

Macro Roundup Article

Headline: [Lies, Damned Lies and 'Underlying' Inflation](#)

Article Link: <https://www.nytimes.com/2022/12/16/opinion/underlying-core-inflation.html>

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Tweet: .@paulkrugman notes that, despite high inflation, there is a continued absence of evidence that inflation has become entrenched, with median one, three, and five-year-ahead inflation expectations declining to 5.2%, 3.0%, and 2.3%, respectively.

Summary: We do, however, have some direct evidence on inflation expectations. For example, here are the results of an ongoing survey by the New York Fed. People do expect elevated inflation over the next year, probably because they're extrapolating from elevated gas prices earlier this year. But medium-term inflation expectations are quite low. There's just no sign of inflation getting entrenched.

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Primary Topic: Inflation

Topics: Factoid, GDP, Inflation, Monetary Policy, Op-Ed/Blog Post, Sell-by Date

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