

United States Department

of Labor



Bureau of Labor Statistics

Washington, D.C. 20212

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USDL 07-1096

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For release: 10:00 A.M. EDT Thursday, July 19, 2007

USUAL WEEKLY EARNINGS OF WAGE AND SALARY WORKERS: SECOND QUARTER 2007

Median weekly earnings of the nation's 106.9 million full-time wage and salary workers were \$690 in the second quarter of 2007, the Bureau of Labor Statistics of the U.S. Department of Labor reported today. This was 4.7 percent higher than a year earlier compared with a gain of 2.7 percent in the Consumer Price Index for All Urban Consumers (CPI-U) over the same period.

Data on usual earnings are collected as part of the Current Population Survey, a nationwide sample survey of households in which respondents are asked, among other things, how much each wage and salary worker usually earns. (See the Technical Note.) Highlights from the second-quarter data are:

- Women who usually worked full time had median earnings of \$607 per week, or 79.6 percent of the \$763 median for men. The female-to-male earnings ratios were higher among Hispanics or Latinos (89.9 percent) and blacks (87.3 percent) than among whites (79.2 percent) or Asians (75.3 percent). (See table 1.)
- Median earnings for black men working at full-time jobs were \$597 per week, 76.2 percent of the median for white men (\$783). The difference was less among women, as black women's median earnings (\$521) were 84.0 percent of those for their white counterparts (\$620). Overall, median earnings of Hispanics or Latinos who worked full time (\$503) were lower than those of blacks (\$562), whites (\$713), and Asians (\$827). (See table 1.)
- Among men, those age 55 to 64 had the highest median weekly earnings (\$950). Women age 45 to 54 had median earnings of \$668, about the same as those age 55 to 64 (\$664) and age 35 to 44 (\$657). (See table 2.)
- Among the major occupational groups, persons employed full time in managerial, professional, and related occupations had the highest median weekly earnings—\$1,176 for men and \$859 for women. Men and women in service jobs earned the least. (See table 3.)
- Full-time workers age 25 and over without a high school diploma had median weekly earnings of \$440 compared with \$597 for high school graduates (no college) and \$1,092 for those holding at least a bachelor's degree. Among college graduates with advanced degrees (professional or master's degree and above), the highest earning 10 percent of male workers made \$2,914 or more per week compared with \$1,979 or more for their female counterparts. (See table 4.)

Technical Note

The estimates in this release were obtained from the Current Population Survey (CPS), which provides the basic information on the labor force, employment, and unemployment. The survey is conducted monthly for the Bureau of Labor Statistics by the U.S.Census Bureau from a scientifically selected national sample of about 60,000 households, with coverage in all 50 states and the District of Columbia. The earnings data are collected from one-quarter of the CPS monthly sample and are limited to wages and salaries. The data, therefore, exclude self-employment income.

Information in this release will be made available to sensory impaired individuals upon request. Voice phone: 202-691-5200; TDD message referral phone number: 1-800-877-8339.

Reliability

Statistics based on the CPS are subject to both sampling and nonsampling error. When a sample, rather than the entire population, is surveyed, there is a chance that the sample estimates may differ from the "true" population values they represent. The exact difference, or *sampling error*, varies depending on the particular sample selected, and this variability is measured by the standard error of the estimate. There is about a 90-percent chance, or level of confidence, that an estimate based on a sample will differ by no more than 1.6 standard errors from the "true" population value because of sampling error. BLS analyses are generally conducted at the 90-percent level of confidence.

The CPS data also are affected by*nonsampling error*. Nonsampling error can occur for many reasons, including the failure to sample a segment of the population, inability to obtain information for all respondents in the sample, inability or unwillingness of respondents to provide correct information, and errors made in the collection or processing of the data.

For a full discussion of the reliability of data from the CPS and information on estimating standard errors, see the "Explanatory Notes and Estimates of Error" section of *Employment and Earnings*.

Definitions

The principal definitions used in connection with the earnings series are described briefly below.

Usual weekly earnings. Data represent earnings before taxes and other deductions and include any overtime pay, commissions, or tips usually received (at the main job in the case of multiple jobholders.) Prior to 1994, respondents were asked how much they usually earned per week. Since January 1994, respondents have been asked to identify the easiest way for them to report earnings (hourly, weekly, biweekly, twice monthly, monthly, annually, other) and how much they usually earn in the reported time period. Earnings reported on a basis other than weekly are converted to a weekly equivalent. The term "usual" is as perceived by the respondent. If the respondent asks for a definition of usual, interviewers are instructed to define the term as more than half the weeks worked during the past 4 or 5 months.

