

Data Insights: Personal Consumption Expenditures Price Index

Friday, January 26, 2024

Today's PCE data: what you need to know								
	12-mo YOY	3-mo ann	1-mo ann	12 / 3/ 1-mo	12-mo YOY history			
All items	+2.60%	+0.51%	+2.03%					
Core	+2.93%	+1.52%	+2.08%					
Source: BEA, TrendMacro calculations								
Today's PCE data: what Fed chair Jerome Powell thinks you need to know								

"To assess what it will take to get inflation down, it is useful to break core inflation into three component categories: core goods inflation, housing services inflation, and inflation in core services other than housing."

	12-mo YOY	3-mo ann	1-mo ann	12 / 3/ 1-mo	12-mo YOY history
Core goods	-0.14%	-2.52%	-3.14%		
Shelter	+6.4%	+5.7%	+5.7%		
Core services x shelter	+3.31%	+2.17%	+3.48%		

Source: BEA, TrendMacro calculations

Today's PCE data: what NY Fed president John Williams thinks you need to know "I will start to peel the 'inflation onion'... The outermost layer consists of prices of globally traded commodities... The middle layer of the inflation onion is made up of products – especially durable goods... the innermost layer: underlying inflation...Prices for services..." Core commodities sourced from Producer Price Index 12-mo YOY 3-mo ann 1-mo ann 12 / 3/ 1-mo 12-mo YOY history Core commodities -5.24% -1.7% +0.7% Durable goods -2.27% -4.37% -4.71% Services +3.9% +3.2% +4.2%

Source: BEA, BLS, TrendMacro calculations

Copyright 2024 Trend Macrolytics LLC. All rights reserved. This document is not to be forwarded to individuals or organizations not authorized by Trend Macrolytics LLC to receive it. For information purposes only; not to be deemed to be recommendations for buying or selling specific securities or to constitute personalized investment advice. Derived from sources deemed to be reliable, but no warranty is made as to accuracy.



For more information contact us:

Donald Luskin: 214 550 2020 <u>don@trendmacro.com</u> Thomas Demas: 704 552 3625 <u>tdemas@trendmacro.com</u>