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PRODUCTIVITY AND COSTS
Preliminary Fourth-Quarter Measures
and Annual Averages, 1998

The Bureau of Labor Statistics of the U.S. Department of Labor today reported preliminary productivity data--as measured by output per hour of all persons--for the fourth quarter and for the full year 1998. In the fourth quarter, productivity advanced 3.9 percent in the business sector as output grew 6.6 percent and hours worked rose less--2.6 percent (seasonally adjusted annual rates). In the nonfarm business sector, productivity rose 3.7 percent as output increased 6.8 percent and hours grew 3.0 percent.

	Fourth quarter	Annual averages 1997-1998
Business sector	3.9	2.3
Nonfarm business sector	3.7	2.2

For the year 1998, the increases in productivity were higher than those posted in 1997 (as revised) in both the business and nonfarm business sectors. Fourth-quarter productivity and related measures are summarized in table A and annual data in table B. Detailed information is presented in tables 1 through 5.

In the manufacturing sector, increases in productivity were:

	Fourth quarter	Annual averages 1997-1998
Manufacturing sector	5.6	4.3
Durable goods manufacturing	8.4	6.8
Nondurable goods manufacturing	2.2	1.2

Manufacturing productivity grew at a 5.6 percent annual rate in the fourth quarter, reflecting an 8.4-percent increase in durable goods manufacturing and a 2.2-percent increase in nondurable goods. On an annual basis, manufacturing productivity increased 4.3 percent in 1998--the third consecutive increase of more than four percent. (Output and hours in manufacturing, which includes about 17 percent of U.S. business-sector employment, tend to vary more from quarter to quarter than data for the more aggregate business and nonfarm business sectors.)

Table A. Productivity and costs: Preliminary fourth-quarter 1998
measures
(Seasonally adjusted annual rates)

Sector	Productivity	Output	Hours	Hourly compensation	Real hourly compensation	Unit labor costs
Percent change from preceding quarter						
Business	3.9	6.6	2.6	3.9	2.0	0.1
Nonfarm business	3.7	6.8	3.0	3.5	1.5	-0.2
Manufacturing	5.6	5.1	-0.5	3.2	1.3	-2.2
Durable	8.4	8.4	0.0	3.2	1.3	-4.8
Nondurable	2.2	0.9	-1.2	3.1	1.2	0.9
Percent change from same quarter a year ago						
Business	2.7	4.8	2.1	4.2	2.6	1.5
Nonfarm business	2.5	4.8	2.3	4.0	2.5	1.5
Manufacturing	3.9	2.6	-1.3	3.2	1.7	-0.7
Durable	6.3	5.3	-1.0	2.2	0.7	-3.8
Nondurable	1.1	-0.7	-1.8	4.9	3.3	3.7

The data sources and methods used in the preparation of the manufacturing series differ from those used in preparing the business and nonfarm business series, and these measures are not directly comparable. Output measures for business and nonfarm business are based on measures of gross domestic product prepared by the Bureau of Economic Analysis of the U.S. Department of Commerce. Quarterly output measures for manufacturing reflect indexes of industrial production independently prepared by the Board of Governors of the Federal Reserve System. See Technical Notes for further information on data sources.

THIRD-TO-FOURTH QUARTER CHANGES, 1998

Business

Productivity in the business sector grew 3.9 percent in the fourth quarter of 1998, reflecting an increase of 6.6 percent in output combined with a 2.6 percent rise in the hours of all persons engaged in the sector. In the third quarter of 1998, productivity rose 2.6 percent (as revised) as output grew 4.0 percent and hours 1.4 percent (seasonally adjusted annual rates).

Hourly compensation increased at a 3.9 percent annual rate in the fourth quarter of 1998, similar to the 3.7 percent growth during the third quarter. This measure includes wages and salaries, supplements, employer contributions to employee-benefit plans, and taxes. Unit labor costs, which reflect changes in both hourly compensation and productivity, increased at just a 0.1 percent annual rate during the fourth quarter. During the third quarter of 1998, unit labor costs rose 1.0 percent.

Real hourly compensation, which takes into account changes in the Consumer Price Index for All Urban Consumers (CPI-U), rose at a 2.0 percent annual rate for persons in the business sector. This measure rose 1.8 percent during the third quarter.

The implicit price deflator for business output, which reflects changes in both unit labor costs and unit nonlabor payments, increased at an annual rate of 0.3 percent in the fourth quarter of 1998. This measure increased 0.5 percent in the third quarter.

Nonfarm business

In the nonfarm business sector, productivity increased 3.7 percent in the fourth quarter as output rose 6.8 percent and hours of all persons--employees, proprietors, and unpaid family workers--rose 3.0 percent (seasonally adjusted annual rates). As in the larger business sector, productivity grew faster in the fourth quarter than it had in the previous quarter. During the third quarter of 1998, nonfarm productivity rose 2.5 percent as output and hours increased 4.0 and 1.4 percent, respectively (table 2).

Hourly compensation in the nonfarm business sector rose 3.5 percent in the fourth quarter, and real hourly compensation increased 1.5 percent when the increase in the CPI-U was taken into account. During the third quarter, hourly compensation had increased by 3.9 percent, and real hourly compensation had risen 2.1 percent.

Unit labor costs fell 0.2 percent in the fourth quarter, after rising 1.4 percent in the previous quarter. The implicit price deflator for nonfarm business output rose 0.3 percent in the fourth quarter of 1998, reflecting both the drop in unit labor costs and an increase in unit nonlabor payments.

Manufacturing

Manufacturing productivity grew at a 5.6 percent seasonally adjusted annual rate in the fourth quarter of 1998 as output rose 5.1 percent and hours fell 0.5 percent (table 3). A large productivity increase occurred in durable goods manufacturing, where productivity and output both rose 8.4 percent and hours were unchanged (table 4). Among nondurable goods manufacturers, productivity rose 2.2 percent in the fourth quarter as output increased 0.9 percent while hours dropped 1.2 percent (table 5). In the third quarter, total manufacturing productivity had risen 4.7 percent (as revised), reflecting a 0.4-percent rise in output and a 4.1 percent fall in hours of all persons working in the sector.

The average hourly compensation of manufacturing workers increased 3.2 percent in both the third and fourth quarters. When the increase in consumer prices was taken into account, real hourly compensation in both quarters rose 1.3 percent.

Since the fourth-quarter increase in manufacturing productivity outpaced the increase in hourly compensation, unit labor costs for the manufacturing sector fell 2.2 percent. Unit labor costs in manufacturing also had fallen in the previous quarter, 1.5 percent. Unit labor costs in the fourth quarter of 1998 fell 4.8 percent in durable goods manufacturing but rose 0.9 percent in nondurable goods manufacturing. Unit labor costs in durable goods manufacturing have risen in only 2 of the last 21 quarters (the fourth quarter of 1997, by 2.2 percent, and the first quarter of 1998, by 0.6 percent).

