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## CHAPTER V

## WAGES AND SALARIES IN TRADE, TRANSPORTATION, AND MISCELLANEOUS INDUSTRIES

The chief purpose of the investigation described in Chapter IV was to establish the extent to which we can depend upon available data in the approximation of earnings in trade, transportation, and other miscellaneous industries for which no published material can be found.

It may be stated at this point that, for purposes of this study, the estimated average earnings in the unrecorded industries in which we are interested need not be numerically correct; for what we are particularly interested in is a means of apportioning the total wages and salaries in these industries to the several States, and the requirement of an index for such apportionment is merely that its values be proportional to the actual amounts of wages and salaries received by the employees in each State. In other words, if the amounts for the different States representing our index are twice as great as the actual amounts, our index would still answer the purpose.

The principal conclusions drawn from the investigation of the relationship between wages and salaries in different industries or occupations which are important at this point are as follows:

1. In general, wages seem to be maintained at different levels in different sections of the country.
2. With few exceptions, high or low wages in one occupation are indicative of correspondingly high or low wages in other occupations in the same district.
3. In any given place there is a tendency for the same type of labor to command the same rate of pay irrespective of the industry. It follows, then, that, in general, wages and salaries fall into several groups, each of which maintains a definite relationship to the general wage level. Consequently, data
by States covering part of an occupational group should indicate the variation from State to State in the rates of pay or total earnings for the entire group. To go a step further, it would seem that, given a sufficient amount of sample data, it should be possible to determine the relative differences in the general wage level from State to State.
In line with the above conclusions, estimates of the relative average earnings of employees in trade, transportation, and miscellaneous industries have been computed. The basic data entering into the computation of these estimates are as follows:
4. Wages in manufacturing.
5. Salaries of clerks in manufacturing industries.
6. Salaries of officials, superintendents, etc., in manufacturing.
7. Wages and salaries in mining.
8. Wages in agriculture.
9. Union scales in the building trades.
10. Wages in power laundries.
11. Wages in private electric light and power plants.
12. Wages in steam railways.
13. Salaries of clergymen.
14. Salaries of teachers.

Table VIII presents the computed average annual earnings for specified industries and occupations, as well as the estimated average annual earnings of employees in combined groups, - averages which presumably disclose the relative level of wages in each State.

Following is a brief outline of the sources and methods employed in computing the average annual earnings recorded in the several columns of Table VIII.

Column A: Wages in Manufacturing.
The average earnings recorded in this column were obtained by dividing the total payroll for each State as shown by the Census of Manufactures, 1919 , by the adjusted average number of employees in manufacturing industries in each State. The number of employees was adjusted to the basis of males by means of the formula: $M+\frac{F}{1.9}$, where $M$ equals the number of male employees and $F$ the number of female employees. This adjustment is made on
the assumption that on the average the earnings of male employees are about 1.9 as great as those of female employees. ${ }^{1}$

Column B: Wages in Mines and Quarries.
The wages for mines and quarries were obtained by dividing the total wages by the average number of wage earners, as reported by the Census of Mines, Quarries, and Oil Wells, 1919. No adjustment for sex was necessary in this case, as most of the miners are males.

Column C: Wages in Manufacturing and Mining Combined.
The figures for wages in mining and manufacturing were obtained by adding the payrolls of wages in manufacturing to those of wages in mining for each State. These figures were taken as reported by the Bureau of the Census. The total amount of the payrolls was divided by the adjusted number of wage earners in the two industries.

Column D: Wages in Agriculture.
These estimated annual earnings are based on the figures of monthly farm wages without board, as reported by the Department of Agriculture.

## Column E: Wages in Power Laundries.

The figures in this column are based on the 1919 Census. The number of employees used in computing the average earnings was adjusted in the same manner as in the case of wage earners in manufacturing.

Column F: Wages in Building Trades.
The average annual earnings in the building trades were estimated from union scales in thirteen building trades reported by the United States Bureau of Labor Statistics. The amounts recorded represent full-time earnings on the basis of a fifty week year. The actual average earnings of wage earners in the building trades are probably smaller than the figures given in this table, as very rarely do these wage earners have full-time employment for an entire year.

