



Global Economic Outlook: US Perspective

Jeff Jorge

Principal

Firm Leader – International Services

Disclosure

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Jeff Jorge

Principal

Firm Leader – International Services

Baker Tilly US

jeff.jorge@bakertilly.com

+1 (248) 368 8798



Alexis Flicek

Consultant

Baker Tilly US



@bakertillycloud



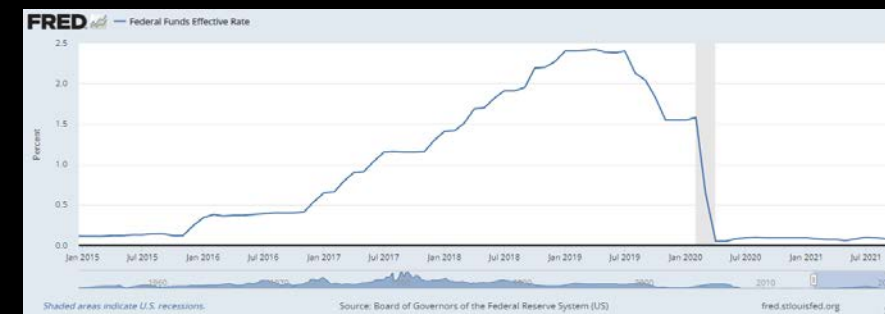
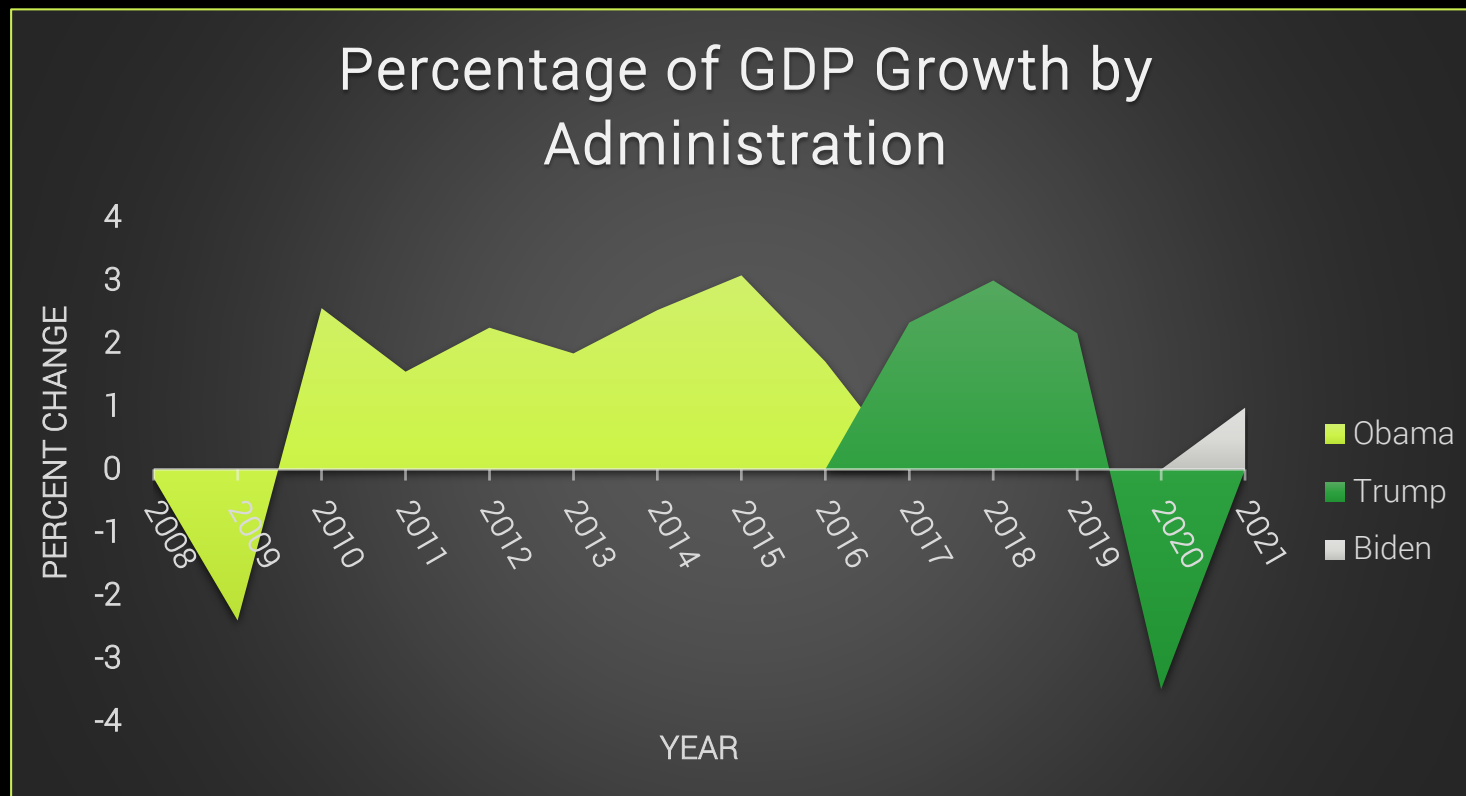
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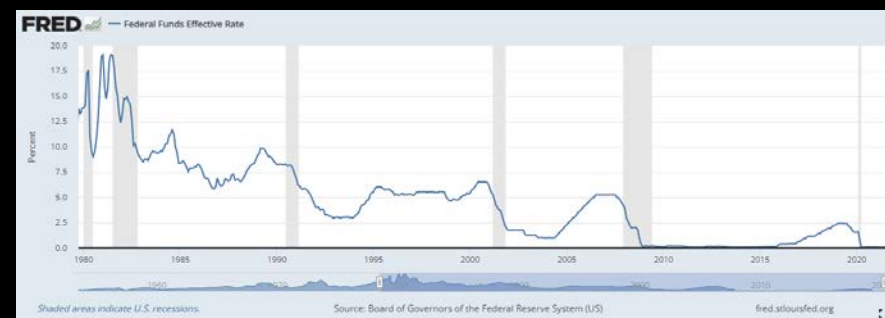
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US Economy under the past 3 Federal Administrations