ANNUAL AVERAGE CHANGES, 1997-1998

Business

Business sector productivity increased 2.3 percent when the annual average for 1998 is compared with the annual average for 1997 (table B). Output rose 4.6 percent in 1998, and hours of all persons engaged in the sector grew 2.2 percent. The 1998 productivity increase was larger than the 1.5-percent rise posted in 1997 (as revised). Output increased 4.6 percent in both years, but business sector hours increased less in 1998 than in 1997, when hours rose 3.1 percent.

Table B. Annual changes in productivity and related measures,
1989-1998

Measure	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Business:										
Productivity	0.8	0.7	0.6	3.4	0.1	0.6	0.3	2.7	1.5	2.3
Output	3.4	0.8	-1.7	3.2	2.7	4.1	2.7	4.2	4.6	4.6
Hours	2.5	0.2	-2.3	-0.2	2.6	3.5	2.4	1.5	3.1	2.2
Hourly compensation	2.8	5.7	4.8	5.2	2.5	1.8	2.3	3.6	3.6	4.3
Real hourly compensation	-1.9	0.3	0.5	2.1	-0.5	-0.7	-0.5	0.7	1.2	2.7
Unit labor costs	1.9	5.0	4.1	1.7	2.4	1.2	2.0	0.9	2.1	2.0
Nonfarm Business:										
Productivity	0.6	0.5	0.7	3.1	0.1	0.5	0.6	2.4	1.2	2.2
Output	3.2	0.7	-1.8	3.0	3.0	3.9	3.0	4.1	4.5	4.6
Hours	2.6	0.3	-2.4	-0.1	2.9	3.3	2.4	1.6	3.2	2.4
Hourly compensation	2.7	5.5	4.9	5.1	2.2	1.9	2.4	3.5	3.5	4.2
Real hourly compensation	-2.0	0.1	0.7	2.1	-0.7	-0.6	-0.5	0.6	1.2	2.6
Unit labor costs	2.1	5.0	4.2	1.9	2.2	1.4	1.8	1.1	2.3	2.0
Manufacturing:										
Productivity	0.2	2.5	2.3	5.1	2.2	3.0	3.9	4.1	4.9	4.3
Output	0.7	0.4	-2.0	4.7	3.6	5.3	4.3	3.7	6.5	4.2
Hours	0.5	-2.1	-4.2	-0.4	1.4	2.2	0.4	-0.4	1.6	-0.1
Hourly compensation	3.2	4.7	5.3	4.3	2.9	2.8	2.4	2.2	4.2	4.5
Real hourly compensation	-1.6	-0.6	1.1	1.3	-0.1	0.2	-0.4	-0.8	1.8	2.9
Unit labor costs	3.0	2.2	2.9	-0.7	0.7	-0.3	-1.4	-1.8	-0.7	0.2

Hourly compensation in the business sector rose 4.3 percent in 1998, and real hourly compensation grew 2.7 percent. The increase in real hourly compensation was the largest since 1986, when it grew 3.3 percent. Unit labor costs rose 2.0 percent in 1998, about the same as the 2.1 percent increase in the previous year. The implicit price deflator rose 0.6 percent in 1998.

Nonfarm business

Productivity increased 2.2 percent in the nonfarm business sector during 1998 as output rose 4.6 percent and hours of all persons increased 2.4 percent. The increase in labor productivity in 1997, 1.2 percent, occurred as output and hours rose 4.5 and 3.2 percent, respectively.

In 1998, hourly compensation rose 4.2 percent, compared with a 3.5 percent increase in 1997. Real hourly compensation increased 2.6 percent in 1998. Unit labor costs in the nonfarm business sector grew 2.0 percent in 1998, slightly less than the 2.3-percent increase in 1997. The implicit price deflator for nonfarm business rose 0.7 percent.

Manufacturing

Manufacturing productivity grew 4.3 percent in 1998 as output rose 4.2 percent and hours of all persons fell slightly, 0.1 percent (table B). In durable goods manufacturing, productivity increased 6.8 percent in 1998, reflecting an output increase of 7.0 percent and an increase in hours of all persons of 0.2 percent. The 6.8-percent increase in labor productivity in durable goods was the largest recorded since 1971, when productivity rose 8.6 percent. A smaller increase in labor productivity in nondurable goods manufacturing in 1998, 1.2 percent, was the result of a 0.7 percent rise in output coupled with a drop, 0.5 percent, in hours of all persons.

Hourly compensation of manufacturing workers increased 4.5 percent in 1998, the largest increase since the 5.3-percent rise in 1991. Taking into account the rise in the CPI-U, real hourly compensation in manufacturing rose 2.9 percent in 1998. This increase was the largest since 1982, when real hourly compensation rose 3.3 percent. Average hourly compensation in nondurable goods manufacturing rose 5.1 percent in 1998, more than the 4.1 percent rise in durable goods manufacturing.

Unit labor costs in manufacturing rose 0.2 percent in 1998. This was the first annual increase in unit labor costs since 1993, when they rose 0.7 percent. Unit labor costs in durable goods manufacturing fell 2.5 percent in 1998. This marks the seventh consecutive drop in unit labor costs in this sector. In contrast, unit labor costs in nondurable goods have increased every year since 1992, when they fell 0.2 percent. In 1998, these costs rose 3.8 percent.

Revised Measures

Current and previous measures for the third quarter of 1998 for the business, nonfarm business, and manufacturing sectors are compared in table C. Productivity growth is lower, and unit labor costs correspondingly higher, than the figures published on Dec. 3, based on the information then available. For all three sectors, output trends were revised downward and hours trends were revised upward.

Table C. Previous and revised productivity and related measures
Quarterly percent change at seasonally adjusted annual rate

Sector	Productivity	Output	Hours	Hourly compensation	Real hourly compensation	Unit labor costs

Third quarter 1998						
Business:						
Previous	3.1	4.3	1.1	3.8	2.0	0.7
Current	2.6	4.0	1.4	3.7	1.8	1.0
Nonfarm business:						
Previous	3.0	4.2	1.2	4.1	2.2	1.1
Current	2.5	4.0	1.4	3.9	2.1	1.4
Manufacturing:						
Previous	5.2	0.7	-4.3	3.3	1.4	-1.8
Current	4.7	0.4	-4.1	3.2	1.3	-1.5

Productivity and cost measures were revised to reflect the results of the 1997 Hours at Work Survey, which are now available. This survey is used to adjust the number of hours for which private nonfarm employees are paid (as reported in the BLS Current Establishment Survey) to hours at the workplace. For 1997, these new results show that hours of all persons increased more than had originally been reported. In the nonfarm business sector, hours of all persons grew 3.2 percent in 1997 rather than 3.0 percent, as previously reported. All of the increase in the ratio of hours at work to hours paid occurred outside of the manufacturing sector, where hours of all persons rose 1.6 percent in the calendar year. This is down slightly from the 1.7-percent rise previously reported.