Column G: Wages in Electric Light and Power Plants.
The figures in this column are based on the total payrolls and the average number of wage earners in private electric light and

[^0]TABLE VIII. - AVERAGE ANNUAL FULL TIME EARNINGS

| State and Geographic Division | 'A | B | C | D | E | F | G |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Males |  |  |  |  |  |  |
|  | Wages |  |  |  |  |  |  |
|  | Mfg. |  | Mfg. and <br> Mining <br> Com- <br> bined | Agriculture | Power Laundries | Building Trades | Electric <br> Light and Power Plants |
|  | - | 6 | - | $d$ | a | - | ' |
| Continental United States |  |  |  |  |  |  |  |
| New England |  |  |  |  |  |  |  |
| Maine. | 1,192 | 1,074 | 1,191 | 840 | 847 | 1,723 | 1,128 |
| New Hampshire | 1,120 | 1,210 | 1,121 | 836 | 1,127 | 1,688 | 1,138 |
| Vermont. . . . . . | 1,094 | 1,036 | 1,089 | 780 | 887 | 1,627 | 1,122 |
| Massachusetts. | 1,273 | 1,214 | 1,272 | 852 | 1,091 | 1,642 | 1,063 |
| Rhode Island. | 1,198 | 1,083 | 1,198 | 876 | 1,042 | 1,631 | 1,199 |
| Connecticut. | 1,265 | 1,190 | 1,265 | 852 | 1,051 | 1,681 | 1,259 |
| Middle Atlantic |  |  |  |  |  |  |  |
| New York. . | 1,387 | 1,209 | 1,375 | 750 | 1,105 | 1,719 | 1,266 |
| New Jersey. . . . . . . . . | 1,336 | 1,178 | 1,332 | 804 | 1,123 | 1,769 | 1,267 |
| Pennsylvania........ | 1,370 | 1,377 | 1,371 | 708 | 998 | 1,719 | 1,212 |
| East North Central |  |  |  |  |  |  |  |
| Ohio. . . . . . . . . | 1,390 | 1,179 1,129 | 1,376 | 674 | 965 874 | 1,742 | 1,231 |
| Indiana | 1,235 | 1,129 | 1,225 | 640 | 874 1 | 1,681 | 1,090 |
| Iminois. . | 1,355 | 1,190 | 1,335 | 702 | 1,109 | 1,781 | 1,183 |
| Michigan. . . . . . . . . . | 1,435 | 1,611 | 1,447 | 720 | 1,154 | 1,765 | 1,554 |
| Wisconsin... . . . . . . . | 1,186 | 1,339 | 1,196 | 828 | 948 | 1,638 | 1,337 |
| West North Central |  |  | 1264 | 900 | 1,315 |  | 1,048 |
| Minnesota. | 1,195 | 1,702 | 1,264 | 869 | 1,015 | 1,673 | 1,048 |
| Missouri. | 1,150 | 1,106 | 1,142 | 611 | 986 969 | 1,784 | 1,034 |
| North Dakota. | 1,322 | 1,330 | 1,323 | 951 | 930 | 1,727 | 1,095 |
| South Dakota. | 1,311 | 1,399 | 1,331 | 1,056 | 1,088 | 1,727 | 1,254 |
| Nebraska. | 1,357 | 1,026 | 1,355 | 930 | ,978 | 1,754 | 1,045 |
| Kansas.. | 1,260 | 1,360 | 1,281 | 786 | 1,261 | 1,815 | 1,122 |
| South Atlantic |  |  |  |  |  |  |  |
| Delaware. | 1,383 | 1,168 | 1,382 | 606 | 1,151 | 1,688 | 1,293 |
| Maryland. . . . . . . . . | 1,202 | 1,093 | 1,197 | 588 | 861 | 1,769 | 1,293 |
| District of Columbia. . | 1,338 |  | 1,338 | . . . | 990 | 1,831 | 1,293 |
| Virginia. . . . . . . . . . . | 1,096 | 1,107 | 1,097 | 540 | 694 | 1,758 | 1,063 |
| West Virginia. . . . . . . | 1,290 | 1,186 | 1,232 | 624 | 953 | 1,681 | 1,198 |

