



Economic Update

May 20th, 2022

Mike Schenk, CUNA Chief Economist

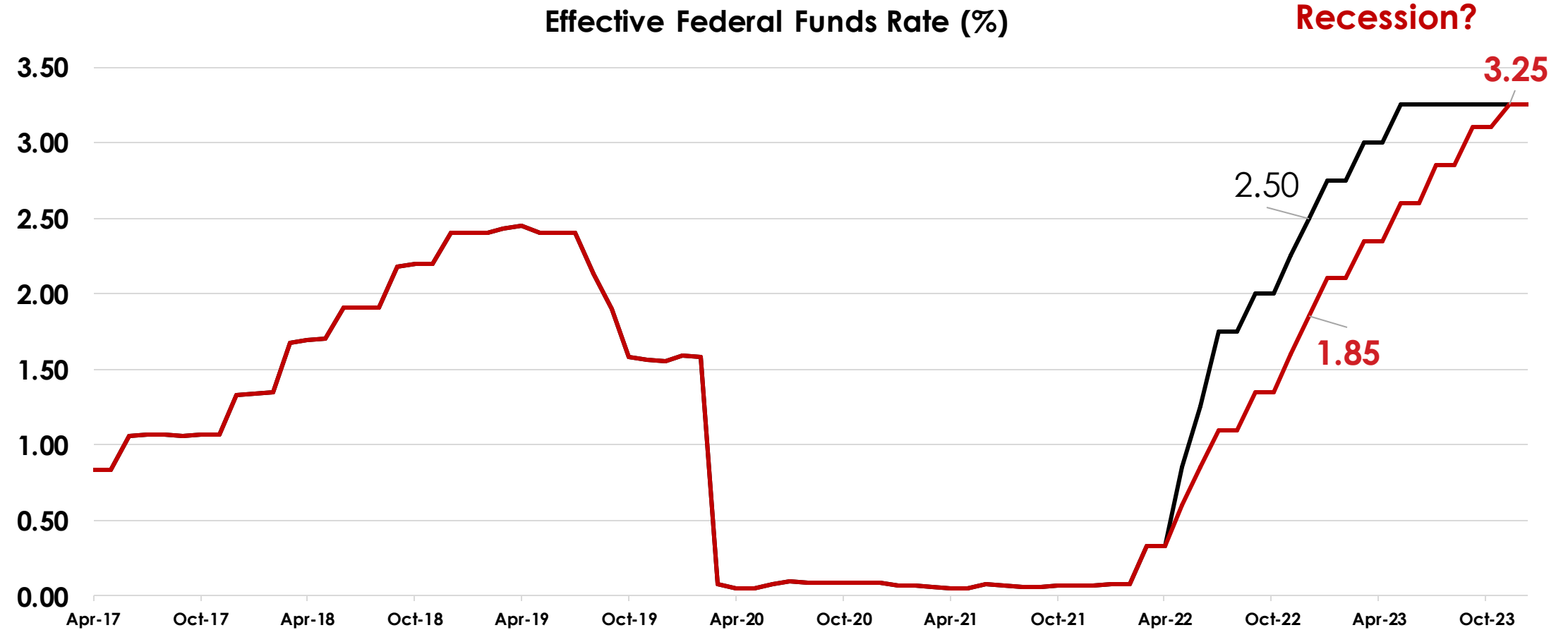
mschenk@cuna.coop

DANGER

FALLING DEATHS HAVE OCCURED.
THERE ARE HIGH VERTICAL DROP-OFFS
AHEAD ALONG THE TRAIL
AND AT THE FALLS.