Interest Rates



Overall Avg.
Growth

Obama
(2008 – 2016)

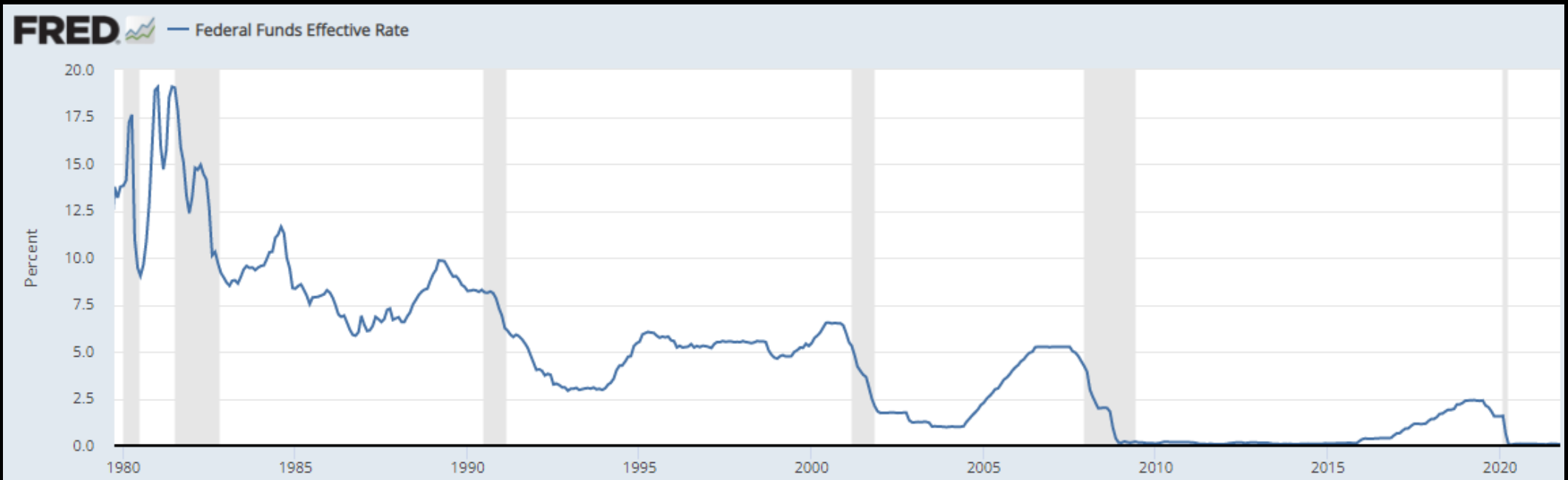
1.65%

Trump
(2016 – 2020)

