



# The United States has been (and is expected to be) ahead of most advanced economies

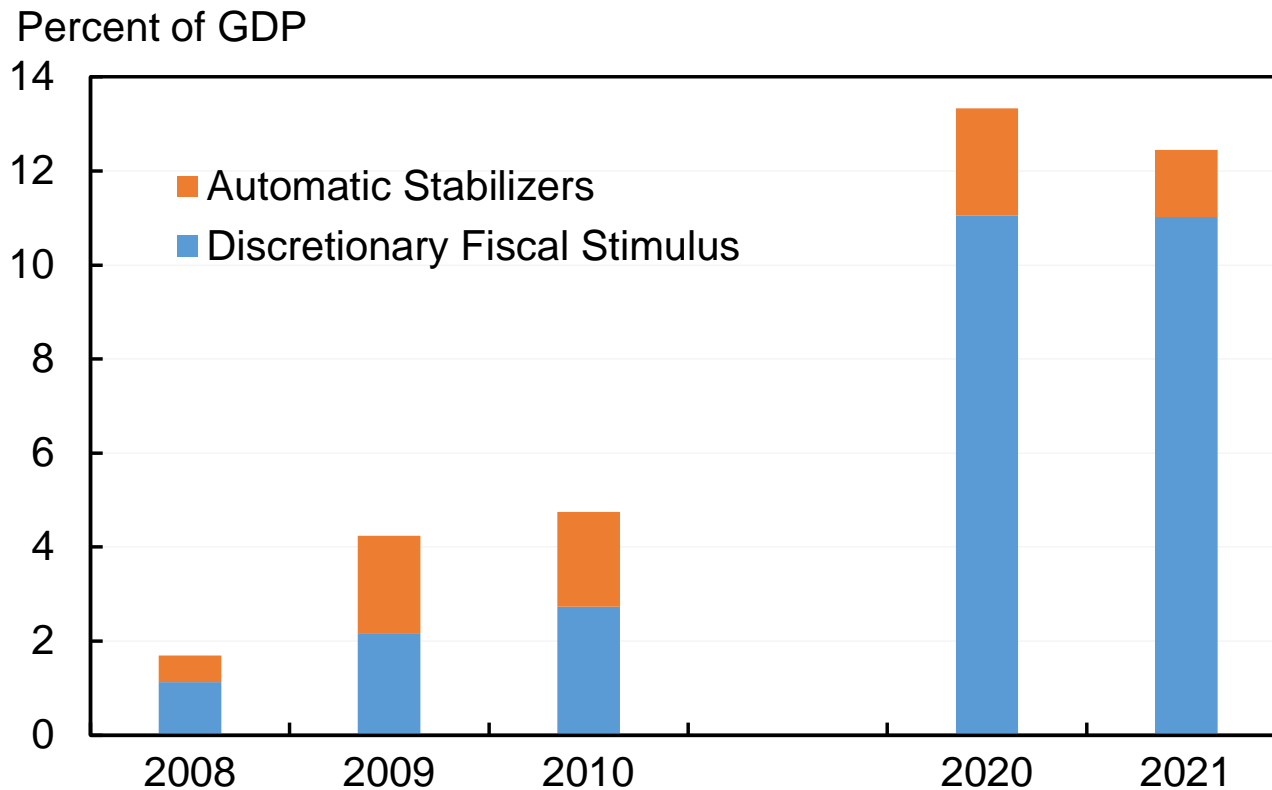
# The very latest U.S. data on where the economy fell short of trend in 2021-Q1

