



FEDERAL RESERVE BANK *of* NEW YORK

# Economic Conditions Across New York State

Jason Bram

2022 NY State Economic and Revenue Consensus Conference – February 28, 2022

The views expressed here are those of the presenter and do not necessarily represent those of the Federal Reserve Bank of New York or the Federal Reserve System.

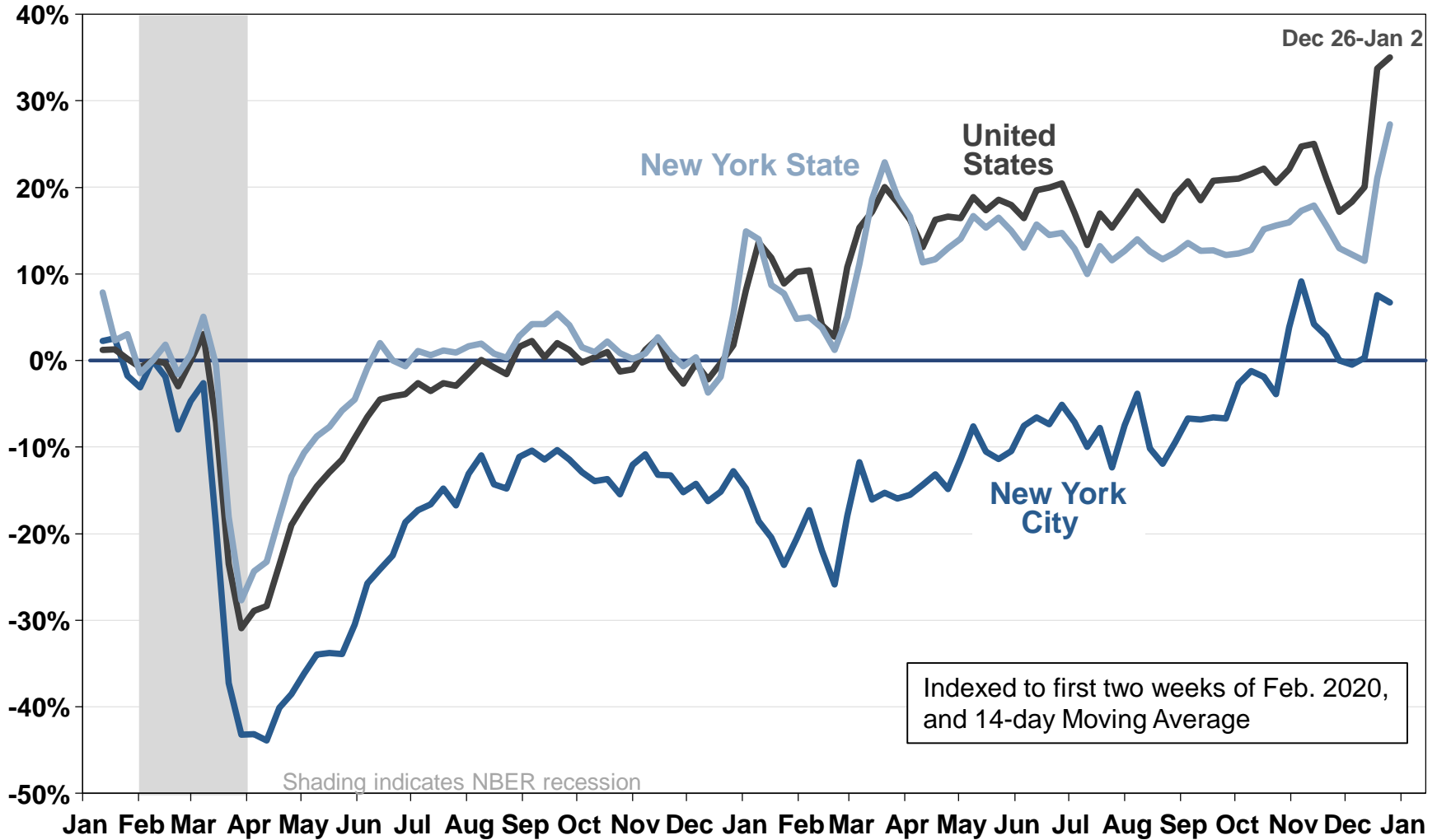
# Summary

- The winter Omicron outbreak, which has since subsided, appears to have had a modest negative effect on the state's economy in early 2022.
- Employment has continued to rebound briskly across most of the state
  - New York City, where the economic effect of the pandemic was most severe, has seen the weakest recovery thus far.
  - Recently released data from the Quarterly Census of Employment & Wages suggest that NYC job growth was stronger last summer than previously estimated.
- Our monthly business surveys point to a pause in growth in both the service and manufacturing sectors.
- Businesses continue to report widespread price escalation, amidst supply disruptions and labor shortages but remain optimistic about the outlook.
- Housing markets have been exceptionally strong, while office markets have been exceptionally weak.



# Consumer Spending Below U.S. but Still Strong

Percent Change in Debit & Credit Card Spending Since Feb 2020



Source: Commerce Signals, a Verisk Analytics Business; data are seasonally adjusted by NY Fed Staff.



# New York City Subway Ridership

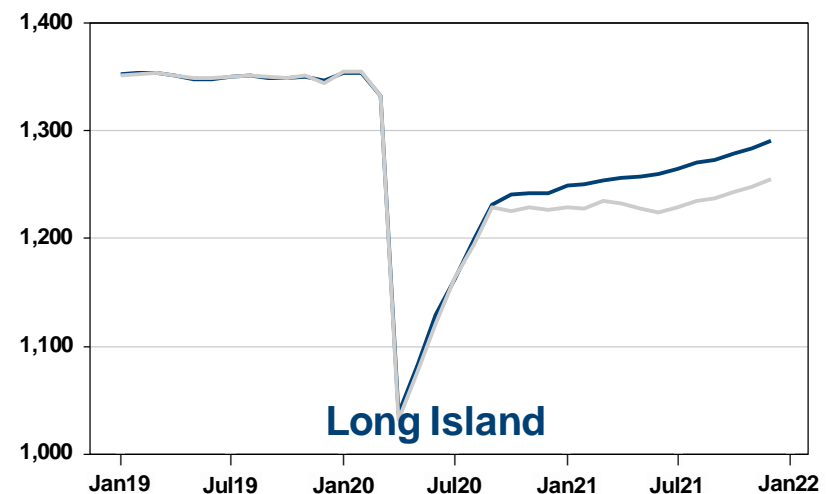
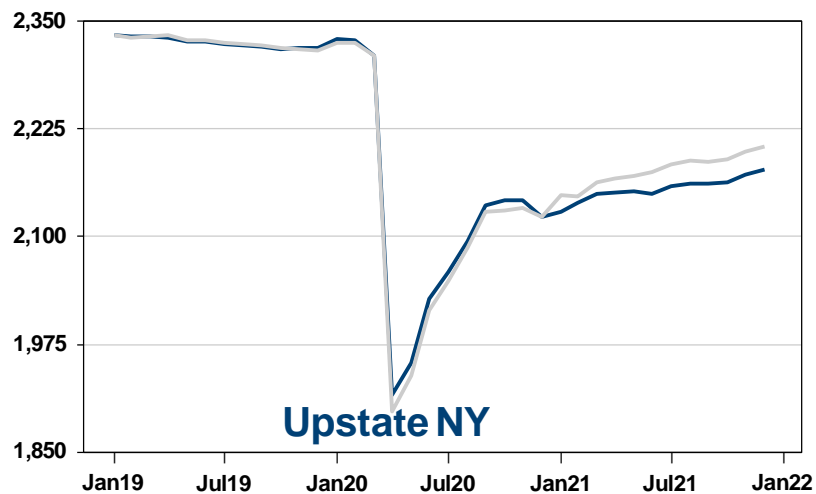
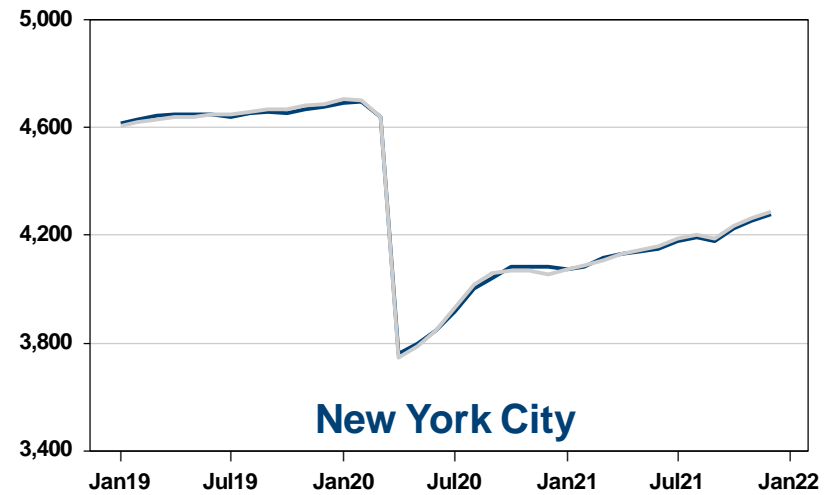
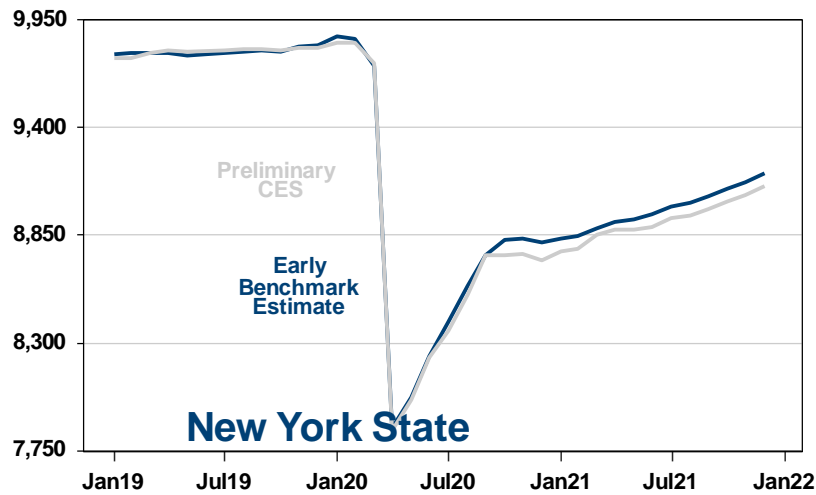
Percent Change from Comparable Pre-Pandemic Day



Moving 7-day average of daily data  
Source: Metropolitan Transit Authority, FRBNY Staff calculations.