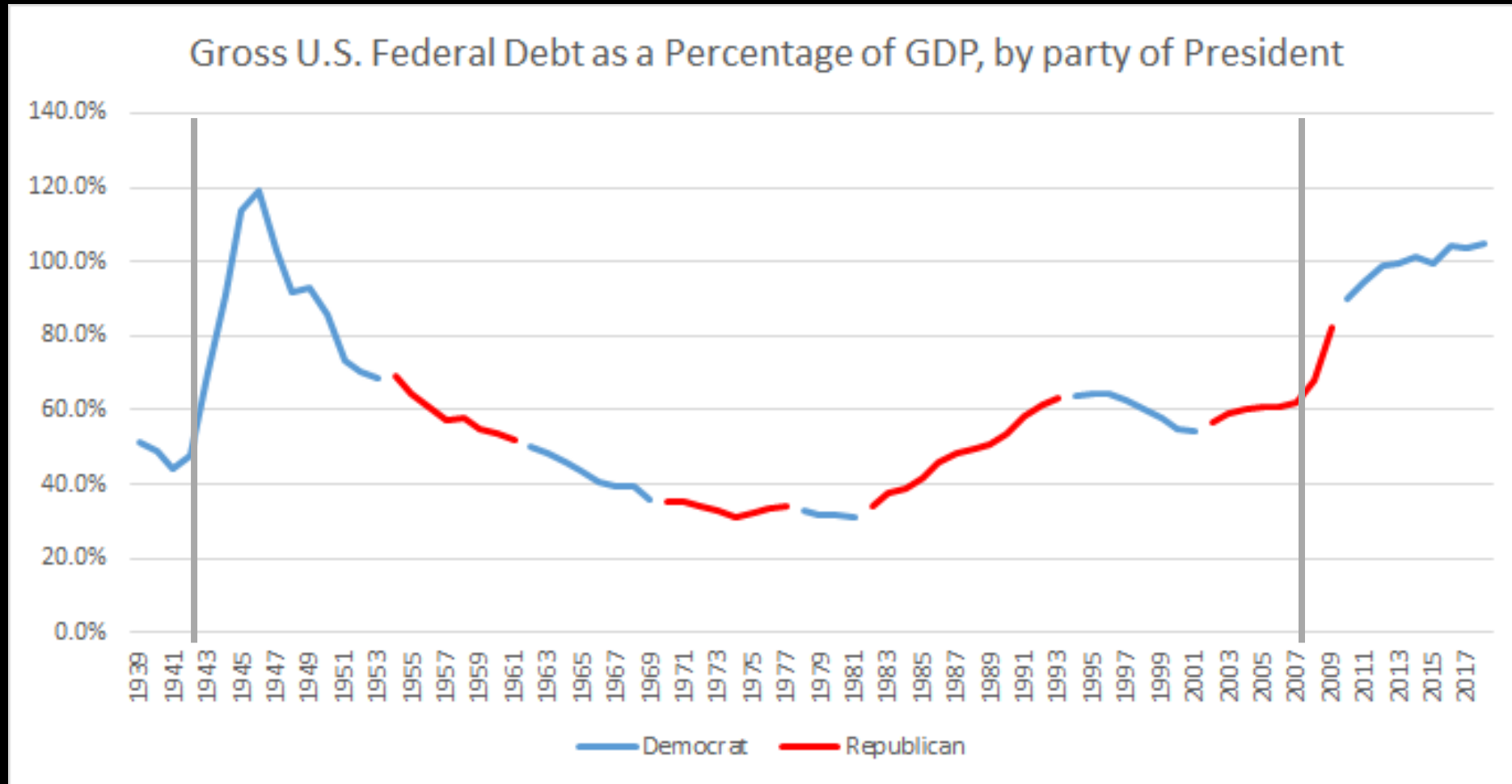
1%

Biden
(2020 – 2021)

