

ECONOMIC SNAPSHOT

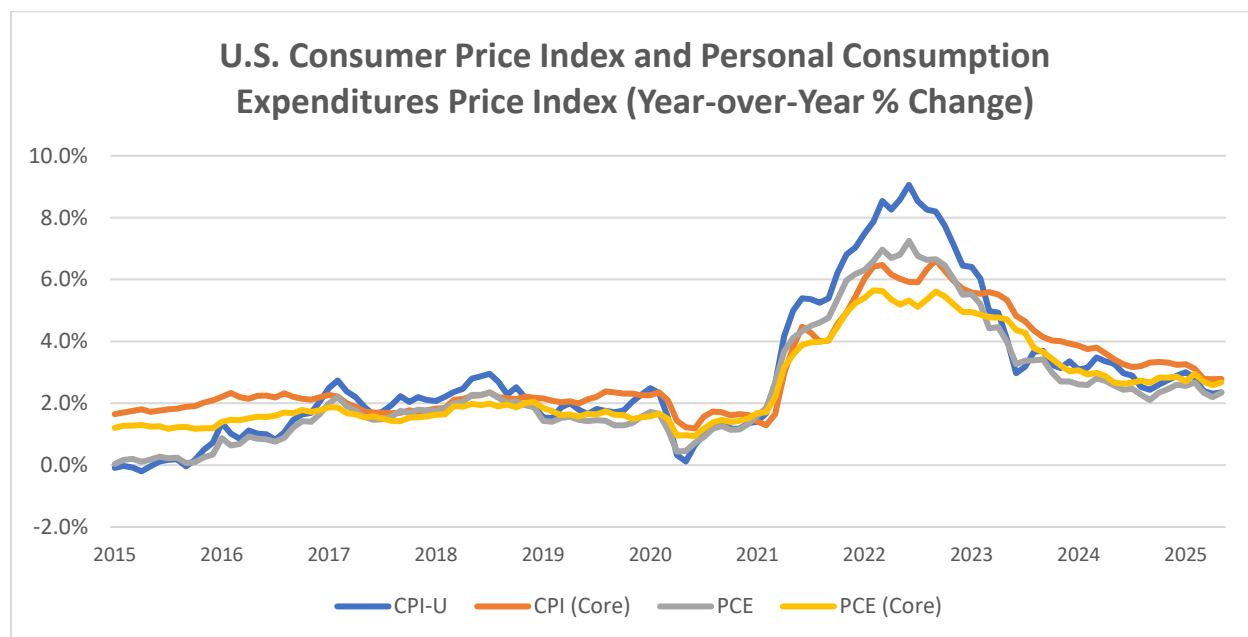
JUNE 2025 INFLATION AND INTEREST RATES

Date: June 2025

Analyst: Ben Gielczyk

Consumer Price Index (CPI) and Personal Consumption Expenditures (PCE) Index

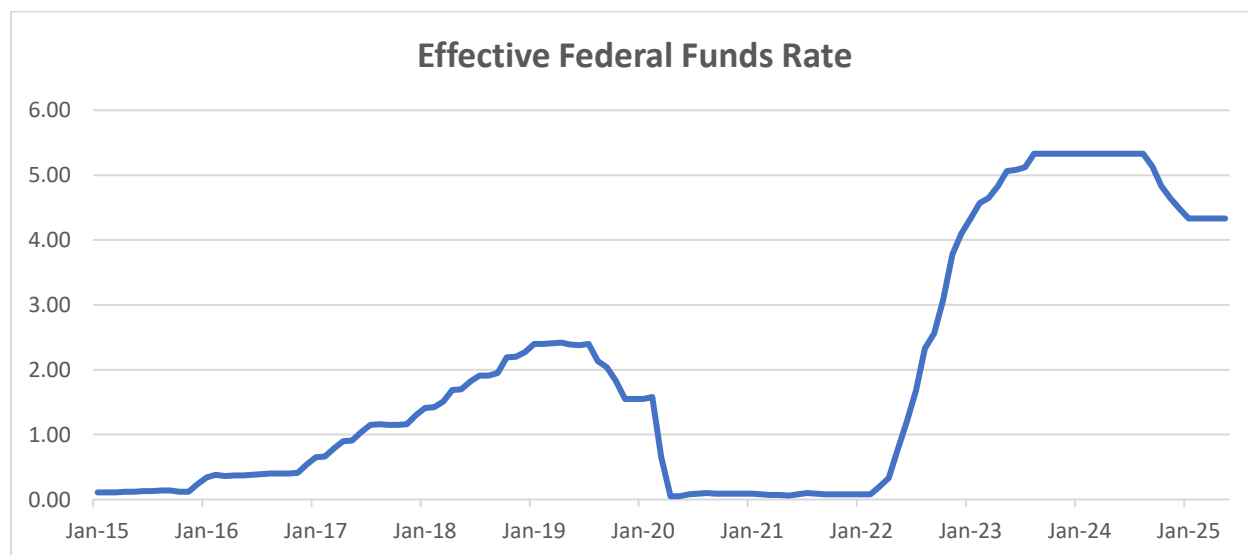
Inflation continued to tread water in May 2025, showing no discernible uptick due to tariffs. On a year-over-year basis, the CPI rose **2.4%**, slightly up from 2.3% in April, and the Core CPI (excluding food and energy) rose **2.8%**, matching the rate