# FRBNY Early Employment Benchmark

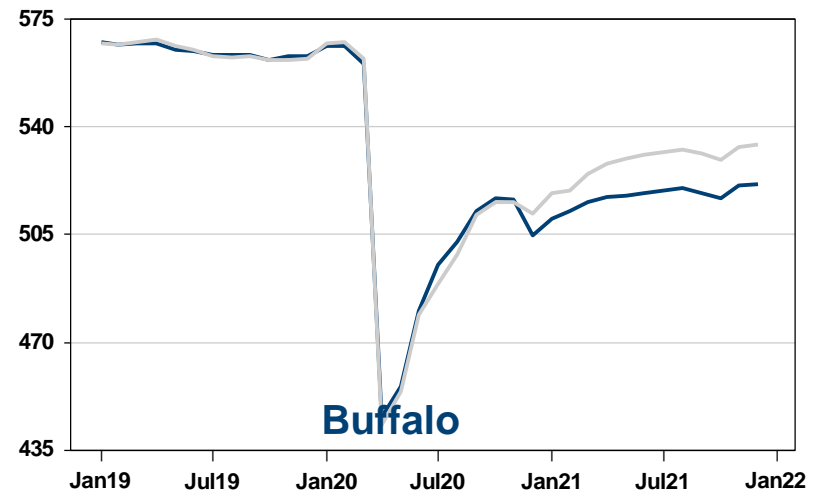
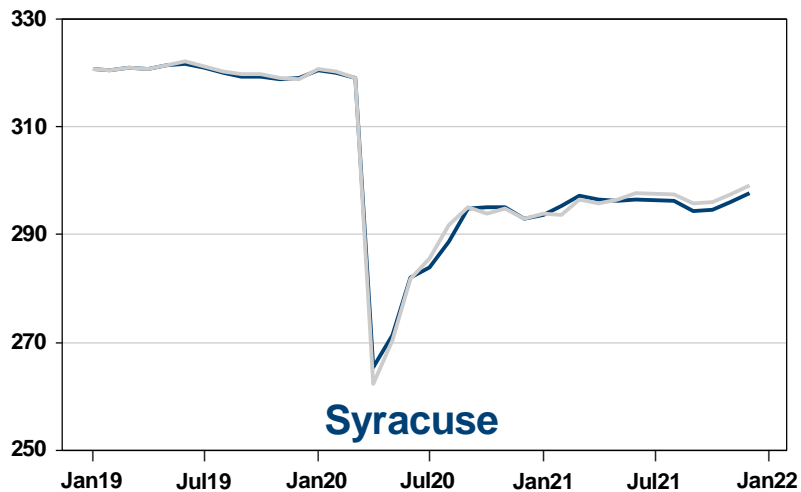
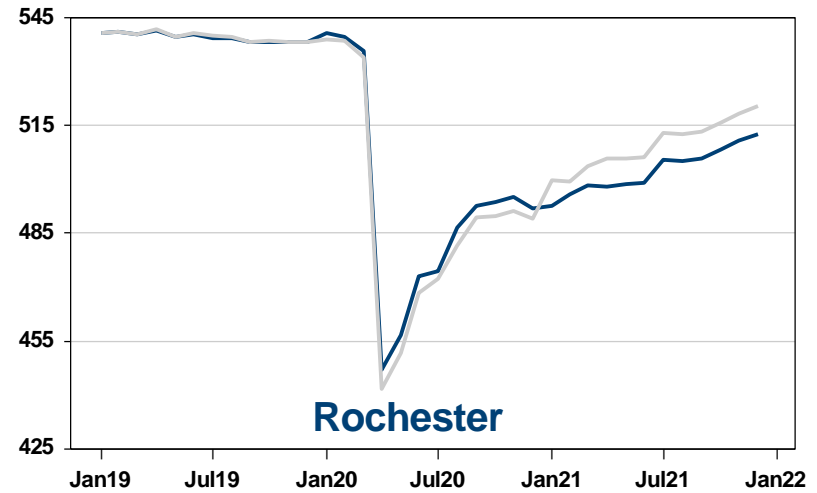
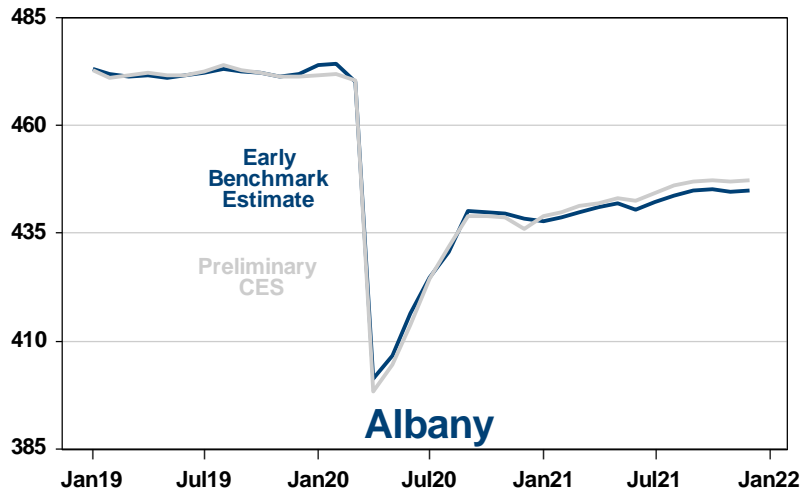
Total Employment in Thousands, Dec 2021 (QCEW Q22021)



Source: Bureau of Labor Statistics, Moody's Economy.com, and FRBNY calculations.

# FRBNY Early Employment Benchmark

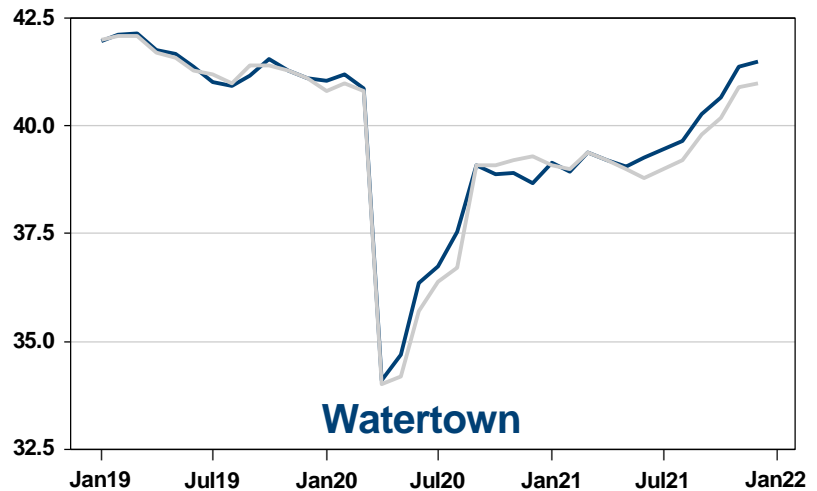
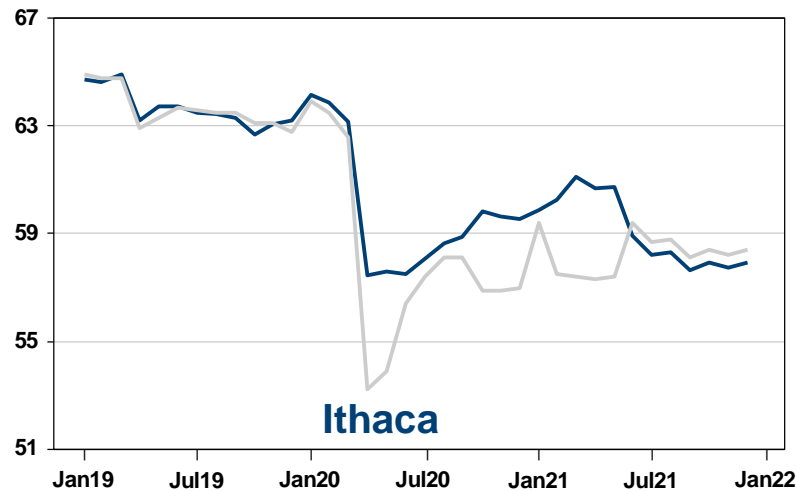
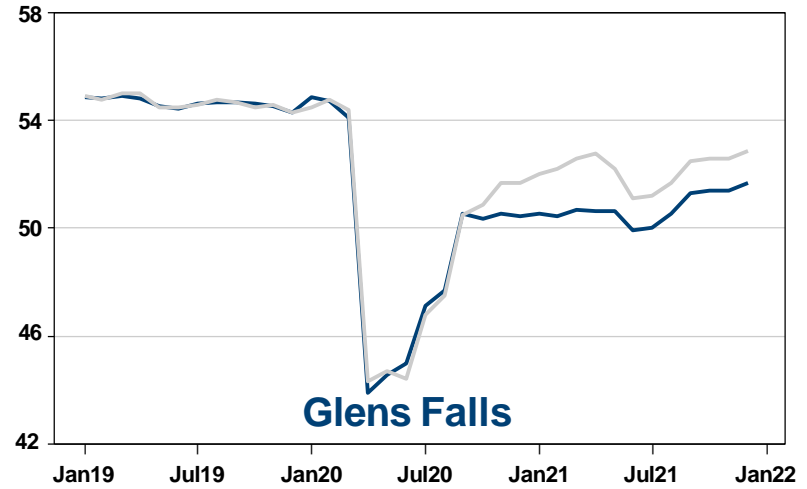
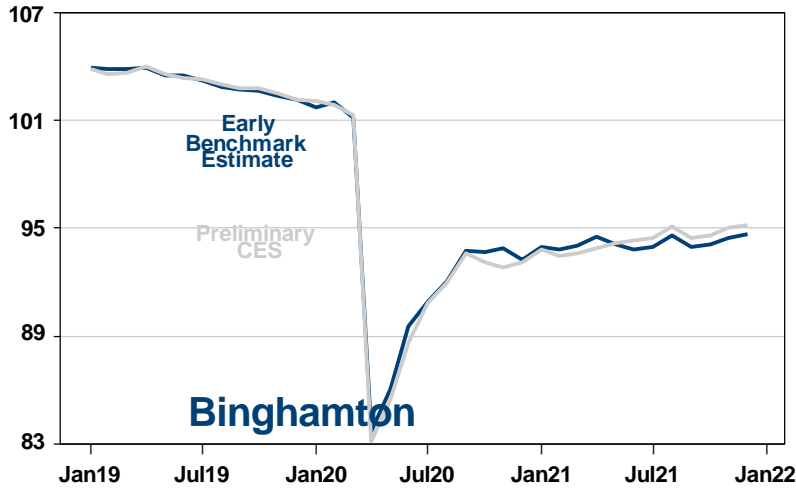
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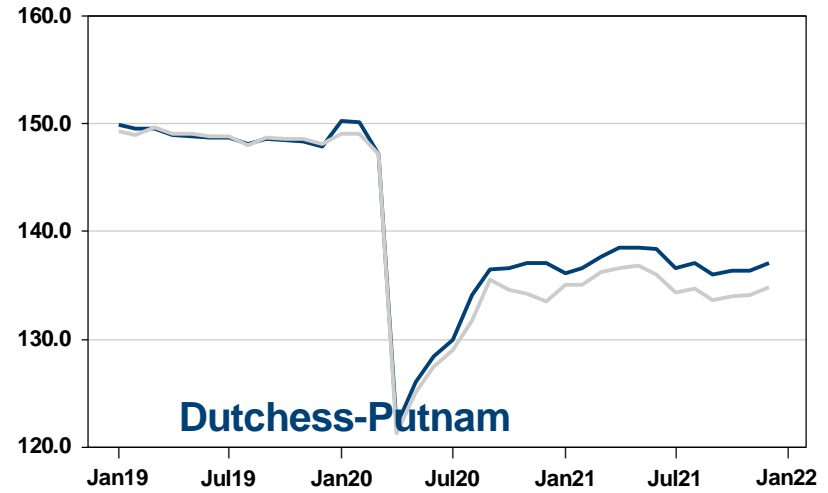
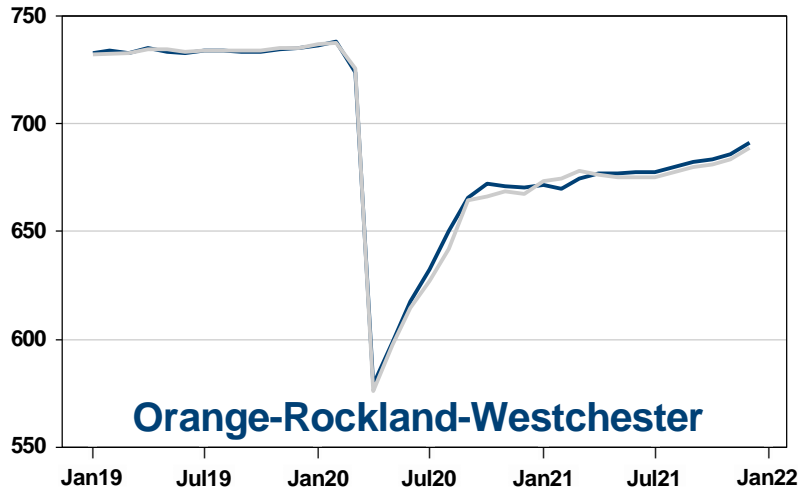
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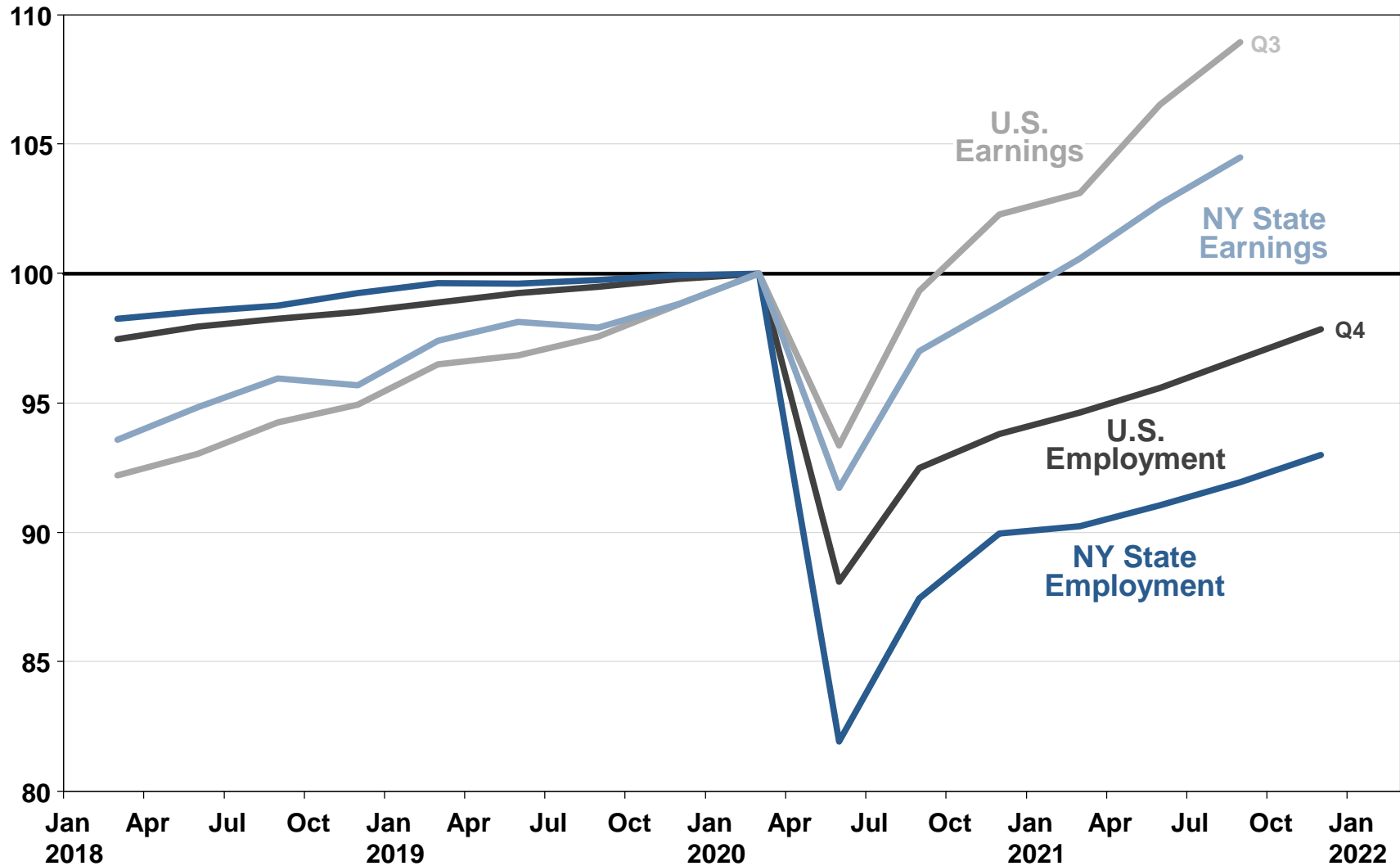
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# Employment & Earnings by Place of Work

