

NEWS RELEASE



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## USUAL WEEKLY EARNINGS OF WAGE AND SALARY WORKERS THIRD QUARTER 2009

Median weekly earnings of the nation's 100.1 million full-time wage and salary workers were \$738 in the third quarter of 2009, the U.S. Bureau of Labor Statistics reported today. This was 2.5 percent higher than a year earlier. The Consumer Price Index for All Urban Consumers (CPI-U) fell by 1.6 percent over the same period.

Data on usual weekly 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 third-quarter data are:

- Women who usually worked full time had median earnings of \$657 per week, or 80.9 percent of the \$812 median for men. The female-to-male earnings ratios were higher among blacks (95.3 percent) and Hispanics (95.2 percent) than among whites (80.0 percent) or Asians (82.6 percent). (See table 1.)
- Median earnings for black men working at full-time jobs were \$622 per week, 74.5 percent of the \$835 median for white men. The difference was smaller among women, as black women's median earnings (\$593) were 88.8 percent of those for white women (\$668). Overall, median earnings of Hispanics who worked full time (\$527) were lower than those of blacks (\$607), whites (\$753), and Asians (\$877). (See table 1.)
- Among men, those age 45 to 54 and age 55 to 64 had the highest median weekly earnings, \$944 and \$979, respectively. Among women, weekly earnings were highest for those age 35 to 44 and age 45 to 54, \$720 and \$727, respectively. (See table 2.)
- Among the major occupational groups, persons employed full time in management, professional, and related occupations had the highest median weekly earnings—\$1,259 for men and \$913 for women. Persons 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 \$448, compared with \$621 for high school graduates (no college) and \$1,145 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 \$3,260 or more per week, compared with \$2,252 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; Federal Relay Service: (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 errors 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 on a timely basis, mistakes made by respondents, 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 Household Data section of the "Explanatory Notes and Estimates of Error" available on the BLS Web site at http://www.bls.gov/cps/eetech\_methods.pdf.

#### **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 first 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, such as \$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.

# 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	III III 2008 2009		In current dollars		In constant (1982) dollars	
		III 2008	III 2009	III 2008	III 2009	
SEX AND AGE						
Total, 16 years and over	107,194	100,060	\$720	\$738	\$317	\$330
Men, 16 years and over	60,170	55,359	796	812	350	363
16 to 24 years	6,439	5,261	446	448	196	201
25 years and over	53,731	50,098	857	870	377	389
Women, 16 years and over	47,025	44,701	631	657	278	294
16 to 24 years	4,886	4,204	406	415	179	186
25 years and over	42,139	40,497	666	691	293	309
RACE, HISPANIC OR LATINO ETHNICITY, AND SEX						
White	86.600	81.315	739	753	325	337
Men	49,727	45,963	816	835	359	373
Women	36,873	35,352	649	668	286	299
Black or African American	12,878	11,514	589	607	259	272
Men	6,085	5,335	646	622	284	278
Women	6,793	6,179	530	593	233	265
Asian	5,266	4,919	854	877	376	392
Men	3,004	2,764	960	941	422	421
Women	2,261	2,155	723	777	318	348
Hispanic or Latino ethnicity	16,095	14,586	529	527	233	236
	10,197	9,203	566	539	249	241
Women	5,898	5,383	498	513	219	229

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. Persons whose ethnicity is identified as Hispanic or Latino may be of any race. Updated population controls are introduced annually with the release of January data.

