

Chart 1

Real Output per Hour Nonfarm Business (2009\$)

(monthly, Jan 1996 - Mar 2015)

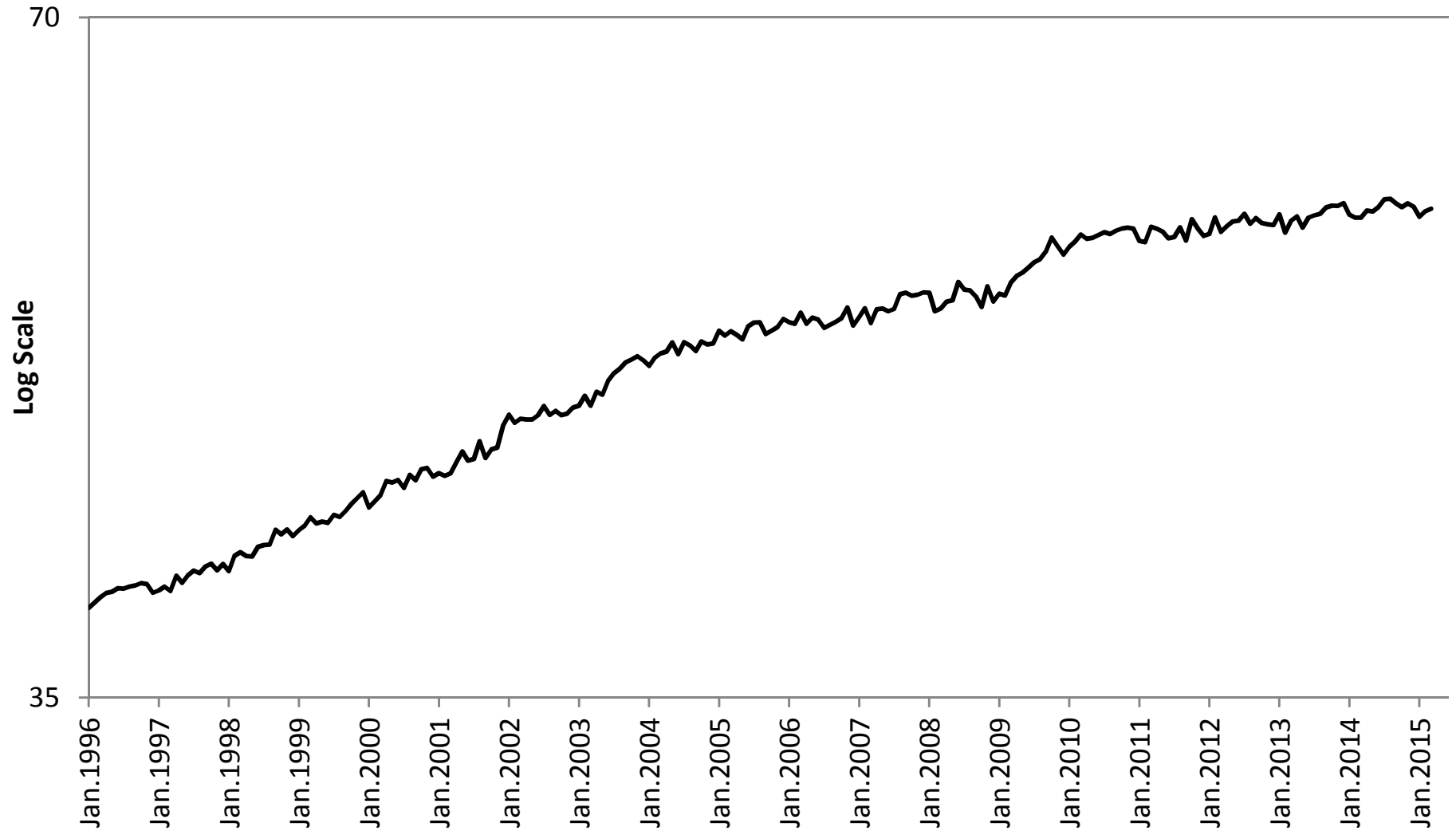


Chart 2

Real Output per Hour Private Nonfarm Business (2009=100)

(annually, 1889 - 2014)