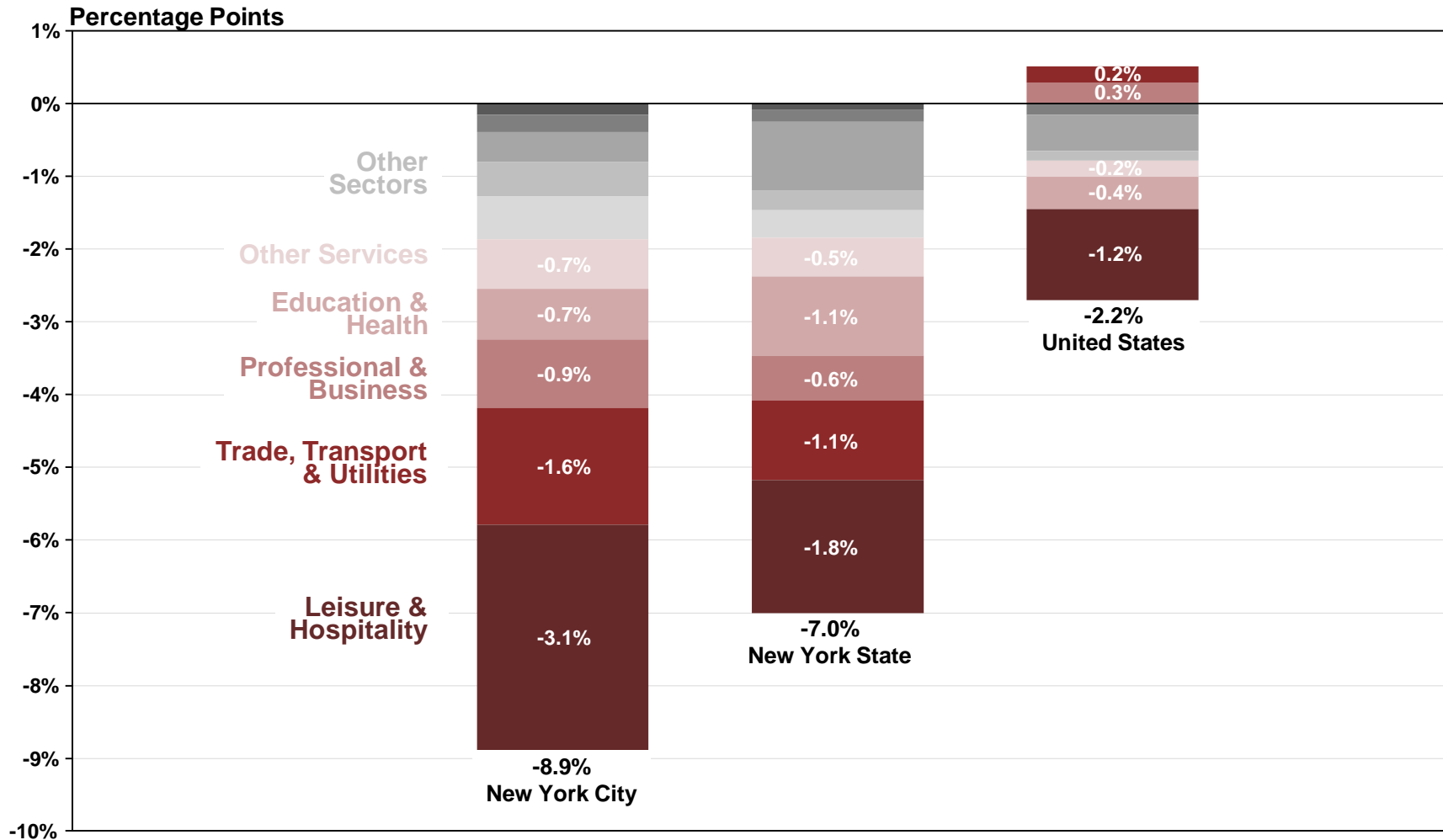
Seasonally Adjusted Index, 2020Q1=100



Source: U.S. Bureau of Labor Statistics.

# Most Job Loss Concentrated in Five Industries

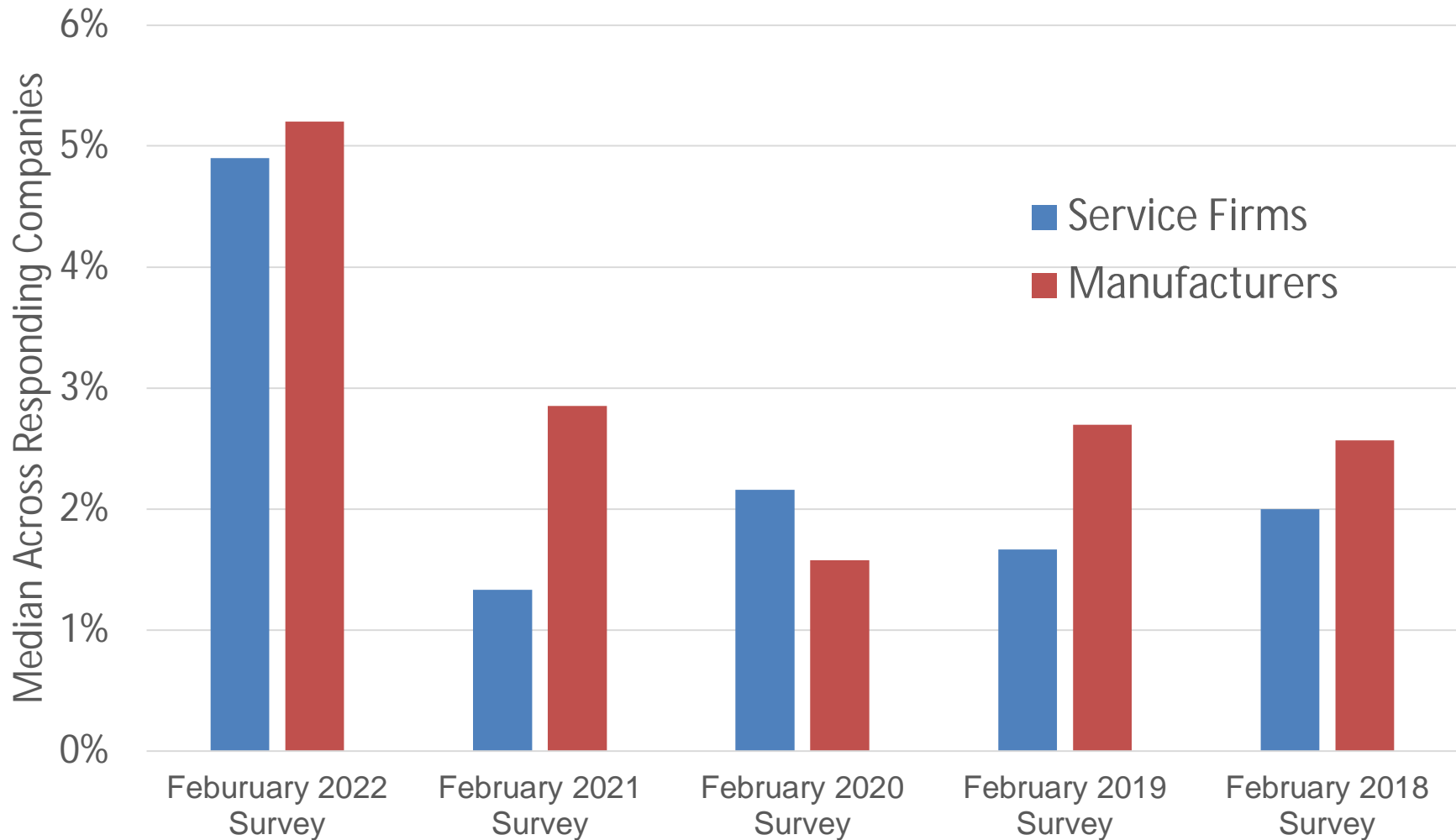
Industry Contributions to Job Shortfalls as of Dec 2021



