actual 2006 ^a | Forecast | | Projected Annual Average | |
|---|-----------------------------|----------|--------|--------------------------|---------------------|
| | | 2007 | 2008 | 2009 to 2012 | 2013 to 2017 |
| Year to Year (Percentage change) | | | | | |
| Nominal GDP (Billions of dollars) | 13,247 | 13,893 | 14,575 | 17,595 ^b | 21,829 ^c |
| Nominal GDP | 6.3 | 4.9 | 4.9 | 4.8 | 4.4 |
| Real GDP | 3.3 | 2.1 | 2.9 | 3.0 | 2.6 |
| GDP Price Index | 2.9 | 2.7 | 2.0 | 1.8 | 1.8 |
| PCE Price Index | 2.7 | 2.3 | 2.0 | 1.8 | 1.9 |
| Core PCE Price Index ^d | 2.2 | 2.0 | 1.9 | 1.9 | 1.8 |
| Consumer Price Index ^e | 3.2 | 2.8 | 2.3 | 2.2 | 2.2 |
| Core Consumer Price Index ^f | 2.5 | 2.6 | 2.2 | 2.3 | 2.2 |
| Calendar Year Average (Percent) | | | | | |
| Unemployment Rate | 4.6 | 4.5 | 4.7 | 4.8 | 4.8 |
| Three-Month Treasury Bill Rate | 4.7 | 4.8 | 4.8 | 4.7 | 4.7 |
| Ten-Year Treasury Note Rate | 4.8 | 4.9 | 5.2 | 5.2 | 5.2 |
| Tax Bases (Billions of dollars) | | | | | |
| Corporate book profits | 1,811 | 1,880 | 1,897 | 1,995 ^b | 2,352 ^c |
| Wages and salaries | 6,031 | 6,383 | 6,703 | 8,104 ^b | 10,016 ^c |
| Tax Bases (Percentage of GDP) | | | | | |
| Corporate book profits | 13.7 | 13.5 | 13.0 | 11.9 | 10.9 |
| Wages and salaries | 45.5 | 45.9 | 46.0 | 46.0 | 46.0 |
| Fourth Quarter to Fourth Quarter (Percentage change) | | | | | |
| Nominal GDP | 5.7 | 5.1 | 4.9 | 4.8 | 4.4 |
| Real GDP | 3.1 | 2.2 | 3.0 | 2.9 | 2.5 |
| GDP Price Index | 2.5 | 2.8 | 1.8 | 1.8 | 1.8 |
| PCE Price Index | 1.9 | 2.7 | 1.9 | 1.8 | 1.9 |
| Core PCE Price Index ^d | 2.2 | 1.9 | 1.9 | 1.9 | 1.8 |
| Consumer Price Index ^e | 1.9 | 3.6 | 2.1 | 2.2 | 2.2 |
| Core Consumer Price Index ^f | 2.7 | 2.6 | 2.1 | 2.3 | 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; PCE = personal consumption expenditures.

Economic projections for each year from 2007 to 2017 appear in Appendix C.

- a. Values as of early July 2007, prior to the revisions to the national income and product accounts.
- b. Level in 2012.
- c. Level in 2017.
- d. The personal consumption expenditure chained price index excluding prices for food and energy.
- e. The consumer price index for all urban consumers.
- f. 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 2007 to 2017

| | Actual 2006 ^a | Forecast | | Projected | | | | | | | | |
|---|-----------------------------|----------|--------|-----------|--------|--------|--------|--------|--------|--------|--------|--------|
| | | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| Nominal GDP (Billions of dollars) | 13,247 | 13,893 | 14,575 | 15,306 | 16,073 | 16,827 | 17,595 | 18,390 | 19,213 | 20,054 | 20,925 | 21,829 |
| Nominal GDP (Percentage change) | 6.3 | 4.9 | 4.9 | 5.0 | 5.0 | 4.7 | 4.6 | 4.5 | 4.5 | 4.4 | 4.3 | 4.3 |
| Real GDP (Percentage change) | 3.3 | 2.1 | 2.9 | 3.2 | 3.2 | 2.8 | 2.7 | 2.7 | 2.6 | 2.5 | 2.5 | 2.5 |
| GDP Price Index (Percentage change) | 2.9 | 2.7 | 2.0 | 1.8 | 1.8 | 1.8 | 1.8 | 1.8 | 1.8 | 1.8 | 1.8 | 1.8 |
| PCE Price Index ^b (Percentage change) | 2.7 | 2.3 | 2.0 | 1.8 | 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 | 2.0 | 1.9 | 1.8 | 1.8 | 1.8 | 1.9 | 1.9 | 1.9 | 1.8 | 1.8 | 1.9 |
| Consumer Price Index ^d (Percentage change) | 3.2 | 2.8 | 2.3 | 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) | 2.5 | 2.6 | 2.2 | 2.3 | 2.4 | 2.2 | 2.2 | 2.2 | 2.2 | 2.2 | 2.2 | 2.2 |
| Employment Cost Index ^f (Percentage change) | 2.9 | 3.5 | 3.4 | 3.3 | 3.3 | 3.3 | 3.3 | 3.3 | 3.3 | 3.3 | 3.3 | 3.3 |
| Unemployment Rate (Percent) | 4.6 | 4.5 | 4.7 | 4.8 | 4.8 | 4.8 | 4.8 | 4.8 | 4.8 | 4.8 | 4.8 | 4.8 |
| Three-Month Treasury Bill Rate (Percent) | 4.7 | 4.8 | 4.8 | 4.8 | 4.7 | 4.7 | 4.7 | 4.7 | 4.7 | 4.7 | 4.7 | 4.7 |
| Ten-Year Treasury Note Rate (Percent) | 4.8 | 4.9 | 5.2 | 5.2 | 5.2 | 5.2 | 5.2 | 5.2 | 5.2 | 5.2 | 5.2 | 5.2 |
| Tax Bases (Billions of dollars) | | | | | | | | | | | | |
| Corporate book profits | 1,811 | 1,880 | 1,897 | 1,907 | 1,929 | 1,962 | 1,995 | 2,044 | 2,111 | 2,185 | 2,268 | 2,352 |
| Wages and salaries | 6,031 | 6,383 | 6,703 | 7,046 | 7,399 | 7,748 | 8,104 | 8,470 | 8,844 | 9,222 | 9,612 | 10,016 |
| Tax Bases (Percentage of GDP) | | | | | | | | | | | | |
| Corporate book profits | 13.7 | 13.5 | 13.0 | 12.5 | 12.0 | 11.7 | 11.3 | 11.1 | 11.0 | 10.9 | 10.8 | 10.8 |
| Wages and salaries | 45.5 | 45.9 | 46.0 | 46.0 | 46.0 | 46.0 | 46.1 | 46.1 | 46.0 | 46.0 | 45.9 | 45.9 |

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 early July 2007, prior to the revisions to the national income and product accounts.
- 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.