Home sales have leveled off

Single Family Home Sales
Seasonally adjusted annual rate
 Thousands

New homebuilding still trending down

Housing Starts and Permits
Seasonally adjusted annual rate
Thousands

Home supply remains high

Home Inventories Relative to Sales
Seasonally adjusted annual rate
Months Supply

Household spending remains solid

Real Personal Consumption Expenditures
Percent change from twelve months earlier
Percent

Employment continues to grow

Nonfarm Payroll Employment
Change in employment; seasonally adjusted
Thousands

Energy prices are down from highs

Spot Price of Oil and Natural Gas
West Texas Intermediate and Natural Gas weekly closing prices
$/Barrel
$/mmBtu

Futures 1/10

Crude oil (right scale)
Natural gas (left scale)
**Housing spillovers remain small**

Real Gross Domestic Product (GDP)
Percent change at seasonally adjusted annual rate

- **GDP excluding residential investment**
- FRBSF Forecasts

**Inflation moderating in recent months**

Core PCE Price Inflation
Annualized percent changes

- 3-month percent change
- 12-month percent change

**Potential inflationary pressure from labor costs**

Compensation per Hour
Percent change from four quarters earlier

- Nonfarm business sector
- Employment cost index

**Is productivity growth slowing down?**

Output per Hour
Percent change from four quarters earlier

- Nonfinancial corporations
- Nonfarm business sector

**Core inflation likely to moderate gradually**

PCE Price Inflation
Percent change from four quarters earlier

- PCE Index
- Core PCE Index
- FRBSF Forecasts

**Market expects Fed to remain on hold**

Interest Rates
Weekly averages

- 30-yr. Mortgage
- 10-yr. Treasury
- Federal Funds Target

Market expects Fed to remain on hold.