Source: U.S. Bureau of Labor Statistics and Moody's Economy.com; regional data are early benchmarked by New York Fed staff.

# February 2022 Supplemental Survey

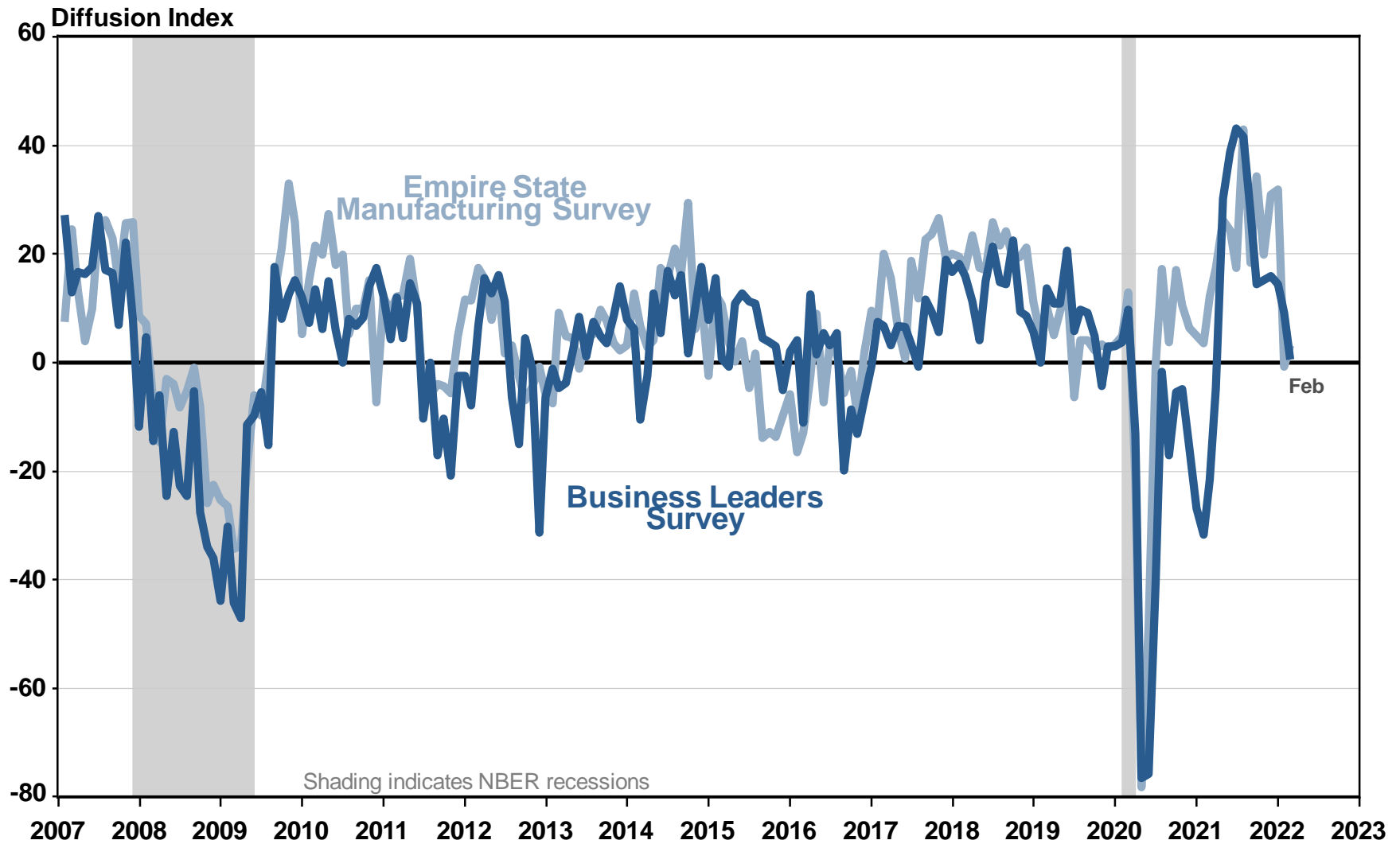
## Job Openings as a Share of Companies' Workforce



Source: Supplemental Survey Reports, Federal Reserve Bank of New York.

# Current Economic Conditions

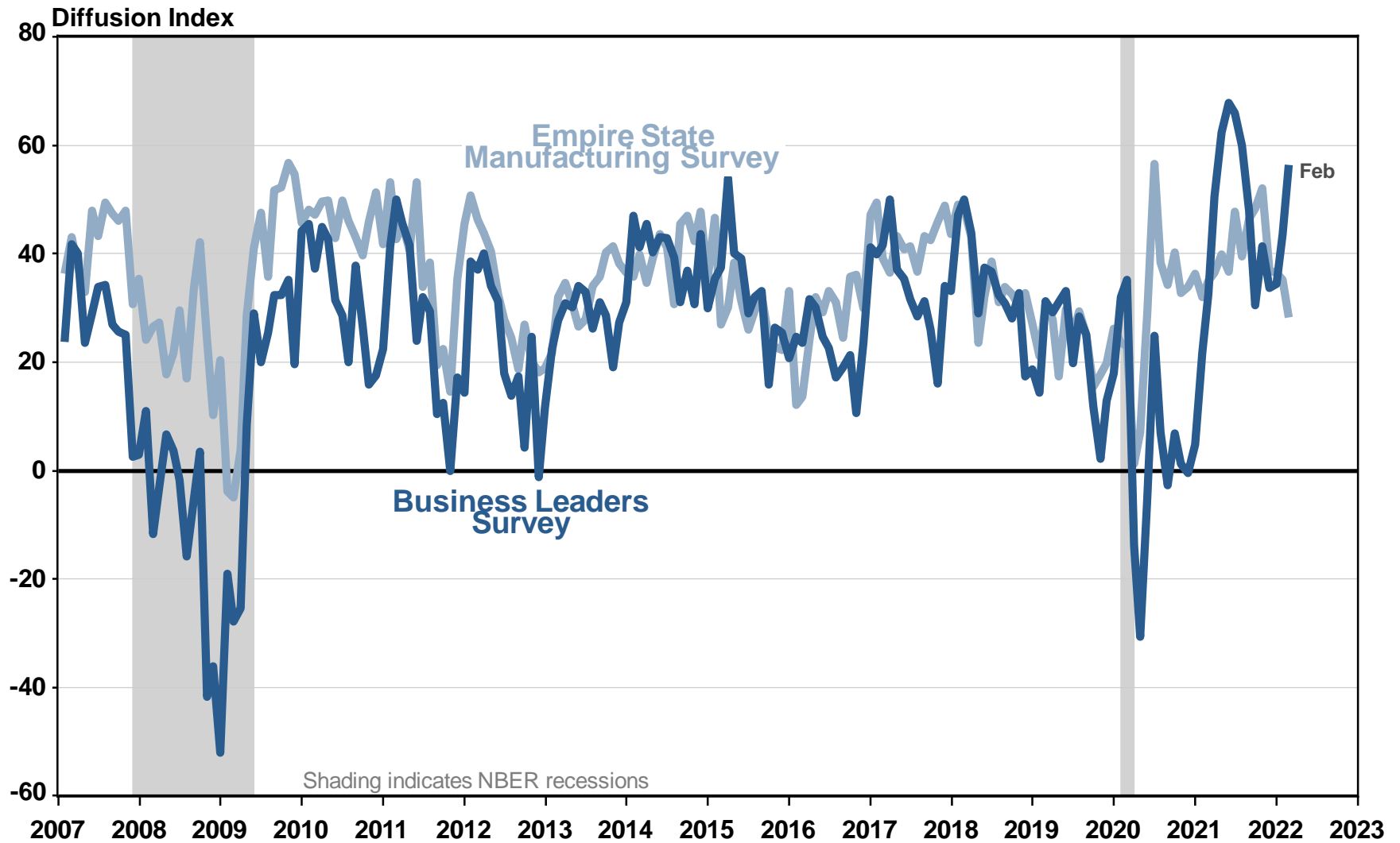
## FRBNY Business Surveys, Current Conditions



Source: Federal Reserve Bank of New York.