**The remarkable policy innovation: GDP was down but disposable incomes were up**



# Largest fiscal response to an economic crisis ever in the United States

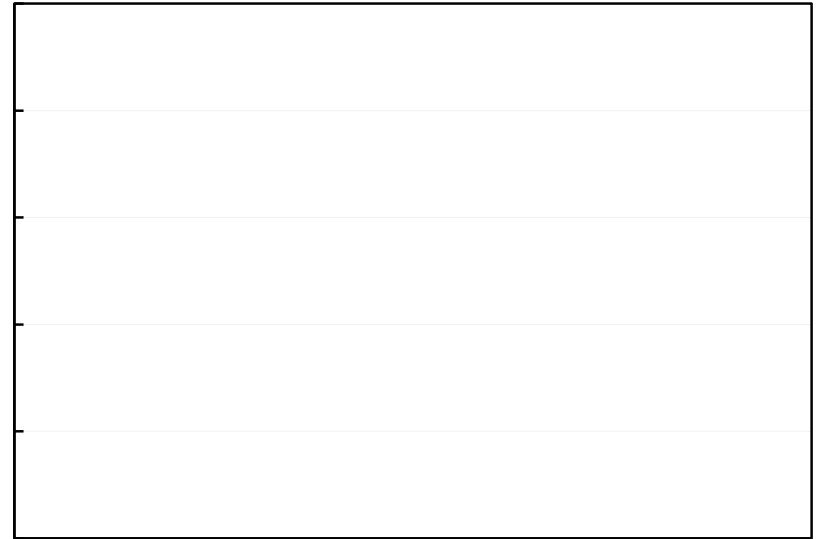
## Fiscal Stimulus as a Percent of GDP, 2008-2010 and 2020-2021



Note: Calendar year.

Source: Calculations based on Council of Economic Advisers (2014); Congressional Budget Office; Office of Management and Budget; Bureau of Economic Analysis.