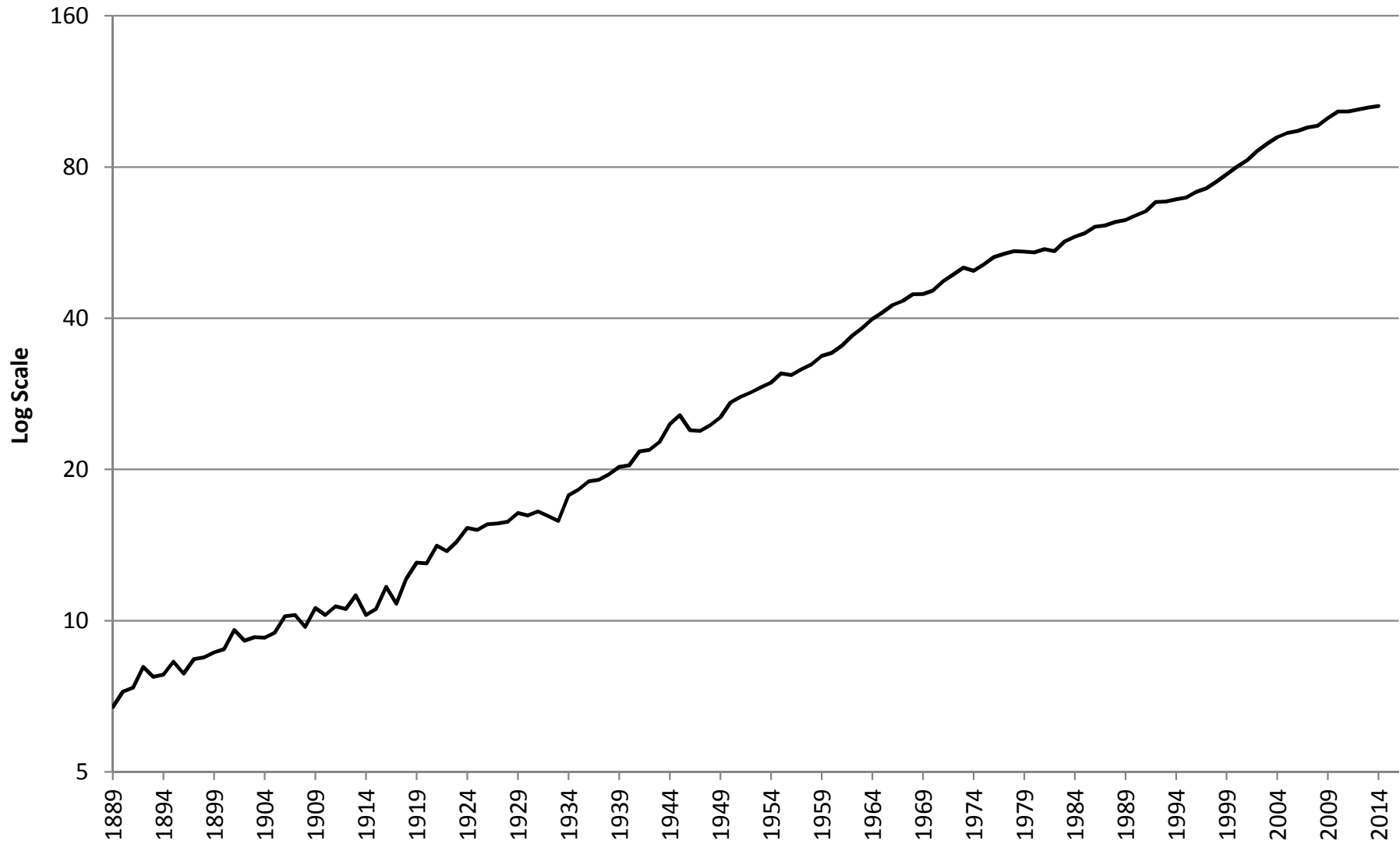


Chart 3

Capital Stock and Productivity

(annually, 1947 - 2014)

- Real Output Per Hour Nonfarm Business (2009=100)
- Real Net Stock of Private Fixed Nonresidential Assets / NFB Hours (2009=100)

