DOMINION BUREAU OF STATISTICS

OTTAWA - CANADA

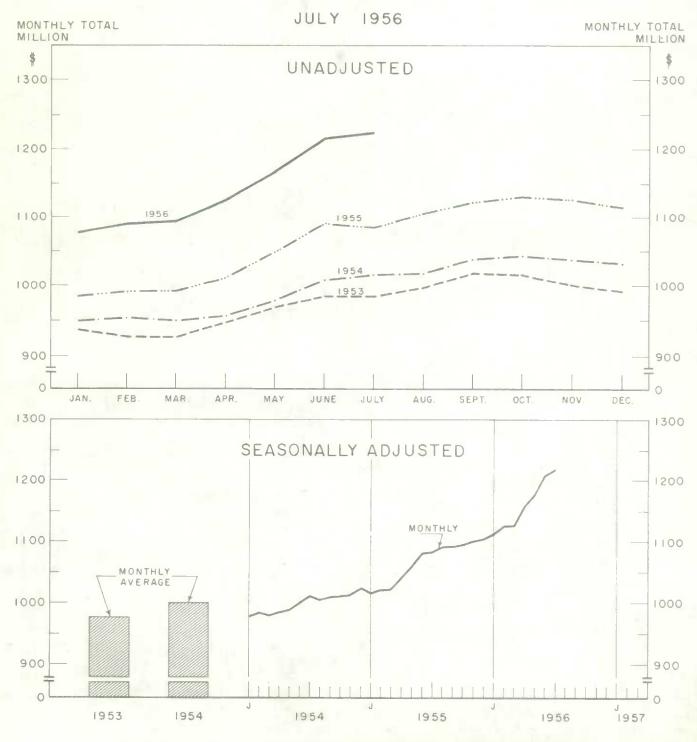
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HE PAS PRETER

ESTIMATES OF LABOUR INCOME



ESTIMATES OF LABOUR INCOME (\$ Millions)

		Agricul- ture, Forestry, Fishing Trapping, Mining	Manu- fac- turing	Con- struc- tion	Utilities, Trans- portation, Communi- cation, Storage, Trade	Finance, Services, (includ- ing Govern- ment)	Supple- mentary Labour Income	Total
1939 1940 1941 1942 1943 1944 1945 1946 1947 1948 x1949 1950 1951 1952 1953 1954	M o n t h l y A v e r a g e s	23 26 29 30 32 33 35 41 42 49 49 55 72 76 73 73	62 78 106 142 168 171 156 147 177 203 214 231 272 303 329 323	8 11 16 18 21 17 19 25 34 41 47 47 52 63 70 69 78	58 63 73 80 86 95 100 114 134 154 169 180 208 233 252 261 278	59 60 66 72 78 83 90 103 114 131 147 156 178 199 217 239 256	5 6 8 11 14 13 13 14 17 19 21 24 28 32 35 35	215 244 298 353 399 412 413 444 518 597 647 693 810 906 976 1,000 1,068
1955 1954	- June July August September October November December	73 78 81 82 84 82 78	326 323 323 326 323 321 326	70 77 75 79 83 77 71	264 267 266 267 269 269 269	241 236 238 249 249 253 253	35 36 36 36 36 36 36 36	1,009 1,017 1,019 1,039 1,044 1,038 1,033
1955	- January February March April May June July August September October November December	73 70 62 61 72 80 83 85 84 86 86	316 325 328 333 338 344 343 351 354 354 354 357	60 57 57 64 74 85 86 93 94 100 89 78	258 258 260 268 275 281 284 287 288 292 293	244 246 250 249 253 262 251 256 266 264 268 265	35 35 35 36 37 38 38 38 38 39 39	986 991 992 1,011 1,049 1,090 1,085 1,107 1,123 1,131 1,128 1,117
1956	- January February March April May June July	75 79 70 68 78 89 95	349 358 365 371 377 381 382	71 69 70 79 92 105 105	280 282 284 291 301 311 317	263 264 266 277 281 288 281	39 38 39 40 40 41 43	1,077 1,090 1,094 1,126 1,169 1,215 1,223

ESTIMATES OF LABOUR INCOME

July 1956

The steady upward course of labour income since the beginning of 1956 was extended to a record level of \$1,223 million in July, in the wake of expanding employment and higher rates of pay. This estimate was \$8 million larger than that of June and \$138 million, or more than 12½ per cent, above the figure for July 1955. The cumulative total for the first 7 months of 1956 of \$7,994 million was 11 per cent higher than the total of \$7,204 million for the corresponding period of 1955.

During July, an increase of \$6 million took place in total wages and salaries of both the primary and distributive groups of industries. Within the primary industries, agriculture and logging accounted for about 2/3 of the gain in payrolls. A large portion of the increase in the total for the distributive group was attributable to transportation, communication and storage. Total wages and salaries in manufacturing increased \$1 million, while that for construction held steady. The total for finance and services declined seasonally by \$7 million, in part as a result of school teachers going on vacation.

Paid workers in all branches of the economy numbered 4,492,000 persons in July, as compared with 4,226,000 persons in the same month in 1955. Average weekly earnings in major non-agricultural industries for the beginning of July pay period stood at \$64.56 and \$60.87 in 1956 and 1955, respectively. Average hourly earnings in manufacturing advanced from \$1.45 to \$1.53 over the year, and the average factory work week lengthened from 40.9 hours to 41.2 hours during the same period.

The Consumer Price Index (1949=100) increased over the month from 118.5 to 119.1 at the beginning of August, and compared with 116.4 one year earlier.



Notes on Estimates of Labour Income

Estimates of total labour income comprise all wages, salaries and supplementary remuneration for employees' services. Gross earnings—before deductions for income tax, unemployment insurance and pension contributions—are used in the calculation of total wages and salaries, which include bonuses and commissions as well as free room and board provided by the employer. Employers' contribution to unemployment insurance, workmen's compensation, pensions and welfare are shown as supplementary labour income.

The monthly estimates of total wages and salaries are projections from annual estimates, mainly on indexes of aggregate payrolls for major industrial groups along with various employment and wage rate data. A constant number of working days in each month is assumed in the estimation of labour income. A detailed account of the concepts and methods is set out in the report "National Accounts, Income and Expenditure by Quarters 1947-1952" (November 1953).

The annual estimates of labour income are compiled from basic sources within the Bureau and from other reports of governments and business. Labour income constituted 62 per cent of net national income at factor cost in 1955. The relationship between labour income and other items of the national accounts are shown in the bulletin "National Accounts, Income and Expenditure, 1950-1955" (July 1956).

Seasonal patterns in monthly labour income by major industrial groups were eliminated, on the basis of records for the period 1947 to the middle of 1955, by dividing the original estimates by seasonal indexes. Ratios of original labour income estimates to 12-month moving averages were used to isolate the seasonal and random factors in the series. Twelve monthly seasonal indexes totalling 1200 were computed from averages of the ratios, excluding any extreme items in the process.

Seasonally Adjusted Estimates of Labour Income (\$ Millions)

	1953	1954	1955	1956
January February March April May June July August September October November	967 956 957 977 980 979 980 983 988 986	979 984 980 986 990 1,001 1,011 1,006 1,010 1,011	1,017 1,021 1,022 1,040 1,061 1,081 1,082 1,092 1,092 1,096	1,110 1,124 1,127 1,159 1,181 1,207 1,218
December	983	1,024	1,106	

The figures included in this bulletin supersede those in earlier issues, and those for the most recent years are subject to further minor revisions as new source materials become available.

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