**Figure 1.**

**Federal Funds Rate Target Range**

(Percent)

- Fed Funds Rate (2.41)
- Top of Range (2.50)
- Bottom of Range (2.25)

Source: Federal Reserve Board.

**Figure 2.**

**Federal Funds Rate Futures**

(Percent)

- 12-month (1.52)
- 6-month (1.77)
- 3-month (2.05)
- Nearby (2.12)

Source: Chicago Mercantile Exchange.
Figure 3.

PERSONAL CONSUMPTION EXPENDITURES DEFLATOR
(yearly percent change)

PCED
- Headline (1.5)
- Core* (1.6)

* Excluding food and energy prices.
Note: Dotted line is the Fed’s official target set during January 2012.
Source: Bureau of Economic Analysis.

Figure 4.

DALLAS TRIMMED MEAN 12-MONTH PCE INFLATION RATE

Note: Dotted line is the Fed’s official target for overall PCED set during January 2012.
Source: Federal Reserve Bank of Dallas.
Figure 5.

MEASURES OF EXPECTED INFLATION (percent)

Expected Inflation

- Professional Forecasters*
- 10-Year TIPS**

* Median forecast of year-over-year CPI inflation rate over the next 10 years using Philadelphia Fed Survey of Professional Forecasters data.
** Nominal US Treasury 10-year minus 10-year TIPS yields.
Source: Federal Reserve Board and Federal Reserve Bank of Philadelphia.

Figure 6.

BUSINESS INFLATION EXPECTATIONS SURVEY: EXPECTED CHANGE TO UNIT COSTS OVER THE NEXT 12 MONTHS (median, percent)

Source: Federal Reserve Bank of Atlanta.