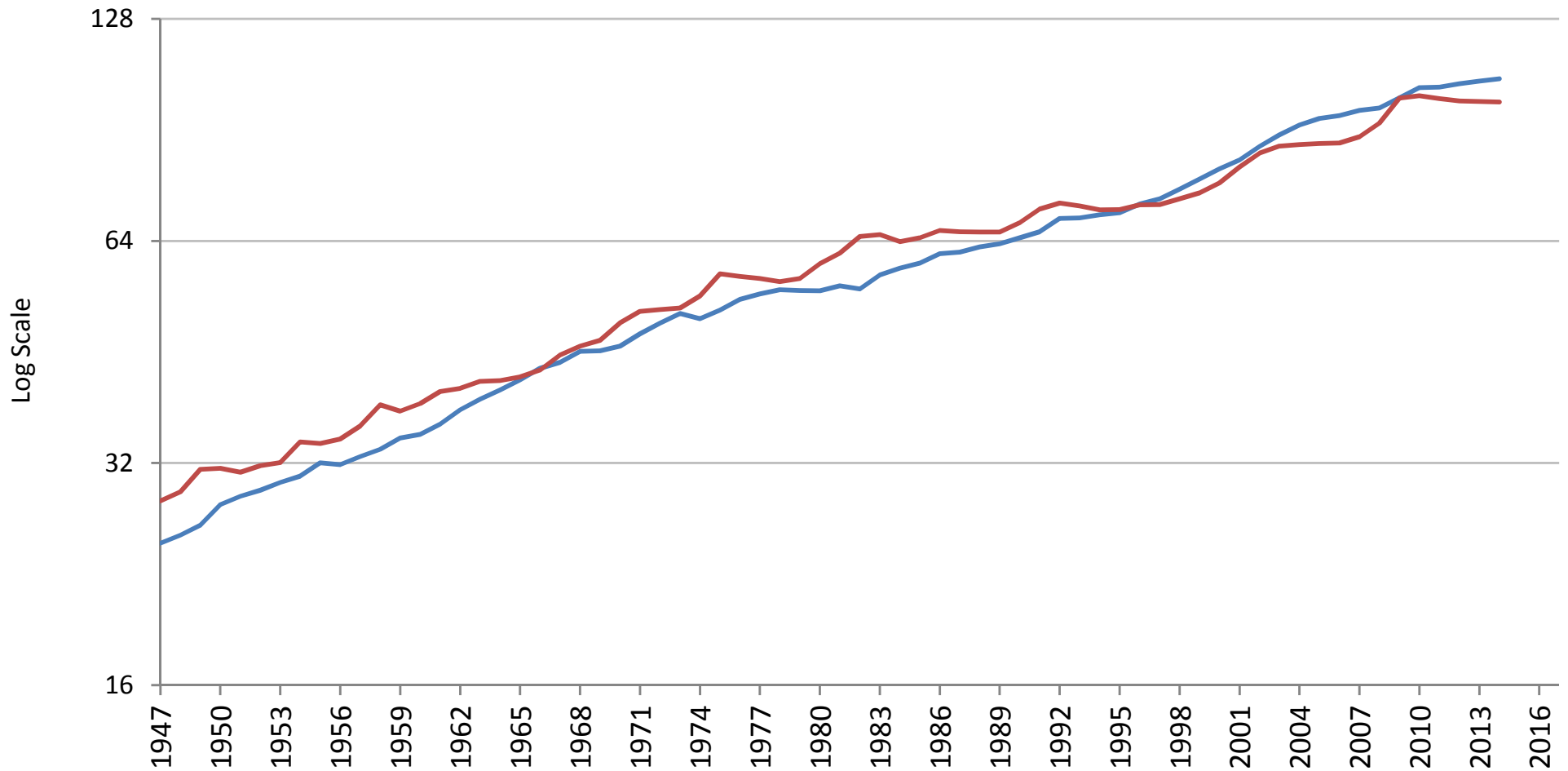


Chart 4

U.S. Saving and Lending (as % of GDP)

(annually, 1929 - 2014)