# Future Economic Conditions

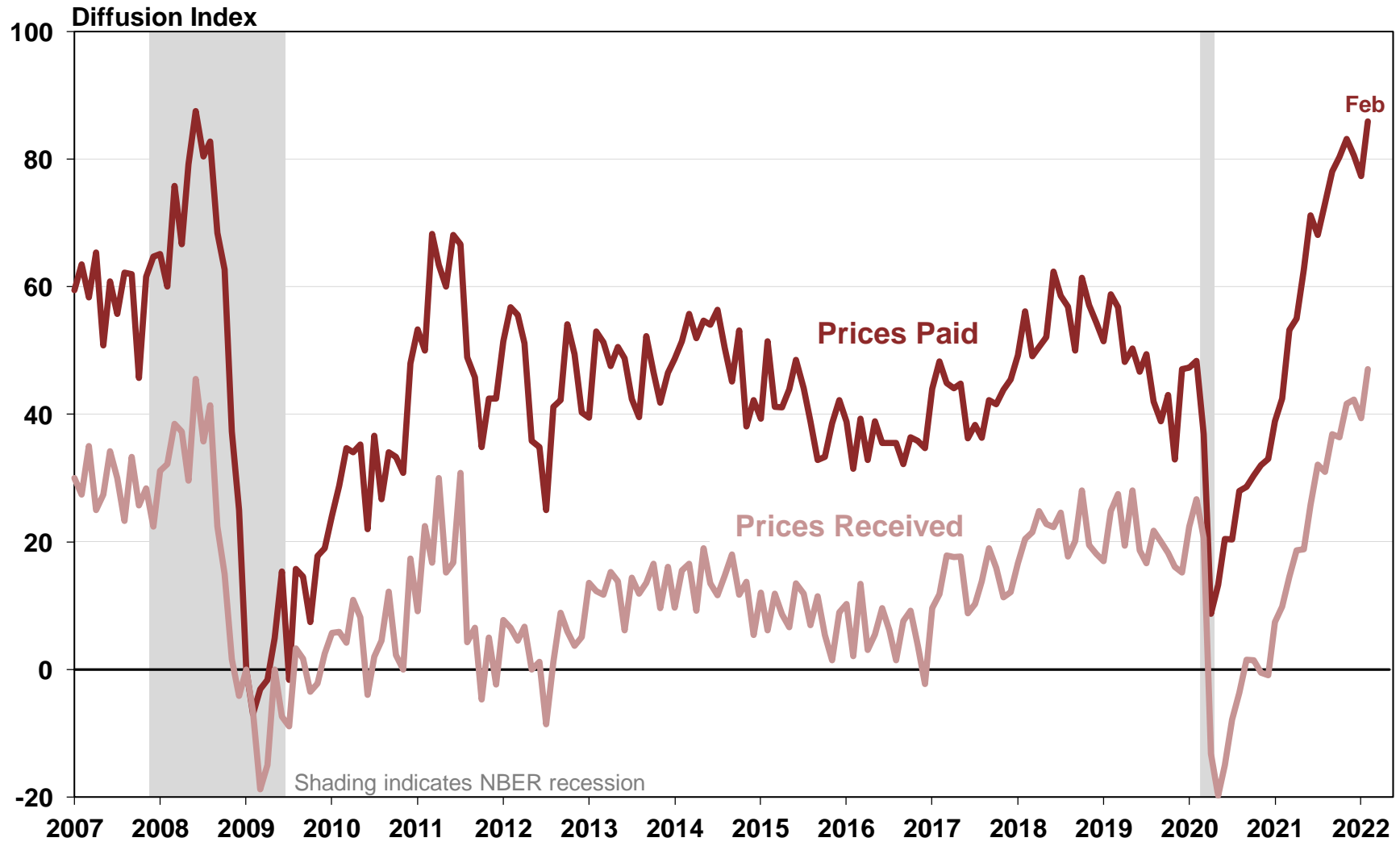
FRBNY Business Surveys, Conditions Six Months Ahead



Source: Federal Reserve Bank of New York.

# Service Firms Seeing Widespread Price Pressure

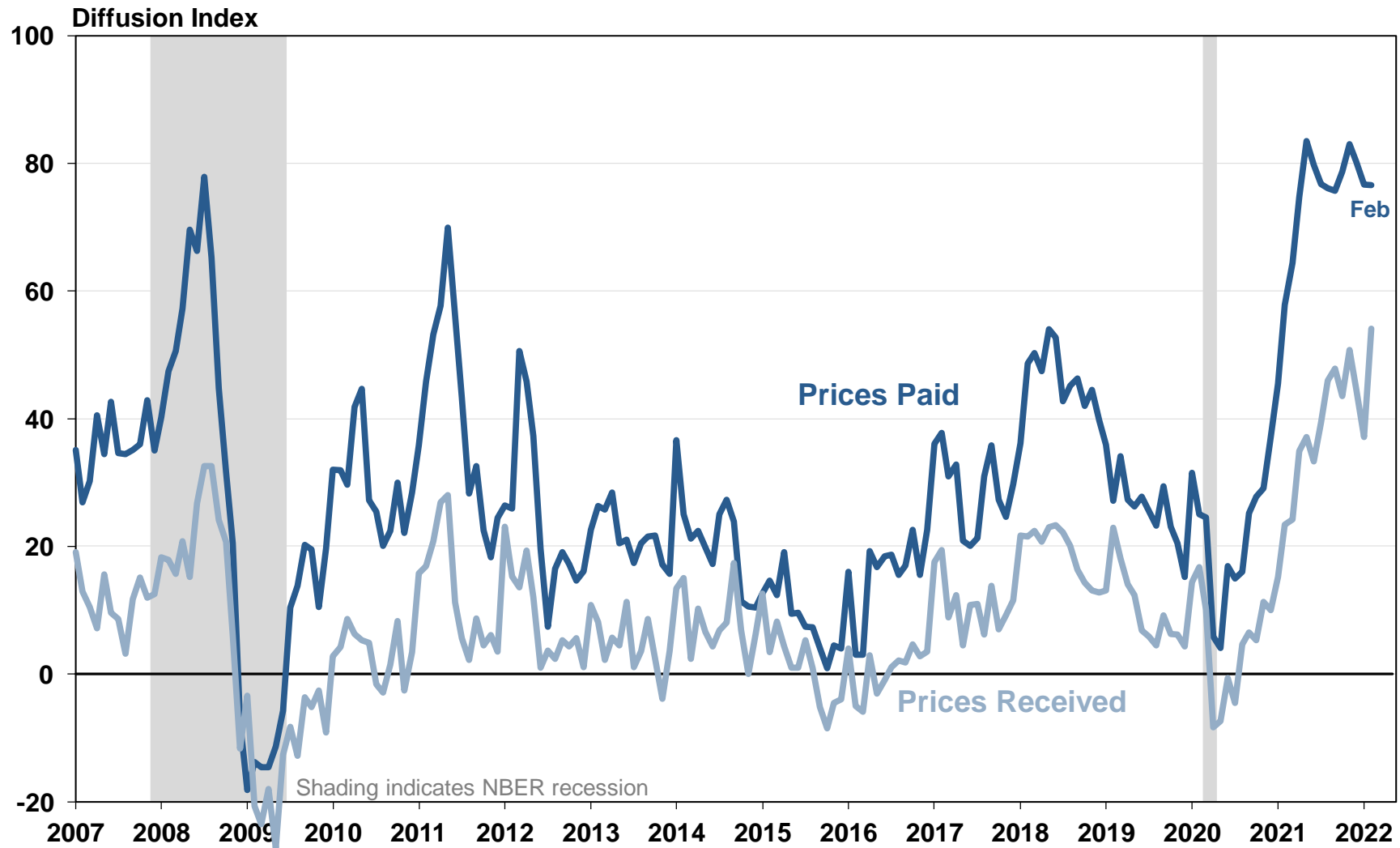
New York Fed Regional Business Surveys



Source: Business Leaders Survey (Service firms), Federal Reserve Bank of New York.

# Manufacturers Seeing Widespread Price Pressure

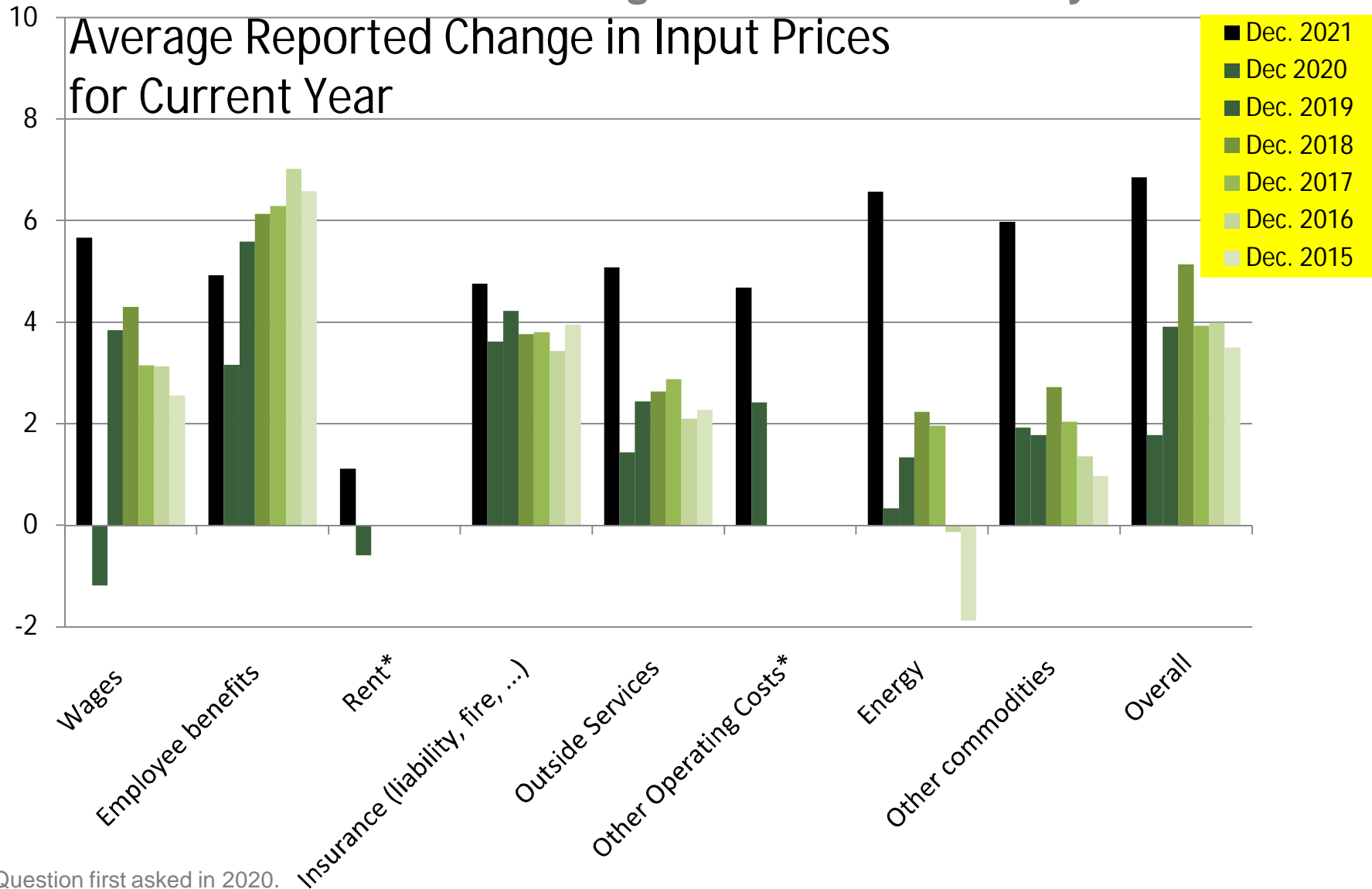
New York Fed Regional Business Surveys



Source: Empire State Manufacturing Survey, Federal Reserve Bank of New York.