Medians (and other quantiles) of weekly earnings. The median (or upper limit of the second quartile) is the amount which divides a given earnings distribution into two equal groups, one having earnings above the median and the other having earnings below the median. Ten percent of a given distribution have earnings below the upper limit of the first decile (90 percent have higher earnings); 25 percent have earnings below the upper limit of the first quartile (75 percent have higher earnings); 75 percent have earnings below the upper limit of the third quartile (25 percent have higher earnings); and 90 percent have earnings below the upper limit of the ninth decile (10 percent have higher earnings).

The estimating procedure places each reported or calculated weekly earnings value into \$50-wide intervals which are centered around multiples of \$50. The actual value is estimated through the linear interpolation of the interval in which the quantile boundary lies.

Over-the-year changes in the medians (and other quantile boundaries) for specific groups may not necessarily be consistent with the movements estimated for the overall quantile boundary. The most common reasons for this possible anomaly are: (1) There could be a change in the relative weights of the subgroups. For example, the medians of both 16-to-24 year olds and those 25 years and over may rise; but if the lower-earning 16-to-24 group accounts for a greatly increased share of the total, the overall median could actually fall. (2) There could be a large change in the shape of the distribution of reported earnings, particularly near a quantile boundary. This could be caused by survey observations that are clustered at rounded values, e.g., \$250, \$300, \$400. An estimate lying in a \$50-wide centered interval containing such a cluster or "spike" tends to change more slowly than one in other intervals.

Wage and salary workers. Workers who receive wages, salaries, commissions, tips, payment in kind, or piece rates. The group includes employees in both the private and public sectors but, for the purposes of the earnings series, excludes all self-employed persons, regardless of whether or not their businesses are incorporated.

Full-time workers. Workers who usually work 35 hours or more per week at their sole or principal job.

Part-time workers. Workers who usually work fewer than 35 hours per week at their sole or principal job.

Constant dollars. The Consumer Price Index for All Urban Consumers (CPI-U) is used to convert current dollars to constant (1982) dollars.

Hispanic or Latino ethnicity. Refers to persons who identified themselves in the enumeration process as being Spanish, Hispanic, or Latino. Persons whose ethnicity is identified as Hispanic or Latino may be of any race and, therefore, are classified by ethnicity as well as by race.

Table 1. Median usual weekly earnings of full-time wage and salary workers by selected characteristics, quarterly averages, not seasonally adjusted

	Number o (in thou	Number of workers (in thousands)		Median weekly earnings				
Characteristic		I II – 06 2007	In current dollars		In constant (1982) dollars			
	2006		II 2006	II 2007	II 2006	II 2007		
SEX AND AGE								
Total, 16 years and over	105,881	106,879	\$659	\$690	\$315	\$320		
Men, 16 years and over	59,983 6,684 53,299 45,897 4,710	60,507 6,537 53,970 46,372 4,633 41,730	731 421 783 593 395 610	763 436 819 607 404 625	349 201 374 283 188 295	355 203 381 282 188 295		
RACE, HISPANIC OR LATINO ETHNICITY, AND SEX	,	,						
White Men Women	85,831 49,804 36,026	86,393 50,162 36,232	678 753 602	713 783 620	323 359 287	331 364 288		
Black or African American Men Women	12,748 6,084 6,664	13,048 6,190 6,858	534 573 511	562 597 521	255 274 244	261 278 242		
Asian Men Women	4,858 2,780 2,078	5,025 2,766 2,258	765 843 688	827 942 709	365 402 328	384 438 330		
Hispanic or Latino ethnicity Men Women	15,715 10,044 5,671	15,943 10,249 5,694	485 504 434	503 523 470	231 241 207	234 243 218		

NOTE: Estimates for the above race groups (white, black or African American, and Asian) do not sum to totals because data are not presented for all races. In addition, persons whose ethnicity is identified as Hispanic or Latino may be of any race and, therefore, are classified by ethnicity as well as by race. Beginning in January 2007, data reflect revised population controls used in the household survey.

Table 2. Median usual weekly earnings of full-time wage and salary workers by age, race, Hispanic or Latino ethnicity, and sex, second quarter 2007 averages, not seasonally adjusted