In manufacturing, rates of growth in productivity for 1994-96 were revised downward due to revisions in the output measures. Unit labor costs have been revised upward by comparable amounts. (See appendix tables 1-3.) Measures of productivity, output, and unit labor costs for manufacturing were revised back to 1988 to incorporate data from the 1992 input-output table released by the Bureau of Economic Analysis, U.S. Department of Commerce. There also are small revisions to the manufacturing data for years prior to 1988. Data for all years now reflect more detailed benchmark input-output tables developed by the Office of Employment Projections of the BLS.

Revised measures: Nonfinancial Corporations

Revised productivity and cost measures for the third quarter for nonfinancial corporations also were announced today. Productivity growth was revised down as employee hours grew faster and output grew more slowly than originally reported on Dec. 3 (table D).

Table D. Nonfinancial corporations: Previous and revised productivity and cost measures
Quarterly percent changes at seasonally adjusted annual rates

	Produc- tivity	Output	Hours	Hourly compen- sation	Real hourly compen- sation	Unit labor costs	Unit profits	Implicit price deflator
			----- Third quarter 1998 -----					
Previous	4.6	6.2	1.5	4.2	2.3	-0.4	3.1	-0.1
Current	4.4	6.1	1.7	4.0	2.2	-0.3	3.6	0.1

Next release date

The next release of Productivity and Costs is scheduled for 10:00 A.M. EST, Tuesday, March 9, 1999. Revised fourth-quarter measures and annual measures for business, nonfarm business, and manufacturing will be released at that time.

TECHNICAL NOTES

Labor Hours: Hours data for the labor productivity and costs 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. Average weekly paid hours of nonproduction and supervisory workers are estimated by the Office of Productivity and Technology. Weekly paid hours are adjusted to hours at work using the BLS Hours at Work survey, conducted for this purpose.

Data from the BLS Current Population Survey (CPS) are used for farm labor; in the nonfarm sector, the National Income and Product Accounts (NIPA) prepared by the Bureau of Economic Analysis (BEA) of the Department of Commerce and the CPS are used to measure labor input for government enterprises, proprietors, and unpaid family workers.

Output: Business sector output is an annual-weighted index constructed after excluding from gross domestic product (GDP) the following outputs: General government, nonprofit institutions, paid employees of private households, and the rental value of owner-occupied dwellings. Corresponding exclusions also are made in labor inputs. Business output accounted for about 76 percent of the value of GDP in 1992. Nonfarm business, which also excludes farming, accounted for about 75 percent of GDP in 1992.

Annual manufacturing indexes are constructed by deflating current-dollar industry value of production data from the U.S. Bureau of the Census with deflators from the BEA. 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 2-digit SIC industries: Primary metal industries; fabricated metal products; non-electrical machinery; industrial and commercial machinery and computer equipment; electronic and other electrical equipment; transportation equipment; instruments; lumber and lumber products; furniture and fixtures; stone, clay, and glass and concrete products; and miscellaneous manufactures. Nondurables include: Food and kindred products, tobacco products, textile mill products, apparel products, paper and allied products, printing and publishing, chemicals and chemical products, petroleum refining and related industries, rubber and plastic products, and leather and leather products.

Nonfinancial corporate output is an annual-weighted index constructed by excluding from GDP the following outputs: General government; nonprofit institutions; employees of private households; the rental value of owner-occupied dwellings; unincorporated business; and those corporations which are depository institutions, nondepository institutions, security and commodity brokers, insurance carriers, regulated investment offices, small business investment offices, and real estate investment trusts. Nonfinancial corporations accounted for about 52 percent of the value of GDP in 1992.

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.

Information in this release will be made available to sensory-impaired individuals upon request. Voice phone: 202-606-STAT; TDD phone: 202-606-5897; TDD message referral phone number: 1-800-326-2577.

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

Year and quarter	Output per hour of all persons	Output	Hours of all persons	Compensation per hour (1)	Real compensation per hour (2)	Unit labor costs	Unit non-labor payments (3)	Implicit price deflator (4)
Indexes 1992=100								
1996	I	r103.0	112.5	r109.2	r108.9	r98.5	105.7	111.9
	II	103.8	114.2	110.0	r110.4	98.9	106.3	112.1
	III	103.8	114.9	110.7	111.4	99.3	107.3	111.5
	IV	104.2	116.4	r111.7	112.3	r99.2	107.8	111.8
	ANNUAL	103.7	114.5	110.4	110.7	99.0	106.8	111.8
1997	I	r104.4	117.8	r112.9	r113.2	r99.5	108.5	112.4
	II	r104.8	119.1	r113.6	r113.9	r99.8	108.7	r113.2
	III	r105.8	120.6	r114.0	r115.0	r100.3	108.8	113.8
	IV	r106.0	121.7	r114.8	r116.5	r101.0	r109.9	112.4
	ANNUAL	r105.2	119.8	r113.8	r114.7	r100.3	109.0	112.9
1998	I	r107.1	123.7	r115.6	r117.9	r102.2	110.2	112.2
	II	r107.1	124.3	r116.1	r119.1	r102.7	r111.2	110.5
	III	r107.8	r125.5	r116.4	r120.2	r103.2	111.5	110.4
	IV	108.8	127.5	117.2	121.4	103.7	111.5	110.6
	ANNUAL	107.7	125.3	116.3	119.7	103.0	111.1	110.9
Percent change from previous quarter at annual rate(5)								
1996	I	r4.5	4.5	r0.0	r2.6	r-0.6	r-1.8	8.5
	II	r3.4	6.4	2.9	5.6	1.8	2.1	0.9
	III	r0.0	2.5	r2.5	r3.8	r1.4	3.8	-2.2
	IV	r1.3	5.1	r3.7	r3.1	r-0.2	1.8	1.0
	ANNUAL	2.7	4.2	1.5	3.6	0.7	0.9	2.8
1997	I	r0.7	4.9	r4.2	r3.5	r1.3	2.8	r2.1
	II	r1.8	4.7	r2.8	r2.4	r1.1	0.6	2.8
	III	r3.6	4.9	r1.3	r4.0	r2.0	0.4	r2.3
	IV	r0.8	3.6	2.7	r5.2	3.1	4.4	-4.8
	ANNUAL	r1.5	4.6	r3.1	r3.6	r1.2	2.1	1.0
1998	I	4.1	7.1	r2.8	r5.0	4.4	0.8	-0.7
	II	0.1	1.7	r1.6	4.1	r2.1	4.0	-6.0
	III	r2.6	r4.0	r1.4	r3.7	r1.8	r1.0	-0.4
	IV	3.9	6.6	2.6	3.9	2.0	0.1	0.8
	ANNUAL	2.3	4.6	2.2	4.3	2.7	2.0	-1.8
Percent change from corresponding quarter of previous year								
1996	I	2.5	3.2	0.7	r3.1	r0.3	0.6	3.3
	II	3.1	4.7	1.6	3.7	0.8	0.6	3.4
	III	2.8	4.2	1.4	4.0	1.0	1.1	2.4
	IV	r2.3	4.6	r2.3	r3.8	r0.6	r1.4	2.0
	ANNUAL	2.7	4.2	1.5	3.6	0.7	0.9	2.8
1997	I	r1.4	4.7	r3.3	r4.0	r1.1	2.6	r0.5
	II	r1.0	4.3	r3.3	r3.2	r0.9	r2.2	0.9
	III	r1.8	4.9	r3.0	r3.3	r1.0	1.4	2.0
	IV	r1.7	4.5	r2.8	r3.8	r1.9	2.0	r0.6
	ANNUAL	r1.5	4.6	r3.1	r3.6	r1.2	2.1	1.0
1998	I	2.6	5.1	r2.4	r4.1	r2.6	1.5	-0.2
	II	2.1	4.3	2.1	4.6	2.9	2.4	-2.4
	III	r1.9	4.1	2.1	4.5	2.9	2.5	-3.0
	IV	2.7	4.8	2.1	4.2	2.6	1.5	-1.6
	ANNUAL	2.3	4.6	2.2	4.3	2.7	2.0	-1.8