of the past two months. The PCE index rose **2.3%** and the core PCE rose **2.7%** in May 2025.



Sources: U.S. Bureau of Labor Statistics and Bureau of Economic Analysis

Federal Funds Rate

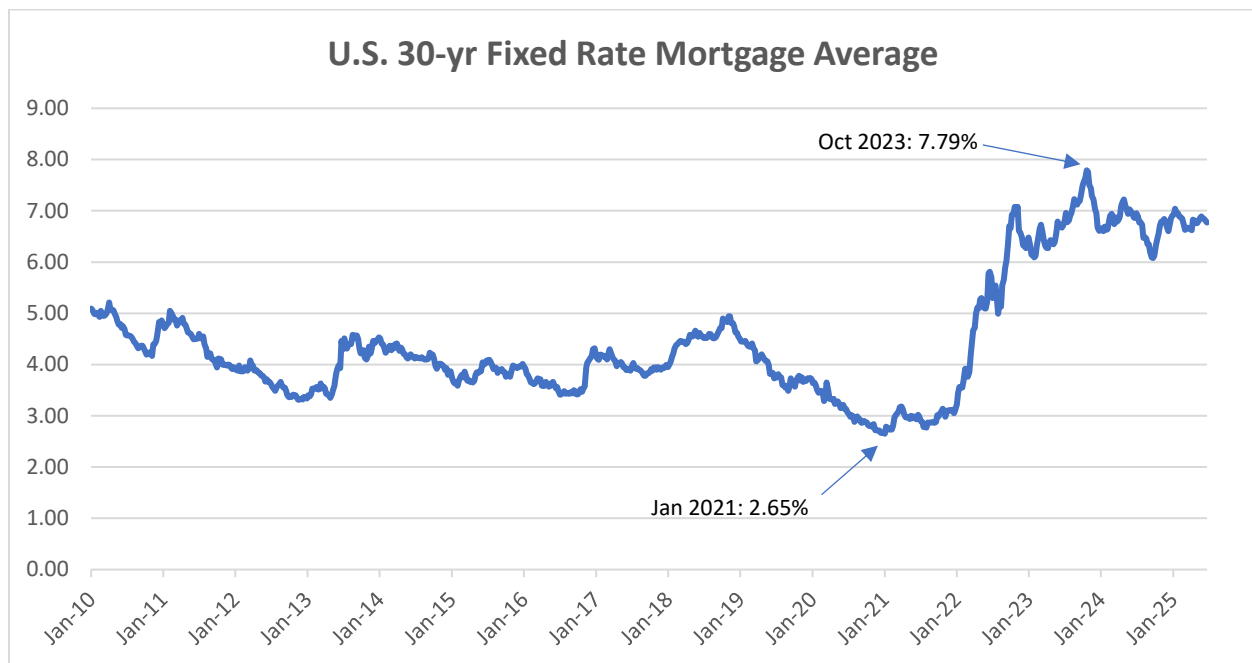
The Federal Reserve once again held rates steady at a range of **4.25-4.50** at its June 2025 meeting. The Federal Reserve last cut interest rates in December 2024, reducing the federal funds rate by 25 basis points. *Note: The next Federal Reserve meeting will be July 29-30.*



