

# **NEWS RELEASE**



Transmission of material in this release is embargoed until 8:30 a.m. (EDT) Thursday, September 4, 2014

USDL 14-1641

Technical information: (202) 691-5606 • dprweb@bls.gov • www.bls.gov/lpc

(202) 691-5902 • PressOffice@bls.gov Media contact

## PRODUCTIVITY AND COSTS

Second Quarter 2014, Revised

Nonfarm business sector labor productivity increased at a 2.3 percent annual rate during the second guarter of 2014, the U.S. Bureau of Labor Statistics reported today, as hours increased 2.6 percent and output increased 5.0 percent. (All quarterly percent changes in this release are seasonally adjusted annual rates.) From the second quarter of 2013 to the second quarter of 2014, productivity increased 1.1 percent as output and hours worked rose 3.2 percent and 2.0 percent, respectively. (See chart 1 and table A.)

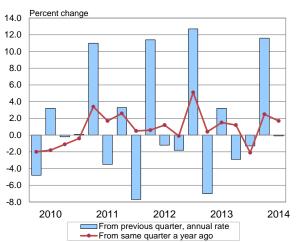
Labor productivity, or output per hour, is calculated by dividing an index of real output by an index of hours worked of all persons, including employees, proprietors, and unpaid family workers. The measures released today were based on more recent source data than were available for the preliminary report.



Chart 1. Output per hour, nonfarm business, all persons,

8.0 6.0 4.0 20 0.0 -2.0 -4.0 -6.0 -8.0 2010 2014 2011 2012 2013 From previous quarter, annual rate From same quarter a year ago

Chart 2. Unit labor costs, nonfarm business, all persons, 2010Q1 - 2014Q2



Unit labor costs in nonfarm businesses edged down 0.1 percent in the second quarter of 2014, and increased 1.7 percent over the last four quarters. (See chart 2 and tables A and 2.)

BLS defines unit labor costs as the ratio of hourly compensation to labor productivity; increases in hourly compensation tend to increase unit labor costs and increases in output per hour tend to reduce them.

Manufacturing sector productivity increased 3.3 percent in the second quarter of 2014, as output increased 6.9 percent and hours worked increased 3.5 percent. The increase in output was the largest since the second quarter of 2010 (11.6 percent). Productivity increased 3.4 percent in the durable goods sector and increased 4.7 percent in the nondurable goods sector. Over the last 4 quarters, manufacturing productivity increased 2.1 percent, as output increased 3.7 percent and hours increased 1.6 percent. Unit labor costs in manufacturing decreased 1.6 percent in the second quarter of 2014 and increased 0.8 percent from the same quarter a year ago. (See charts 3 and 4, and tables A and 3.)

Chart 3. Output per hour, manufacturing, all persons, Chart 4. Unit labor costs, manufacturing, all persons, 2010Q1 - 2014Q2 2010Q1 - 2014Q2 Percent change Percent change 10.0 10.0 8.0 8.0 6.0 6.0 4.0 4.0 2.0 2.0 0.0 0.0 -2.0 -2.0 -4.0 -4.0 -6.0 -6.0 -8.0 -8.0 -10.0 -10.0 -12.0 -12.0 -14 0 -14.0 2010 2011 2014 2012 2013 2010 2011 2012 2013 2014 From previous quarter, annual rate From previous quarter, annual rate From same quarter a year ago From same quarter a year ago

The concepts, sources, and methods used for the manufacturing output series differ from those used in the business and nonfarm business output series; these output measures are not directly comparable. See Technical Notes for a more detailed explanation. (See page 5.)

Preliminary second-quarter 2014 measures of productivity and costs were announced for the **nonfinancial corporate sector.** Productivity increased 3.1 percent in the second quarter of 2014 as output and hours rose 7.8 percent and 4.5 percent, respectively. Unit labor costs fell 1.2 percent, as the 1.8 percent gain in hourly compensation was less than the 3.1 percent gain in productivity. (See tables C and 6.)

#### **Revised measures**

The measures released today are based on more recent source data than were available for the preliminary report. Table B presents previous and revised productivity and related measures for the major sectors: nonfarm business, business, and manufacturing. Output data for manufacturing incorporates revised annual output indexes constructed by BLS using data from the U.S. Bureau of the Census. Manufacturing measures based on output—including productivity and unit labor costs— were subject to revision back to the beginning of the series in 1987. Revised quarterly and annual series for recent years for all sectors appear in tables 1-6. Revised annual indexes for the manufacturing sectors for all years appear in appendix tables 1-3. Full historical annual and quarterly measures can be found on the productivity and costs home page: www.bls.gov/lpc/#data.

In the **second quarter of 2014**, nonfarm business productivity growth was revised down to 2.3 percent from 2.5 percent, due to a downward revision to output. Unit labor costs declined 0.1 percent rather than increasing 0.6 percent as reported August 8, due primarily to a downward revision to hourly compensation. In the manufacturing sector, productivity growth was revised down, reflecting both an upward revision to hours worked and a small downward revision to output. Unit labor costs decreased more than previously reported, as hourly compensation was revised down by more than productivity.

In the **first quarter of 2014**, nonfarm business productivity was unrevised and fell 4.5 percent. Hourly compensation, and therefore unit labor costs, increased slightly less than previously reported. In the manufacturing sector, productivity increased at the same 3.2 percent rate as the preliminary estimate. Hourly compensation and unit labor costs were revised upwards.

**Annual average** productivity growth for 2013 in the total manufacturing sector was revised to 2.0 percent from 2.3 percent due to a downward revision to output. For the full series from **1987 to 2013**, the average annual rate of manufacturing productivity growth was 3.2 percent, unchanged from data published August 8.

Table C presents previous and revised productivity and related measures for the nonfinancial corporate sector. **In the first quarter of 2014**, nonfinancial corporate sector productivity declined 1.1 percent, rather than 0.9 percent as reported August 8. Unit labor costs increased less in the first quarter than previously reported, as hourly compensation was revised down by more than productivity.

The preliminary Productivity and Costs news release for third-quarter 2014 is scheduled to be released on Thursday, November 6, 2014 at 8:30 a.m. (EST).

-3-

ago (Y to Y)	No	nfarm					Durak	ole	Nond	urable
Sector	Bu	siness	В	usiness	Man	ufacturing	Manufacturing		Manufacturing	
	Q to Q	Y to Y	Q to Q	Y to Y	Q to Q	Y to Y	Q to Q	Y to Y	Q to Q	Y to Y
Productivity	2.3	1.1	2.3	0.9	3.3	2.1	3.4	2.9	4.7	1.7
Output	5.0	3.2	5.1	3.0	6.9	3.7	9.6	5.4	4.0	1.8
Hours	2.6	2.0	2.8	2.1	3.5	1.6	6.0	2.5	-0.7	0.1
Hourly compensation	2.3	2.8	2.1	2.7	1.6	2.9	0.9	2.5	2.5	3.6
Real hourly compensation	-0.7	0.8	-0.9	0.7	-1.4	0.9	-2.0	0.4	-0.5	1.5
Unit labor costs	-0.1	1.7	-0.2	1.8	-1.6	0.8	-2.3	-0.4	-2.2	1.8
Table B. Revised and previo	us measures:	second qua	rter and fi	st quarter 2	2014					
	No	nfarm					Durak	ole	Nond	lurable
Sector	Bu	siness		ısiness	Manu	facturing	Manu	facturing	Manu	ıfacturing
	Revised	Previous	Revised	Previous	Revised	Previous	Revised	Previous	Revised	Previous
		Percent	t change, a	nnual rate, s	second quart	ter 2014				
Productivity	2.3	2.5	2.3	2.0	3.3	3.6	3.4	2.9	4.7	5.9
Output	5.0	5.2	5.1	4.9	6.9	7.0	9.6	8.8	4.0	5.0
Hours	2.6	2.7	2.8	2.8	3.5	3.2	6.0	5.7	-0.7	-0.9
Hourly compensation	2.3	3.1	2.1	3.0	1.6	2.2	0.9	1.5	2.5	3.1
Real hourly compensation	-0.7	0.1	-0.9	0.0	-1.4	-0.8	-2.0	-1.4	-0.5	0.1
Unit labor costs	-0.1	0.6	-0.2	1.0	-1.6	-1.3	-2.3	-1.3	-2.2	-2.7
		Perce	ent change,	annual rate	, first quarte	r 2014				
Productivity	-4.5	-4.5	-5.0	-5.0	3.2	3.2	3.5	3.4	2.8	2.8
Output	-2.4	-2.4	-3.3	-3.3	1.6	1.5	1.8	1.7	1.4	1.4
Hours	2.1	2.1	1.8	1.8	-1.6	-1.6	-1.6	-1.6	-1.4	-1.4
Hourly compensation	6.6	6.8	6.9	7.1	8.9	8.3	10.0	8.9	6.8	7.0
Real hourly compensation	4.6	4.8	4.9	5.1	6.9	6.2	7.9	6.9	4.8	5.0
Unit labor costs	11.6	11.8	12.5	12.7	5.5	5.0	6.3	5.4	3.9	4.1
Table C. Nonfinancial corpo	ations: prelim	ninary secon	d quarter	and revised						
				Hourly	Real ho	,	Unit labor			licit price
Produ	ctivity Outp			pensation	compens		costs	Unit profit	ts d	eflator
			_	nnual rate, s	•					
Q to Q 3.				1.8	-1.2		-1.2	38.8		1.7
Y to Y 0.	0 2.7			2.1	0.1	=	2.1	-1.3		0.9
			ent change,	annual rate	•					
Revised -1.	-			6.5	4.5		7.6	-26.9		0.5
Previous -0.	9 0.	9 1.8		6.8	4.8	3	7.8	-27.0		0.5