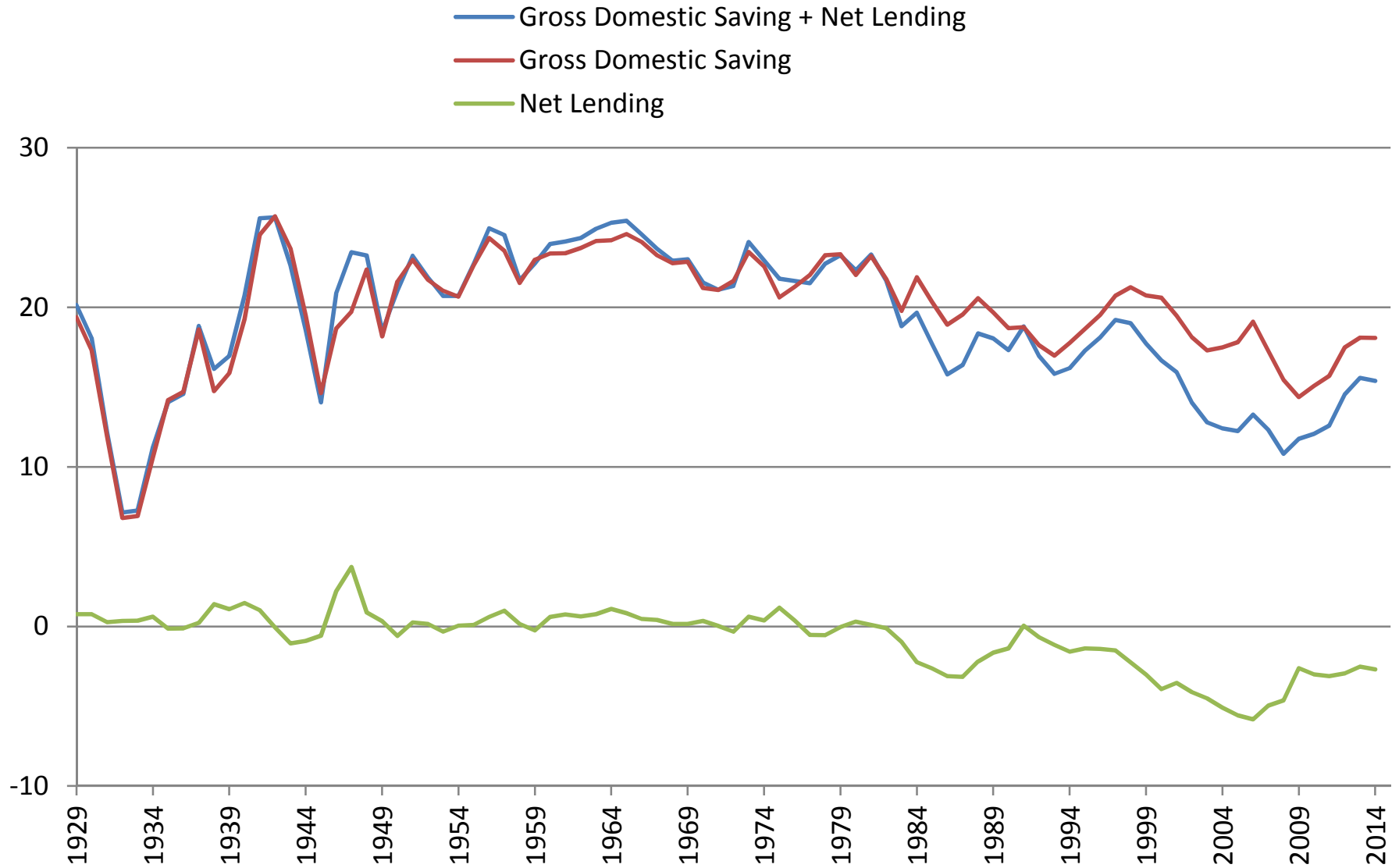


Chart 5

U.S. Net Domestic Saving and Investment (as % of GDP) (annually, 1929 - 2014)