# Price Changes Reported by Service Firms

New York Fed Regional Business Surveys



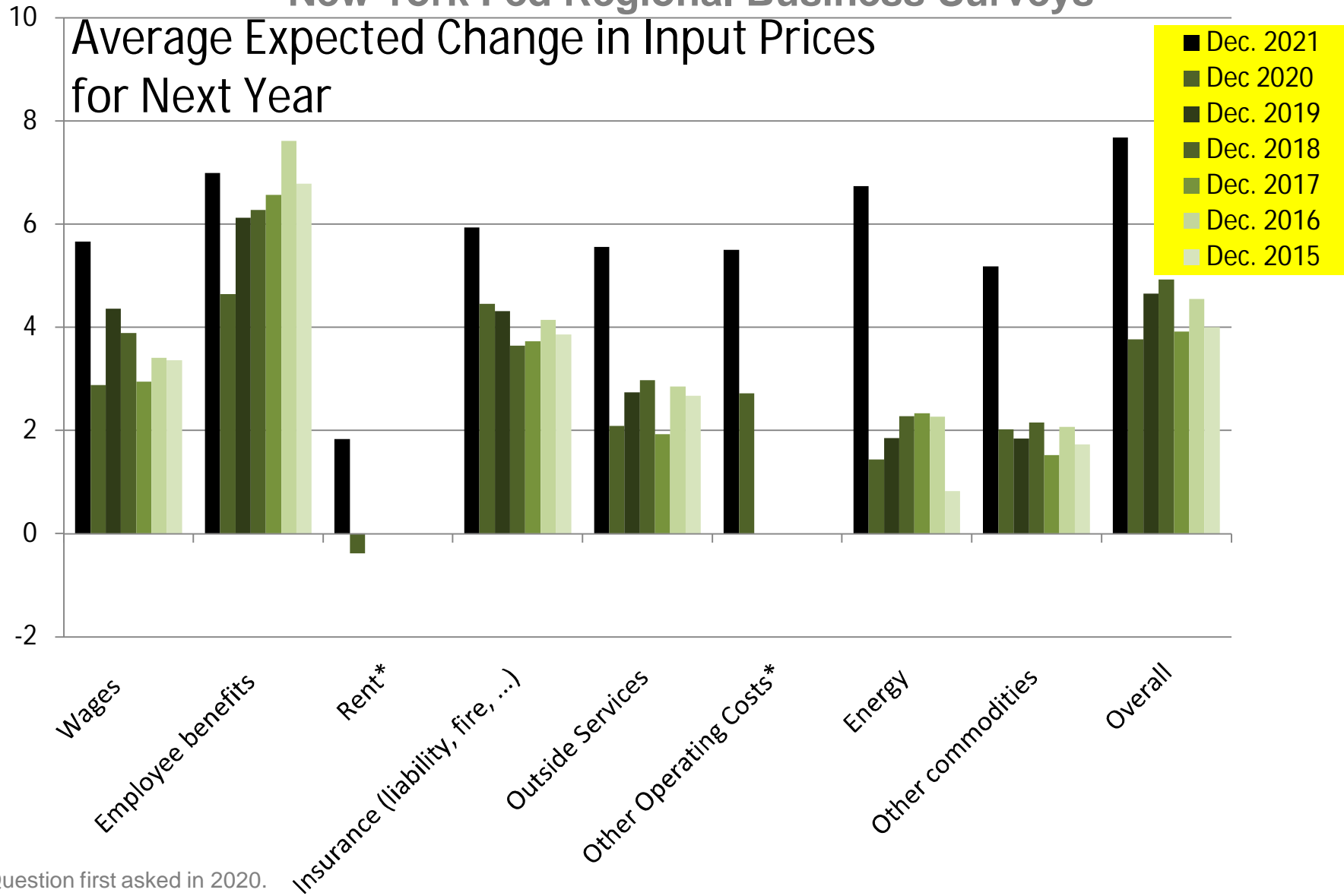
\*Question first asked in 2020.

Source: Supplemental Survey Reports, Federal Reserve Bank of New York.



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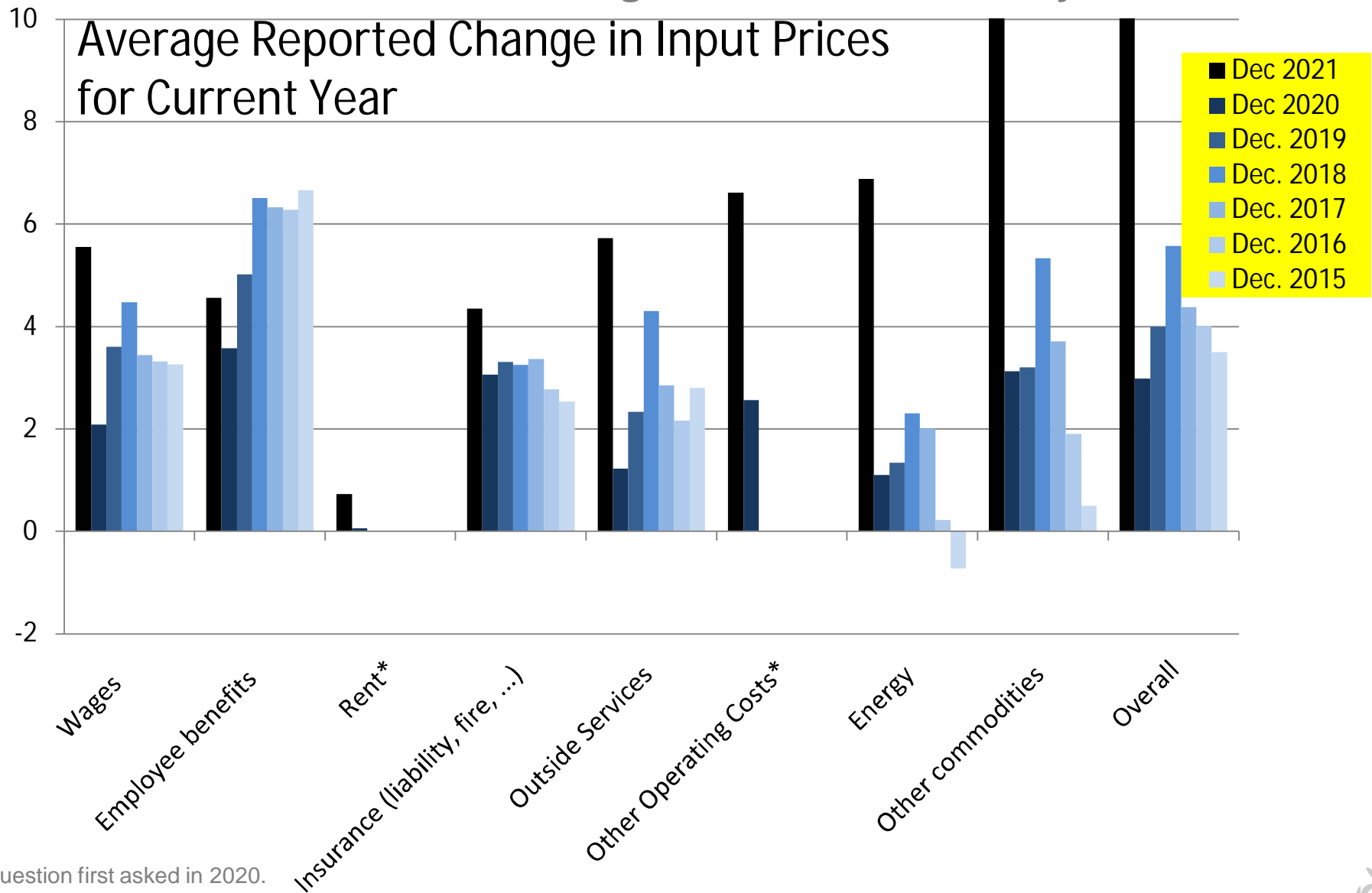


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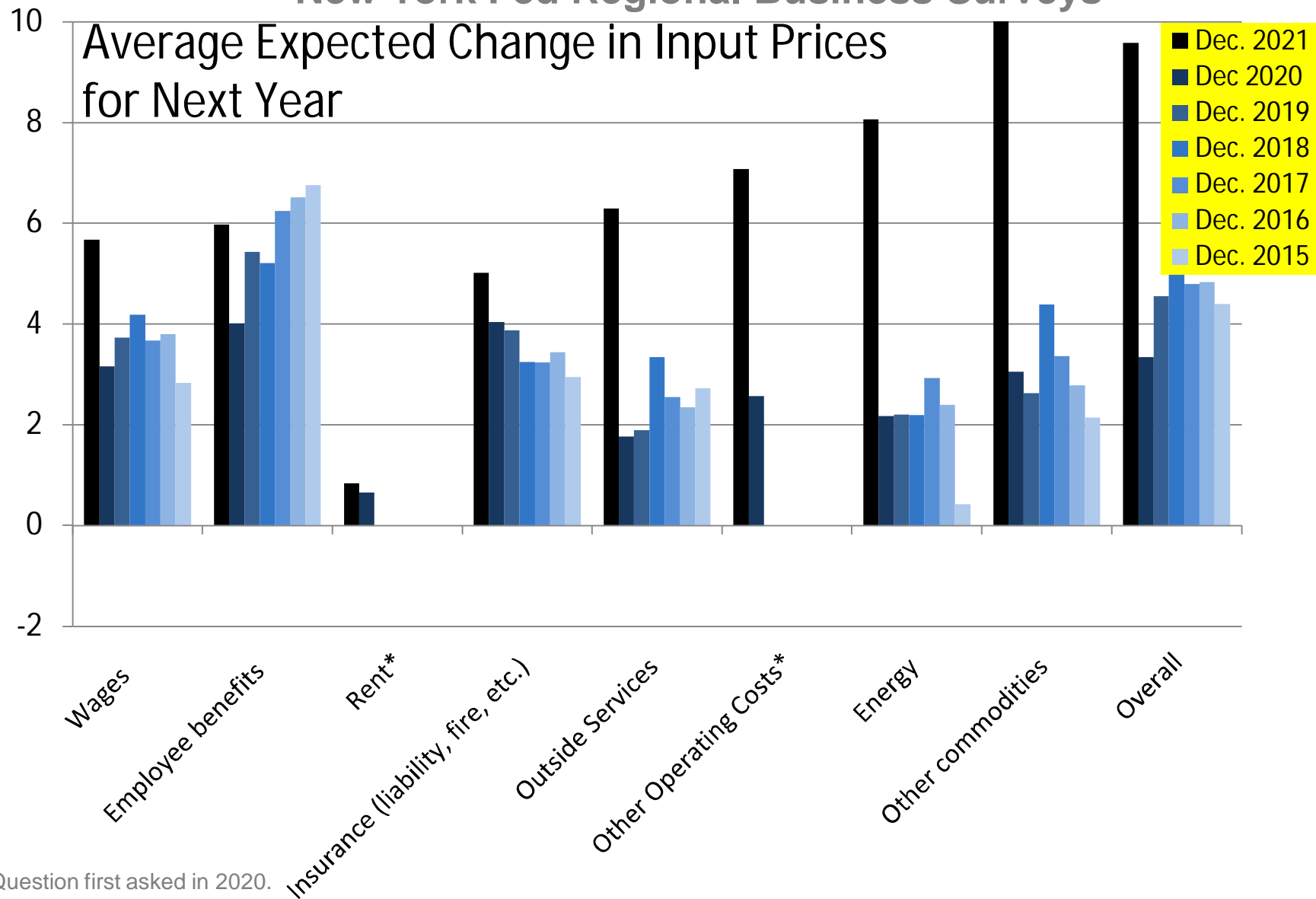