See footnotes following Table 6.
r=revised

February 9, 1999
Source: Bureau of Labor Statistics

Table 2. Nonfarm business sector:
and prices, seasonally adjusted

Productivity, hourly compensation, unit labor costs,

Year and quarter		Output per hour of all persons	Output	Hours of all persons	Compensation per hour (1)	Real compensation per hour (2)	Unit labor costs	Unit non-labor payments (3)	Implicit price deflator (4)
Indexes 1992=100									
1996	I	r103.1	112.8	109.4	r108.7	98.3	105.4	112.3	107.9
	II	103.8	114.5	110.3	r110.1	r98.7	106.0	112.3	108.2
	III	103.8	115.2	111.0	111.0	98.9	107.0	111.6	108.6
	IV	r104.0	116.6	r112.1	r111.9	98.9	107.5	112.2	109.2
	ANNUAL	103.7	114.8	110.7	110.4	98.7	106.5	112.1	108.5
1997	I	r104.1	117.9	r113.3	r112.9	r99.2	108.5	r112.9	110.0
	II	r104.5	119.2	r114.1	r113.6	r99.5	108.7	r113.7	110.4
	III	r105.4	120.6	r114.5	r114.6	r99.9	108.8	r114.6	110.8
	IV	r105.6	121.8	r115.3	r116.0	r100.6	r109.8	113.3	111.1
	ANNUAL	r104.9	119.9	r114.3	r114.3	r99.9	r108.9	113.6	110.6
1998	I	r106.6	123.9	r116.3	r117.4	r101.7	r110.1	113.2	111.2
	II	r106.6	124.4	r116.7	r118.5	r102.2	r111.1	r111.6	111.3
	III	r107.3	r125.6	r117.1	r119.7	r102.7	111.5	111.4	r111.5
	IV	108.3	127.7	117.9	120.7	103.1	111.5	111.7	111.6
	ANNUAL	107.2	125.4	117.0	119.1	102.5	111.1	112.0	111.4
Percent change from previous quarter at annual rate(5)									
1996	I	r4.2	4.2	0.0	r2.7	-0.5	-1.5	7.4	1.7
	II	3.0	6.4	3.3	5.2	1.4	2.2	-0.1	1.3
	III	r-0.1	2.5	r2.6	r3.6	r1.2	3.7	-2.3	1.4
	IV	r1.0	5.0	r4.0	r3.1	r-0.3	2.1	2.3	2.2
	ANNUAL	2.4	4.1	1.6	3.5	0.6	1.1	2.0	1.4
1997	I	r0.1	4.5	r4.4	r3.7	r1.4	r3.5	r2.3	3.1
	II	r1.6	4.5	r2.8	r2.4	r1.0	0.7	2.8	1.5
	III	r3.4	4.8	r1.3	r3.8	r1.8	0.3	3.1	1.4
	IV	0.9	4.0	3.0	4.9	2.8	4.0	-4.3	0.9
	ANNUAL	r1.2	4.5	r3.2	r3.5	r1.2	2.3	1.3	1.9
1998	I	r3.6	7.0	r3.3	r4.7	r4.2	1.1	-0.3	0.6
	II	0.3	1.7	r1.4	r4.1	2.0	3.7	-5.7	0.2
	III	r2.5	r4.0	r1.4	r3.9	r2.1	r1.4	r-0.5	r0.7
	IV	3.7	6.8	3.0	3.5	1.5	-0.2	1.1	0.3
	ANNUAL	2.2	4.6	2.4	4.2	2.6	2.0	-1.4	0.7
Percent change from corresponding quarter of previous year									
1996	I	2.4	3.2	0.8	3.0	0.2	0.6	2.7	1.4
	II	2.9	4.7	r1.7	3.6	0.7	0.7	r2.3	1.3
	III	2.4	4.1	1.6	3.8	0.8	1.3	1.4	1.3
	IV	r2.0	4.5	2.4	r3.6	0.5	1.6	r1.8	1.7
	ANNUAL	2.4	4.1	1.6	3.5	0.6	1.1	2.0	1.4
1997	I	r1.0	4.6	r3.5	r3.9	r0.9	2.9	0.5	2.0
	II	r0.7	4.1	r3.4	r3.2	r0.8	2.5	r1.3	2.0
	III	r1.5	4.7	r3.1	r3.2	r1.0	1.7	2.6	2.0
	IV	r1.5	4.4	r2.9	r3.7	r1.8	2.1	0.9	1.7
	ANNUAL	r1.2	4.5	r3.2	r3.5	r1.2	2.3	1.3	1.9
1998	I	2.4	5.1	2.6	r3.9	r2.4	1.5	0.3	1.1
	II	2.0	4.4	2.3	4.4	2.7	2.3	-1.9	0.8
	III	r1.8	r4.1	2.3	4.4	2.8	r2.6	-2.7	0.6
	IV	2.5	4.8	2.3	4.0	2.5	1.5	-1.4	0.5
	ANNUAL	2.2	4.6	2.4	4.2	2.6	2.0	-1.4	0.7

See footnotes following Table 6.
r=revisedFebruary 9, 1999
Source: Bureau of Labor Statistics

Table 3. 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)	Real compensation per hour (2)	Unit labor costs