	Total		Men		Women	
Age, race, and Hispanic or Latino ethnicity	Number of workers (in thousands)	Median weekly earnings	Number of workers (in thousands)	Median weekly earnings	Number of workers (in thousands)	Median weekly earnings
TOTAL						
16 years and over	106.879	\$690	60.507	\$763	46.372	\$607
16 to 24 years	11,170	421	6,537	436	4,633	404
16 to 19 years	1.659	317	1.003	338	657	302
20 to 24 years	9,510	445	5,535	464	3,976	426
25 years and over	95 709	735	53 970	819	41 739	635
25 to 54 years	79 296	730	45 052	804	34 244	632
25 to 34 years	25 854	635	15 025	683	10.829	588
35 to 44 years	26,991	770	15 539	871	11 453	657
45 to 54 years	26,001	788	14 489	905	11 962	668
55 years and over	16 413	761	8 918	917	7 495	648
55 to 64 years	14 049	701	7.514	950	6 535	664
65 years and over	2 364	611	1 404	664	960	548
White	2,001	011	1,101			
16 years and over	86 393	713	50 162	783	36 232	620
16 to 24 years	9 1 1 4	425	5 487	442	3 627	410
25 years and over	77 279	755	44 675	846	32 605	654
25 to 54 years	63 459	700	36 998	827	26 461	651
55 years and over	13.820	787	7.677	940	6.143	667
Black or African American	-,		, -		-, -	
16 years and over	13,048	562	6,190	597	6,858	521
16 to 24 years	1,352	389	681	401	671	368
25 years and over	11,696	591	5,509	623	6,187	554
25 to 54 years	10,065	589	4,772	616	5,293	560
55 years and over	1,630	602	737	681	894	533
Asian						
16 years and over	5.025	827	2.766	942	2.258	709
16 to 24 years	314	535	135	677	179	502
25 years and over	4.711	862	2.631	959	2.080	737
25 to 54 years	3,997	872	2,265	969	1,732	742
55 years and over	714	803	366	894	348	697
Hispanic or Latino ethnicity						
16 years and over	15 943	503	10 249	523	5 694	470
16 to 24 years	2 210	301	1 431	307	780	373
25 years and over	13 724	522	8.818	550	4 905	489
25 to 54 years	12 411	520	7 976	555	4 435	486
55 years and over	1 313	556	843	585	470	507
00 years and 0ver	1,010	550	040	000	4/0	507

NOTE: Estimates for the above race groups (white, black or African American, and Asian) do not sum to totals because data are not presented for all races. In addition, persons whose ethnicity is identified as Hispanic or Latino may be of any race and, therefore, are classified by ethnicity as well as by race. Beginning in January 2007, data reflect revised population controls used in the household survey.

Table 3. Median usual weekly earnings of full-time wage and salary workers by occupation and sex, quarterly averages, not seasonally adjusted

Occupation and cov	Number o (in thou	of workers Jsands)	Median weekly earnings		
Occupation and sex	II 2006	II 2007	II 2006	ІІ 2007	
TOTAL					
Management, professional, and related occupations	37,095 15,267 21,827 14,933 25,860 10,682 15,177 12,430 739 7,204 4,487 15,564 8,576 6,988	38,817 15,591 23,226 14,811 25,536 10,477 15,059 12,565 762 7,322 4,482 15,149 8,596 6,553	\$967 1,091 911 421 581 615 561 643 388 610 736 554 554 554 565	\$997 1,115 945 459 595 640 578 658 382 634 744 578 583 583 568	
Men					
Management, professional, and related occupations	$18,713\\8,669\\10,044\\7,237\\9,827\\5,952\\3,875\\11,947\\542\\7,071\\4,334\\12,259\\6,153\\6,105$	$19,402 \\ 8,763 \\ 10,639 \\ 7,526 \\ 9,632 \\ 5,831 \\ 3,801 \\ 12,141 \\ 612 \\ 7,192 \\ 4,336 \\ 11,806 \\ 6,154 \\ 5,652 \\ 11,802 \\ 11,8$	$\begin{array}{c} 1,159\\ 1,254\\ 1,090\\ 492\\ 669\\ 735\\ 600\\ 648\\ 411\\ 611\\ 734\\ 598\\ 615\\ 587\end{array}$	1,176 1,237 1,142 521 722 802 613 661 394 635 741 619 643 597	
Women					
Management, professional, and related occupations	18,381 6,598 11,783 7,696 16,032 4,730 11,302 483 197 133 153 3,305 2,423 883	19,415 6,827 12,587 7,285 15,904 4,646 11,257 425 149 130 146 3,343 2,442 901	829 899 781 389 534 491 551 504 305 542 837 424 427 415	859 952 823 404 546 489 569 559 351 566 782 448 448 448 448	

NOTE: Beginning in January 2007, data reflect revised population controls used in the household survey.

