Economic Conditions in the Region

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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.
Overview of Regional Conditions

• Regional growth has slowed through the year, with recent business surveys now pointing to some contraction in the regional economy.

• While the region has continued to add jobs at a solid clip, sizeable jobs shortfalls remain in many places.

• Pricing pressures remain persistent but have subsided in recent months. Home price increases have slowed noticeably as financial conditions have tightened.
Regional Growth Has Stalled
New York Fed Regional Business Surveys

Diffusion Index

Current Conditions

Empire State Manufacturing Survey
Business Leaders Survey (Service Sector)

Shading indicates NBER recession

Source: Federal Reserve Bank of New York.
Despite Solid Job Gains, Sizeable Job Shortfalls Remain

Percent Change in Total Employment Since Feb 2020

Pricing Pressures Easing, Especially in Manufacturing

New York Fed Regional Business Surveys

Source: Federal Reserve Bank of New York.
Home Price Increases Have Slowed Noticeably

Home Price Growth Since the Start of the Pandemic

Source: Zillow Home Value Index, National Association of Realtors, and Moody's Analytics.
Reference Slides
Pre-Pandemic Job Shortfalls by Local Area
Percent Below Feb 2020 Employment Level (as of Aug 2022)

Home Price Increases by Local Area
Percent Change in Home Prices, Feb 2020 to Sep 2022

Source: Zillow Home Value Index, U.S. Census Bureau, Moody’s Analytics.
Remote Work Is Sticking in the Region
Average Share of Hours Worked Remotely, Service Firms

Source: Abel, Bram, and Deitz “Remote Work is Sticking,” FRBNY Liberty Street Economics, August 18, 2022.