IN SPECIFIED INDUSTRIAL OR OCCUPATIONAL GROUPS, 1919

| H | I | J | K | L | M | N | 0 | P | Q |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Only |  |  |  |  |  | Males and Females |  |  |  |
|  |  | Salaries |  |  | Wages and Salaries Miscellaneous Indus-tries tries | Salaries |  | Wages |  |
| Steam Railroads |  | Mfg. and MiningCombined |  | $\begin{gathered} \text { Clergy- } \\ \text { men } \end{gathered}$ |  | Teach | $\begin{gathered} \text { Mfg. } \\ \text { (all. } \\ \text { Salaried } \\ \text { Classes) } \end{gathered}$ | Mfg. | $\underset{\text { Laundries }}{\text { Power }}$ |
|  |  | Clerks | Officials, supts. and |  |  |  |  |  |  |
| - | , | - | - | ; | j | t | 1 | ! | ' |
| 1,528 | 914 | 1,697 | 3,573 | 1,025 | 1,553 | 603 | 2,218 | 1,062 | 611 |
| 1,528 | 1,038 | 2,021 | 3,499 | 997 | 1,638 | 759 | 2,265 | 955 | 790 |
| 1,528 | 895 | 1,569 | 3,309 | 885 | 1,463 | 667 | 2,069 | 1,017 | 553 |
| 1,528 | 1,055 | 1,698 | 4,028 | 1,401 | 1,716 | 1,376 | 2,055 | 1,073 | 775 |
| 1,528 | 1,023 | 1,635 | 4,263 | 1,088 | 1,671 | 1,070 | 2,180 | 984 | 778 |
| 1,528 | 1,034 | 1,641 | 3,790 | 1,331 | 1,655 | 1,124 | 1,973 | 1,170 | 757 |
| 1,528 | 1,052 | 1,775 | 4,062 | 1,229 | 1,750 | 1,256 | 2,075 | 1,196 | 864 |
| 1,528 | 1,069 | 1,571 | 4,125 | 1,332 | 1,713 | 1,282 | 2,033 | 1,181 | 800 |
| 1,528 | 986 | 1,755 | 3,451 | 1,271 | 1,636 | 920 | 2,087 | 1,237 | 666 |
| 1,528 | 960 | 1,740 | 3,771 | 1,299 | 1,686 | 1,088 | 1,963 | 1,292 | 668 |
| 1,528 | 874 | 1,560 | 3,253 | 1,021 | 1,513 | 964 | 1,858 | 1,142 | 591 |
| 1,468 | 1,032 | 1,711 | 3,842 | 1,154 | 1,677 | 1,081 | 2,013 | 1,226 | 746 |
| 1,528 | 1,082 | 1,675 | 3,951 | 1,093 | 1,705 | 911 | 2,097 | 1,357 | 771 |
| 1,468 | 962 | 1,585 | 3,333 | 1,067 | 1,534 | 915 | 1,893 | 1,092 | 626 |
| 1,468 | 1,180 | 1,465 | 3,147 | 1,012 | 1,505 | 882 | 1,684 | 1,101 | 890 |
| 1,468 | 993 | 1,599 | 2,846 | 1,235 | 1,486 | 827 | 1,746 | 1,119 | 662 |
| 1,468 | 896 | 1,629 | 3,226 | 950 | 1,504 | 797 | 1,872 | 1,010 | 652 |
| 1,468 | 1,015 | 1,348 | 2,320 | 986 | 1,369 | 728 | 1,590 | 1,208 | 651 |
| 1,40̂8 | 1,127 | 1,696 | 2,605 | 922 | 1,503 | 696 | 1,671 | 1,238 | 742 |
| 1,468 | 1,039 | 1,461 | 3,027 | 1,066 | 1,490 | 765 | 1,633 | 1,261 | 666 |
| 1,468 | 1,122 | 1,518 | 2,868 | 1,019 | 1,485 | 761 | 1,758 | 1,198 | 654 |
| 1,528 | 1,033 | 1,797 | 3,947 | 1,033 | 1,690 | 848 | 2,305 | 1,283 | 778 |
| 1,528 | 846 | 1,675 | 3,717 | 1,160 | 1,599 | 902 | 2,059 | 1,053 | 598 |
| 1,528 | 1,094 | 1,655 | 3,493 | 2,287 | 1,758 | 1,359 | 1,825 | 1,258 | 634 |
| 1,366 | 728 | 1,557 | 2,518 | 750 | 1,331 | 546 | 1,860 | 1,006 | 469 |
| 1,366 | 910 | 1,515 | 2,798 | 826 | 1,407 | 639 | 2,175 | 1,226 | 670 |

