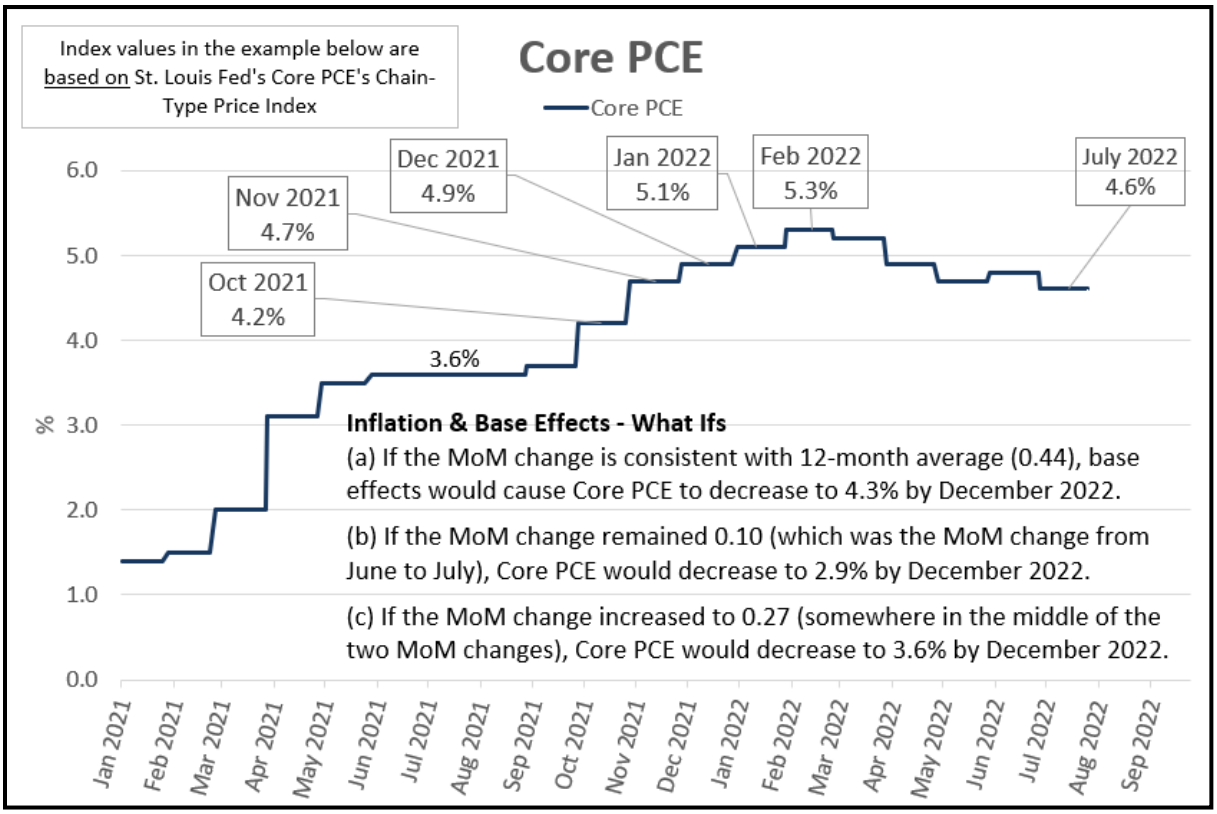
Index values in the example below are based on St. Louis Fed's Core PCE's Chain-Type Price Index
Core PCE
Core PCE
Dec 2021
4.9%
Jan 2022
5.1%
Feb 2022
5.3%
July 2022
4.6%
Nov 2021
4.7%
Oct 2021
4.2%
3.6%
%
6.0
5.0
4.0
3.0
2.0
1.0
0.0
Inflation & Base Effects - What Ifs
(a) If the MoM change is consistent with 12-month average (0.44), base effects would cause Core PCE to decrease to 4.3% by December 2022.
(b) If the MoM change remained 0.10 (which was the MoM change from June to July), Core PCE would decrease to 2.9% by December 2022.
(c) If the MoM change increased to 0.27 (somewhere in the middle of the two MoM changes), Core PCE would decrease to 3.6% by December 2022.
Jan 2021
Feb 2021
Mar 2021
Apr 2021
May 2021
Jun 2021
Jul 2021
Aug 2021
Sep 2021
Oct 2021
Nov 2021
Dec 2021
Jan 2022
Feb 2022
Mar 2022
Apr 2022
May 2022
Jun 2022
Jul 2022
Aug 2022
Sep 2022