### **TECHNICAL NOTES**

Labor Hours: Hours data for the labor productivity and cost measures include hours for all persons working in the sector—wage and salary workers, the self-employed and unpaid family workers. The primary source of hours and employment data is the BLS Current Employment Statistics (CES) program, which provides monthly survey data on the number of jobs held by wage and salary workers in nonfarm establishments. The CES also provides average weekly paid hours of production and nonsupervisory workers in these establishments. Weekly paid hours are adjusted to hours at work using data from the National Compensation Survey (NCS). The BLS Hours at Work survey, conducted for this purpose, was used for earlier years. The Office of Productivity and Technology estimates average weekly hours at work for nonproduction and supervisory workers using information from the Current Population Survey (CPS), the CES, and the NCS.

Data from the CPS are used for farm labor, nonfarm proprietors, and nonfarm unpaid family workers. Estimates of labor input for government enterprises are derived from the CPS, the CES, and the National Income and Product Accounts (NIPA) prepared by the Bureau of Economic Analysis (BEA) of the Department of Commerce.

The CES measures jobs, counting a person who is employed by two or more establishments at each place of employment. In contrast, the CPS features measures of employment that count each person only once and classify each person according to his or her primary job; hours worked at all jobs by that person accrue to his or her primary job. However, the CPS also collects more detailed information on employment and hours worked at primary jobs and all other jobs, separately. The BLS productivity measures use the more detailed information on employment and hours to assign all hours worked to the correct industrial sector and avoid duplicating hours data from the CES.

**Output:** Business sector output is a chain-type, current-weighted index constructed after excluding from gross domestic product (GDP) the following outputs: general government, nonprofit institutions, and private households (including owner-occupied housing). Corresponding exclusions also are made in labor inputs. Business output accounted for about 76 percent of the value of GDP in 2013. Nonfarm business, which excludes farming, accounted for about 74 percent of GDP in 2013.

Annual indexes for manufacturing and its durable and nondurable goods components are constructed by deflating current-dollar industry value of production data from the U.S. Bureau of the Census with deflators from the BLS. These deflators are based on data from the BLS producer price program and other sources. The industry shipments are aggregated using annual weights, and intrasector transactions are removed. Quarterly manufacturing output measures are based on the index of industrial production prepared monthly by the Board of Governors of the Federal Reserve System, adjusted to be consistent with annual indexes of manufacturing sector output prepared by BLS. Durables include the following 3-digit NAICS industries: wood product manufacturing; nonmetallic mineral product manufacturing; primary metal manufacturing; fabricated metal product manufacturing; machinery manufacturing; computer and electronic product manufacturing; electrical equipment and appliance manufacturing; transportation equipment manufacturing; furniture and related product manufacturing; and miscellaneous manufacturing. Nondurables include: food manufacturing; beverage and tobacco product manufacturing; textile mills; textile product mills; apparel manufacturing; leather and allied product manufacturing; chemical manufacturing; printing and related support activities; petroleum and coal products manufacturing; chemical manufacturing; and plastics and rubber products manufacturing.

Nonfinancial corporate output is a chain-type, current-weighted index calculated on the basis of the costs incurred and the incomes earned from production. The output measure excludes the following outputs from GDP: general government; nonprofit institutions; private households; unincorporated business; and those corporations classified as offices of bank holding companies, offices of other holding companies, or offices in the finance and insurance sector. Nonfinancial corporations accounted for about 49 percent of the value of GDP in 2013.

**Productivity:** These productivity measures describe the relationship between real output and the labor time involved in its production. They show the changes from period to period in the amount of goods and services produced per hour. Although these measures relate output to hours at work of all persons engaged in a sector, they do not measure the specific contribution of labor, capital, or any other factor of production. Rather, they reflect the joint effects of many influences, including changes in technology;

capital investment; level of output; utilization of capacity, energy, and materials; the organization of production; managerial skill; and the characteristics and effort of the work force.

Labor Compensation: The measure includes accrued wages and salaries, supplements, employer contributions to employee benefit plans, and taxes. Estimates of labor compensation by major sector, required for measures of hourly compensation and unit labor costs, are based primarily on employee compensation data from the NIPA, prepared by the BEA. The compensation of employees in general government, nonprofit institutions and private households are subtracted from compensation of domestic employees to derive employee compensation for the business sector. The labor compensation of proprietors cannot be explicitly identified and must be estimated. This is done by assuming that proprietors have the same hourly compensation as employees in the same sector. The quarterly labor productivity and cost measures do not contain estimates of compensation for unpaid family workers.

**Unit Labor Costs:** The measures of unit labor costs in this release describe the relationship between compensation per hour and productivity, or real output per hour, and can be used as an indicator of inflationary pressure on producers. Increases in hourly compensation increase unit labor costs; labor productivity increases offset compensation increases and lower unit labor costs.

**Presentation of the data:** The quarterly data in this release are presented in three ways: as percent changes from the previous quarter presented at a compound annual rate, as percent changes from the corresponding quarter of the previous year, and as index number series where 2009=100. Annual data are presented both as index number series and percent changes from the previous year.

The index numbers and rates of change reported in the productivity and costs news release are rounded to one decimal place. All percent changes in this release and on the BLS web site are calculated using index numbers to three decimal places. These index numbers are available at the BLS web site, www.bls.gov/data/home.htm, or by contacting the BLS Division of Major Sector Productivity. (Telephone 202-691-5606 or email DPRWEB@BLS.GOV)

Information in this release will be made available to sensory-impaired individuals upon request. Voice phone: 202-691-5606; Federal Relay Service number: 1-800-877-8339.