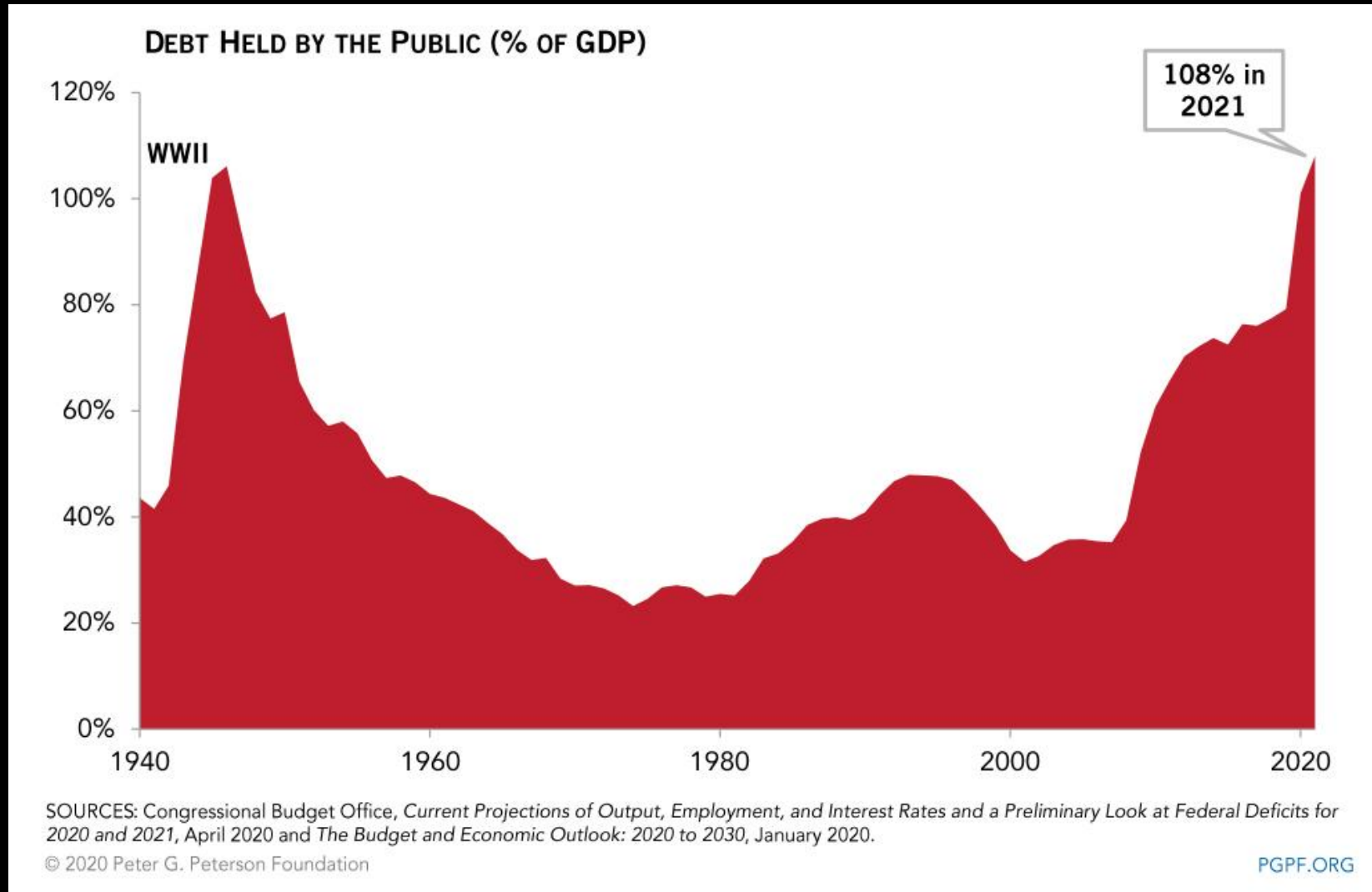
1.98%



Federal Debt



Federal Debt



Housing prices

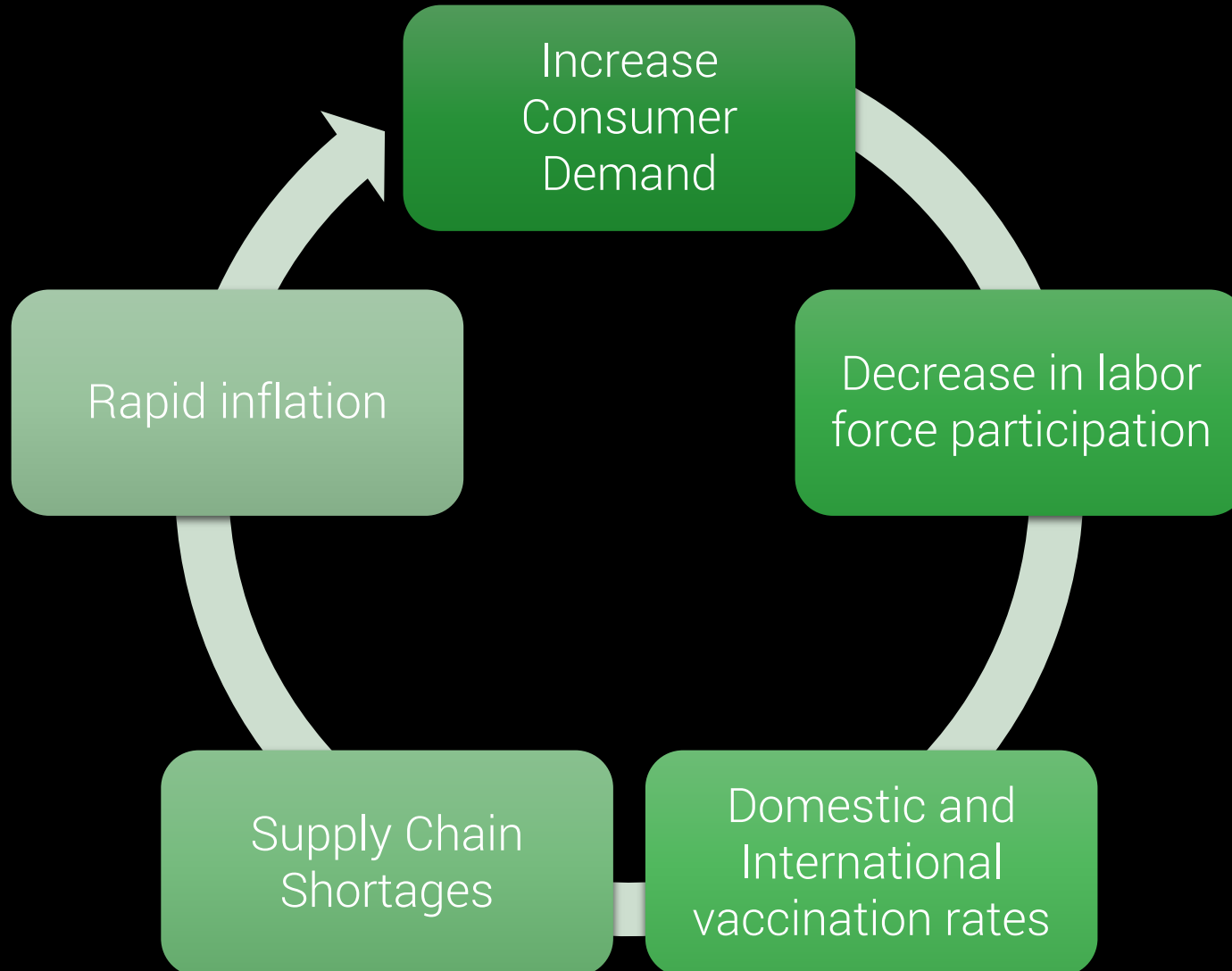


An “Unusual Environment”

