

Macro Roundup Article

Headline: [Global Views: Too Much of a Good Thing?](#)

Article Link: <https://www.gspublishing.com/content/research/en/reports/2024/02/05/3e433859-208a-4f25-aeb4-456a7b8d55c1.html>

Author(s)	Jan Hatzius
Publication	Goldman Sachs
Publication Date	February 06, 2024

Tweet: Jan Hatzius has raised @GoldmanSachs 2024 US GDP growth forecast to 3%. Noting weaker growth in Gross Domestic Income and an internal measure he argues the economy can sustain the current disinflationary trend.

Summary: Beyond GDP, we track two other measures of US growth, namely gross domestic income (GDI)—a conceptually equivalent measure of GDP that is calculated by adding up all income as opposed to all spending in the economy—and our current activity indicator (CAI). None of the three measures is perfect, but both GDP alternatives indicate a more muted growth pace. GDI is not yet available for Q4 but grew just 1.5% in Q3 on a quarter-on-quarter annualized basis and our CAI grew 0.8% in Q4, both considerably below the corresponding GDP growth rates. Based on these indicators, we still think that real output is at most growing modestly above potential, despite the much stronger GDP data.

Related Articles: The Big Picture: Back to the Future and Macro Outlook 2024: The Hard Part Is Over and It Wasn't AI: How Fiscal Supports, Supply Chain Healing, & Full Employment Explain Exceptional Productivity In 2023

Primary Topic: Growth

Topics: GDP, Growth, Op-Ed/Blog Post, Weekly

Permalink: <https://www.edwardconard.com/macro-roundup/jan-hatzius-has-raised-goldmansachs-2024-us-gdp-growth-forecast-to-3-noting-weaker-growth-in-gross-domestic-income-and-an-internal-measure-he-argues-the-economy-can-sustain-the-current-disinflationary-view-detail>

Featured Image Link: <https://www.edwardconard.com/wp-content/uploads/2024/02/GS-Alternative-Growth-Indicators.png>