Table 1. Business sector: Productivity, hourly compensation, unit labor costs, and prices, seasonally adjusted

Year and quarter	Output per hour of all	Output	Hours of all persons			labor	Unit nonlabor payments (3)	_		
2014 II	2.3 r	5.1 r	2.8	2 1 r	-0.9 r	-0.2 r	5.8 r	2.4 r		
I		-3.3			4.9 r					
2013 ANNUA	L 1.2	2.7	1.5	1.4	-0.1	0.2	3.1	1.4		
2013 IV	3.1	4.6	1.5	1.7		-1.4	4.0	1.0		
III	3.5	5.9	2.4	0.3	-1.7	-3.1	7.9	1.6		
II	0.7	2.1	1.4	3.8	3.4	3.1	-1.7	1.0		
I	2.1	3.2	1.1	-5.6	-6.7	-7.6	14.6	1.4		
2012 ANNUA	L 0.9	3.1	2.2	2.8	0.7	1.9	1.7	1.8		
2012 IV	-2.0	-0.1	1.9	10.8	8.1	13.0		1.3		
III	1.3	3.1	1.8	0.0	-1.6	-1.3	6.5	2.0		
II -	1.8	2.3	0.4	0.8	-0.5	-1.0	6.5	2.2		
I	-0.1	3.1	3.3	11.6 		11.7	-10.0	1.7 		
Percent change from corresponding quarter of previous year										
2014 II	0.9 r	3.0	2.1	2.7 r	0.7 r	1.8 r	1.3 r	1.6 r		
I	0.5	2.3	1.7		1.7 r	2.6 r	-0.6 r	1.2		
2013 ANNUA	L 1.2	2.7	1.5	1.4	-0.1	0.2	3.1	1.4		
2013 IV	2.4	4.0	1.6	0.0		-2.3	6.0	1.2		
III	1.1	2.8	1.7	2.1	0.6	1.1	1.6	1.3		
II	0.5	2.1	1.5	2.1	0.6	1.5	1.3	1.4		
I	0.8	2.1	1.3	1.3	-0.3	0.5	3.3	1.7		
2012 ANNUA	L 0.9	3.1	2.2	2.8	0.7	1.9	1.7	1.8		
2012 IV	0.3	2.1	1.8		3.7	5.4	-2.7	1.8		
III	1.6	3.6	2.0	1.8	0.1	0.2	3.6	1.7		
II	1.0	3.1	2.1	2.3	0.4	1.3	2.6	1.8		
I	0.8	3.5 	2.7	1.6 	-1.2	0.8	3.8	2.1		
			Inde	exes 2009=10	0					
2014 II	105.9 r 105.3	113.9 r	107.6 r	111.5 r		105.3 r	112.1 r	108.2 r		
I	105.3	112.5	106.9	110.9 r	101.1 r	105.4 r	110.6 r	107.5		
2013 ANNUA	L 105.5	111.6	105.7	108.5	99.9	102.8	112.2	106.7		
2013 IV	106.6	113.5	106.4	109.1	99.9	102.3	114.0	107.2		
III	105.8	112.2	106.0	108.6	99.8	102.7	112.9	106.9		
II	104.9	110.6	105.4	108.6	100.3	103.5	110.7	106.5		
I	104.7	110.0	105.1	107.5	99.4	102.7	111.2	106.3		
2012 ANNUA	L 104.3	108.6	104.2	107.0	99.9	102.6	108.9	105.2		
2012 IV	104.2	109.1	104.8	109.1	101.2	104.7	107.5	105.9		
III	104.7	109.2	104.3	106.4	99.2	101.6	111.1	105.6		
II -	104.3	108.3	103.8	106.3	99.6	101.9	109.3	105.0		
I	103.9	107.7	103.7	106.1	99.8	102.2	107.6	104.5		

Table 2. Nonfarm business sector: Productivity, hourly compensation, unit labor costs, and prices, seasonally adjusted

Year and quarte	er		Output		(1)	per hour (2)	labor costs	(3)	-	
			 Percent chan							
2014 II I		2.3 r -4.5	5.0 r -2.4			-0.7 r 4.6 r		4.8 r -11.7 r	2.0 r 0.8	
2013 AN	NNUAL	0.9	2.6	1.7	1.1	-0.3	0.2	2.9	1.4	
2013 IV II II I	II I	3.3 3.6 0.5 0.8	4.7 5.6 2.0 2.4	1.4 1.9 1.5 1.6	1.9 0.7 3.7 -6.3	-1.4 3.2	-1.3 -2.9 3.2 -7.0	5.0 8.5 -0.7 12.7	1.4 1.9 1.5 0.9	
2012 AN					2.7		1.7		1.8	
2012 IN II II II II	J II I	-2.0 1.7 1.8 0.2	0.1 3.7 2.3 3.3	2.2 2.0 0.5 3.2	10.4	7.8 -1.8 -0.7	12.7 -1.8 -1.2 11.4		1.0 1.8 2.3 1.6	
Percent change from corresponding quarter of previous year										
2014 II I		1.1 r 0.7	3.2 2.4	2.0 1.7	2.8 r 3.2 r		1.7 r 2.5 r			
2013 AN	NNUAL	0.9	2.6	1.7	1.1	-0.3	0.2	2.9	1.4	
2013 IV II II I	II I	2.0 0.7 0.2 0.6	3.7 2.5 2.0 2.1	1.6 1.8 1.8	-0.1 1.9 1.7 1.0	-1.3 0.4 0.3 -0.7	-2.1 1.2 1.5 0.4	6.2 1.4 1.0 2.9	1.4 1.3 1.3	
2012 AN	NNUAL	1.0	3.2	2.2	2.7	0.6	1.7	2.0	1.8	
2012 IV II II I	II I	0.4 1.7 1.1 0.9	2.3 3.8 3.1 3.7	1.9 2.0 2.0 2.7	5.5 1.6 2.3 1.5	3.5 0.0 0.4 -1.2	5.1 -0.1 1.2 0.6	-2.7 4.1 2.8 4.0	1.6 1.7 1.9 2.0	
				Inde	exes 2009=10	0				
2014 II I		106.0 r 105.4	114.2 r 112.9	107.8 r 107.1	111.4 r 110.7 r		105.1 r 105.1 r	110.8 r 109.5 r	107.5 r 106.9	
2013 AN	NNUAL	105.4	111.7	105.9	108.3	99.7	102.7	110.9	106.1	
2013 IV II II I	II I	106.6 105.7 104.8 104.7	113.5 112.2 110.7 110.2	106.5 106.2 105.7 105.3	109.0 108.5 108.3 107.3	99.9 99.7 100.0 99.2	102.3 102.6 103.4 102.5	113.0 111.6 109.4 109.6	106.7 106.4 105.9 105.5	
2012 AN	NNUAL	104.5	108.9	104.2	107.1	100.0	102.4	107.8	104.7	
2012 IV II II I	II I	104.4 105.0 104.5 104.1	109.5 109.5 108.5 107.9	104.9 104.3 103.8 103.7	109.1 106.4 106.5 106.3	101.1 99.3 99.7 99.9	104.4 101.4 101.8 102.1	106.3 110.0 108.3 106.5	105.2 105.0 104.5 103.9	

Table 3. Manufacturing sector: Productivity, hourly compensation, and unit labor costs, seasonally adjusted