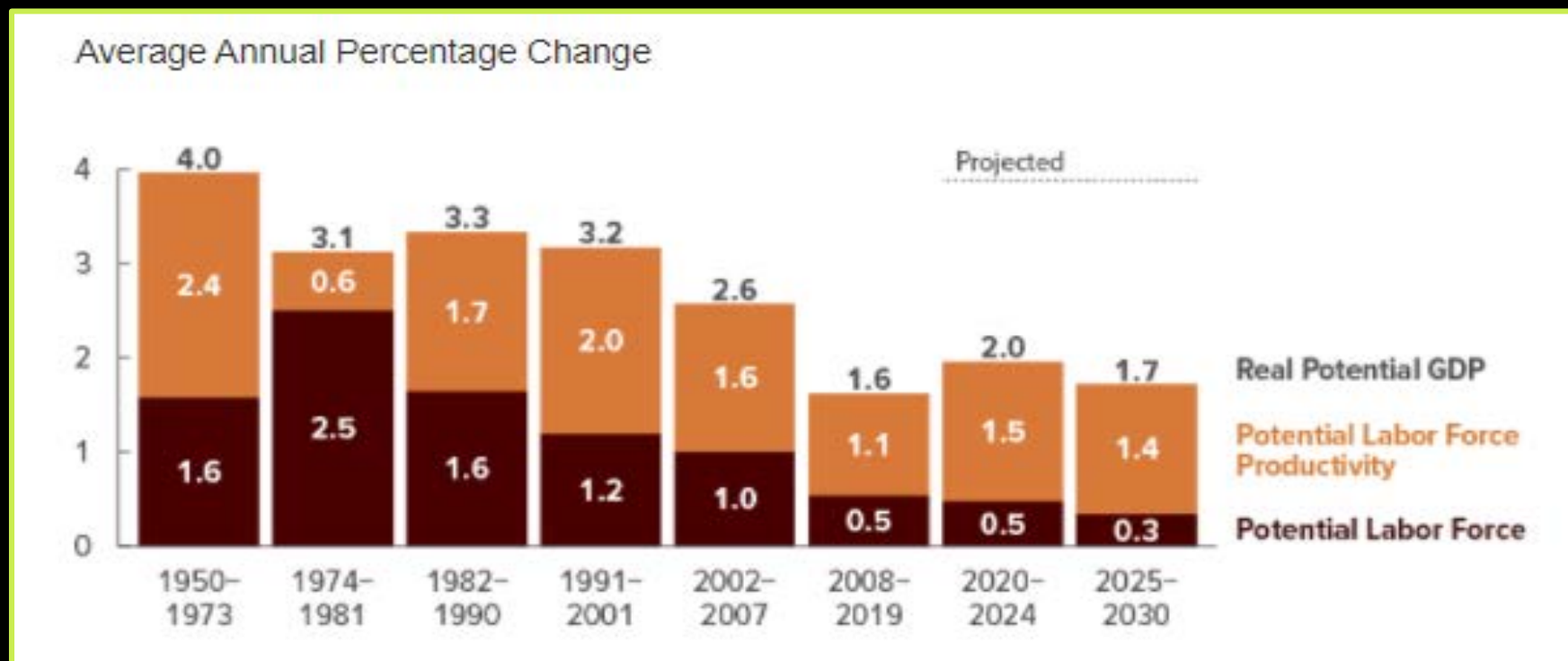
- Supply chain and labor constraints give way to ‘permission’ to charge more for goods and services.
- ‘Price taking’ outpacing inflation. Proof: broad entity profitability.