Source: Board of Governors of the Federal Reserve System

Mortgage Rates

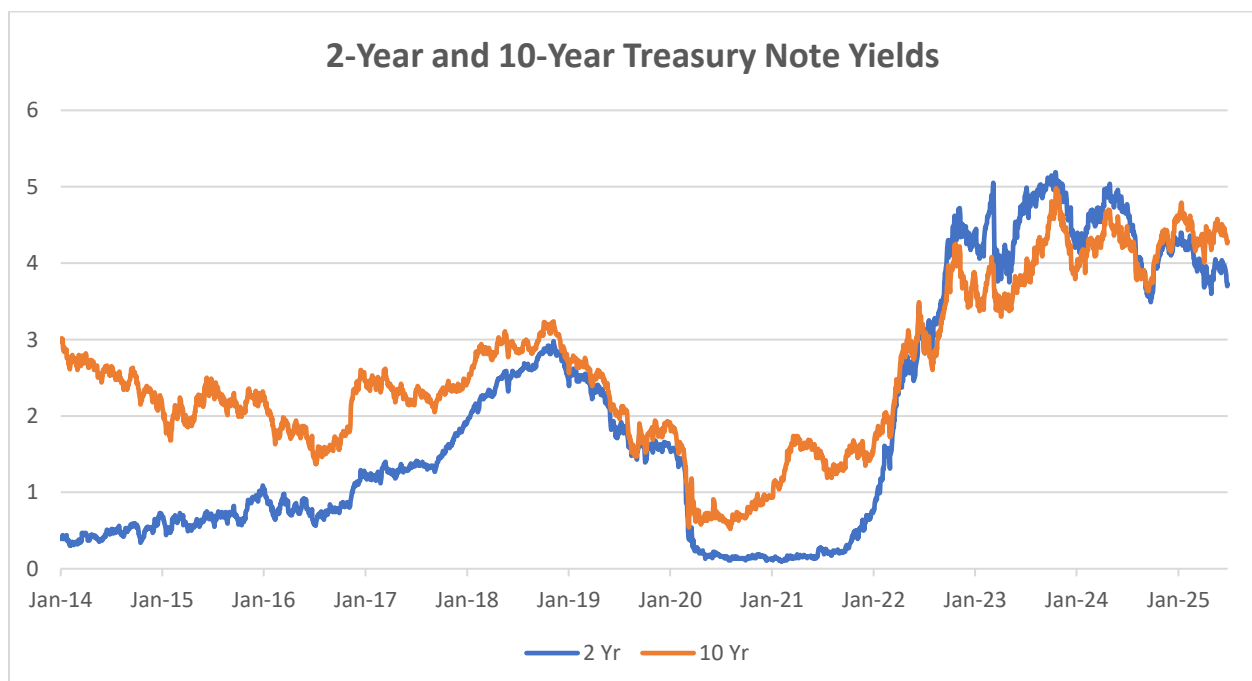
Current mortgage rates are holding steady just below the 7% threshold, with the current weekly reading from Freddie Mac coming in at **6.77%**, which continues a modest 4-week decline in rates from a recent 5-month high of 6.89%.



Source: Freddie Mac

U.S. Treasury Note Rates

As of the end of June 2025, the 10-year Treasury decreased 14 basis points (a basis point is one-hundredth of a percentage point) over the previous month to **4.29%**. The 2-year Treasury decreased 19 basis points to **3.73%** over the same period.



Source: U.S. Department of the Treasury