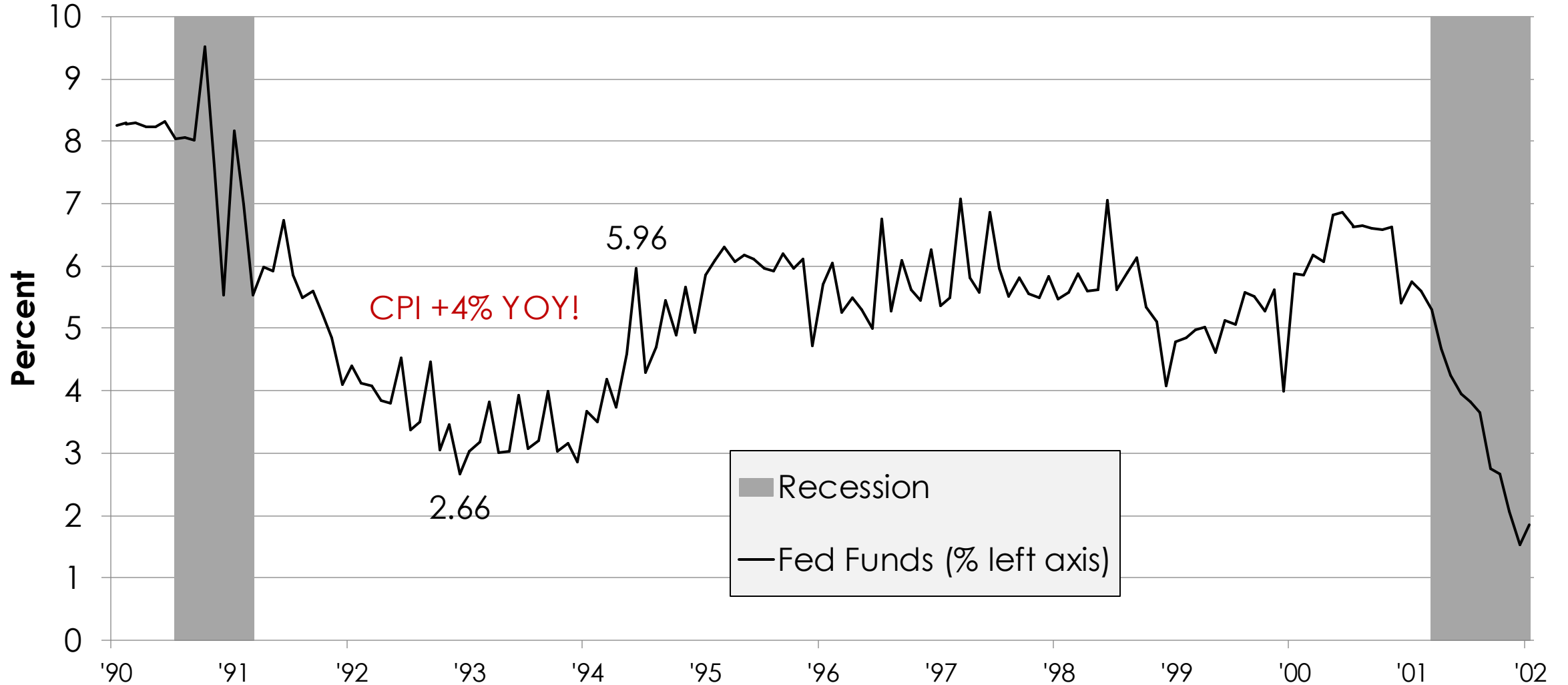
CLOSELY CONTROL CHILDREN

Fed Moving to Neutral Faster



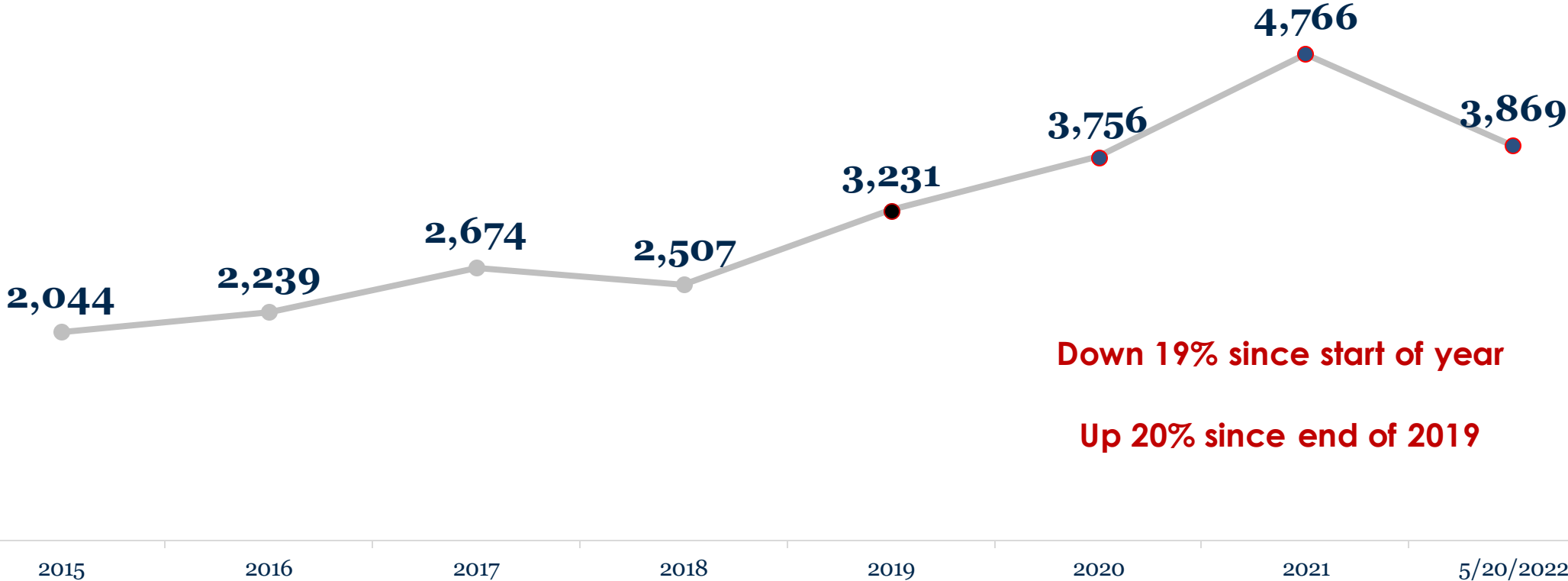
Soft Landing?!

Market Interest Rates and Recessions // Source: Federal Reserve and NBER



S&P 500 Index

Period End. Source: S&P



Economic forecast

April 12, 2022

	Past results		Quarterly results/ forecasts				Annual forecasts	
	Previous 10 Yr Avg	2021	2022:1	2022:2	2022:3	2022:4	2022	2023
Growth rates:								
Economic Growth (% chg GDP)*	2.1%	5.7%	-1.4%	4.0%	3.5%	3.0%	3.0%	2.0%
Inflation (CPI, 12 mth % chg)	2.1%	7.1%	8.5%	5.0%	4.0%	3.5%	5.0%	3.0%
Unemployment Rate (BLS)	5.2%	3.9%	3.6%	3.5%	3.5%	3.5%	3.5%	3.5%
Federal Funds Rate (effective)	0.64%	0.07%	0.33%	1.33%	2.00%	2.50%	2.50%	3.25%
10-Year Treasury Rate	2.12%	1.52%	2.34%	2.75%	3.00%	3.25%	3.25%	3.50%
10-Year-Fed Funds Spread	1.48%	1.45%	2.01%	1.42%	1.00%	0.75%	0.75%	0.25%

*Percent change, annual rate. All other numbers are end-of-period values.