Indexes 1992=100							
1996	I	r111.9	r114.8	102.6	109.2	98.8	r97.6
	II	r113.2	r117.5	103.8	110.3	98.9	r97.5
	III	r114.7	r119.3	104.1	111.2	99.1	r97.0
	IV	r115.5	r120.4	r104.2	111.9	98.9	r96.9
	ANNUAL	r113.8	r118.0	103.7	110.7	99.0	r97.2
1997	I	r116.7	r122.5	r105.0	r113.1	r99.4	r97.0
	II	r118.1	r124.5	r105.4	r114.2	r100.0	r96.7
	III	r120.7	r126.8	r105.1	r115.7	r100.9	r95.9
	IV	r121.9	r129.1	r105.9	r118.0	r102.3	r96.8
	ANNUAL	r119.4	r125.7	r105.3	r115.3	r100.8	r96.6
1998	I	r122.4	r129.9	r106.1	r119.2	r103.2	r97.3
	II	r123.6	r130.7	r105.7	r119.9	r103.4	r97.0
	III	r125.0	r130.8	r104.6	r120.9	r103.7	r96.7
	IV	126.8	132.5	104.5	121.8	104.0	96.1
	ANNUAL	124.4	131.0	105.2	120.4	103.7	96.8

Percent change from previous quarter at annual rate(5)							
1996	I	r4.2	r0.8	-3.3	r-0.2	r-3.3	r-4.3
	II	r4.5	r9.6	4.9	4.1	0.4	r-0.4
	III	r5.3	r6.4	r1.0	r3.2	r0.8	r-2.0
	IV	3.1	r3.6	r0.5	r2.6	r-0.7	r-0.4
	ANNUAL	r4.1	r3.7	-0.4	2.2	-0.8	r-1.8
1997	I	r4.1	7.2	r3.0	r4.4	r2.2	0.4
	II	r5.0	6.6	r1.5	r3.7	r2.3	-1.3
	III	r9.0	7.7	r-1.2	r5.7	r3.7	-3.1
	IV	4.3	7.5	3.1	8.0	5.8	3.6
	ANNUAL	r4.9	r6.5	r1.6	r4.2	r1.8	r-0.7
1998	I	1.6	2.4	0.8	r4.0	r3.5	2.4
	II	r3.9	2.5	-1.4	2.6	0.6	-1.3
	III	r4.7	r0.4	r-4.1	r3.2	r1.3	r-1.5
	IV	5.6	5.1	-0.5	3.2	1.3	-2.2
	ANNUAL	4.3	4.2	-0.1	4.5	2.9	0.2

Percent change from corresponding quarter of previous year							
1996	I	r3.7	r1.3	-2.4	r1.8	-0.9	r-1.8
	II	r3.7	r3.6	-0.1	2.1	-0.7	r-1.6
	III	r4.4	r4.8	0.4	2.2	-0.7	r-2.1
	IV	r4.3	r5.0	r0.7	2.4	r-0.7	r-1.8
	ANNUAL	r4.1	r3.7	-0.4	2.2	-0.8	r-1.8
1997	I	r4.2	r6.7	r2.3	r3.6	r0.7	r-0.6
	II	r4.4	r5.9	r1.5	r3.5	r1.1	r-0.8
	III	r5.3	6.3	r1.0	r4.1	r1.8	r-1.1
	IV	r5.6	7.3	r1.6	r5.4	r3.5	-0.1
	ANNUAL	r4.9	r6.5	r1.6	r4.2	r1.8	r-0.7
1998	I	4.9	6.0	1.1	5.3	3.8	0.4
	II	4.7	5.0	0.3	r5.1	3.4	0.4
	III	r3.6	3.2	r-0.4	r4.4	2.8	r0.8
	IV	3.9	2.6	-1.3	3.2	1.7	-0.7
	ANNUAL	4.3	4.2	-0.1	4.5	2.9	0.2

See footnotes following Table 6.
r=revised

February 9, 1999
Source: Bureau of Labor Statistics

Table 4. Durable 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)	Real compensation per hour (2)	Unit labor costs

Indexes 1992=100							
1996	I	r118.7	r125.3	105.5	107.5	97.2	r90.5
	II	r120.9	r129.9	107.4	108.5	97.2	r89.8
	III	r122.7	r132.3	107.8	109.2	97.3	r89.0
	IV	r123.7	r133.6	108.0	109.6	96.8	r88.6
	ANNUAL	r121.5	r130.2	107.2	108.7	97.2	r89.5
1997	I	r125.1	r136.9	r109.4	r110.7	r97.3	r88.5
	II	r127.5	r140.3	r110.1	r111.6	r97.8	r87.6
	III	r131.5	r144.6	r110.0	r113.2	r98.7	r86.1
	IV	r134.0	r148.3	r110.7	r115.9	r100.6	r86.5
	ANNUAL	r129.5	r142.5	r110.0	r112.9	r98.7	r87.1
1998	I	r134.6	r149.6	r111.1	r116.7	r101.1	r86.7
	II	r136.8	r151.3	r110.6	r117.1	r101.0	r85.6
	III	r139.6	r153.1	r109.7	r117.6	r100.9	r84.2
	IV	142.4	156.2	109.7	118.5	101.2	83.2
	ANNUAL	138.3	152.5	110.3	117.5	101.1	84.9

Percent change from previous quarter at annual rate(5)							
1996	I	r6.9	r4.1	-2.7	r-2.9	-5.8	r-9.2
	II	r7.4	r15.5	7.5	3.8	0.1	r-3.3
	III	r6.2	r7.7	r1.4	r2.7	0.2	r-3.3
	IV	3.3	r3.9	r0.6	r1.5	r-1.8	r-1.8
	ANNUAL	r5.9	r6.8	0.9	0.8	-2.1	r-4.8
1997	I	r4.6	10.4	r5.5	r4.0	r1.8	-0.6
	II	r7.9	10.4	r2.3	r3.5	r2.2	-4.1
	III	13.0	12.8	-0.2	5.5	3.5	-6.6
	IV	7.8	10.7	2.7	10.2	r8.0	2.2
	ANNUAL	6.6	r9.4	r2.7	r3.9	r1.5	-2.6
1998	I	2.0	3.5	r1.5	2.6	2.1	0.6
	II	6.6	4.6	-1.8	r1.5	-0.4	-4.7
	III	r8.5	r4.8	-3.5	1.6	r-0.2	r-6.4
	IV	8.4	8.4	0.0	3.2	1.3	-4.8
	ANNUAL	6.8	7.0	0.2	4.1	2.5	-2.5

Percent change from corresponding quarter of previous year							
1996	I	r4.9	r3.7	r-1.1	r0.3	-2.4	r-4.4
	II	r6.0	r7.5	r1.5	0.7	-2.1	r-5.0
	III	r6.5	r8.3	1.7	0.9	-2.0	r-5.3
	IV	r6.0	r7.7	1.7	r1.3	-1.9	r-4.4
	ANNUAL	r5.9	r6.8	0.9	0.8	-2.1	r-4.8
1997	I	5.4	r9.3	r3.7	r3.0	r0.1	r-2.3
	II	5.5	8.1	r2.4	r2.9	r0.6	r-2.4
	III	r7.2	9.3	r2.0	r3.6	r1.4	-3.3
	IV	r8.3	11.1	r2.5	r5.8	r3.8	-2.3
	ANNUAL	6.6	r9.4	r2.7	r3.9	r1.5	-2.6
1998	I	7.6	9.3	r1.5	5.4	3.9	-2.0
	II	7.3	7.8	0.5	4.9	3.2	-2.2
	III	r6.2	r5.9	-0.3	3.9	2.3	-2.1
	IV	6.3	5.3	-1.0	2.2	0.7	-3.8
	ANNUAL	6.8	7.0	0.2	4.1	2.5	-2.5