Challenges Facing the US economic rebound



Labor Shortage Outlook



-1.7%

Decrease in
labor force
participation

4.6%

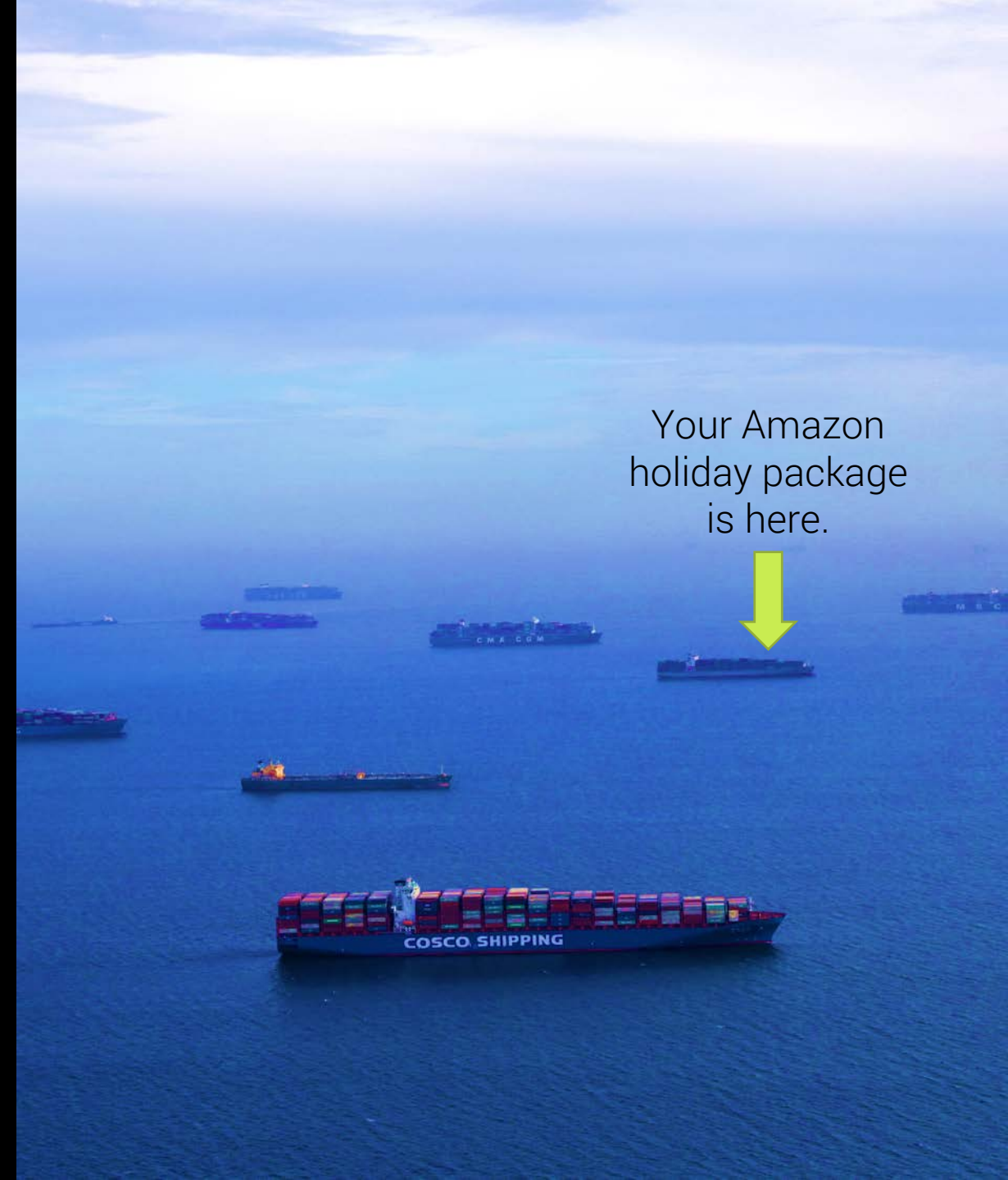
Current US
unemployment
rate

10.5M

Number of
vacant jobs in
US

Supply Chain Bottlenecks

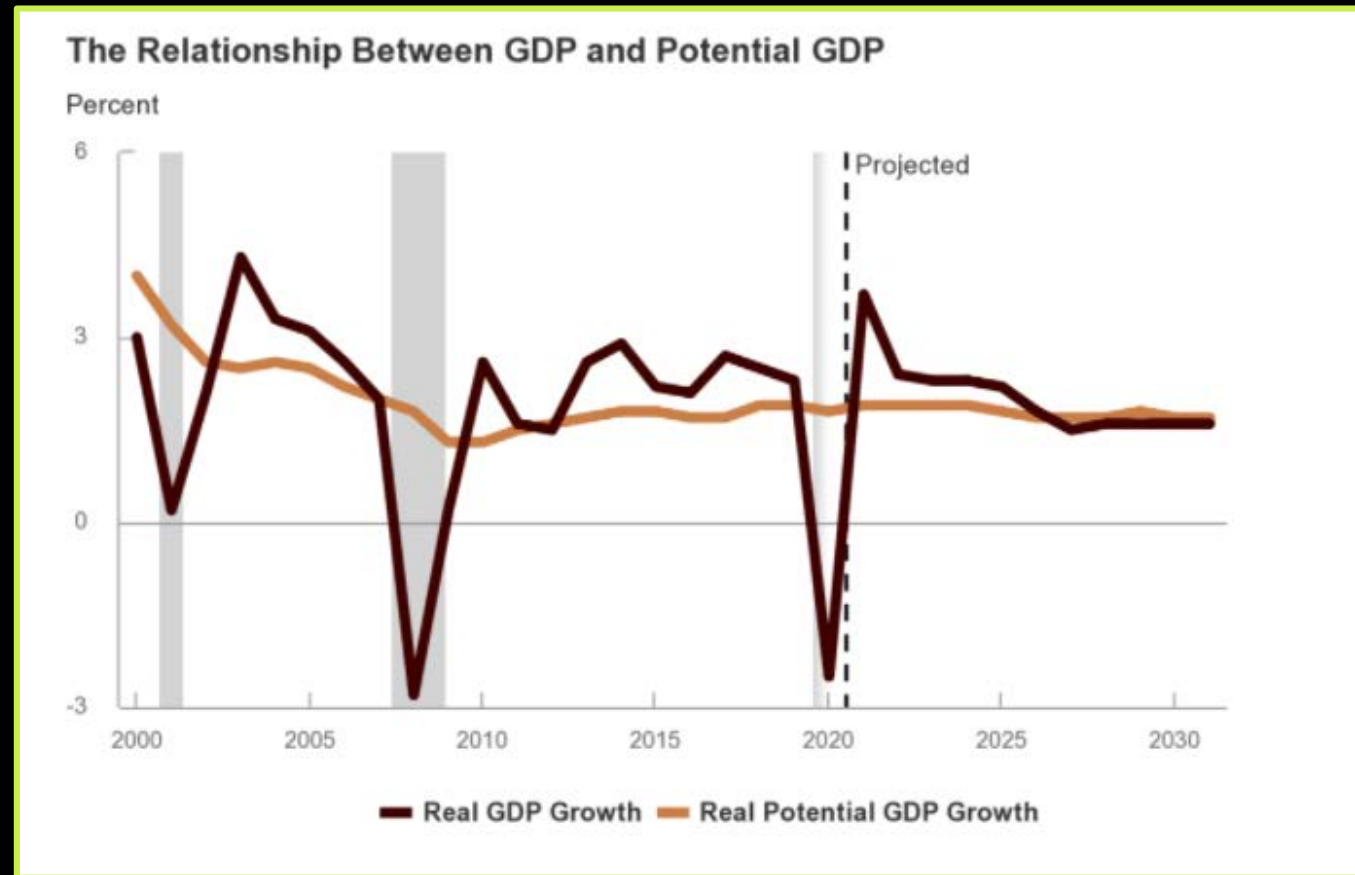
- Record setting 100 ships waiting to enter the port of Los Angeles
- Backlog fueled by shortage of workers at port and in transportation industry
- What is waiting in these containers?
 - Clothes, shoes, furniture, toys, raw materials, and more