Table Vili. - Average Annual Full Time Earnings in

| State and Geographic Division | A | B | C | D | E | F | G |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Males |  |  |  |  |  |  |
|  | Wages |  |  |  |  |  |  |
|  | Mfg. | $\begin{gathered} \text { Mines } \\ \text { Qund } \\ \text { Quarries } \end{gathered}$ | $\begin{aligned} & \text { Mfg. and } \\ & \text { Mining } \\ & \text { Com-- } \\ & \text { bined } \end{aligned}$ | $\begin{gathered} \text { Agri- } \\ \text { culture } \end{gathered}$ | $\begin{array}{\|c\|} \hline \text { Power } \\ \text { Laundries } \end{array}$ | Building | Electric <br> Light and Power $\qquad$ |
|  | ${ }^{\circ}$ | $b$ | - | ${ }^{\prime}$ | - | - | , |
| South Atlantic-Cont. |  |  |  |  |  |  |  |
| North Carolina. | 927 | 788 | 925 | 540 | 803 | 1,681 | 832 |
| South Carolina. | 897 | 729 | 895 | 461 | 713 | 1,692 | 892 |
| Georgia | 916 | 842 | 908 | 462 | 805 | 1,554 | 831 |
| Florida. | 944 | 922 | 942 | 540 | 651 | 1,685 | 908 |
| East South Central |  |  |  |  |  |  |  |
| Kentucky.. | 1,050 | 1,137 | 1,085 | 557 | 765 | 1,600 | 989 |
| Tennessee. | 948 | 898 | 940 | 497 | 686 | 1,708 | 953 |
| Alabama. | 970 | 1,112 | 1,004 | 438 | 758 | 1,785 | 1,008 |
| Mississippi. | 915 | .... | 915 | 456 | 762 | 1,785 | 829 |
| West South Central |  |  |  |  |  |  |  |
| Arkansas....... | 965 | 1,260 | 985 | 547 | 830 | 1,888 | 1,037 |
| Louisiana. | 1,012 | 1,435 | 1,034 | 517 | 730 | 1,631 | 1,098 |
| Oklahoma. | 1,226 | 1,380 | 1,310 | 727 | 1,031 | 1,831 | 1,108 |
| Texas. | 1,131 | 1,627 | 1,206 | 662 | 871 | 1,892 | 1,060 |
| Mountain |  |  |  |  |  |  |  |
| Montana | 1,467 | 1,595 | 1,529 | 1,067 | 1,276 | 2,315 | 1,725 |
| Idaho. | 1,357 | 1,711 | 1,411 | 1,123 | 1,273 | 2,058 | 1,218 |
| Wyoming. | 1,702 | 1,503 | 1,583 | 1,033 | 1,319 | 2,058 | 1,430 |
| Colorado. | 1,279 | 1,513 | 1,357 | 972 | 1,046 | 1,873 | 1,378 |
| New Mexico. | 1,177 | 1,478 | 1,344 | 710 | 1,015 | 2,008 | 1,298 |
| Arizona. | 1,422 | 1,715 | 1,611 | 996 | 1,170 | 1,992 | 1,402 |
| Utah. | 1,220 | 1,746 | 1,409 | 1,104 | 1,072 | 2,038 | 889 |
| Nevada. | 1,403 | 1,749 | 1,604 | 1,116 | 1,330 | 2,008 | 1,027 |
| Pacific |  |  |  |  |  |  |  |
| Washington | 1,508 | 1,478 | 1,507 | 1,092 | 1,373 | 1,954 | 1,417 |
| Oregon.... | 1,442 | 1,342 | 1,441 | 1,044 | 1,533 | 2,011 | 1,146 |
| California | 1,349 | 1,641 | 1,375 | 1,094 | 1,176 | 1,938 | 1,531 |

