

# E

## CBO's Economic Projections for 2004 Through 2014

Year-by-year economic projections for 2004 through 2014 are shown in the accompanying tables (*by calendar year in Table E-1 and by fiscal year in Table E-2*). The Congressional Budget Office did not try to explicitly incorporate cyclical fluctuations into its projections for

years after 2005. Instead, the projected values shown here for 2006 through 2014 reflect CBO's assessment of average values for that period—which take into account potential ups and downs in the business cycle.

**Table E-1.****CBO's Year-by-Year Forecast and Projections for Calendar Years  
2004 Through 2014**

	Estimated	Forecast		Projected								
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Nominal GDP (Billions of dollars)	10,980	11,629	12,243	12,814	13,389	14,023	14,686	15,354	16,034	16,743	17,490	18,266
Nominal GDP (Percentage change)	4.8	5.9	5.3	4.7	4.5	4.7	4.7	4.5	4.4	4.4	4.5	4.4
Real GDP (Percentage change)	3.2	4.8	4.2	3.2	2.7	2.8	2.8	2.6	2.5	2.5	2.5	2.5
GDP Price Index (Percentage change)	1.6	1.1	1.1	1.5	1.8	1.9	1.9	1.9	1.9	1.9	1.9	1.9
Consumer Price Index <sup>a</sup> (Percentage change)	2.3	1.6	1.7	2.0	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
Employment Cost Index <sup>b</sup> (Percentage change)	2.9	2.4	2.5	2.7	3.2	3.4	3.4	3.4	3.4	3.4	3.4	3.4
Unemployment Rate (Percent)	6.0	5.8	5.3	5.0	5.1	5.2	5.2	5.2	5.2	5.2	5.2	5.2
Three-Month Treasury Bill Rate (Percent)	1.0	1.3	3.0	4.0	4.6	4.6	4.6	4.6	4.6	4.6	4.6	4.6
Ten-Year Treasury Note Rate (Percent)	4.0	4.6	5.4	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5
Tax Bases (Billions of dollars)												
Corporate book profits	844	948	1,319	1,358	1,356	1,356	1,359	1,393	1,451	1,516	1,587	1,670
Wages and salaries	5,087	5,333	5,639	5,926	6,208	6,511	6,823	7,134	7,449	7,777	8,120	8,476
Tax Bases (Percentage of GDP)												
Corporate book profits	7.7	8.1	10.8	10.6	10.1	9.7	9.3	9.1	9.0	9.1	9.1	9.1
Wages and salaries	46.3	45.9	46.1	46.2	46.4	46.4	46.5	46.5	46.5	46.4	46.4	46.4

Sources: Congressional Budget Office; Department of Commerce, Bureau of Economic Analysis; Department of Labor, Bureau of Labor Statistics; Federal Reserve Board.

Note: Percentage change is year over year.

a. The consumer price index for all urban consumers.

b. The employment cost index for wages and salaries only, private-industry workers.

**Table E-2.**

## CBO's Year-by-Year Forecast and Projections for Fiscal Years 2004 Through 2014

	Estimated	Forecast		Projected								
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Nominal GDP (Billions of dollars)	10,829	11,469	12,091	12,682	13,236	13,862	14,519	15,187	15,862	16,562	17,301	18,070
Nominal GDP (Percentage change)	4.4	5.9	5.4	4.9	4.4	4.7	4.7	4.6	4.4	4.4	4.5	4.4
Real GDP (Percentage change)	2.8	4.7	4.3	3.5	2.6	2.8	2.8	2.7	2.5	2.5	2.5	2.5
GDP Price Index (Percentage change)	1.5	1.2	1.1	1.3	1.7	1.9	1.9	1.9	1.9	1.9	1.9	1.9
Consumer Price Index <sup>a</sup> (Percentage change)	2.4	1.7	1.6	2.0	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
Employment Cost Index <sup>b</sup> (Percentage change)	2.8	2.5	2.5	2.6	3.1	3.4	3.4	3.4	3.4	3.4	3.4	3.4
Unemployment Rate (Percent)	6.0	5.9	5.4	5.0	5.1	5.2	5.2	5.2	5.2	5.2	5.2	5.2
Three-Month Treasury Bill Rate (Percent)	1.1	1.1	2.6	3.8	4.5	4.6	4.6	4.6	4.6	4.6	4.6	4.6
Ten-Year Treasury Note Rate (Percent)	3.9	4.5	5.3	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5
Tax Bases (Billions of dollars)												
Corporate book profits	819	938	1,215	1,353	1,354	1,358	1,357	1,382	1,435	1,500	1,569	1,645
Wages and salaries	5,051	5,257	5,563	5,859	6,134	6,435	6,744	7,057	7,370	7,693	8,033	8,386
Tax Bases (Percentage of GDP)												
Corporate book profits	7.6	8.2	10.0	10.7	10.2	9.8	9.3	9.1	9.0	9.1	9.1	9.1
Wages and salaries	46.6	45.8	46	46.2	46.3	46.4	46.5	46.5	46.5	46.5	46.4	46.4

Sources: Congressional Budget Office; Department of Commerce, Bureau of Economic Analysis; Department of Labor, Bureau of Labor Statistics; Federal Reserve Board.

Note: Percentage change is year over year.

a. The consumer price index for all urban consumers.

b. The employment cost index for wages and salaries only, private-industry workers.

