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USUAL WEEKLY EARNINGS OF WAGE AND SALARY WORKERS: SECOND QUARTER 2006

Median weekly earnings of the nation's 105.9 million full-time wage and salary workers were \$659 in the second quarter of 2006, the Bureau of Labor Statistics of the U.S. Department of Labor reported today. This was 2.5 percent higher than a year earlier, compared with a gain of 4.0 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 survev of households in which respondents are asked, among other things, how much each wage and salary worker usually earns. (See the Explanatory Note.) Highlights from the second-quarter data are:

—Women who usually worked full time had median earnings of \$593 per week, or 81.1 percent of the \$731 median for men. The female-to-male earnings ratios were higher among blacks (89.2 percent) and Hispanics or Latinos (86.1 percent) than among Asians (81.6 percent) or whites (79.9 percent). (See table 1.)

-Median earnings for black men working at full-time jobs were \$573 per week, 76.1 percent of the median for white men (\$753). The difference was less among women, as black women's median earnings (\$511) were 84.9 percent of those for their white counterparts (\$602). Overall, median earnings of Hispanics or Latinos who worked full time (\$485) were lower than those of blacks (\$534), whites (\$678), and Asians (\$765). (See table 1.)

—Among men, those age 55 to 64 and age 45 to 54 had the highest median weekly earnings, \$900 and \$897, respectively. Among women, earnings were highest for those age 45 to 54 (\$646). (See table 2.)

—Among the major occupational groups, persons employed full time in managerial, professional, and related occupations had the highest median weekly earnings-\$1,159 for men and \$829 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 \$420, compared with \$591 for high school graduates (no college) and \$1,047 for college graduates 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 \$2,888 or more per week, compared with \$1,994 or more for their female counterparts. (See table 4.)

Explanatory 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. This 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	of workers Isands)	Median weekly earnings				
Characteristic	II II — 2005 2006		In current dollars		In constant (1982) dollars		
		II 2005	II 2006	II 2005	II 2006		
SEX AND AGE							
Total, 16 years and over	103,332	105,881	\$643	\$659	\$319	\$315	
Men, 16 years and over 16 to 24 years 25 years and over Women, 16 years and over 16 to 24 years 25 years and over	58,242 6,511 51,730 45,090 4,708 40,382	59,983 6,684 53,299 45,897 4,710 41,188	713 407 762 580 374 608	731 421 783 593 395 619	354 202 378 288 186 301	349 201 374 283 188 295	
RACE, HISPANIC OR LATINO ETHNICITY, AND SEX							
White	83,903 48,487 35,416	85,831 49,804 36,026	663 732 590	678 753 602	329 363 293	323 359 287	
Black or African American Men Women	12,293 5,882 6,411	12,748 6,084 6,664	518 565 487	534 573 511	257 280 241	255 274 244	
Asian Men Women	4,697 2,580 2,118	4,858 2,780 2,078	743 810 664	765 843 688	369 402 329	365 402 328	
Hispanic or Latino ethnicity Men Women	14,817 9,575 5,242	15,715 10,044 5,671	473 487 437	485 504 434	235 242 217	231 241 207	

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 2006, 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 2006 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 16 to 24 years	105,881 11,394 1 804	\$659 410 330	59,983 6,684 1,055	\$731 421 355	45,897 4,710 749	\$593 395 307
20 to 24 years	9,590 94,487 78 777	427 705 700	5,629 53,299	438 783 772	3,961 41,188 34,088	416 619 619
25 to 34 years	25,350 27,273 26 153	617 735 766	14,703 15,639 14 347	647 815 897	10,647 11,634 11,807	583 638 646
55 years and over	15,710 13,617 2.093	728 749 559	8,611 7,341 1,270	858 900 614	7,100 6,276 823	619 633 510
White	,		, -			
16 years and over 16 to 24 years 25 years and over 25 to 54 years 55 years and over	85,831 9,273 76,558 63,423 13,134	678 414 727 723 746	49,804 5,591 44,213 36,883 7,330	753 427 814 800 889	36,026 3,682 32,345 26,540 5,804	602 396 630 630 628
Black or African American						
16 years and over 16 to 24 years 25 years and over 25 to 54 years 55 years and over	12,748 1,388 11,360 9,768 1,592	534 386 570 575 546	6,084 679 5,405 4,640 765	573 394 595 596 592	6,664 709 5,955 5,128 826	511 375 530 535 517
Asian						
16 years and over 16 to 24 years 25 years and over 25 to 54 years 55 years and over	4,858 304 4,553 3,840 713	765 487 803 810 761	2,780 174 2,605 2,246 359	843 483 897 893 912	2,078 130 1,948 1,594 354	688 496 714 724 664
Hispanic or Latino ethnicity						
16 years and over 16 to 24 years 25 years and over 25 to 54 years 55 years and over	15,715 2,266 13,449 12,065 1,383	485 378 507 507 506	10,044 1,517 8,526 7,671 855	504 384 533 535 522	5,671 749 4,922 4,394 528	434 362 454 450 485

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 2006, 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