[^1]Spectified Indostrial or Occupational Groups, 1919-Continued

| H | I | J | K | L | M | N | 0 | P | Q |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Only |  |  |  |  |  | Males and Females |  |  |  |
|  |  | Salaries |  |  | Wages | Salaries |  | Wages |  |
|  | $\begin{aligned} & \text { Domentic } \\ & \text { and } \\ & \text { Personal } \\ & \text { Service } \end{aligned}$ | $\begin{aligned} & \text { Mfg. and Mining } \\ & \text { Combined } \end{aligned}$ |  | $\begin{aligned} & \text { Clergy- } \\ & \text { men- } \end{aligned}$ | $\begin{gathered} \text { Salaries } \\ \text { in } \\ \text { Miscella- } \end{gathered}$ | Teac |  | Mfg. | $\underset{\text { Laundrie }}{\text { Pown }}$ |
| $\xrightarrow[\text { roads }]{\text { Rail }}$ |  | Clerks | Officials. Supts. and and |  | ${ }_{t}$ |  |  |  |  |
| - | $\wedge$ | - |  | , | 1 | , | , | 1 | ! |
| 1,366 | 748 | 1,648 | 2,669 | 667 | 1,314 | 464 | 2,035 | 804 | 527 |
| 1,366 | 674 | 1,445 | 2,834 | 830 | 1,277 | 464 | 2,047 | 787 | 507 |
| 1,366 | 723 | 1,588 | 2,810 | 746 | 1,296 | 426 | 1,993 | 826 | 549 |
| 1,366 | 676 | 1,474 | 2,407 | 917 | 1,257 | 518 | 1,819 | 907 | 497 |
| 1,366 | 767 | 1,473 | 2,755 | 578 | 1,313 | 523 | 1,854 | 967 | 516 |
| 1,366 | 680 | 1,488 | 2,973 | 724 | 1,320 | 494 | 1,908 | 854 | 480 |
| 1,366 | 711 | 1,452 | 2,748 | 654 | 1,300 | 484 | 1,891 | 924 | 528 |
| 1,366 | 701 | 1,634 | 2,444 | 585 | 1,281 | 439 | 1,942 | 890 | 505 |
| 1,366 | 776 | 1,526 | 2,750 | 565 | 1,329 | 477 | 2,043 | 845 | 586 |
| 1,366 | 724 | 1,477 | 2,861 | 800 | 1,348 | 723 | 1,878 | 961 | 491 |
| 1,468 | 996 | 1,698 | 2,898 | 900 | 1,521 | 768 | 1,843 | 1,187 | 667 |
| 1,468 | 875 | 1,404 | 2,680 | 805 | 1,376 | 612 | 1,751 | 1,082 | 622 |
| 1,468 | 1,264 | 1,932 | 3,086 | 1,049 | 1,765 | 958 | 2,033 | 1,442 | 865 |
| 1,468 | 1,256 | 1,526 | 2,694 | 1,027 | 1,553 | 932 | 1,801 | 1,333 | 854 |
| 1,468 | 1,286 | 1,605 | 3,237 | 1,046 | 1,668 | 869 | 1,904 | 1,686 | 843 |
| 1,468 | 1,086 | 1,525 | 2,950 | 1,018 | 1,542 | 929 | 1,802 | 1,219 | 689 |
| 1,468 | 989 | 1,775 | 2,679 | 900 | 1,548 | 803 | 1,789 | 1,161 | 595 |
| 1,468 | 1,206 | 1,895 | 3,274 | 1,300 | 1,785 | 1,279 | 2,218 | 1,409 | 799 |
| 1,468 | 1,149 | 1,546 | 2,788 | 1,100 | 1,551 | 992 | 1,803 | 1,137 | 738 |
| 1,468 | 1,321 | 1,385 | 2,765 | 1,200 | 1,585 | 1,163 | 1,909 | 1,384 | 961 |
| 1,468 | 1,315 | 1,724 | 3,610 | 1,038 | 1,756 | 1,229 | 2,274 | 1,467 | 957 |
| 1,468 | 1,368 | 1,640 | 3,312 | 1,000 | 1,651 | 870 | 2,027 | 1,385 | 875 |
| 1,468 | 1,191 | 1,565 | 3,352 | 1,400 | 1,674 | 1,272 | 1,855 | 1,248 | 826 |

[^2]power plants as reported by the 1917 Census. The 1917 figures were adjusted to a 1919 basis by multiplying them by 1.45 to allow roughly for the rise in the wage level between 1917 and 1919.

Column H: Wages in Steam Railways.
This column shows average wages of employees of steam railroads for three divisions of the country. No data are available from which to make estimates by individual States. However, in the case of railroads the wage scales for a considerable portion of the employees are standardized and consequently variations in average earnings within the divisions are minimized. The annual earnings for the three divisions of the country were estimated from figures furnished by the Interstate Commerce Commission in its report on Statistics of Railways in the United States.

## Column I: Wages in Domestic and Personal Services.

No original data have ever been published showing the comparative earnings in the different States of wage earners belonging to the large class of individuals rendering domestic or personal services, such as waiters, cooks, barbers, etc. The figures furnished in this table are based on wages in manufacturing, mining, agriculture, and power laundries. They represent weighted averages in which wages in manufacturing and mining have been given a weight of 2 , farm wages a weight of 3 , and wages in power laundries a weight of 5 . In selecting the weights, it was assumed that the wage earners in the domestic and personal services are as a rule recruited from the same general type of individuals as found in power laundries and in agriculture.

Column J: Salaries of Clerks in.Manufacturing and Mining.
The salaries of clerks in manufacturing and mining were computed in the same manner as wages in manufacturing and mining, as described above.

Column K: Salaries of Officials, Superintendents, and Managers in Mining and Manufacturing.
These average earnings were also computed in a manner similar to that used for wages in mining and manufacturing.

Column L: Salaries of Clergymen.
Data pertaining to salaries of clergymen were obtained from the following three sources: the Year Book of the Methodist Episcopal

Church; the Year Book of the Congregational Church, and the World Survey of the Interchurch Movement, 1920. The figures presented in the table presumably cover only regular salaries, and do not include the miscellaneous supplementary incomes usually received by ministers from their congregations. It, therefore, follows that if complete figures were available we would find that the average salaries of clergymen were actually somewhat higher than those recorded. It would, however, appear that our figures are fairly representative of the relative salaries in the different States.

