

Fed Leaves Rates Unchanged

Key Takeaways from today's Fed meeting:

- The fed funds rate was left unchanged today at a range of 1.50% to 1.75%.
- The FOMC believes that the current stance of monetary policy is appropriate to sustain economic activity and inflation near the 2% target objective.
- This was the first unanimous vote since May for the FOMC.
- The DOT plot medians for the end of 2020 is now 1.60% and 1.90% at the end of 2021.
- The Fed acknowledged that factory data is in a slump, but consumer spending and rising wages should keep the economy on-trend.
- Fed fund futures were still pricing in one 25 basis point ease in 2020.
- Yields on the 2 Year Treasury Note have declined approximately 3 basis points since the Fed's announcement.