See footnotes following Table 6.
r=revised

February 9, 1999
Source: Bureau of Labor Statistics

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)	Real compensation per hour (2)	Unit labor costs

Indexes 1992=100							
1996	I	r106.3	r104.9	98.7	111.4	100.8	r104.8
	II	r106.8	r105.7	99.0	r112.5	100.9	r105.4
	III	r108.0	r107.0	99.1	113.7	101.3	r105.3
	IV	r108.7	r107.9	r99.2	r114.9	101.5	r105.7
	ANNUAL	r107.5	r106.4	99.0	113.1	101.2	r105.3
1997	I	r109.8	r108.8	r99.1	r116.2	r102.1	r105.9
	II	r110.2	r109.3	r99.2	r117.3	r102.7	r106.4
	III	r111.4	r109.7	r98.5	r118.9	r103.7	r106.8
	IV	r111.3	r110.7	r99.4	r120.3	r104.3	r108.0
	ANNUAL	r110.7	r109.6	r99.1	r118.2	r103.3	r106.8
1998	I	r111.7	r111.0	r99.4	r122.1	r105.8	r109.3
	II	r111.9	r111.0	r99.2	r123.5	r106.4	r110.4
	III	r111.9	r109.6	r97.9	r125.2	r107.4	r111.8
	IV	112.5	109.9	97.6	126.1	107.7	112.1
	ANNUAL	112.0	110.4	98.5	124.2	106.9	110.9

Percent change from previous quarter at annual rate(5)							
1996	I	r1.7	r-2.5	r-4.1	r4.1	r0.9	r2.3
	II	r1.9	r3.1	1.2	4.1	0.4	r2.3
	III	r4.5	r5.0	r0.4	r4.1	r1.6	r-0.4
	IV	r2.9	r3.2	r0.4	r4.5	r1.1	r1.5
	ANNUAL	r2.5	r0.3	-2.1	4.1	1.1	r1.6
1997	I	r3.9	3.4	r-0.5	r4.6	r2.4	0.7
	II	r1.5	1.9	r0.4	r3.8	r2.4	2.2
	III	r4.3	1.7	r-2.5	r5.7	r3.7	1.3
	IV	-0.1	3.6	3.7	4.6	2.5	4.7
	ANNUAL	r3.0	3.1	r0.1	r4.5	r2.1	1.4
1998	I	1.3	1.1	-0.2	r6.3	5.8	5.0
	II	r0.6	-0.2	r-0.8	r4.4	2.4	3.8
	III	r0.3	r-4.7	r-5.0	r5.7	r3.8	r5.4
	IV	2.2	0.9	-1.2	3.1	1.2	0.9
	ANNUAL	1.2	0.7	-0.5	5.1	3.5	3.8

Percent change from corresponding quarter of previous year							
1996	I	r2.8	r-1.4	-4.1	r4.0	r1.2	r1.2
	II	r1.8	r-0.6	-2.3	4.1	1.2	r2.3
	III	r2.5	r1.0	-1.5	4.1	1.2	r1.6
	IV	r2.7	r2.2	r-0.6	r4.2	r1.0	r1.4
	ANNUAL	r2.5	r0.3	-2.1	4.1	1.1	r1.6
1997	I	3.3	r3.7	r0.4	r4.3	r1.4	r1.0
	II	r3.2	r3.4	r0.2	r4.2	r1.9	r1.0
	III	r3.1	2.6	r-0.6	r4.6	r2.4	r1.5
	IV	r2.4	2.6	r0.2	r4.7	r2.7	2.2
	ANNUAL	r3.0	3.1	r0.1	r4.5	r2.1	1.4
1998	I	1.7	2.1	r0.3	r5.1	r3.6	3.3
	II	1.5	1.5	0.0	r5.3	3.6	3.7
	III	r0.5	r-0.1	r-0.6	r5.2	r3.6	r4.7
	IV	1.1	-0.7	-1.8	4.9	3.3	3.7
	ANNUAL	1.2	0.7	-0.5	5.1	3.5	3.8

See footnotes following Table 6.
r=revised

February 9, 1999
Source: Bureau of Labor Statistics

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

Year and quarter	Output per all-employee hour	Output	Employee hours	Hourly compensation (1)	Real hourly compensation (2)	Unit labor costs	Unit non-labor costs (6)	Total unit costs (7)	Unit profits (8)	Implicit price deflator (4)
Indexes 1992=100										
1996	I	106.4	117.3	r110.2	107.7	97.4	101.2	98.7	100.6	153.7
	II	r107.3	119.3	111.2	109.0	97.7	101.7	97.9	100.7	154.1
	III	108.0	120.9	111.9	110.1	98.1	101.9	97.5	100.8	155.3
	IV	108.6	122.5	112.8	r110.8	r97.9	102.1	97.4	100.9	155.4
	ANNUAL	107.6	120.0	111.5	109.5	97.9	101.7	97.9	100.7	154.6
1997	I	r108.9	124.3	r114.1	111.8	r98.2	102.6	97.3	101.2	156.6
	II	r109.6	126.2	r115.2	r112.5	r98.5	102.6	97.1	101.2	157.3
	III	r111.1	128.7	r115.9	r113.6	r99.0	102.3	96.4	100.7	161.7
	IV	r111.3	130.2	r117.0	r115.0	r99.7	103.3	95.7	101.3	155.7
	ANNUAL	r110.3	127.3	r115.4	r113.3	r99.0	102.7	96.6	101.1	157.8
1998	I	r112.1	132.1	r117.9	r116.0	r100.5	103.5	95.4	101.4	153.5
	II	r112.9	133.4	r118.1	r117.3	r101.1	103.9	95.5	101.7	150.4
	III	r114.1	135.4	r118.6	r118.5	r101.7	103.8	95.2	101.6	r151.8
Percent change from previous quarter at annual rate(5)										
1996	I	r1.3	1.4	r0.1	1.7	r-1.4	0.4	-0.7	0.1	13.1
	II	3.3	6.9	3.5	5.0	1.2	1.7	-2.9	0.5	1.1
	III	2.9	5.6	2.6	r3.8	1.4	0.9	-1.7	0.3	3.0
	IV	r2.0	5.5	r3.4	r2.8	r-0.5	0.7	-0.5	0.4	0.3
	ANNUAL	2.8	4.5	1.7	3.1	0.2	0.3	-1.1	-0.1	7.7
1997	I	r1.3	5.9	r4.5	r3.4	r1.2	2.0	-0.6	1.4	3.2
	II	r2.3	6.3	r3.9	r2.5	r1.2	0.2	-0.6	0.0	1.7
	III	5.6	8.2	r2.5	r4.1	2.2	-1.3	-3.1	-1.8	11.8
	IV	1.0	4.8	3.8	5.0	2.9	4.0	-2.7	2.3	-14.1
	ANNUAL	r2.5	6.1	r3.6	r3.5	r1.1	1.0	-1.3	0.4	2.1
1998	I	r2.7	5.9	3.2	3.6	3.1	0.9	-1.1	0.4	-5.6
	II	3.1	4.0	0.9	4.6	r2.6	1.5	0.1	1.1	-7.7
	III	r4.4	r6.1	r1.7	r4.0	r2.2	r-0.3	r-0.9	r-0.4	r3.6
Percent change from corresponding quarter of previous year										
1996	I	r3.0	3.9	r0.9	2.5	-0.3	-0.4	-0.6	-0.5	11.5
	II	3.2	4.9	r1.6	3.1	0.2	-0.1	-1.6	-0.5	11.1
	III	2.6	4.4	1.8	3.4	r0.4	0.8	-0.9	0.3	4.5
	IV	2.4	4.8	2.4	r3.3	0.2	0.9	-1.4	0.3	4.3
	ANNUAL	2.8	4.5	1.7	3.1	0.2	0.3	-1.1	-0.1	7.7
1997	I	r2.4	5.9	r3.5	r3.7	r0.8	1.3	-1.4	0.6	1.9
	II	r2.1	5.8	r3.6	r3.1	r0.8	1.0	-0.8	0.5	2.0
	III	r2.8	6.4	r3.5	r3.2	r1.0	0.4	-1.2	0.0	4.2
	IV	r2.5	6.3	r3.6	r3.8	r1.8	1.2	-1.8	0.5	0.2
	ANNUAL	r2.5	6.1	r3.6	r3.5	r1.1	1.0	-1.3	0.4	2.1
1998	I	2.9	6.3	3.3	r3.8	r2.3	0.9	-1.9	0.2	-2.0
	II	3.1	5.7	2.6	4.3	2.7	1.2	-1.7	0.5	-4.3
	III	2.8	5.2	r2.4	4.3	2.7	1.5	r-1.1	0.8	r-6.2