Year and		Output per hour of all		Hours of all	Compen- sation per hour	Real compen- sation per hour	Unit labor	
quart	er	persons	Output	persons	(1)	(2)	costs	
		Percen	t change from p	revious quarter	at annual rate(	5)		
2014 I		3.3 r	6.9 r	3.5 r	1.6 r	-1.4 r	-1.6 r	
I	-	3.2	1.6 r	-1.6	8.9 r	6.9 r	5.5 r	
2013 A	NNUAL	2.0 r	2.7 r	0.7	0.6	-0.8	-1.4 r	
2013 I		1.3	4.7	3.4	0.8	-0.4	-0.5	
	II	0.5	1.7	1.1	0.6	-1.4	0.0	
	I	3.7	1.5	-2.2	2.9	2.4	-0.9	
I	<u>.</u>	3.1	4.8	1.7	-2.3	-3.4	-5.2	
2012 A	NNUAL	1.0 r	3.3 r	2.3	1.7	-0.3	0.8 r	
2012 I	V	1.9 r	2.4 r	0.4	4.3	1.8	2.4 r	
	II	0.1 r	1.2 r	1.1	-2.1	-3.7	-2.1 r	
	I	1.0 r	2.4 r	1.3	0.4	-1.0	-0.7 r	
I	. – – – – – – –	2.8 r	6.1 r	3.1	10.7	8.4	7.6 r	
		Percent	change from cor	responding quar	ter of previous	year		
2014 I	I	2.1	3.7	1.6 r	2.9	0.9	0.8	
I		2.2	2.4	0.2	3.2 r	1.8 r	1.0 r	
2013 A	NNUAL	2.0 r	2.7 r	0.7	0.6	-0.8	-1.4 r	
2013 I	W	2.2 r	3.2	1.0	0.5	-0.7	-1.7	
	II	2.3 r	2.6 r	0.3	1.3	-0.2	-1.0	
	I	2.2 r	2.4 r	0.3	0.7	-0.8	-1.5 r	
I	• •	1.5 r	2.7 r	1.1	0.0	-1.6	-1.4 r	
2012 A	NNUAL	1.0 r	3.3 r	2.3	1.7	-0.3	0.8 r	
2012 I	V	1.5 r	3.0 r	1.5	3.2	1.3	1.7 r	
	ΙΙ	0.6 r	3.2 r	2.6	0.9	-0.7	0.4 r	
I	I	1.5 r	4.0 r	2.4	1.8	-0.1	0.3 r	
I	• •	0.4 r	3.2 r	2.8	1.0	-1.7	0.7 r	
				dexes 2009=100				
2014 I	ΞI	112.7 r	119.7 r	106.3 r	108.6 r	98.3 r	96.4 r	
I	• •	111.7 r	117.7 r	105.3	108.2 r	98.6 r	96.8 r	
2013 A	NNUAL	110.3 r	115.9 r	105.1	105.5	97.1	95.6 r	
2013 I	V	110.9 r	117.2 r	105.8	105.9	97.0	95.5 r	
	II	110.5 r	115.9 r	104.9	105.7	97.1	95.6 r	
	I	110.4 r	115.4 r	104.6	105.5	97.5	95.6 r	
	<u>.</u> -	109.4 r	115.0 r	105.2	104.8	96.9	95.8 r	
2012 A	NNUAL	108.1 r	112.8 r	104.4	104.8	97.9	97.0 r	
2012 I	.V	108.5 r	113.6 r	104.7	105.4	97.7	97.1 r	
	II	108.0 r	113.0 r	104.6	104.3	97.3	96.6 r	
	I	108.0 r	112.7 r	104.3	104.8	98.2	97.1 r	
т.	• •	107.7 r	112.0 r	104.0	104.7	98.5	97.2 r	

September 4, 2014

Source: Bureau of Labor Statistics

Table 4. Durable manufacturing sector: Productivity, hourly compensation, and unit labor costs, seasonally adjusted

	rter	Output per hour of all persons	Output		Compen- sation per hour (1)	Real compen- sation per hour (2)	Unit labor costs
					at annual rate(		
2014	II	3.4 r	9.6 r	6.0 r	0.9 r	-2.0 r	-2.3 r
	I	3.5 r	1.8 r	-1.6	10.0 r	7.9 r	6.3 r
2013	ANNUAL	3.1 r	4.2 r	1.0	0.1	-1.4	-3.0 r
2013	IV	2.6	6.9	4.2	-1.7	-2.9	-4.2
	III	2.0	3.6	1.6	1.0	-1.0	-0.9
	II	5.2	2.9	-2.1	2.6	2.1	-2.5
	I	3.4	6.4	2.9	-3.4	-4.5	-6.5
2012	ANNUAL	3.0 r	6.0 r	2.9	1.3	-0.7	-1.6 r
2012	IV	3.3 r	3.6 r	0.3	5.1	2.6	1.7 r
	III	0.5 r	1.1 r	0.6	-3.4	-5.0	-4.0 ı
	II	3.4 r	5.3 r	1.9	-1.0	-2.4	-4.3 r
	I		10.3 r	3.1	11.9	9.6	4.6 r
					ter of previous		
2014	II	2.9 r	5.4 r	2.5 r	2.5 r	0.4 r	-0.4 r
	I	3.3	3.8	0.5	2.9 r	1.5 r	-0.4 r
2013	ANNUAL	3.1 r	4.2 r	1.0	0.1	-1.4	-3.0 r
2013	IV	3.3	4.9	1.6	-0.4	-1.6	-3.5
	III	3.5 r	4.1 r	0.6	1.3	-0.2	-2.1 r
	II	3.1 r	3.5 r	0.4	0.1	-1.3	-2.9 ı
	I	2.6 r	4.1 r	1.4	-0.7	-2.4	-3.3 r
2012	ANNUAL	3.0 r	6.0 r	2.9	1.3	-0.7	-1.6 r
2012	IV	3.5 r	5.1 r	1.5	3.0	1.0	-0.5 r
	III	2.5 r	5.8 r	3.2	0.2	-1.5	-2.3 r
	II	4.1 r	7.3 r	3.2	1.6	-0.3	-2.4 r
	I 	1.8 r	5.9 r	4.0	0.7	-2.1	-1.1 r
			In	idexes 2009=100			
2014	II	122.9 r	134.9 r	109.8 r	107.4 r	97.2 r	87.4 r
	I	121.9 r	131.8 r	108.2	107.1 r	97.7 r	87.9 ı
2013	ANNUAL	119.6 r	128.8 r	107.7	104.7	96.4	87.5 r
2013	IV	120.8 r	131.2 r	108.6	104.6	95.8	86.6 1
	III	120.1 r	129.1 r	107.5	105.1	96.5	87.5 1
	II	119.5 r	127.9 r	107.1	104.8	96.8	87.7 r
	I	118.0 r	127.0 r	107.7	104.1	96.3	88.3 r
2012	ANNUAL	116.0 r	123.7 r	106.6	104.6	97.7	90.2 r
2012	IV	117.0 r	125.1 r	106.9	105.0	97.4	89.8 r
	III	116.1 r	124.0 r	106.8	103.7	96.8	89.4 r
	II	115.9 r	123.6 r	106.6	104.6	98.0	90.3 r
	I	114.9 r	122.0 r	106.2	104.9	98.6	91.3 r

Table 5. Nondurable manufacturing sector: Productivity, hourly compensation, and unit labor costs, seasonally adjusted

Year and quarter	Output per hour of all persons	Output	Hours of all persons	Compensation per hour (1)		Unit labor costs
				at annual rate(		
2014 II I	4.7 r 2.8	4.0 r 1.4	-0.7 r -1.4	2.5 r 6.8 r	-0.5 r 4.8 r	-2.2 r 3.9 r
2013 ANNUAL	1.2	1.3	0.1	1.6	0.2	0.4
2013 IV III II I	0.3 -0.8 2.2 3.4	2.3 -0.4 -0.1 3.1	2.0 0.4 -2.3 -0.3	5.7 -0.4 3.4 -0.5	4.4 -2.4 2.9 -1.6	5.3 0.4 1.2 -3.8
2012 ANNUAL	0.0	1.3 r	1.3	2.4	0.3	2.4
2012 IV III II I	0.6 -0.2 -0.5 r -0.5 r	1.2 1.7 -0.1 r 2.6	3.2	2.9 0.8 3.0 8.3	0.4 -0.9 1.6 6.1	2.3 1.0 3.5 r 8.9 r
				ter of previous		
2014 II I	1.7 r 1.1	1.8 r 0.8	0.1 r -0.3	3.6 r 3.8 r	1.5 r 2.4	1.8 r 2.7
2013 ANNUAL	1.2	1.3	0.1	1.6	0.2	0.4
2013 IV III II I	1.3 1.3 1.5 0.8	1.2 0.9 1.5 1.5 r	-0.1 -0.4 0.0 0.7	2.0 1.3 1.6 1.5	0.8 -0.2 0.2 -0.1	0.7 0.0 0.1 r 0.7
2012 ANNUAL	0.0	1.3 r	1.3	2.4	0.3	2.4
2012 IV III II I	-0.2 -0.4 0.2 0.4 r	1.4 r 1.2 r 1.3 1.2 r	1.5 1.5 1.1 0.8	3.7 2.2 2.0 1.5	1.8 0.5 0.1 -1.3	3.9 2.6 1.9 1.1 r
			ndexes 2009=100			
2014 II I	107.4 r 106.1 r	108.0 r 107.0 r		110.2 r 109.5 r	99.7 r 99.9 r	102.6 r 103.2 r
2013 ANNUAL	105.3 r	106.2 r	100.9	106.5	98.0	101.1 r
2013 IV III II I	105.4 r 105.3 r 105.5 r 105.0 r	106.6 r 106.0 r 106.1 r 106.2 r	101.2 100.7 100.6 101.1	107.7 106.3 106.4 105.5	98.7 97.7 98.3 97.5	102.2 r 100.9 r 100.8 r 100.5 r
2012 ANNUAL	104.0 r	104.9 r	100.8	104.8	97.9	100.7 r
2012 IV III II I	104.1 r 103.9 r 104.0 r 104.1 r	105.4 r 105.0 r 104.6 r 104.6 r	101.2 101.1 100.6 100.5	105.6 104.9 104.7 103.9	98.0 97.9 98.1 97.7	101.5 r 100.9 r 100.7 r 99.8 r