	Number		:			
Characteristic	of workers (in thousands)	First decile	First quartile	Second quartile (median)	Third quartile	Ninth decile
SEX, RACE, AND HISPANIC OR LATINO ETHNICITY						
Total, 16 years and over	106,879	\$328	\$463	\$690	\$1,067	\$1,605
Men	60,507	355	502	763	1,182	1,840
Women	46,372	309	416	607	913	1,337
White	86,393	333	477	713	1,099	1,656
Men	50,162	361	514	783	1,213	1,882
Women	36,232	313	425	620	936	1,364
Black or African American	13,048	305	402	562	807	1,173
Men	6,190	328	422	597	880	1,247
Women	6,858	293	385	521	756	1,108
Asian	5,025	351	511	827	1,329	1,885
Men	2,766	406	598	942	1,533	2,029
Women	2,258	314	446	709	1,119	1,591
Hispanic or Latino ethnicity	15,943	289	361	503	750	1,117
Men	10,249	297	379	523	793	1,187
Women	5,694	274	333	470	665	964
EDUCATIONAL ATTAINMENT						
Total, 25 years and over	95,709	353	494	735	1,130	1,667
Less than a high school diploma	9,224	282	328	440	613	868
High school graduates, no college ¹	28,326	327	428	597	840	1,151
Some college or associate degree	25,654	375	500	704	1,005	1,396
Bachelor's degree and higher 2	32,505	523	746	1,092	1,595	2,291
Bachelor's degree only	21,228	499	708	1,014	1,491	2,093
Advanced degree	11,277	612	850	1,220	1,832	2,507
Men, 25 years and over	53,970	385	545	819	1,247	1,889
Less than a high school diploma	6,406	291	355	490	669	931
High school graduates, no college ¹	16,424	374	494	680	954	1,280
Some college or associate degree	13,402	415	584	820	1,153	1,555
Bachelor's degree and higher ²	17,738	592	838	1,244	1,878	2,710
Bachelor's degree only	11,447	552	782	1,169	1,744	2,495
Advanced degree	6,291	668	938	1,397	2,034	2,914
Women, 25 years and over	41,739	325	441	635	956	1,381
Less than a high school diploma	2,818	257	301	377	488	614
High school graduates, no college I	11,902	299	382	508	685	920
Some college or associate degree	12,252	337	444	605	832	1,148
Bachelor's degree and higher 4	14,767	488	6/1	943	1,324	1,833

9,781

4,986

468

561

Table 4. Quartiles and selected deciles of usual weekly earnings of full-time wage and salary workers by selected characteristics, second quarter 2007 averages, not seasonally adjusted

¹ Includes persons with a high school diploma or equivalent.

² Includes persons with bachelor's, master's, professional, and doctoral degrees.

Bachelor's degree only

Advanced degree

NOTE: Ten percent of all full-time wage and salary workers earn less than the upper limit of the first decile; 25 percent earn less than the upper limit of the first quartile; 50 percent earn less than the upper limit of the second quartile, or median; 75 percent earn less than the upper limit of the

third quartile; and 90 percent earn less than the upper limit of the ninth decile. Estimates for the above race groups (white, black or African American, and Asian) do not sum to totals because data are not presented for all races. In addition, persons whose ethnicity is identified as Hispanic or Latino may be of any race and, therefore, are classified by ethnicity as well as by race. Beginning in January 2007, data reflect revised population controls used in the household survey.

876

1,068

1,242

1,451

1,725 1,979

633

760

Table 5. Median usual weekly earnings of part-time wage and salary workers by selected characteristics, quarterly averages, not seasonally adjusted

Characteristic	Number o (in thou	of workers usands)	Median weekly earnings		
	II 2006	ll 2007	II 2006	ll 2007	
SEX AND AGE					
Total, 16 years and over	21,862	22,470	\$204	\$207	
Men, 16 years and over	6,660	6,909	190	194	
16 to 24 years	3,433	3,514	152	161	
25 years and over	3,227	3,396	248	248	
Women, 16 years and over	15,202	15,561	210	214	
16 to 24 years	4,746	4,758	148	153	
25 years and over	10,456	10,802	249	256	
RACE, HISPANIC OR LATINO ETHNICITY, AND SEX					
White	18,382	18,834	206	208	
Men	5,508	5,647	190	193	
Women	12,874	13,186	212	216	
Black or African American	2,125	2,194	193	197	
Men	710	752	187	195	
Women	1,415	1,442	195	200	
Asian	876	861	213	227	
Men	267	313	193	217	
Women	609	548	228	239	
Hispanic or Latino ethnicity	2,384	2,521	203	206	
Men	755	835	219	227	
Women	1,629	1,686	198	200	

NOTE: Estimates for the above race groups (white, black or African American, and Asian) do not sum to totals because data are not presented for all races. In addition, persons whose ethnicity is identified as Hispanic or Latino may be of any race and, therefore, are classified by ethnicity as well as by race. Beginning in January 2007, data reflect revised population controls used in the household survey.