See footnotes following Table 6.
r=revised

February 9, 1999
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. Compensation and hours 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 -1.3 and +1.4 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 third quarter of 1998.

Footnotes, Tables 1-6

- (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) Compensation per hour adjusted for changes in the Consumer Price Index for All Urban Consumers.
- (3) Unit nonlabor payments include profits, capital consumption allowances, interest, rental income of persons, and indirect taxes.
- (4) Current dollar output divided by the output index.
- (5) Quarterly changes: Percent change compounded at annual rate from the original data rather than index numbers. Annual changes: Percent change between annual average levels.
- (6) Unit nonlabor costs include capital consumption allowances, interest, rental income of persons, and indirect taxes. For nonfinancial corporations, rental income of persons is zero by definition.
- (7) Total unit costs are the sum of unit labor and nonlabor costs.
- (8) Unit profits include corporate profits with inventory valuation and capital consumption adjustments.

Appendix table 1. 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)	Real compensation per hour (2)	Unit labor costs
Indexes 1992=100							
1993	I	102.1	102.9	100.8	101.5	99.5	99.5
	II	102.1	103.3	101.2	102.5	99.7	100.4
	III	101.8	103.3	101.5	103.4	100.1	101.6
	IV	102.8	104.9	102.0	104.3	100.2	101.4
	ANNUAL	102.2	103.6	101.4	102.9	99.9	100.7
1994	I	104.0	106.3	102.2	105.3	100.7	101.2
	II	105.2	108.4	103.1	105.3	100.0	100.1
	III	105.5	109.7	104.0	105.9	99.7	100.4
	IV	106.5	111.9	105.1	106.7	99.8	100.2
	ANNUAL	105.3	109.1	103.6	105.8	100.1	100.5
1995	I	107.9	113.4	105.1	107.2	99.7	99.4
	II	109.1	113.4	103.9	108.0	99.6	99.0
	III	109.8	113.9	103.7	108.8	99.8	99.1
	IV	110.8	114.6	103.5	109.3	99.6	98.6
	ANNUAL	109.4	113.8	104.0	108.3	99.7	99.0
Percent change from previous quarter at annual rate(5)							
1993	I	3.1	4.7	1.5	1.8	-1.0	-1.2
	II	0.1	1.7	1.6	3.9	0.9	3.8
	III	-1.2	0.1	1.3	3.4	1.5	4.6
	IV	4.2	6.3	2.1	3.7	0.4	-0.4
	ANNUAL	2.2	3.6	1.4	2.9	-0.1	0.7
1994	I	4.8	5.6	0.8	3.8	1.8	-0.9
	II	4.5	8.0	3.3	0.1	-2.4	-4.2
	III	1.1	4.9	3.7	2.2	-1.5	1.1
	IV	4.0	8.2	4.1	3.0	0.5	-0.9
	ANNUAL	3.0	5.3	2.2	2.8	0.2	-0.3
1995	I	5.5	5.6	0.1	2.1	-0.5	-3.2
	II	4.4	-0.1	-4.3	3.0	-0.3	-1.3
	III	2.6	1.7	-0.9	2.8	0.6	0.2
	IV	3.6	2.6	-1.0	1.8	-0.7	-1.8
	ANNUAL	3.9	4.3	0.4	2.4	-0.4	-1.4
Percent change from corresponding quarter of previous year							
1993	I	3.7	5.0	1.3	2.9	-0.2	-0.8
	II	2.5	3.6	1.0	2.8	-0.3	0.3
	III	1.0	2.6	1.6	2.7	-0.1	1.6
	IV	1.5	3.2	1.6	3.2	0.5	1.7
	ANNUAL	2.2	3.6	1.4	2.9	-0.1	0.7
1994	I	1.9	3.4	1.4	3.7	1.2	1.8
	II	3.0	4.9	1.9	2.7	0.3	-0.3
	III	3.6	6.2	2.5	2.4	-0.4	-1.1
	IV	3.6	6.6	3.0	2.3	-0.4	-1.3
	ANNUAL	3.0	5.3	2.2	2.8	0.2	-0.3
1995	I	3.8	6.7	2.8	1.9	-1.0	-1.8
	II	3.7	4.6	0.8	2.6	-0.4	-1.1
	III	4.1	3.8	-0.3	2.7	0.1	-1.3
	IV	4.0	2.4	-1.5	2.4	-0.2	-1.5
	ANNUAL	3.9	4.3	0.4	2.4	-0.4	-1.4

See footnotes following Table 6.

