

Macro Roundup Article

Headline: [A Temperature Check on DM Labor Markets](#)

Article Link: <https://www.gspublishing.com/content/research/en/reports/2023/10/13/da51537c-ad8-4516-bdb9-112e7d557700.html>

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Summary: Given our forecast that labor market rebalancing continues to unfold in a relatively controlled manner, we expect wage growth to gradually decelerate through end-2024, before stabilizing at levels roughly consistent with 2% target inflation. This slow deceleration in nominal wage growth—combined with a sharper deceleration in headline inflation—should lead real wage growth to swing comfortably into positive territory, thereby providing a strong tailwind for real income, consumer spending, and overall GDP growth in 2024. Related: U.S. Incomes Fall for Third Straight Year and Growth in Working-Age Population Ends. That's Not All Bad and The Unexpected Compression: Competition at Work in the Low Wage Economy

Primary Topic: Unemployment/Participation

Topics: Other Source, Unemployment/Participation, Wages/Income, Workforce

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