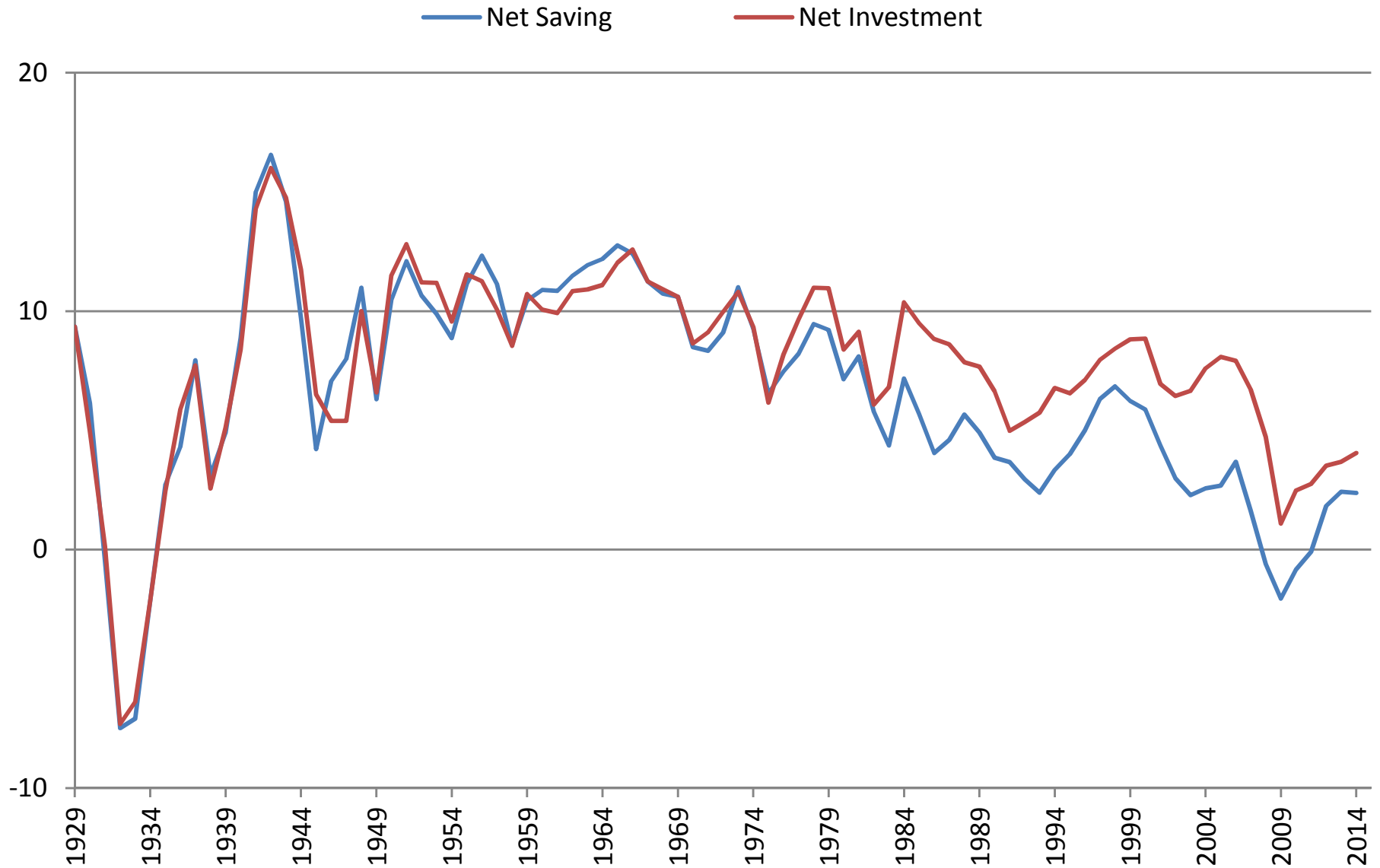


Chart 6

U.S. Gross Savings and Social Benefits (as % of GDP) (Q1 1965 - Q4 2014)