Table 2. Median usual weekly earnings of full-time wage and salary workers by age, race, Hispanic or Latino ethnicity, and sex, third quarter 2009 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	100.060	\$738	55.359	\$812	44.701	\$657
16 to 24 years	9,465	429	5,261	448	4,204	415
16 to 19 years	1,380	330	819	346	561	313
20 to 24 years	8,085	458	4,442	479	3,643	435
25 years and over	90,595	774	50,098	870	40,497	691
25 to 54 vears	73,185	767	40.856	849	32,329	691
25 to 34 years	23,790	678	13,499	713	10,291	637
35 to 44 years	24,295	817	13,789	912	10,506	720
45 to 54 years	25,100	836	13.568	944	11.532	727
55 years and over	17,410	813	9.242	957	8,169	693
55 to 64 years	14,884	838	7.798	979	7.086	706
65 years and over	2,526	691	1,444	791	1,083	599
White						
16 years and over	81 315	753	15 963	835	35 352	668
16 to 24 years	7 708	120	4,303	450	3 396	415
25 years and over	73 518	705	41 562	800	31 055	705
25 to 54 years	58 936	785	33 713	871	25 224	703
55 years and over	14 581	838	7 850	980	6 732	703
	11,001	000	1,000	000	0,702	100
Black or African American						
16 years and over	11,514	607	5,335	622	6,179	593
16 to 24 years	992	411	484	425	508	396
25 years and over	10,522	627	4,852	666	5,671	609
25 to 54 years	8,756	623	4,059	649	4,698	609
55 years and over	1,766	659	793	780	973	611
Asian						
16 years and over	4,919	877	2,764	941	2,155	777
16 to 24 years	311	533	165	540	145	524
25 years and over	4,608	899	2,599	973	2,010	800
25 to 54 years	3,820	926	2,158	998	1,663	841
55 years and over	788	766	441	876	347	665
Hispanic or Latino ethnicity						
16 years and over	14,586	527	9,203	539	5,383	513
16 to 24 years	1,743	385	1.057	380	686	391
25 years and over	12.843	560	8,146	577	4.697	537
25 to 54 years	11.328	554	7.241	569	4,086	534
55 years and over	1,515	612	905	665	610	566
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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. Persons whose ethnicity is identified as Hispanic or Latino may be of any race. Updated population controls are introduced annually with the release of January data.

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

Occupation and any	Number o (in thou	of workers usands)	Median weekly earnings		
	III 2008	III 2009	 2008	III 2009	
TOTAL					
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     Farming, fishing, and forestry occupations     Construction and extraction occupations     Installation, maintenance, and repair occupations     Production, transportation, and material moving occupations     Transportation and material moving occupations	40,192 16,448 23,744 15,4795 9,728 15,067 11,683 822 6,536 4,325 15,049 7,991 7,058	38,592 15,697 22,896 14,699 23,749 9,604 14,144 10,380 797 5,331 4,252 12,640 6,561 6,079	\$1,041 1,135 1,000 470 610 657 597 701 476 689 779 590 592 589	\$1,048 1,138 1,000 471 622 668 606 706 408 719 763 602 610 594	
Men	7,000	0,073	505	004	
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     Farming, fishing, and forestry occupations     Installation, maintenance, and repair occupations     Production, transportation, and material moving occupations     Production occupations     Transportation and material moving occupations	19,938 8,797 11,141 7,637 9,396 5,432 3,965 11,265 688 6,387 4,190 11,933 5,797 6,136	18,696 8,451 10,245 7,497 9,062 5,242 3,820 9,932 653 5,213 4,067 10,171 4,883 5,288	1,234 1,335 1,167 545 728 787 657 704 480 688 781 637 650 620	1,259 1,329 1,229 515 736 792 648 714 422 721 772 640 680 609	
Women	00.054	40.007	040	040	
Management, professional, and related occupations	20,254 7,650 12,604 7,838 15,399 4,297 11,103 417 134 149 134 3,116 2,194 923	19,897 7,246 12,651 7,201 14,687 4,362 10,325 448 144 118 185 2,469 1,678 791	916 958 886 416 576 524 585 599 423 755 685 456 468 468 423	913 955 886 426 590 545 598 527 338 648 652 473 470 478	

NOTE: Updated population controls are introduced annually with the release of January data.