Column M: Wages and Salaries in Miscellaneous Industries.
The estimated annual earnings presented in this column presumably represent the relative earnings in trade, transportation, and other industries outside of agriculture, mining, manufactures, construction, and domestic and personal service. The estimates are composites of wage or salary rates in ten industrial or occupational groups weighted as follows:
Wages in Manufacturing and Mining ..... 20
Wages in Agriculture ..... 5
Wages in Power Laundries ..... 5
Wages in Building Trades ..... 8
Wages in Electric Light and Power Plants ..... 4
Wages in Steam Railroads. ..... 8
Salaries of Clerks in Manufacturing and Mining ..... 25
Salaries of Officials and Managers in Manufacturing and Mining ..... 11
Salaries of Clergymen ..... 4
Salaries of Teachers ..... 10

The weights were estimated from the Occupation Statistics of the 1920 Census of Population. The total number of persons receiving wages and salaries in the groups of industries and occupations included in trade, transportation, and miscellaneous industries was divided, with the aid of the Census data, into ten classes of such type and composition that they corresponded as nearly as possible to the classes of employees for which annual earnings had been computed from recorded data, as shown in Columns A to H and J to L of Table VIII.

Column N:
The salaries of teachers presented in this column are based on data published by the U. S. Bureau of Education.

Columns $0, P$, and Q :
The figures in the last three columns of Table VIII are unadjusted annual earnings based on the Census of Manufactures and obtained by dividing the total amount of the payrolls by the total number of employees irrespective of sex.

## Total Wages and Salaries of Employees in Trade, Transportation, and Miscellaneous Industries in 1919.

The estimates by States of the total amounts disbursed in 1919 to employees in trade, transportation, and miscellaneous industries have been computed by applying the estimated average fulltime earnings shown in Table VIII to estimates of the total number of employees attached to all the industries and services included in the group. The Occupation Statistics of the 1920 Census of Population served as the basis for estimating the total number of employees. Since the average earnings recorded in Table VIII are on the basis of males, the number of employees has also been converted to a male basis, i.e., the number of female workers in each State has been reduced by the ratio of $\frac{1}{1.9} \cdot 1$ The figures as well as the method of computation are shown in Table IX. It will be seen that, for purposes of calculation, the employees in domestic and personal service have been segregated and treated separately from the other employees in the group. This was found necessary on account of the great difference in the proportion of domestics in the various sections of the country. For instance, in Florida, out of the 95,000 employees covered by the data in Table IX, over $29,-$ 000 , or nearly 31 per cent fall into the domestic and personal service class. In Kansas, however, the number of such employees is about 23,600 , or scarcely 13 per cent of the State total for the entire group. The average earnings of employees in the domestic and personal service class being considerably below those of employees in other industries under consideration, it is obvious that to have given the domestic service class the same numerical weight in each State would have introduced serious errors in our final estimates.

The figures shown in Table IX occupy a very prominent place in the entire report. These figures form the basis of accounting

[^3]for about 25 per cent of the entire income of the people of the Continental United States, and it is, therefore, quite important that they command our confidence. There is, of course, no sure way of checking the correctness of the general method employed in arriving at our estimates. However, that the figures are reasonably correct is shown by the fact that the United States total obtained by adding the individual estimates for the several States checks very closely with the total arrived at by W. I. King by an entirely different method in which geographic distribution had no part. ${ }^{1}$ Dr. King's estimate, comprising the addition of twelve separately computed national totals, is $\$ 16,888,767,000$, only $\$ 137$,164,000 less than the total for all the States recorded in Column G of Table IX. It is gratifying to note that the two independent estimates are within less than 1 per cent of each other.

## Total Wages and Salaries in Trade, Transportation, and Miscellaneous Industries in 1920 and 1921.

It is presumed, and apparently with reason, that trade, transportation, and miscellaneous industries are not unlike manufacturing and the other three major industries covered in previous chapters in the matter of employment and earnings. The various industries are so closely interwoven and interdependent that it can hardly be conceived that a material change in one will not affect, temporarily at least, other industries or occupations as well. We have seen that, in the case of manufacturing, for instance, the fluctuations in employment and earnings of employees are not by any means synchronous in the various States, and that the proportional

