

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM
DIVISION OF RESEARCH AND STATISTICS

Date: September 5, 2014

To: Federal Open Market Committee

From: David W. Wilcox

Subject: Background Memo on Long-term Inflation Expectations and Risks to the
Inflation Outlook

Following up on the discussion at the July FOMC meeting, the attached memo, which is entitled, “Long-term Inflation Expectations and Risks to the Inflation Outlook,” examines the sensitivity of the staff projection to alternative assumptions about the evolution of long-term inflation expectations.