# Unemployment is falling but still elevated while people are not returning to the workforce...



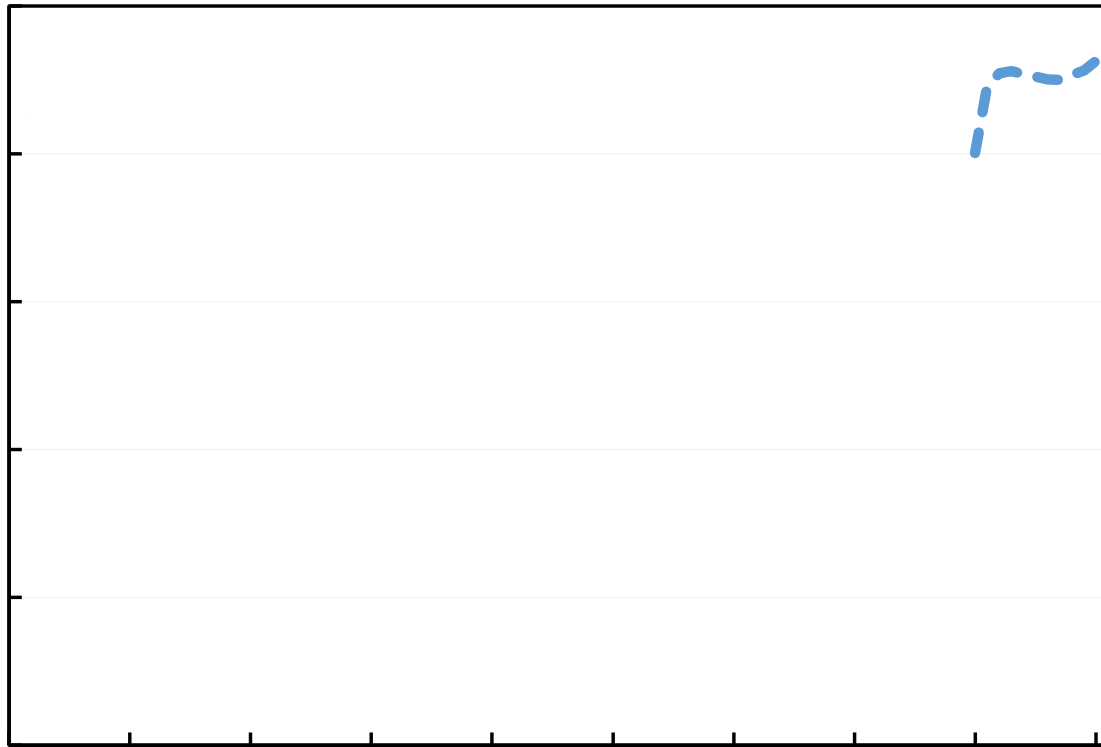




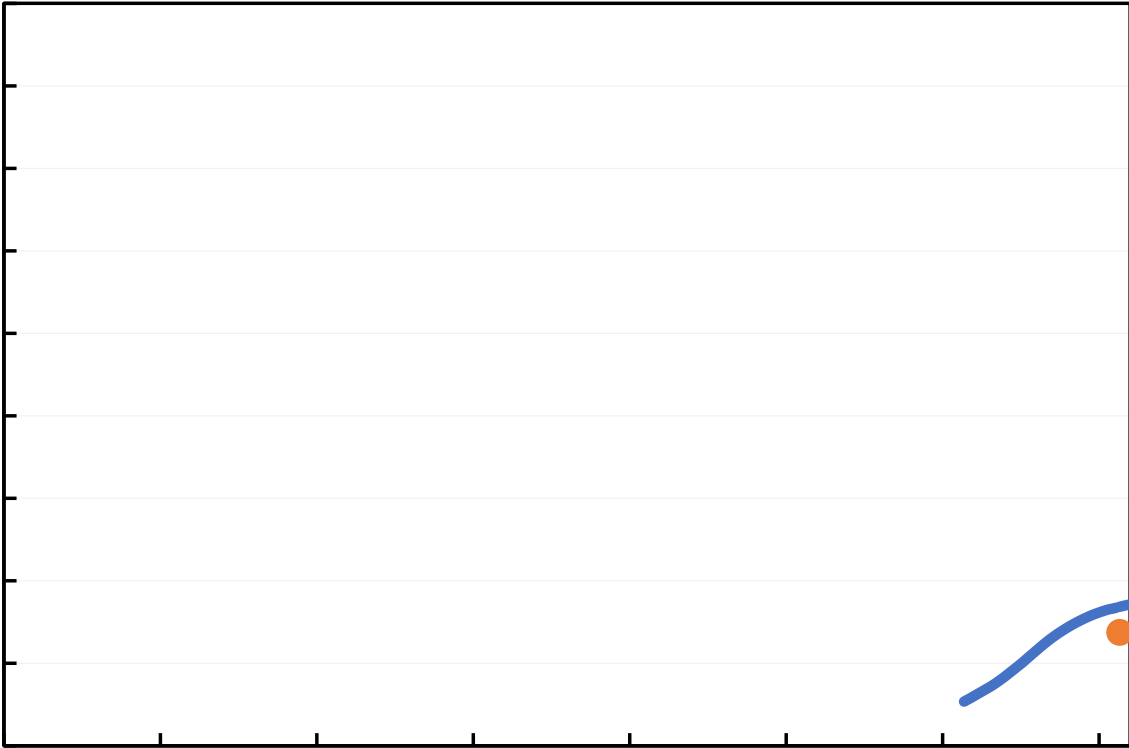
# The big questions for the U.S. economic outlook



# US debt is plateauing a high level over the next decade, is this a worry?



# Interest rates have fallen dramatically and are expected to remain historically low



Note: CBO forecast as of February 2021. Market-implied forecast as of April 14, 2021.  
Source: Congressional Budget Office.



# The Biden agenda going forward

	10-year Cost (\$b)
<b><u>Spending (including tax expenditures)</u></b>	<b><u>\$4,500</u></b>
Physical Infrastructure	\$900
Green Investments	\$800
Manufacturing, Research & Development, Job Training	\$500
Caregiving	\$700
Education	\$500
Poverty and Paid Leave	\$1,200
<b><u>Tax Increases</u></b>	<b><u>\$3,300</u></b>
Corporate	\$1,800
Individual Enforcement	\$700
Capital Gains	\$400
Other Individual	\$400



# APPENDIX -