[^4]TABLE IX. - PRELIMINARY ESTIMATE OF TOTAL WAGES AND SALARIES OF EMPLOYEES IN TRADE, TRANSPOR-

| State and Geographic Division | A | B | C | D | E | F | G |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Trade, Trangportation, Public and Profegsional Services, and Industries Not Previoubly Covered |  |  | Domestic and Personal Services |  |  | Estimated Total Pay in Entire Group of Industhies or Occupations (Thousands) $\mathbf{C}+\mathrm{F}$ |
|  | Estimated Number of Employees (In terms of Males) | $\|$Estimated <br> Average <br> Yearly Earn- <br> ings of Males <br> in These <br> Industries | $\begin{gathered} \text { Estimated Total } \\ \text { Pay } \\ \text { (Thousands) } \\ \mathbf{A} \times \mathbf{B} \end{gathered}$ | Estimated Number of Employees (In terms of Males) | Estimated Average Yearly Earnings of Males in the Services | $\begin{gathered} \text { Estimated Total } \\ \text { Pay } \\ \text { (Thounds) } \\ \mathrm{D} \times \mathrm{E} \end{gathered}$ |  |
| Continental United States. | 9,483,690 |  | 15,066,375 | 2,022,570 |  | 1,959,556 | 17,025,931 |
| New England | 718,500 |  | 1,206,944 | 154,850 |  | 159,312 | 1,366,256 |
| Maine..... | 59,310 | 1,553 | 92,108 | 13,810 | 914 | 12,622 | 104,730 |
| New Hampshire | 32,570 | 1,638 | 53,350 | 7,810 | 1,038 | 8,107 | 61,457 |
| Vermont....... | 22,280 | 1,463 | 32,596 | 6,416 | 895 | 5,742 | 38,338 |
| Massachusetts | 455,470 | 1,716 | 781,586 | 89,870 | 1,055 | 94,813 | 876,399 |
| Rhode Island | 57,810 | 1,671 | 96,600 | 11,450 | 1,023 | 11,713 | 108,313 |
| Connecticut. | 91,060 | 1,655 | 150,704 | 25,450 | 1,034 | 26,315 | 177,019 |
| Middle Atlantic | 2,447,150 |  | 4,188,983 | 517,230 |  | 535,218 | 4,724,201 |
| New York | 1,413,890 | 1,750 | 2,474,308 | 302,860 | 1,052 | 318,609 | 2,792,917 |
| New Jersey. | 315,090 | 1,713 | 539,749 | 63,130 | 1,069 | 67,486 | 607,235 |
| Pennsylvania | 718,170 | 1,636 | 1,174,926 | 151,240 | 986 | 149,123 | 1,324,049 |
| East North Central | 1,897,890 |  | 3,133,966 | 362,950 |  | 361,063 | 3,495,029 |
| Ohio. | 493,840 | 1,686 | 832,614 | 95,480 | 960 | 91,661 | 924,275 |
| Indiana | 232,020 | 1,513 | 351,046 | 42,860 | 874 | 37,460 | 388,506 |
| Illinois. | 723,530 | 1,677 | 1,213,360 | 131,020 | 1,032 | 135,213 | 1,348,573 |
| Michigan | 286,240 | 1,705 | 488,039 | 55,790 | 1,082 | 60,365 | 548,404 |
| Wisconsin | 162,260 | 1,534 | 248,907 | 37,800 | 962 | 36,364 | 285,271 |
| West North Central | 1,134,320 |  | 1,692,415 | 199,670 |  | 204,344 | 1,896,759 |
| Minnesota. | 216,390 | 1,505 | 325,667 | 41,140 | 1,180 | 48,545 | 374,212 |
| Iowa... | 211,640 | 1,486 | 314,497 | 34,260 | 993 | 34,020 | 348,517 |
| Missouri. | 353,000 | 1,504 | 530,912 | 68,220 | 896 | 61,125 | 592,037 |
| North Dakota | 40,030 | 1,369 | 54,801 | 7,060 | 1,015 | 7,166 | 61,967 |
| South Dakota. | 43,290 | 1,503 | 65,065 | 7,140 | 1,127 | 8,047 | 73,112 |
| Nebraska. | 113,480 | 1,490 | 169,085 | 18,250 | 1,039 | 18,962 | 188,047 |
| Kansas. | 156,490 | 1,485 | 232,388 | 23,600 | 1,122 | 26,479 | 258,867 |


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variations from year to year are entirely different in different parts of the country. In other words, we have seen that not only do the actual amounts of wages and salaries in the different States fluctuate from year to year, but the relative share of the national total received by employees in each State also undergoes considerable change. For example, in 1919 the employees of New York received 14.6 per cent of the total payrolls of the manufacturing industries of the country. In 1921, however, the share of the employees residing in the State of New York amounted to 16.1 per cent of the total. For the same years the share received by Michigan employees changed from 5.9 per cent to only 5 per cent. Similarly, practically all the other States were affected one way or another by the changing conditions in manufacturing industries, so that in 1921 we have an entirely different geographic distribution of total payrolls from that in either 1919 or 1920 . The same situation, it will be recalled, obtained also in the case of mining, agriculture, and construction.

It is, then, apparent that if employment and earnings of employees in trade, transportation, and miscellaneous industries have reacted in somewhat the same fashion as in manufacturing and the other basic industries, the 1919 distribution, as computed in Table IX, is surely not representative of conditions in 1920 and 1921.