	Number o (in thou	of workers Jsands)	Median weekly earnings		
Occupation and sex	ll 2005	II 2006	II 2005	II 2006	
TOTAL					
Management, professional, and related occupations Management, business, and financial operations occupations Professional and related occupations Sales and office occupations Sales and related occupations Office and administrative support occupations Natural resources, construction, and maintenance occupations Farming, fishing, and forestry occupations Construction and extraction occupations Installation, maintenance, and repair occupations Production, transportation, and material moving occupations Production and material moving occupations	36,148 14,664 21,484 14,217 25,379 10,460 14,918 12,337 735 7,061 4,542 15,250 8,373 6 878	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	\$926 979 894 406 577 624 550 616 374 595 692 546 552 536	\$967 1,091 911 421 581 615 561 643 388 610 736 554 554 565	
Men	0,070	0,000	000		
Management, professional, and related occupations Management, business, and financial operations occupations Professional and related occupations Service occupations	$\begin{array}{c} 17,936\\ 8,131\\ 9,805\\ 6,937\\ 9,623\\ 5,806\\ 3,817\\ 11,793\\ 575\\ 6,873\\ 4,344\\ 11,952\\ 6,026\\ 5,926\end{array}$	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	$\begin{array}{c} 1,089\\ 1,144\\ 1,054\\ 473\\ 684\\ 744\\ 608\\ 621\\ 402\\ 599\\ 693\\ 593\\ 607\\ 580\end{array}$	$ \begin{array}{r} 1,159\\ 1,254\\ 1,090\\ 492\\ 669\\ 735\\ 600\\ 648\\ 411\\ 611\\ 734\\ 598\\ 615\\ 587\\ \end{array} $	
Women					
Management, professional, and related occupations Management, business, and financial operations occupations Professional and related occupations Service occupations Sales and office occupations Sales and related occupations Office and administrative support occupations Natural resources, construction, and maintenance occupations Construction and extraction occupations Installation, maintenance, and repair occupations Production, transportation, and material moving occupations Production occupations	18,211 6,533 11,679 7,281 15,755 4,655 11,101 545 160 188 197 3,298 2,347 951	18,381 6,598 11,783 7,696 16,032 4,730 11,302 483 197 133 153 3,305 2,423 883	805 838 785 371 523 495 531 438 333 406 659 409 417 391	829 899 781 389 534 491 551 504 305 542 837 424 427 415	

NOTE: Beginning in January 2006, data reflect revised population controls used in the household survey.

	Number	Upper limit of:					
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	105,881	\$316	\$441	\$659	\$1,017	\$1,542	
Men	59,983	339	486	731	1,148	1,750	
Women	45,897	296	403	593	874	1,266	
White	85,831	323	456	678	1,042	1,573	
Men	49,804	349	497	753	1,165	1,772	
Women	36,026	300	409	602	887	1,277	
Black or African American	12 748	287	384	534	783	1 171	
Men	6.084	296	396	573	852	1.259	
Women	6,664	280	372	511	755	1,093	
Asian	4 858	341	502	765	1 273	1 900	
Men	2,780	375	533	843	1,400	2.008	
Women	2,078	316	475	688	1,112	1,555	
Hispanic or Latino ethnicity	15 715	277	349	485	696	1 032	
Men	10.044	293	372	504	732	1,119	
Women	5,671	244	315	434	639	920	
EDUCATIONAL ATTAINMENT							
Total. 25 years and over	94.487	338	480	705	1.078	1.604	
Less than a high school diploma	9,339	258	319	420	592	791	
High school graduates, no college ¹	28,256	314	416	591	836	1,160	
Some college or associate degree	25,905	359	488	676	957	1,312	
Bachelor's degree and higher ²	30,987	506	721	1,047	1,563	2,205	
Bachelor's degree only	20,163	480	660	968	1,441	1,925	
Advanced degree	10,824	613	841	1,217	1,835	2,513	
Men, 25 years and over	53,299	376	520	783	1,206	1,842	
Less than a high school diploma	6,328	287	360	475	637	853	
High school graduates, no college ¹	16,372	354	488	669	952	1,283	
Some college or associate degree	13,463	403	554	779	1,108	1,467	
Bachelor's degree and higher ²	17,136	545	792	1,200	1,839	2,482	
Bachelor's degree only	11,048	501	736	1,112	1,641	2,253	
Advanced degree	6,088	663	954	1,440	2,005	2,888	
Women, 25 years and over	41,188	311	423	619	914	1,338	
Less than a high school diploma	3,011	224	278	356	466	642	
High school graduates, no college '	11,883	289	373	496	675	895	
Some college or associate degree	12,442	329	433	597	808	1,084	
Bachelor's degree and higher -	13,851	484	648	923	1,287	1,770	
Advanced degree	9,110	401	740	1 026	1,198	1,008	
Auvanceu uegiee	4,730	502	749	1,020	1,405	1,994	

Table 4. Quartiles and selected deciles of usual weekly earnings of full-time wage and salary workers by selected characteristics, second quarter 2006 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.

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 2006, data reflect revised population controls used in the household survey.

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 2005	II 2006	II 2005	II 2006	
SEX AND AGE					
Total, 16 years and over	21,891	21,862	\$204	\$204	
Men, 16 years and over	6,962	6,660	194	190	
16 to 24 years	3,339	3,433	152	152	
25 years and over	3,623	3,227	245	248	
Women, 16 years and over	14,929	15,202	209	210	
16 to 24 years	4,633	4,746	151	148	
25 years and over	10,296	10,456	245	249	
RACE, HISPANIC OR LATINO ETHNICITY, AND SEX					
White	18,479	18,382	205	206	
Men	5,839	5,508	192	190	
Women	12,640	12,874	211	212	
Black or African American	2,120	2,125	201	193	
Men	697	710	206	187	
Women	1,423	1,415	197	195	
Asian	792	876	197	213	
Men	256	267	189	193	
Women	536	609	201	228	
Hispanic or Latino ethnicity	2,506	2,384	201	203	
Men	868	755	209	219	
Women	1,637	1,629	196	198	

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 2006, data reflect revised population controls used in the household survey.