September 4, 2014

revised Source: Bureau of Labor Statistics

Table 6. Nonfinancial corporate sector: Productivity, hourly compensation, unit labor costs, unit profits, and prices, seasonally adjusted

Year and quar			Output	Employee hours	(1)	sation (2)	labor costs	Unit non- labor costs (6)	Total unit cost (7)	Unit pro- fits (8)	Implicit price deflator (4)
				t change f							
2014	II I	3.1 -1.1 r	7.8 0.7 r	4.5 1.8	1.8 6.5 r	-1.2 4.5 r	-1.2 7.6 r	-7.4 2.3 r	-3.3 5.9	38.8 -26.9 r	1.7 0.5
2013	ANNUAL	0.3	2.3	2.0	1.4	-0.1	1.1	0.1	0.8	1.4	0.9
2013	IV	0.1	2.2	2.1	0.8	-0.4	0.8	0.7	0.7	-3.9	0.0
	III	-2.0	0.4	2.4	-0.5	-2.5	1.6	2.3	1.8	-2.7	1.1
	II	2.9	4.5	1.6	2.2	1.7	-0.6	-2.6	-1.3	8.5	0.1
	I	-1.4	1.6	3.1	-1.8	-2.9	-0.4	2.7	0.6	-1.9	0.2
2012	ANNUAL	1.9	4.3	2.3	2.9	0.8	0.9	-0.7	0.4	7.9	1.4
2012	IV	4.0	5.6	1.5	7.9	5.3	3.7	-3.3	1.4	4.5	1.8
	III	-3.6	-2.2	1.5	-0.2	-1.9	3.6	2.3	3.1	-5.7	1.8
	II	1.6	2.4	0.8	0.3	-1.1	-1.3	-0.2	-0.9	15.5	1.3
	I 	6.1	9.6 	3.3	13.5 	11.1	6.9	-2.6 	3.6 	-1.4	2.9
			Percent	change fro	m correspo	onding quar	rter of pro	evious ye	ar		
2014	тт	0.0	2.7	2.7	2.1	0.1	2.1	-0.6	1.2	-1.3	0.9
2011	I	-0.1 r	1.9 r	2.0	2.2 r	0.8 r	2.3	0.7 r	1.7 r		0.4
2013	ANNUAL	0.3	2.3	2.0	1.4	-0.1	1.1	0.1	0.8	1.4	0.9
2013	IV	-0.1	2.2	2.3	0.2	-1.0	0.3	0.7	0.5	-0.1	0.4
	III	0.8	3.0	2.1	1.9	0.4	1.0	-0.3	0.6	2.0	0.8
	II	0.4	2.3	1.9	2.0	0.5	1.5	-0.3	0.9	1.2	1.0
	I	0.1	1.8	1.7	1.5	-0.2	1.4	0.4	1.0	2.8	1.3
2012	ANNUAL	1.9	4.3	2.3	2.9	0.8	0.9	-0.7	0.4	7.9	1.4
2012	IV	2.0	3.8	1.8	5.2	3.2	3.2	-1.0	1.8	2.9	2.0
	III	1.8	3.8	2.0	2.1	0.5	0.3	-0.7	0.0	4.1	0.5
	II	2.0	4.4	2.4	2.4	0.5	0.4	-0.5	0.1	8.8	1.3
	I 	2.0	5.3 	3.2	1.7 	-1.1 	-0.4 	-0.7 	-0.5 	17.3	1.7
					Indexes	2009=100					
2014	II	107.9	118.7	110.0	110.6	100.1	102.4	96.9	100.6	146.1	105.4
	I	107.1 r	116.5 r	108.8	110.1 r	100.4 r	102.8 r	98.8 r	101.4 r	134.6 r	104.9
2013	ANNUAL	107.5	115.5	107.5	108.1	99.5	100.6	98.0	99.7	146.4	104.6
2013	IV	107.4	116.3	108.3	108.3	99.3	100.9	98.2	100.0	145.5	104.8
	III	107.4	115.7	107.8	108.1	99.3	100.7	98.1	99.8	147.0	104.8
	II		115.6	107.1	108.2	100.0	100.3	97.5	99.4	148.0	104.5
	I	107.2	114.3	106.7	107.7	99.5	100.5	98.2	99.7	145.0	104.4
2012	ANNUAL	107.1	112.9	105.4	106.6	99.6	99.5	97.9	99.0	144.3	103.7
2012	IV	107.5	113.9	105.9	108.2	100.3	100.6	97.5	99.6	145.7	104.4
	III			105.5	106.1	99.0	99.7	98.3		144.1	103.9
	II			105.1	106.2	99.5 99.7	98.8	97.8		146.2	
	I	107.1	112.3	104.9	106.1	99.7	99.1	97.8	98.7	141.1	103.1

See footnotes following Table 6.

September 4, 2014

r=revised Source: Bureau of Labor Statistics

**SOURCES:** Output data are from the Bureau of Economic Analysis and the Census Bureau of the U.S. Department of Commerce; the Bureau of Labor Statistics, U.S. Department of Labor; and the Federal Reserve Board. Hours and compensation data are from the Bureau of Labor Statistics and the Bureau of Economic Analysis.

**RELIABILITY**: Productivity and cost measures are regularly revised as more complete information becomes available. The measures are first published within 40 days of the close of the reference period; revisions appear 30 days later, and second revisions after an additional 60 days. In the business sector, the third publication (second revision) of a quarterly index of output per hour of all persons has differed from the initial value by between –1.7 and 1.5 index points approximately 95 percent of the time. This interval is based on the performance of this measure between the fourth quarter of 1995 and the first quarter of 2014.

#### **Table Footnotes**

- (1) Wages and salaries of employees plus employers' contributions for social insurance and private benefit plans. Except for nonfinancial corporations, where there are no self-employed, data also include an estimate of wages, salaries, and supplemental payments for the self-employed.
- (2) The change for recent quarters is based on the Consumer Price Index for all urban consumers (CPI-U). The trend from 1978-2013 is based on the Consumer Price Index research series (CPI-U-RS).
- (3) Unit nonlabor payments include profits, consumption of fixed capital, taxes on production and imports less subsidies, net interest and miscellaneous payments, business current transfer payments, rental income of persons, and the current surplus of government enterprises.
- (4) Current dollar output divided by the output index.
- (5) Quarterly changes: Percent change compounded at annual rate is calculated using index numbers to three decimal places. Indexes published in the news release are rounded to one decimal place for convenience. Annual changes: Percent change is calculated using annual indexes to three decimal places.
- (6) Unit nonlabor costs include consumption of fixed capital, taxes on production and imports less subsidies, net interest and miscellaneous payments, and business current transfer payments.
- (7) Total unit costs are the sum of unit labor and nonlabor costs.
- (8) Unit profits include corporate profits before tax with inventory valuation and capital consumption adjustments.

Appendix table 1. Manufacturing sector: Productivity, hourly compensation, and unit labor costs.