#### Table 4. Quartiles and selected deciles of usual weekly earnings of full-time wage and salary workers by selected characteristics, third quarter 2009 averages, not seasonally adjusted

Characteristic	Number of		ι	Upper limit 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	100,060	\$346	\$488	\$738	\$1,147	\$1,755	
Men	55,359	369	518	812	1,267	1,905	
Women	44,701	328	449	657	984	1,459	
White	81,315	350	497	753	1,166	1,795	
Men	45,963	375	532	835	1,298	1,913	
Women	35,352	329	458	668	997	1,479	
Black or African American	11,514	327	420	607	903	1,286	
Men	5,335	332	447	622	949	1,440	
Women	6,179	323	408	593	848	1,171	
Asian	4,919	378	546	877	1,354	1,991	
Men	2,764	396	583	941	1,539	2,209	
Women	2,155	346	511	777	1,225	1,782	
Hispanic or Latino ethnicity	14,586	296	376	527	806	1,250	
Men	9,203	300	386	539	836	1,308	
Women	5,383	291	358	513	761	1,147	
EDUCATIONAL ATTAINMENT							
Total, 25 years and over     Less than a high school diploma     High school graduates, no college 1     Some college or associate degree     Bachelor's degree and higher 2     Bachelor's degree only     Advanced degree	90,595	373	517	774	1,192	1,838	
	7,278	283	341	448	615	858	
	25,492	339	454	621	895	1,224	
	24,958	382	509	720	1,029	1,419	
	32,867	569	774	1,145	1,732	2,410	
	21,030	519	726	1,026	1,548	2,206	
	11,837	672	923	1,336	1,906	2,896	
Men, 25 years and over	50,098	396	573	870	1,337	1,930	
Less than a high school diploma	4,924	296	375	495	686	926	
High school graduates, no college <sup>1</sup>	14,806	374	501	715	1,000	1,375	
Some college or associate degree	12,923	419	578	824	1,164	1,562	
Bachelor's degree and higher <sup>2</sup>	17,445	602	879	1,310	1,905	2,883	
Bachelor's degree only	11,251	575	807	1,194	1,775	2,490	
Advanced degree	6,194	737	1,046	1,536	2,190	3,260	
Women, 25 years and over     Less than a high school diploma     High school graduates, no college 1     Some college or associate degree     Bachelor's degree and higher 2     Bachelor's degree only     Advanced degree	40,497	346	480	691	1,017	1,516	
	2,353	260	306	382	501	626	
	10,686	315	404	545	734	983	
	12,036	352	467	624	867	1,196	
	15,422	518	721	981	1,414	1,930	
	9,779	492	659	905	1,273	1,857	
	5,643	628	841	1,161	1,641	2,252	

Includes persons with a high school diploma or equivalent.
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 init of the first quartile; 50 percent earn less than the upper limit of the 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. Persons whose ethnicity is identified as Hispanic or Latino may be of any race. Updated population controls are introduced annually with the release of January data.

## 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	Number of workers (in thousands) Median weekly earnings			
Characteristic	III	III	III	III	
	2008	2009	2008	2009	
SEX AND AGE					
Total, 16 years and over	22,345	24,291	\$223	\$229	
Men, 16 years and over	7,262	8,512	212	227	
16 to 24 years	3,533	3,708	169	180	
25 years and over	3,729	4,804	280	278	
Women, 16 years and over     16 to 24 years     25 years and over     RACE, HISPANIC OR LATINO ETHNICITY, AND SEX	15,083	15,779	229	230	
	4,517	4,553	172	172	
	10,566	11,226	262	266	
White	18,677	20,308	224	230	
Men	5,926	7,038	212	229	
Women	12,751	13,270	230	231	
Black or African American	2,122	2,440	214	219	
Men	782	886	206	219	
Women	1,340	1,554	218	219	
Asian	879	969	245	246	
Men	301	355	244	230	
Women	578	614	246	256	
Hispanic or Latino ethnicity	2,781	3,358	220	230	
Men	1,043	1,430	226	241	
Women	1,739	1,928	216	222	

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. Persons whose ethnicity is identified as Hispanic or Latino may be of any race. Updated population controls are introduced annually with the release of January data.