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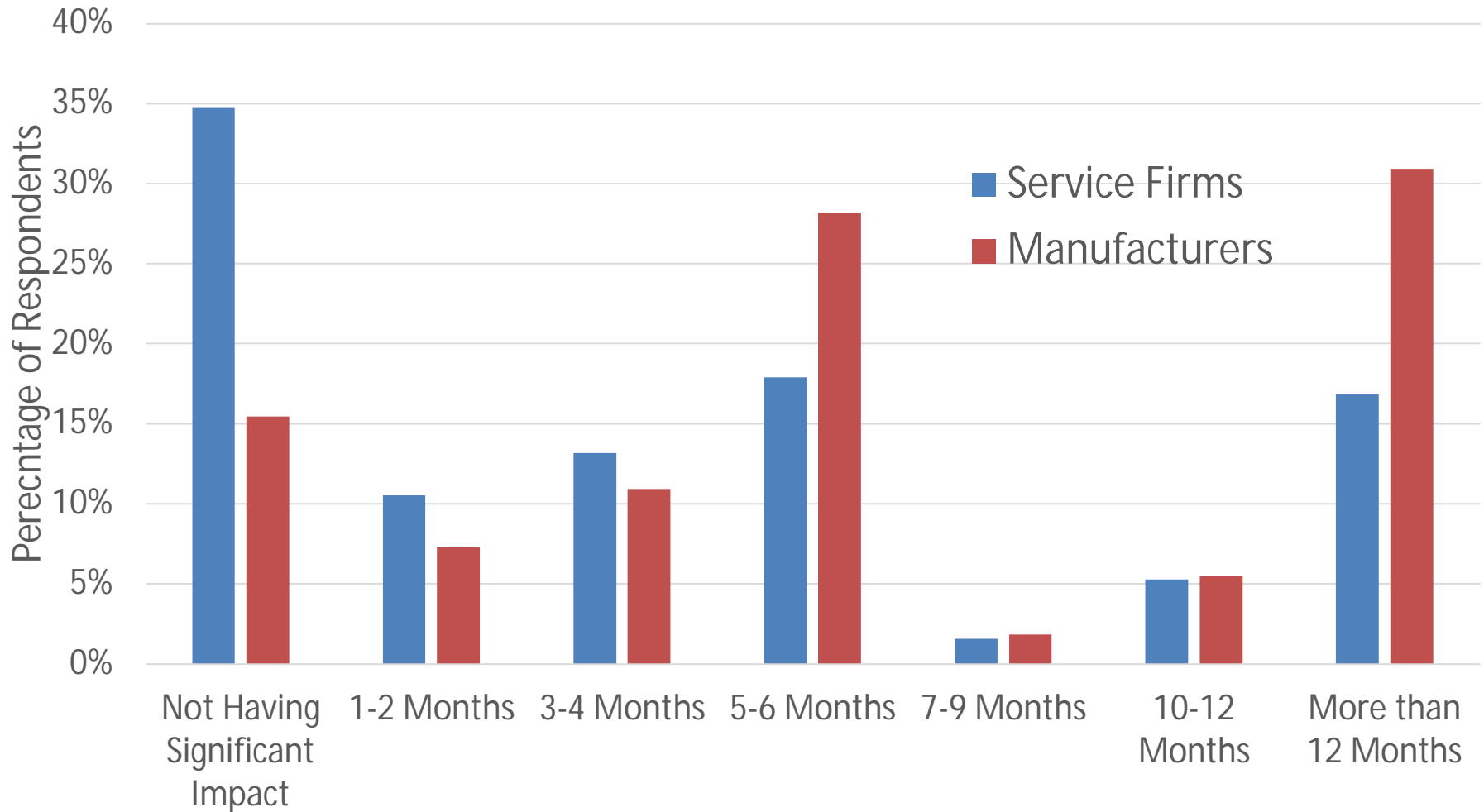


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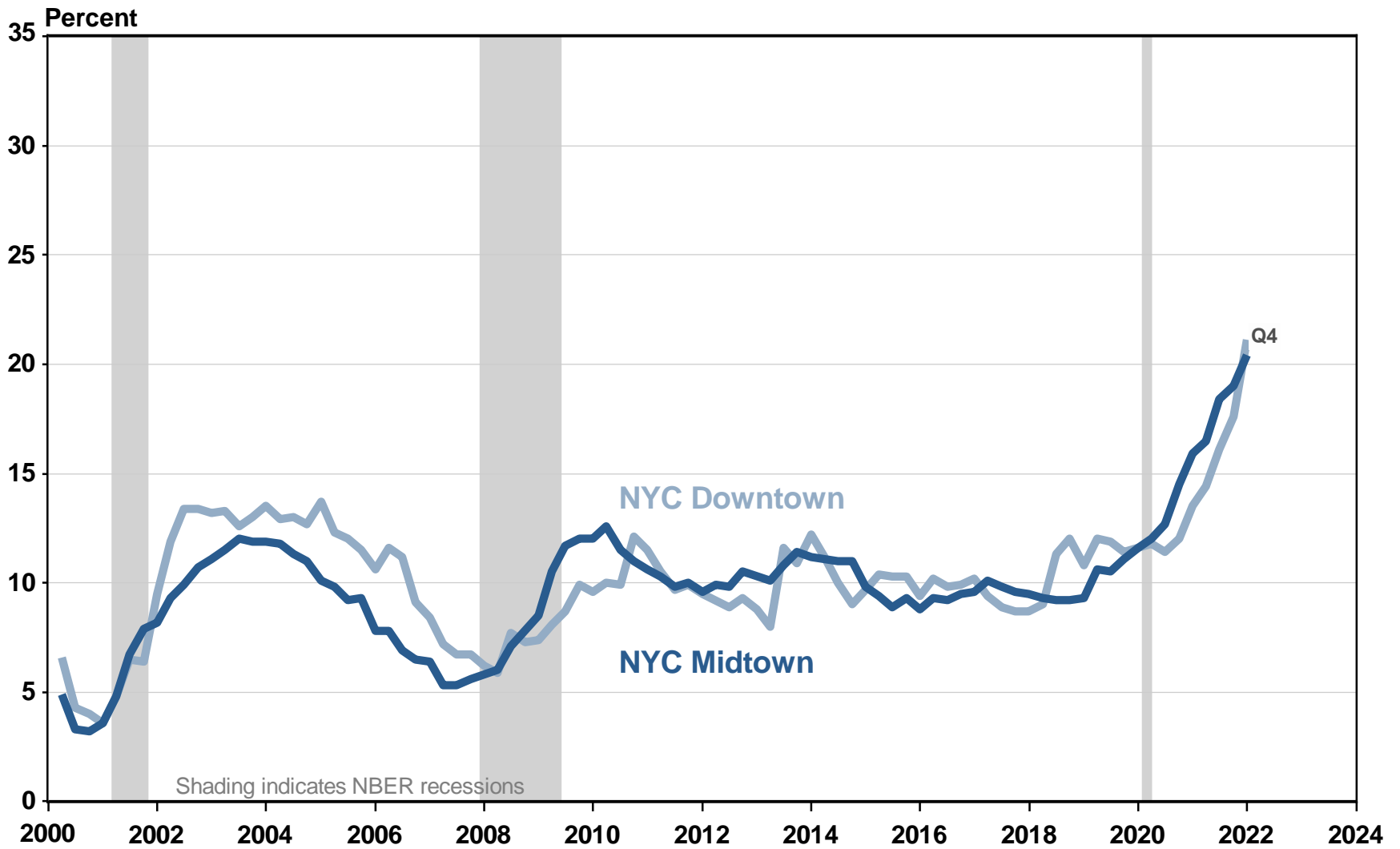
If you are experiencing difficulty obtaining supplies you need, what is the soonest you expect such difficulties to resolve so they are no longer having a significant impact on your business?



Source: Supplemental Survey Reports, Federal Reserve Bank of New York.

# Office Vacancy Rates

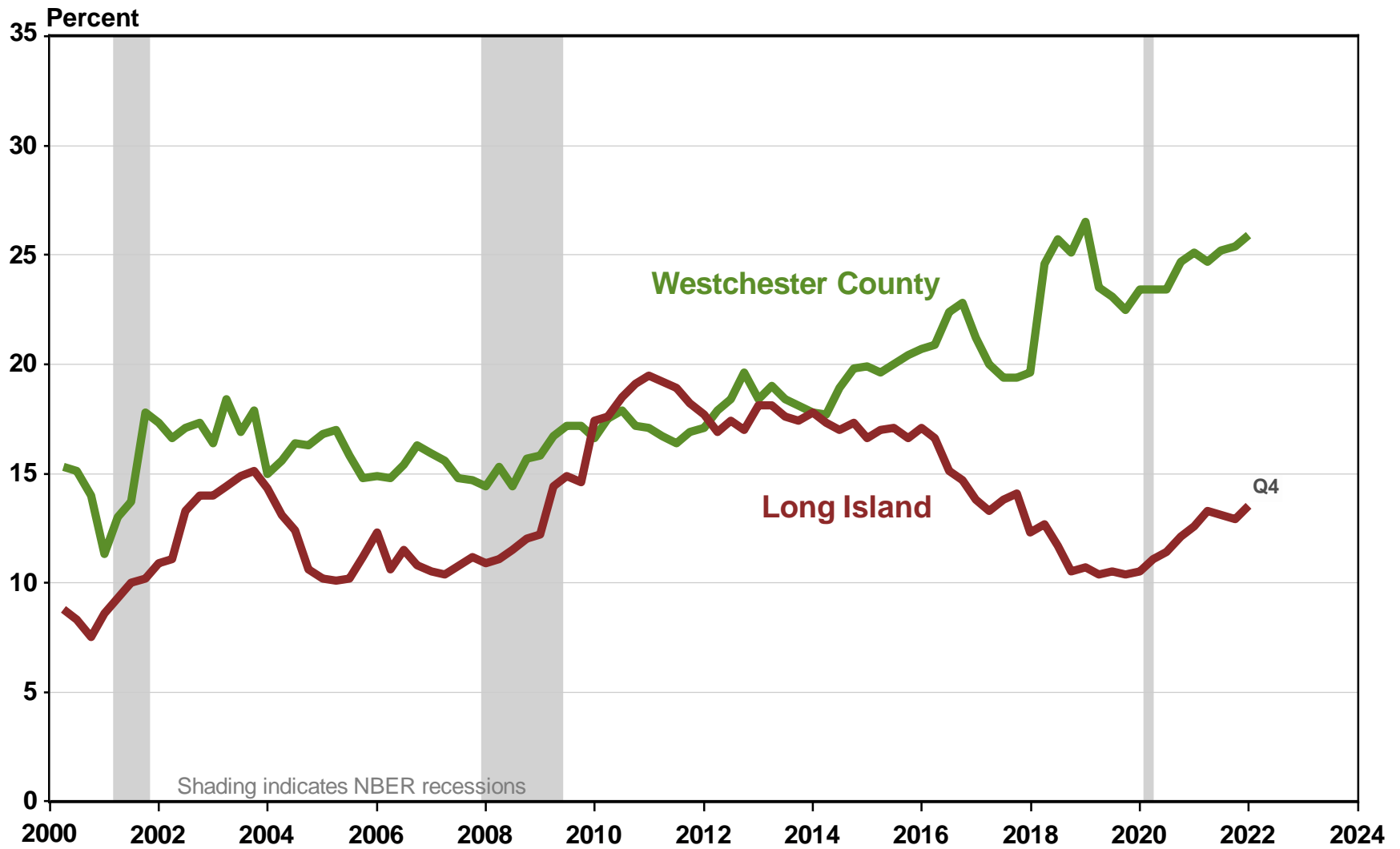
## Overall Vacancy Rates



Source: Cushman & Wakefield.