Year   Of all   Output   Of all   per hour   per hour   labor   costs		Output per hour		Hours	Compen- sation	Real compen- sation	Unit
Time   Persons   Time   Persons   Time   Persons   Time   Persons   Time   Persons   Persons		of all		of all	per hour	per hour	labor
2013	Year	persons	Output	persons	(1)	(2)	costs
2012				ndexes 2009=100	)		
2011 107.0 r 109.2 r 102.0 103.0 98.3 96.3 r 2010 106.2 r 106.2 r 100.0 101.3 99.6 95.3 r 2009 100.0 100.0 100.0 100.0 100.0 100.0 2008 100.3 r 115.2 r 114.9 96.7 96.3 96.4 r 2007 100.3 r 120.0 r 119.6 94.2 97.4 93.9 r 2006 97.0 r 118.1 r 121.7 90.6 96.4 93.3 r 2005 96.6 r 116.7 r 120.8 88.4 97.1 91.5 r 2004 92.7 r 113.3 r 122.2 85.2 96.8 91.9 r 2003 90.5 r 111.2 r 122.8 82.2 95.8 90.8 r 2002 85.7 r 110.7 r 129.2 78.0 93.0 91.0 r 2001 79.6 r 110.6 r 138.9 75.5 91.5 94.9 r 2000 77.7 r 115.5 r 148.7 73.3 91.3 94.4 r 1999 73.7 r 111.0 r 150.6 68.2 87.8 92.5 r 1998 70.1 r 106.2 r 151.6 65.2 85.7 93.0 r 1997 66.1 r 100.5 r 152.0 62.1 82.8 94.0 r 1996 62.5 r 93.4 r 149.4 60.1 81.8 96.0 r 1995 60.3 r 90.3 r 149.6 58.3 81.5 96.6 r 1994 57.6 r 85.6 r 148.7 57.2 81.9 99.4 r 1993 55.7 r 80.8 r 145.2 56.3 82.4 101.2 r 1992 54.4 r 78.0 r 143.3 55.6 83.3 102.2 r 1991 52.6 r 75.8 r 144.1 52.8 81.2 100.5 r 1990 51.2 r 77.0 r 150.4 50.1 79.7 97.8 r 1990 51.2 r 77.0 r 150.4 50.1 79.7 97.8 r 1999 50.0 r 77.1 r 154.2 47.7 79.7 95.4 r 1998 50.0 r 77.1 r 154.2 47.7 79.7 95.4 r 1998 50.0 r 77.1 r 154.2 47.7 79.7 95.4 r 1998 50.0 r 77.1 r 154.2 47.7 79.7 95.4 r 1998 50.0 r 77.1 r 154.2 47.7 79.7 95.4 r 1998 50.0 r 77.1 r 154.2 47.7 79.7 95.4 r 1998 49.3 r 75.6 r 153.3 46.2 80.4 93.6 r	2013	110.3 r	115.9 r	105.1	105.5	97.1	95.6 r
2010       106.2 r       106.2 r       100.0       101.3       99.6       95.3 r         2009       100.0       100.0       100.0       100.0       100.0       100.0         2008       100.3 r       115.2 r       114.9       96.7       96.3       96.4 r         2007       100.3 r       120.0 r       119.6       94.2       97.4       93.9 r         2006       97.0 r       118.1 r       121.7       90.6       96.4 r       93.3 r         2005       96.6 r       116.7 r       120.8       88.4 r       97.1 r       91.5 r         2004       92.7 r       113.3 r       122.2 r       85.2 r       96.8 r       91.9 r         2003       90.5 r       111.2 r       122.8 r       82.2 r       95.8 r       90.8 r         2002       85.7 r       110.7 r       129.2 r       78.0 r       93.0 r       91.0 r         2001       79.6 r       110.6 r       138.9 r       75.5 r       91.5 r       94.9 r         2001       77.7 r       115.5 r       148.7 r       73.3 r       91.3 r       94.4 r         1999       73.7 r       111.0 r       150.6 r       68.2 r       87.8 r       92.5 r </td <td>2012</td> <td>108.1 r</td> <td>112.8 r</td> <td>104.4</td> <td>104.8</td> <td>97.9</td> <td></td>	2012	108.1 r	112.8 r	104.4	104.8	97.9	
2009         100.0         100.0         100.0         100.0         100.0         100.0           2008         100.3 r         115.2 r         114.9         96.7         96.3         96.4 r           2007         100.3 r         120.0 r         119.6         94.2         97.4         93.9 r           2006         97.0 r         118.1 r         121.7         90.6         96.4         93.3 r           2005         96.6 r         116.7 r         120.8         88.4         97.1         91.5 r           2004         92.7 r         113.3 r         122.2         85.2         96.8         91.9 r           2003         90.5 r         111.2 r         122.8         82.2         95.8         90.8 r           2002         85.7 r         110.7 r         129.2         78.0         93.0         91.0 r           2001         79.6 r         110.6 r         138.9         75.5         91.5         94.9 r           2001         77.7 r         115.5 r         148.7         73.3         91.3         94.4 r           1999         73.7 r         111.0 r         150.6         68.2         87.8         92.5 r           1998         70.1 r <td></td> <td></td> <td></td> <td>102.0</td> <td>103.0</td> <td></td> <td>96.3 r</td>				102.0	103.0		96.3 r
2008       100.3 r       115.2 r       114.9       96.7       96.3       96.4 r         2007       100.3 r       120.0 r       119.6       94.2       97.4       93.9 r         2006       97.0 r       118.1 r       121.7       90.6       96.4       93.3 r         2005       96.6 r       116.7 r       120.8       88.4       97.1       91.5 r         2004       92.7 r       113.3 r       122.2       85.2       96.8       91.9 r         2003       90.5 r       111.2 r       122.8       82.2       95.8       90.8 r         2002       85.7 r       110.7 r       129.2       78.0       93.0       91.0 r         2001       79.6 r       110.6 r       138.9       75.5       91.5       94.9 r         2000       77.7 r       115.5 r       148.7       73.3       91.3       94.4 r         1999       73.7 r       111.0 r       150.6       68.2       87.8       92.5 r         1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1995	2010	106.2 r	106.2 r	100.0	101.3	99.6	95.3 r
2007       100.3 r       120.0 r       119.6       94.2       97.4       93.9 r         2006       97.0 r       118.1 r       121.7       90.6       96.4       93.3 r         2005       96.6 r       116.7 r       120.8       88.4       97.1       91.5 r         2004       92.7 r       113.3 r       122.2       85.2       96.8       91.9 r         2003       90.5 r       111.2 r       122.8       82.2       95.8       90.8 r         2002       85.7 r       110.7 r       129.2       78.0       93.0       91.0 r         2001       79.6 r       110.6 r       138.9       75.5       91.5       94.9 r         2000       77.7 r       115.5 r       148.7       73.3       91.3       94.4 r         1999       73.7 r       111.0 r       150.6       68.2       87.8       92.5 r         1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994							100.0
2006       97.0 r       118.1 r       121.7       90.6       96.4       93.3 r         2005       96.6 r       116.7 r       120.8       88.4       97.1       91.5 r         2004       92.7 r       113.3 r       122.2       85.2       96.8       91.9 r         2003       90.5 r       111.2 r       122.8       82.2       95.8       90.8 r         2002       85.7 r       110.7 r       129.2       78.0       93.0       91.0 r         2001       79.6 r       110.6 r       138.9       75.5       91.5       94.9 r         2000       77.7 r       115.5 r       148.7       73.3       91.3       94.4 r         1999       73.7 r       111.0 r       150.6       68.2       87.8       92.5 r         1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1996       62.5 r       93.4 r       149.4       60.1       81.8       96.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994							
2005       96.6 r       116.7 r       120.8       88.4       97.1       91.5 r         2004       92.7 r       113.3 r       122.2       85.2       96.8       91.9 r         2003       90.5 r       111.2 r       122.8       82.2       95.8       90.8 r         2002       85.7 r       110.7 r       129.2       78.0       93.0       91.0 r         2001       79.6 r       110.6 r       138.9       75.5       91.5       94.9 r         2000       77.7 r       115.5 r       148.7       73.3       91.3       94.4 r         1999       73.7 r       111.0 r       150.6       68.2       87.8       92.5 r         1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1996       62.5 r       93.4 r       149.4       60.1       81.8       96.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994       57.6 r       85.6 r       148.7       57.2       81.9       99.4 r         1993							
2004       92.7 r       113.3 r       122.2       85.2       96.8       91.9 r         2003       90.5 r       111.2 r       122.8       82.2       95.8       90.8 r         2002       85.7 r       110.7 r       129.2       78.0       93.0       91.0 r         2001       79.6 r       110.6 r       138.9       75.5       91.5       94.9 r         2000       77.7 r       115.5 r       148.7       73.3       91.3       94.4 r         1999       73.7 r       111.0 r       150.6       68.2       87.8       92.5 r         1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1996       62.5 r       93.4 r       149.4       60.1       81.8       96.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994       57.6 r       85.6 r       148.7       57.2       81.9       99.4 r         1993       55.7 r       80.8 r       145.2       56.3       82.4       101.2 r         1991							
2003       90.5 r       111.2 r       122.8       82.2       95.8       90.8 r         2002       85.7 r       110.7 r       129.2       78.0       93.0       91.0 r         2001       79.6 r       110.6 r       138.9       75.5       91.5       94.9 r         2000       77.7 r       115.5 r       148.7       73.3       91.3       94.4 r         1999       73.7 r       111.0 r       150.6       68.2       87.8       92.5 r         1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1996       62.5 r       93.4 r       149.4       60.1       81.8       96.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994       57.6 r       85.6 r       148.7       57.2       81.9       99.4 r         1993       55.7 r       80.8 r       145.2       56.3       82.4       101.2 r         1991       52.6 r       75.8 r       144.1       52.8       81.2       100.5 r         1990	2005	96.6 r	116.7 r	120.8	88.4	97.1	91.5 r