Your Amazon
holiday package
is here.

US Economic Outlook (GDP & Economic Growth)

- GDP expected average 2.6% between 2021 – 2025
- Expected to exceed 1.9% growth rate of real potential GDP
- Federal Budget Deficit Projection: \$3.1Tn
 - 15.4% of GDP





National timelines...



US and China

Trade war between China, US brings lose-lose situation: FM

By Global Times
Published: Jul 19, 2021 06:08 PM

May 20, 2021, 12:07am EDT | 91,826 views

Trump's Tariffs Were Much More Damaging Than Thought

China's Xi Jinping Warns Against Cold War 'Relapse' Before Meeting Joe Biden

BY **JOHN FENG** ON 11/11/21 AT 6:29 AM EST

Hillary Hoffower, Ben Winck, and Andy Kiersz Oct 9, 2021, 6:00 AM

The US-China trade war has left the US short on electronics and cars

China voices strength, pushes nationalism around trade war

China adopts newly aggressive approach in controlling narrative on trade dispute with US

By YANAN WANG and SAM McNEIL Associated Press
May 15, 2019, 7:03 AM • 4 min read

US and China

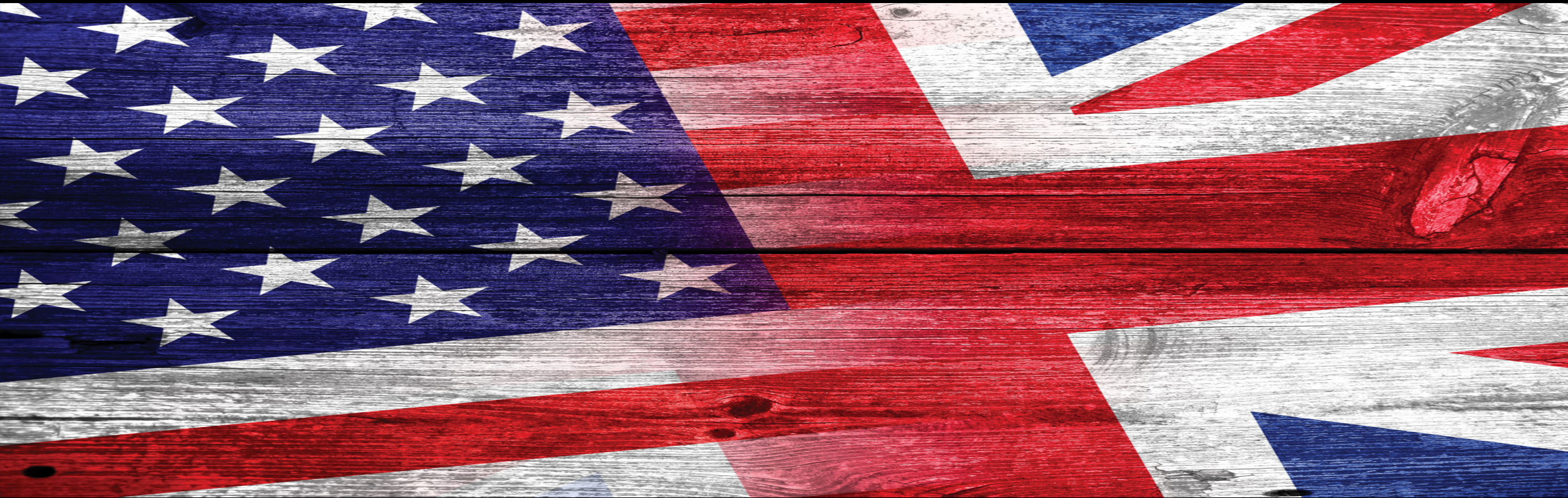
US-China trade war tariffs: An up-to-date chart

a. US-China tariff rates toward each other and rest of world (ROW)