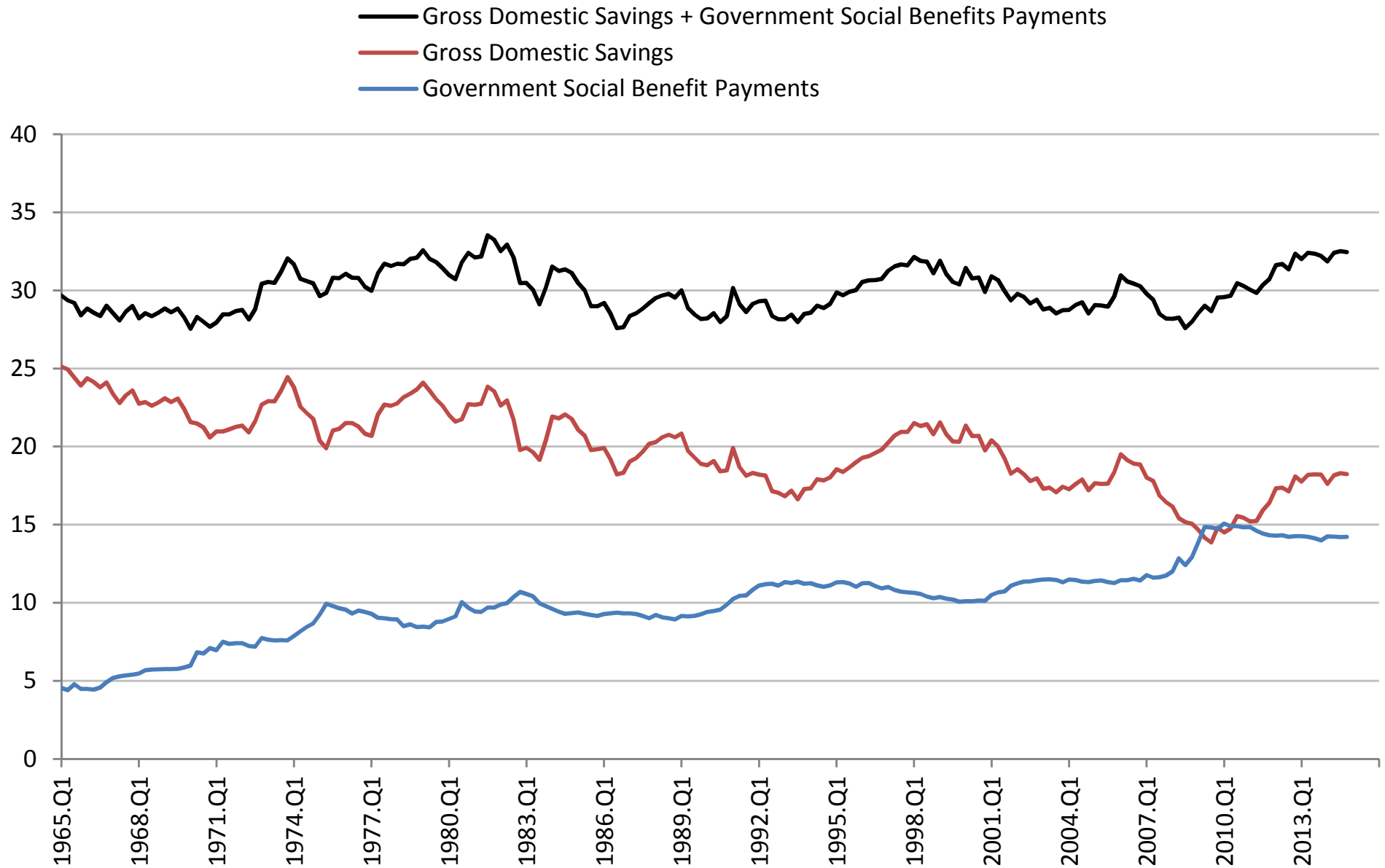


Chart 7

Dependent Variable (Time Period: Q1 1970 - Q4 2014, 180 obs.)		
US Nonfinancial Corporate Business: Capital Expenditures / Cash Flow		
Independent Variable(s)	Coefficient	t-Statistic*
[1 + (**Cyclically Adjusted US Federal Deficit / GDP)] (1 quarter ago)	-2.62	-6.16
Nonfarm Operating Rate (Seasonally adjusted, %) (1 quarter ago)	0.046	11.76
Deficit & Cyclically Adjusted US Treasury Spread: *30yr-5yr (% p.a.) (1 quarter ago)	-0.067	-8.52
Adjusted R-sq	Durbin-Watson	
0.753	0.930	

*t-statistic calculated using Newey-West HAC standard errors and covariance

**Adjusted to eliminate multicollinearity between independent variables.

***20yr Treasury substituted for 30yr Treasury prior to Q2 1977.