2002       85.7 r       110.7 r       129.2       78.0       93.0       91.0 r         2001       79.6 r       110.6 r       138.9       75.5       91.5       94.9 r         2000       77.7 r       115.5 r       148.7       73.3       91.3       94.4 r         1999       73.7 r       111.0 r       150.6       68.2       87.8       92.5 r         1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1996       62.5 r       93.4 r       149.4       60.1       81.8       96.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994       57.6 r       85.6 r       148.7       57.2       81.9       99.4 r         1993       55.7 r       80.8 r       145.2       56.3       82.4       101.2 r         1992       54.4 r       78.0 r       143.3       55.6       83.3       102.2 r         1990       51.2 r       77.0 r       150.4       50.1       79.7       97.8 r         1989	2004	92.7 r	113.3 r	122.2	85.2	96.8	91.9 r
2001       79.6 r       110.6 r       138.9       75.5       91.5       94.9 r         2000       77.7 r       115.5 r       148.7       73.3       91.3       94.4 r         1999       73.7 r       111.0 r       150.6       68.2       87.8       92.5 r         1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1996       62.5 r       93.4 r       149.4       60.1       81.8       96.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994       57.6 r       85.6 r       148.7       57.2       81.9       99.4 r         1993       55.7 r       80.8 r       145.2       56.3       82.4       101.2 r         1992       54.4 r       78.0 r       143.3       55.6       83.3       102.2 r         1990       51.2 r       77.0 r       150.4       50.1       79.7       97.8 r         1989       50.0 r       77.1 r       154.2       47.7       79.7       95.4 r         1988	2003	90.5 r	111.2 r	122.8	82.2	95.8	90.8 r
2000       77.7 r       115.5 r       148.7       73.3       91.3       94.4 r         1999       73.7 r       111.0 r       150.6       68.2       87.8       92.5 r         1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1996       62.5 r       93.4 r       149.4       60.1       81.8       96.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994       57.6 r       85.6 r       148.7       57.2       81.9       99.4 r         1993       55.7 r       80.8 r       145.2       56.3       82.4       101.2 r         1992       54.4 r       78.0 r       143.3       55.6       83.3       102.2 r         1991       52.6 r       75.8 r       144.1       52.8       81.2       100.5 r         1990       51.2 r       77.0 r       150.4       50.1       79.7       97.8 r         1989       50.0 r       77.1 r       154.2       47.7       79.7       95.4 r         1988	2002	85.7 r	110.7 r	129.2	78.0	93.0	91.0 r
1999       73.7 r       111.0 r       150.6       68.2       87.8       92.5 r         1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1996       62.5 r       93.4 r       149.4       60.1       81.8       96.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994       57.6 r       85.6 r       148.7       57.2       81.9       99.4 r         1993       55.7 r       80.8 r       145.2       56.3       82.4       101.2 r         1992       54.4 r       78.0 r       143.3       55.6       83.3       102.2 r         1991       52.6 r       75.8 r       144.1       52.8       81.2       100.5 r         1990       51.2 r       77.0 r       150.4       50.1       79.7       97.8 r         1989       50.0 r       77.1 r       154.2       47.7       79.7       95.4 r         1988       49.3 r       75.6 r       153.3       46.2       80.4       93.6 r	2001	79.6 r	110.6 r	138.9	75.5	91.5	94.9 r
1998       70.1 r       106.2 r       151.6       65.2       85.7       93.0 r         1997       66.1 r       100.5 r       152.0       62.1       82.8       94.0 r         1996       62.5 r       93.4 r       149.4       60.1       81.8       96.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994       57.6 r       85.6 r       148.7       57.2       81.9       99.4 r         1993       55.7 r       80.8 r       145.2       56.3       82.4       101.2 r         1992       54.4 r       78.0 r       143.3       55.6       83.3       102.2 r         1991       52.6 r       75.8 r       144.1       52.8       81.2       100.5 r         1990       51.2 r       77.0 r       150.4       50.1       79.7       97.8 r         1989       50.0 r       77.1 r       154.2       47.7       79.7       95.4 r         1988       49.3 r       75.6 r       153.3       46.2       80.4       93.6 r	2000	77.7 r	115.5 r	148.7	73.3	91.3	94.4 r
1997     66.1 r     100.5 r     152.0     62.1     82.8     94.0 r       1996     62.5 r     93.4 r     149.4     60.1     81.8     96.0 r       1995     60.3 r     90.3 r     149.6     58.3     81.5     96.6 r       1994     57.6 r     85.6 r     148.7     57.2     81.9     99.4 r       1993     55.7 r     80.8 r     145.2     56.3     82.4     101.2 r       1992     54.4 r     78.0 r     143.3     55.6     83.3     102.2 r       1991     52.6 r     75.8 r     144.1     52.8     81.2     100.5 r       1990     51.2 r     77.0 r     150.4     50.1     79.7     97.8 r       1989     50.0 r     77.1 r     154.2     47.7     79.7     95.4 r       1988     49.3 r     75.6 r     153.3     46.2     80.4     93.6 r	1999	73.7 r	111.0 r	150.6	68.2		92.5 r
1996       62.5 r       93.4 r       149.4       60.1       81.8       96.0 r         1995       60.3 r       90.3 r       149.6       58.3       81.5       96.6 r         1994       57.6 r       85.6 r       148.7       57.2       81.9       99.4 r         1993       55.7 r       80.8 r       145.2       56.3       82.4       101.2 r         1992       54.4 r       78.0 r       143.3       55.6       83.3       102.2 r         1991       52.6 r       75.8 r       144.1       52.8       81.2       100.5 r         1990       51.2 r       77.0 r       150.4       50.1       79.7       97.8 r         1989       50.0 r       77.1 r       154.2       47.7       79.7       95.4 r         1988       49.3 r       75.6 r       153.3       46.2       80.4       93.6 r				151.6			93.0 r
1995     60.3 r     90.3 r     149.6     58.3     81.5     96.6 r       1994     57.6 r     85.6 r     148.7     57.2     81.9     99.4 r       1993     55.7 r     80.8 r     145.2     56.3     82.4     101.2 r       1992     54.4 r     78.0 r     143.3     55.6     83.3     102.2 r       1991     52.6 r     75.8 r     144.1     52.8     81.2     100.5 r       1990     51.2 r     77.0 r     150.4     50.1     79.7     97.8 r       1989     50.0 r     77.1 r     154.2     47.7     79.7     95.4 r       1988     49.3 r     75.6 r     153.3     46.2     80.4     93.6 r				152.0	62.1		
1994     57.6 r     85.6 r     148.7     57.2     81.9     99.4 r       1993     55.7 r     80.8 r     145.2     56.3     82.4     101.2 r       1992     54.4 r     78.0 r     143.3     55.6     83.3     102.2 r       1991     52.6 r     75.8 r     144.1     52.8     81.2     100.5 r       1990     51.2 r     77.0 r     150.4     50.1     79.7     97.8 r       1989     50.0 r     77.1 r     154.2     47.7     79.7     95.4 r       1988     49.3 r     75.6 r     153.3     46.2     80.4     93.6 r							96.0 r
1993     55.7 r     80.8 r     145.2     56.3     82.4     101.2 r       1992     54.4 r     78.0 r     143.3     55.6     83.3     102.2 r       1991     52.6 r     75.8 r     144.1     52.8     81.2     100.5 r       1990     51.2 r     77.0 r     150.4     50.1     79.7     97.8 r       1989     50.0 r     77.1 r     154.2     47.7     79.7     95.4 r       1988     49.3 r     75.6 r     153.3     46.2     80.4     93.6 r	1995	60.3 r	90.3 r	149.6	58.3	81.5	96.6 r
1992     54.4 r     78.0 r     143.3     55.6     83.3     102.2 r       1991     52.6 r     75.8 r     144.1     52.8     81.2     100.5 r       1990     51.2 r     77.0 r     150.4     50.1     79.7     97.8 r       1989     50.0 r     77.1 r     154.2     47.7     79.7     95.4 r       1988     49.3 r     75.6 r     153.3     46.2     80.4     93.6 r	1994	57.6 r	85.6 r	148.7	57.2	81.9	99.4 r
1991     52.6 r     75.8 r     144.1     52.8     81.2     100.5 r       1990     51.2 r     77.0 r     150.4     50.1     79.7     97.8 r       1989     50.0 r     77.1 r     154.2     47.7     79.7     95.4 r       1988     49.3 r     75.6 r     153.3     46.2     80.4     93.6 r	1993	55.7 r	80.8 r	145.2	56.3	82.4	101.2 r
1990     51.2 r     77.0 r     150.4     50.1     79.7     97.8 r       1989     50.0 r     77.1 r     154.2     47.7     79.7     95.4 r       1988     49.3 r     75.6 r     153.3     46.2     80.4     93.6 r	1992	54.4 r	78.0 r	143.3	55.6	83.3	102.2 r
1989 50.0 r 77.1 r 154.2 47.7 79.7 95.4 r 1988 49.3 r 75.6 r 153.3 46.2 80.4 93.6 r	1991	52.6 r	75.8 r	144.1	52.8	81.2	100.5 r
1988 49.3 r 75.6 r 153.3 46.2 80.4 93.6 r	1990	51.2 r	77.0 r	150.4	50.1	79.7	97.8 r
	1989	50.0 r		154.2		79.7	95.4 r
1987 48.2 r 71.7 r 148.8 44.4 80.3 92.1 r							
	1987	48.2 r	71.7 r	148.8	44.4	80.3	92.1 r