The U.S. trade imbalance jumped to a record **\$74.4 billion** in March 2021

The deficit with China increased **22%**



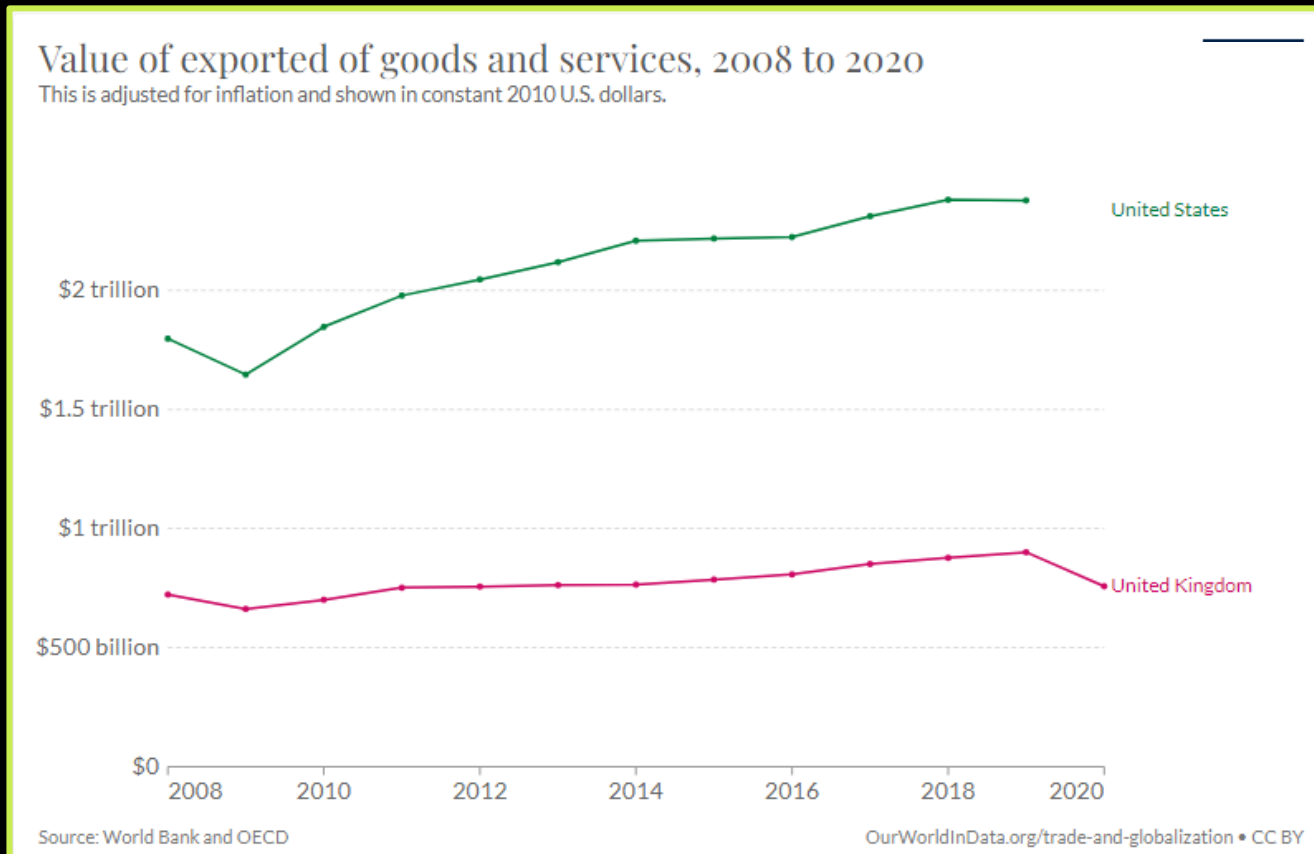
US/UK Relations

- US & UK's 'Special Relationship'
- Attempts to strike a free-trade agreement previously proposed under the Trump administration
 - Likelihood?
 - Role of internal politics and relationship with EU and other markets.
 - Ramifications on any existing US-EU agreements
- Importance of finding alignment: key element of maintaining balance in shifting sands of global power.

'Geostrategic consensus' on China keeps US-UK relationship special

Issued on: 11/06/2021 - 23:29

UK & US Exports



Trade \$260Bn worth of goods and services annually

Both #1 source of FDI

Both #1 source of two-way direct investment (\$1Tn)

UK & US: The joint road ahead in global economics.

- Possibly strained economic growth
- Historically high budget deficits & national debts
- Inflationary pressures
- Housing market bubbles
- Supply chain constraints
- Low unemployment & low spare capacity rates
- 'Challenging' trade relationships with China



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