# Office Vacancy Rates

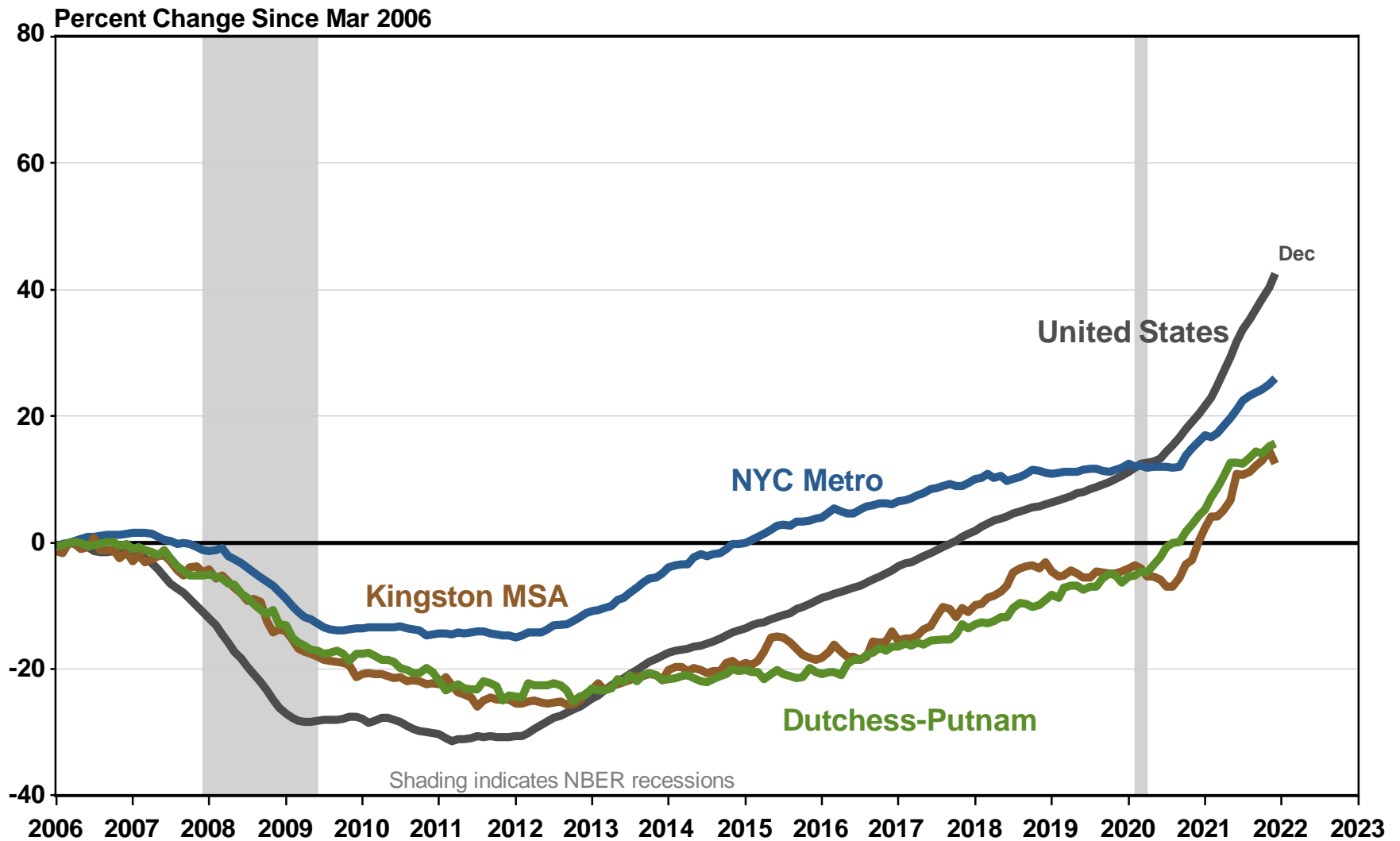
## Overall Vacancy Rates



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# Home Prices

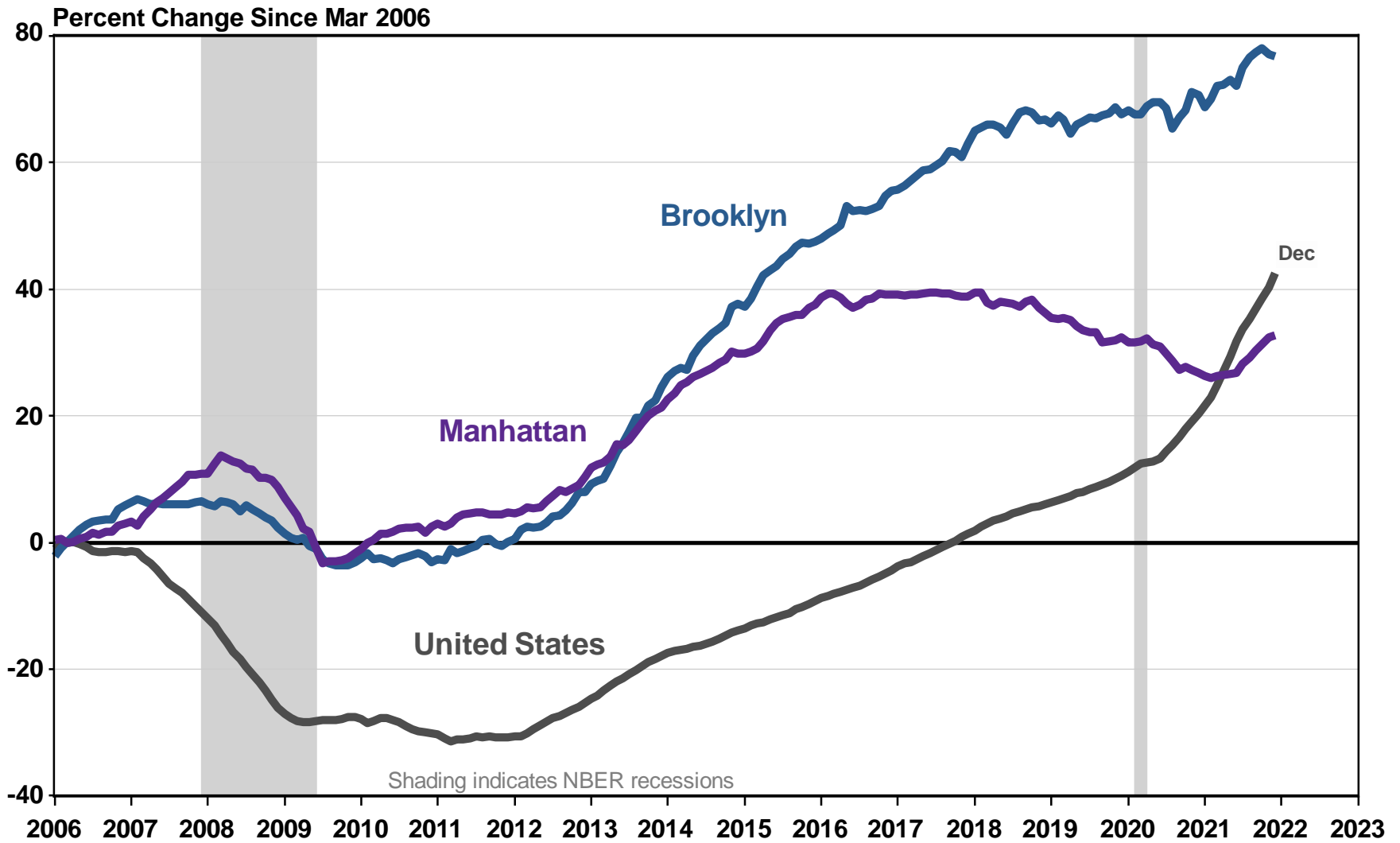
## CoreLogic Home Price Index, Seasonally Adjusted



Source: CoreLogic Home Price Index (including distressed sales).

# Home Prices

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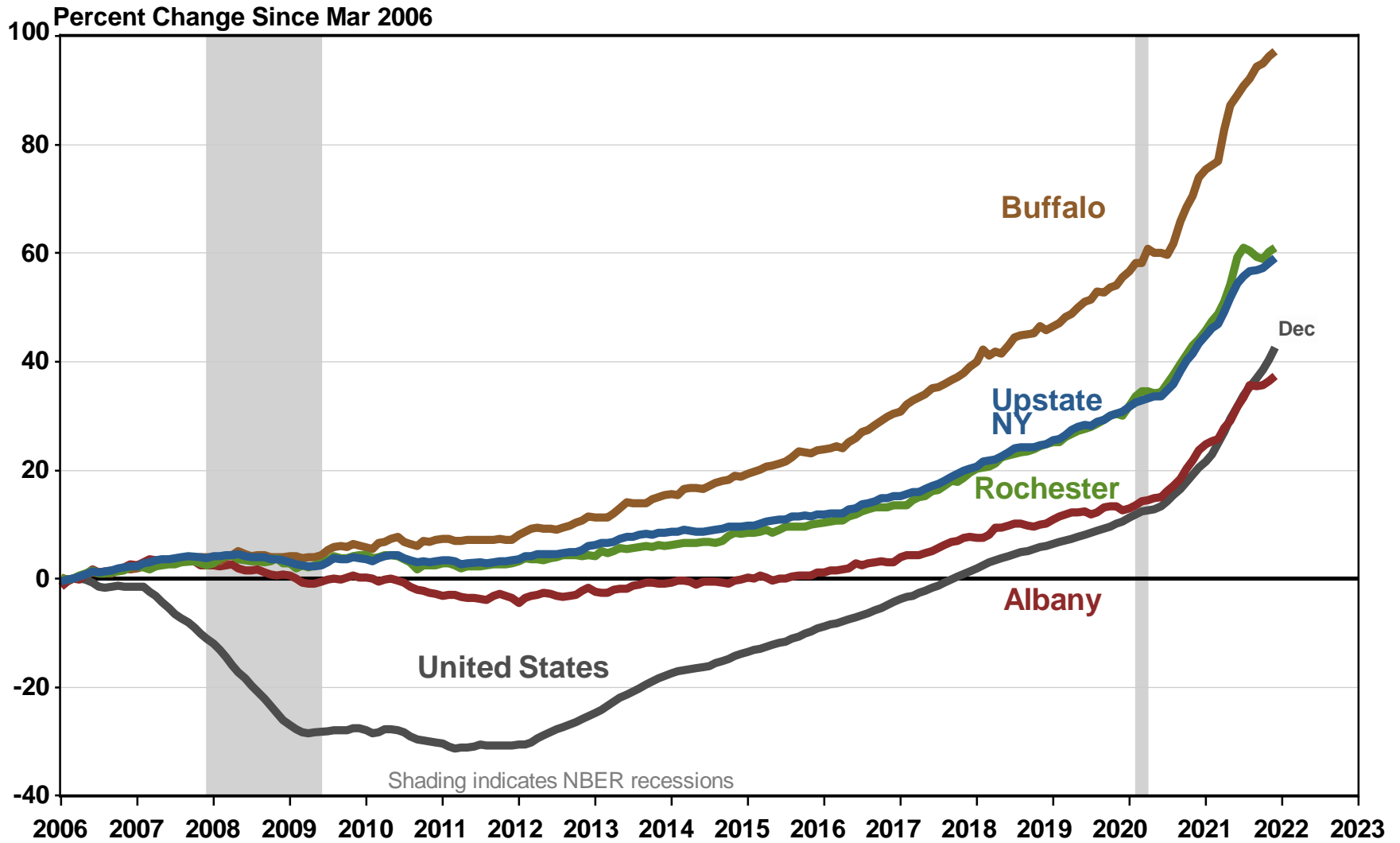


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