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Source: Bureau of Labor Statistics

Appendix table 2. Durable 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)	Real compensation per hour (2)	Unit labor costs

Indexes 1992=100							
1993	I	103.4	104.1	100.7	101.6	99.6	98.3
	II	104.2	105.2	101.0	102.8	100.0	98.7
	III	103.5	105.2	101.7	103.6	100.3	100.1
	IV	105.8	108.4	102.5	104.6	100.5	98.9
	ANNUAL	104.2	105.7	101.5	103.2	100.2	99.0
1994	I	107.4	110.6	103.0	105.4	100.8	98.1
	II	108.8	113.1	104.0	105.3	100.0	96.8
	III	109.7	115.5	105.3	105.7	99.5	96.4
	IV	110.9	118.3	106.7	106.5	99.7	96.0
	ANNUAL	109.2	114.4	104.7	105.7	100.1	96.8
1995	I	113.1	120.7	106.7	107.1	99.6	94.7
	II	114.1	120.8	105.9	107.7	99.3	94.4
	III	115.2	122.1	106.1	108.2	99.2	94.0
	IV	116.7	124.0	106.2	108.2	98.7	92.7
	ANNUAL	114.8	121.9	106.2	107.8	99.3	93.9

Percent change from previous quarter at annual rate(5)							
1993	I	6.0	7.8	1.7	2.6	-0.3	-3.2
	II	3.0	4.0	1.0	4.5	1.5	1.5
	III	-2.6	0.3	3.0	3.2	1.3	5.9
	IV	9.2	12.5	3.0	4.2	0.9	-4.6
	ANNUAL	4.2	5.7	1.5	3.2	0.2	-1.0
1994	I	6.5	8.5	1.9	3.0	1.1	-3.3
	II	5.1	9.4	4.0	-0.5	-3.0	-5.4
	III	3.4	8.6	5.1	1.7	-2.0	-1.6
	IV	4.4	10.0	5.4	2.9	0.5	-1.4
	ANNUAL	4.8	8.2	3.2	2.5	-0.1	-2.2
1995	I	8.3	8.6	0.3	2.3	-0.3	-5.6
	II	3.3	0.1	-3.1	2.3	-1.1	-1.0
	III	3.9	4.6	0.6	1.9	-0.2	-2.0
	IV	5.6	6.3	0.6	0.1	-2.3	-5.2
	ANNUAL	5.1	6.6	1.4	2.0	-0.8	-3.0

Percent change from corresponding quarter of previous year							
1993	I	5.7	6.8	1.0	3.0	-0.1	-2.5
	II	4.5	5.4	0.9	3.0	-0.1	-1.4
	III	2.9	4.8	1.8	2.9	0.1	0.0
	IV	3.8	6.0	2.2	3.6	0.9	-0.2
	ANNUAL	4.2	5.7	1.5	3.2	0.2	-1.0
1994	I	3.9	6.2	2.2	3.7	1.2	-0.2
	II	4.5	7.6	3.0	2.5	0.1	-1.9
	III	6.0	9.7	3.5	2.1	-0.8	-3.7
	IV	4.8	9.1	4.1	1.8	-0.9	-2.9
	ANNUAL	4.8	8.2	3.2	2.5	-0.1	-2.2
1995	I	5.3	9.1	3.7	1.6	-1.2	-3.5
	II	4.8	6.8	1.9	2.3	-0.7	-2.4
	III	5.0	5.8	0.8	2.3	-0.3	-2.5
	IV	5.3	4.9	-0.4	1.6	-1.0	-3.5
	ANNUAL	5.1	6.6	1.4	2.0	-0.8	-3.0

See footnotes following Table 6.

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Source: Bureau of Labor Statistics

Appendix table 3. 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)	Real compensation per hour (2)	Unit labor costs
Indexes 1992=100							
1993	I	100.8	101.6	100.8	101.3	99.3	100.5
	II	100.1	101.5	101.5	102.1	99.4	102.1
	III	100.4	101.6	101.2	103.0	99.7	102.6
	IV	100.2	101.7	101.5	103.7	99.6	103.5
	ANNUAL	100.4	101.6	101.2	102.5	99.6	102.2
1994	I	101.1	102.4	101.3	104.9	100.3	103.7
	II	102.2	104.1	101.9	105.1	99.9	102.9
	III	102.0	104.4	102.4	105.8	99.6	103.8
	IV	102.9	105.9	103.0	106.6	99.7	103.6
	ANNUAL	102.0	104.2	102.1	105.6	100.0	103.5
1995	I	103.4	106.4	102.9	107.1	99.5	103.5
	II	104.9	106.3	101.3	108.1	99.7	103.1
	III	105.3	105.9	100.6	109.1	100.1	103.6
	IV	105.8	105.6	99.8	110.3	100.5	104.2
	ANNUAL	104.9	106.1	101.1	108.6	100.0	103.6
Percent change from previous quarter at annual rate(5)							
1993	I	0.2	1.6	1.3	0.7	-2.1	0.5
	II	-2.9	-0.5	2.5	3.2	0.2	6.2
	III	1.2	0.2	-0.9	3.3	1.4	2.1
	IV	-0.6	0.3	0.9	2.7	-0.6	3.3
	ANNUAL	0.4	1.6	1.2	2.5	-0.4	2.2
1994	I	3.7	3.0	-0.7	4.8	2.8	1.1
	II	4.3	6.9	2.4	0.8	-1.7	-3.3
	III	-0.9	1.0	2.0	2.8	-0.9	3.7
	IV	3.7	6.1	2.3	2.9	0.4	-0.8
	ANNUAL	1.7	2.6	0.9	3.0	0.4	1.3
1995	I	2.1	1.9	-0.2	1.8	-0.7	-0.2
	II	5.9	-0.4	-6.0	4.0	0.5	-1.8
	III	1.6	-1.5	-3.0	3.8	1.7	2.2
	IV	2.0	-1.3	-3.2	4.2	1.7	2.2
	ANNUAL	2.8	1.8	-1.0	2.9	0.0	0.1
Percent change from corresponding quarter of previous year							
1993	I	1.9	3.6	1.6	2.8	-0.3	0.9
	II	0.6	1.9	1.3	2.5	-0.6	1.9
	III	-0.6	0.6	1.2	2.4	-0.4	2.9
	IV	-0.5	0.4	0.9	2.5	-0.3	3.0
	ANNUAL	0.4	1.6	1.2	2.5	-0.4	2.2
1994	I	0.3	0.7	0.4	3.5	1.0	3.2
	II	2.1	2.5	0.4	2.9	0.5	0.8
	III	1.6	2.7	1.1	2.8	-0.1	1.2
	IV	2.7	4.2	1.5	2.8	0.1	0.1
	ANNUAL	1.7	2.6	0.9	3.0	0.4	1.3
1995	I	2.3	3.9	1.6	2.1	-0.7	-0.2
	II	2.7	2.1	-0.5	2.9	-0.2	0.2
	III	3.3	1.5	-1.8	3.1	0.5	-0.2
	IV	2.9	-0.3	-3.1	3.5	0.8	0.6
	ANNUAL	2.8	1.8	-1.0	2.9	0.0	0.1

See footnotes following Table 6.

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Source: Bureau of Labor Statistics