

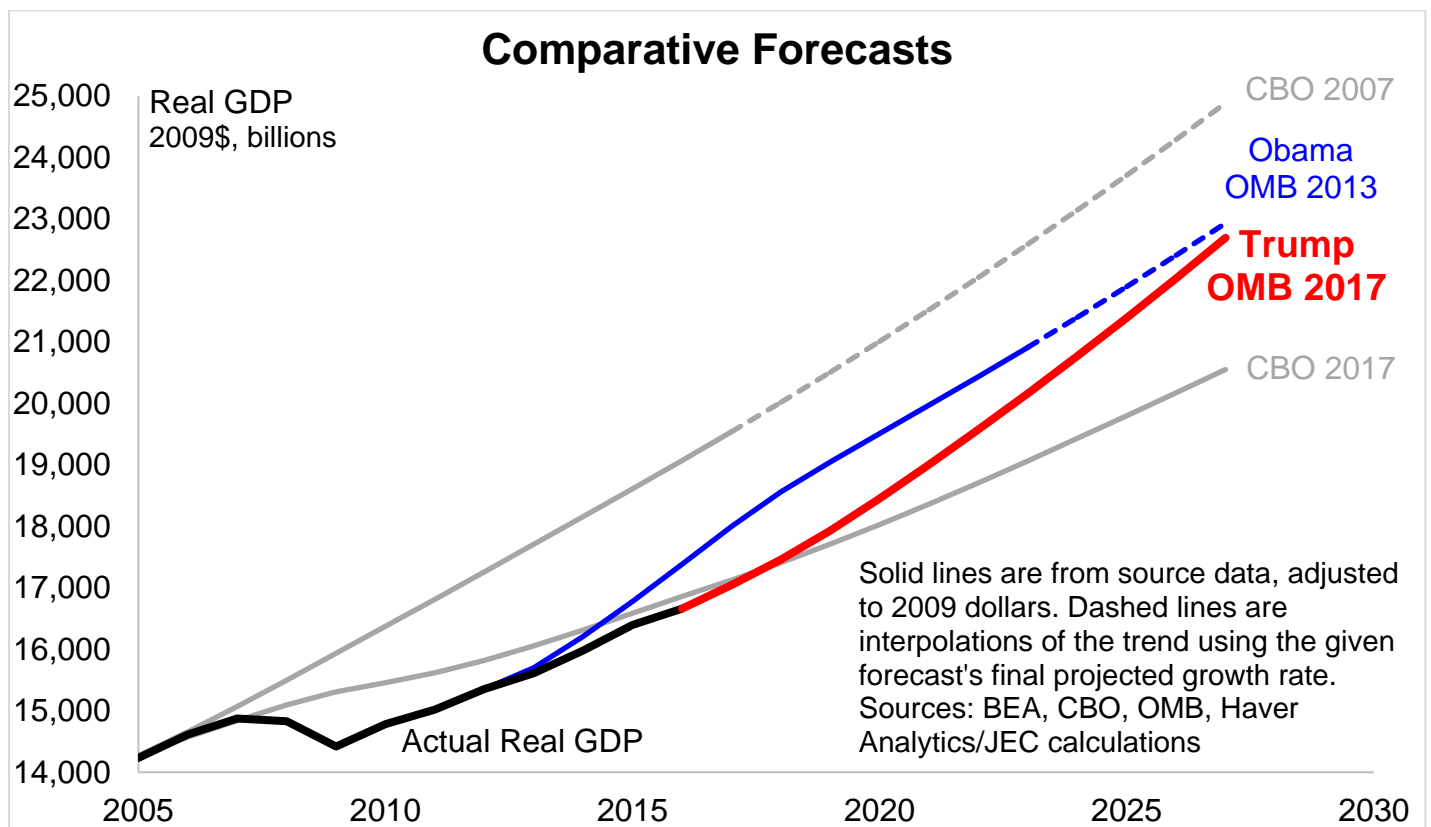


Weekly Economic Update

May 29 – June 2, 2017

CHART OF THE WEEK

Bringing America Back Again



Extrapolating CBO's economic growth projection from 2007 would bring real GDP to \$24.9 trillion in 2027 (2009 dollars); as recently as FY 2014, the Obama Administration projected economic growth that implied \$22.9 trillion in 2027 (Obama OMB 2013); the FY 2018 Budget (Trump OMB 2017) aims for \$22.7 trillion in 2027.

The Trump budget is attempting to use pro-growth policies such as tax reform and regulatory relief to spur our economy closer to what seemed achievable not too long ago.

LAST WEEK

News & Commentary Weekly Highlights

Wall Street Journal: [U.S. Stocks Climb as Fed Signals June Rate Increase](#)

Bloomberg: [EU Finalizes Brexit Position as U.K. Threatens to Quit Talks](#)

Bloomberg: [Americans Are Paying \\$38 to Collect \\$1 of Student Debt](#)

Fortune: [Supreme Court Messes With Texas 'Patent Troll' Hotbed in Win for Tech Industry](#)

Top Economic Indicator Highlights

[Chicago Fed National Activity Index \(CFNAI\)](#) (April)

Apr: 0.23 Mar: 0.00 Feb: 0.14

Noteworthy: Between January 2015 and November 2016 the 3-month moving average of CFNAI was negative (indicating below average growth). For five consecutive months the index has been positive except for March 2017, when it was zero.

[Gross Domestic Product \(Second Estimate\)](#) (Q1-2017)

Second estimate: 1.2% First estimate: 0.7%

Noteworthy: BEA revised its estimate of first quarter real GDP growth up from 0.7% to 1.2%. The upward revision was attributed to greater consumption (spending by households) and nonresidential fixed investment (spending on equipment, machines, and structures by businesses), and a smaller decrease in state and local government spending than was initially reported.

JEC Releases

[The Good News and Faulty Assumptions in CBO's New Analysis of the American Health Care Act \(AHCA\)](#)

THIS WEEK

Upcoming Economic Data and Events

Tuesday

[Personal Income/PCE Deflator](#) (8:30am)

[Consumer Confidence Index](#) (10:00am)

[Dallas Fed Manufacturing Survey](#) (10:30am)

Wednesday

[Chicago Purchasing Managers Index](#) (9:45am)

[Pending Home Sales](#) (10:00am)

[Dallas Fed Texas Retail Outlook Survey](#) (10:30am)

[Federal Reserve Board of Governors Beige Book](#) (2:00pm)

Thursday

[ADP National Employment Report](#) (8:15am)

[Productivity and Costs](#) (8:30am)

[Construction](#) (10:00am)

[ISM Manufacturing](#) (10:00am)

[Motor Vehicle Sales](#) (4:00pm)

Friday

[Employment Situation](#) (8:30am)

[Trade Balance](#) (8:30am)