Appendix table 2.

Durable manufacturing sector: Productivity, hourly compensation, and unit labor costs.

	Output			Compen-	Real compen-					
	per hour		Hours	sation	sation	Unit				
	of all		of all	per hour	per hour	labor				
Year	persons	Output	persons	(1)	(2)	costs				
Indexes 2009=100										
2013	119.6 r	128.8 r	107.7	104.7	96.4	87.5 r				
2012	116.0 r	123.7 r	106.6	104.6	97.7	90.2 r				
2011	112.6 r	116.7 r	103.6	103.2	98.4	91.6 r				
2010	110.1 r	109.9 r	99.8	101.3	99.7	92.1 r				
2009	100.0	100.0	100.0	100.0	100.0	100.0				
2008	106.4 r	125.7 r	118.2	96.2	95.8	90.4 r				
2007	107.3 r	132.4 r	123.4	94.0	97.3	87.6 r				
2006	103.9 r	130.8 r	125.9	90.3	96.1	86.9 r				
2005	103.4 r	128.7 r	124.5	87.6	96.2	84.7 r				
2004	99.9 r	124.7 r	124.8	84.8	96.3	84.9 r				
2003	99.2 r	123.1 r	124.1	81.7	95.3	82.4 r				
2002	94.5 r	123.8 r	131.0	77.8	92.7	82.3 r				
2001	87.7 r	125.2 r	142.7	75.3	91.2	85.8 r				
2000	86.3 r	132.7 r	153.8	73.6	91.7	85.4 r				
1999	80.9 r	125.2 r	154.7	68.3	88.0	84.4 r				
1998	75.2 r	116.8 r	155.4	65.1	85.6	86.6 r				
1997	69.4 r	107.3 r	154.6	62.2	82.9	89.6 r				
1996	65.1 r	97.8 r	150.3	60.4	82.3	92.9 r				
1995	61.6 r	91.6 r	148.9	59.0	82.4	95.8 r				
1994	57.7 r	84.7 r	146.6	58.1	83.1	100.6 r				
1993	55.1 r	78.2 r	142.0	57.4	83.9	104.2 r				
1992	52.9 r	74.1 r	140.0	56.8	85.0	107.2 r				
1991	50.2 r	71.3 r	142.1	53.7	82.5	107.0 r				
1990	49.1 r	73.9 r	150.4	50.8	80.8	103.4 r				
1989	48.0 r	74.6 r	155.3	48.6	81.1	101.1 r				
1988	47.6 r	73.8 r	154.9	47.0	82.0	98.7 r				
1987	46.6 r	69.5 r	149.1	45.6	82.3	97.8 r				

See footnotes following Table 6.

September 4, 2014

r=revised Source: Bureau of Labor Statistics

Appendix table 3.

Nondurable manufacturing sector: Productivity, hourly compensation, and unit labor costs.

	Output			Compen-	Real compen-					
	per hour of all		Hours of all	sation	sation	Unit				
Year		Output		per hour (1)	per hour (2)	labor costs				
rear	persons	Output	persons	( 1 )	(2)	COSES				
Indexes 2009=100										
2013	105.3 r	106.2 r	100.9	106.5	98.0	101.1 r				
2012	104.0 r	104.9 r	100.8	104.8	97.9	100.7 r				
2011	104.0 r	103.6 r	99.6	102.4	97.6	98.4 r				
2010	103.0 r	103.3 r	100.2	101.2	99.5	98.2 r				
2009	100.0	100.0	100.0	100.0	100.0	100.0				
2008	97.8 r	107.2 r	109.6	97.1	96.7	99.2 r				
2007	97.3 r	110.5 r	113.6	93.8	97.0	96.4 r				
2006	95.9 r	110.1 r	114.9	90.4	96.2	94.3 r				
2005	96.9 r	111.1 r	114.8	89.4	98.2	92.3 r				
2004	93.1 r	109.8 r	118.0	85.6	97.2	91.9 r				
2003	90.2 r	109.1 r	120.9	82.8	96.6	91.8 r				
2002	86.7 r	109.3 r	126.2	78.2	93.2	90.2 r				
2001	81.2 r	108.0 r	132.9	75.6	91.5	93.0 r				
2000	79.2 r	111.2 r	140.5	72.1	89.8	91.1 r				
1999	76.4 r	110.0 r	144.1	67.4	86.8	88.3 r				
1998	75.1 r	109.4 r	145.6	65.0	85.4	86.5 r				
1997	72.1 r	106.7 r	147.9	61.8	82.3	85.7 r				
1996	69.7 r	103.0 r	147.9	59.3	80.7	85.1 r				
1995	68.5 r	103.3 r	150.8	57.2	80.0	83.6 r				
1994	66.6 r	101.1 r	151.9	55.9	80.0	84.0 r				
1993	65.1 r	98.0 r	150.5	54.8	80.1	84.2 r				
1992	64.7 r	96.2 r	148.7	53.9	80.7	83.3 r				
1991	63.9 r	94.1 r	147.4	51.5	79.1	80.6 r				
1990	62.5 r	94.1 r	150.4	48.8	77.7	78.1 r				
1989	61.3 r	93.5 r	152.5	46.1	77.0	75.2 r				
1988	60.4 r	91.1 r	150.7	44.4	77.4	73.5 r				
1987	59.0 r	87.4 r	148.3	42.3	76.5	71.8 r				

September 4, 2014

Source: Bureau of Labor Statistics