From the fact that even for 1919 the material bearing directly upon earnings of employees in trade, transportation, and miscellaneous industries was found to be very scarce, it can be implied that it would be out of the question to attempt to build up independent estimates of total wages and salaries by States for each succeeding year. Manifestly, the only feasible method of attack, under the circumstances, is to utilize in so far as possible the data computed for 1919 by adjusting them to fit in with the changes in employment and earnings in the specified industries that have taken place in the different sections of the country in subsequent years. For this purpose, indices have been computed aiming to show the relative departure from 1919 conditions obtaining in each State in 1920 and 1921. These indices have been calculated on the basis of the following factors:

1. Total wages and salaries received by employees in agriculture, mining, manufactures, and construction.

## TABLE X. - TOTAL WAGES AND SALARIES IN TRADE, TRANSPOR-

 TATION, AND MISCELLANEOUS INDUSTRIES1919-1920-1921

| State and Geographic | Dollars (000's Omitted) |  |  | Per Cent of Total |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 1919 | 1920 | 1921 | 1919 | 1920 | 1921 |
| Continental Onited States... | 16,888,767 | 19,343,070 | 19,897,712 | 100.000 | 100.000 | 100.000 |
| New England. | 1,355,493 | 1,580,074 | 1,594,675 | 8.026 | 8.169 | 8.014 |
| Maine. | 103,866 | 120,069 | 122,682 | . 615 | . 621 | . 616 |
| New Hampshi | 60,968 38000 | 69,304 42,832 | 71,206 44.285 | ${ }_{.}^{361}$ | ${ }_{2} .358$ | . 3228 |
| Massachusetts | 869,603 | 1,030,362 | 1,035,801 | 5.149 | . 5.327 | 5.206 |
| Rhode Island. | 107,413 | -121,578 | 1,126,502 | . 636 | . 629 | . 636 |
| Connecticut. | 175,643 | 195,929 | 194,199 | 1.040 | 1.013 | . 976 |
| Middle Atlantic. | 4,686,633 | 5,389,096 | 5,544,420 | 27.750 | 27.861 | 27.865 |
| New York. | 2,771,109 | 3,231,125 | 3,359,337 | 16.408 | 16.705 | 16.883 |
| New Jersey. ........... | 602.253 | 675,904 | 689,454 | 3.566 | 3.494 | 3.465 |
| Pennsylvania. . . . . . . . . | 1,313,271 | 1,482,067 | 1,495,629 | 7.776 | 7.662 | 7.517 |
| East North Central. . . . . | 3,466,926 | 4,000,140 | 4,038,045 | 20.528 | 20.680 | 20.294 |
| Ohio..... | 916,722 | 1,027,833 | 1,010,752 | 5.428 | 5.314 | 5.080 |
| Indiana. | 385,402 | 1462,431 | 452,524 | 2.282 | 2.391 | 2.274 |
| Illinois... | 1,337,759 | 1,562,977 | 1.642,440 | 7.921 | 8.080 | 8.254 |
| Michigan | 543,987 | ${ }_{3}^{627,583}$ | 605,449 | 3.221 | 3.244 | 3.043 |
| Wisconsin | 283,056 | 319,316 | 326,880 | 1.67 G | 1.651 | 1.643 |
| West North Central. | 1,881,070 | 2,141,402 | 2,225,627 | 11.138 | 11.071 | 11.185 |
| Minnesota. | 371,215 | 416,538 | 434,882 | 2.198 | 2.153 | 2.185 |
| Iowa... | 345,544 | 401,745 | 409,881 | 2.046 | 2.077 | 2.060 |
| Missouri | 587,222 | 679,368 | 712,103 | 3.477 | 3.512 | 3.579 |
| North Dakota | 61,475 | 67,875 | 71,149 | . 364 | . 351 | . 357 |
| South Dakota | 72,453 | 79.625 | 81,312 | . 429 | . 412 | . 409 |
| Nebraska | 186,452 | 208,920 | 215,463 | 1.104 | 1.080 | 1.083 |
| Kansas | 256,709 | 287,331 | 300,837 | 1.520 | 1.486 | 1.512 |
| South Atlantic | 1,642,602 | 1,820,816 | 1,867,640 | 9.726 | 9.413 | 9.386 |
| Delaware | 32,933 | 33,991 | 34,859 | . 195 | . 176 | . 175 |
| Maryland. ${ }^{\text {col. }}$. | 305,011 | 344,301 | 352,456 | 1.806 | 1.780 | 1.771 |
| District of Columbia | 250,292 | 280,855 | 278,862 | 1.482 | 1.452 | 1.401 |
| Virginia. | 286,265 | 306,739 | 319,914 | 1.695 | 1.586 | 1.608 |
| West Virginia | 120,079 | 146,412 | 144,809 | . 711 | . 757 | . 728 |
| North Carolina | 168,381 | 184,607 | 192,432 | . 997 | . 954 | . 967 |
| South Caroli | 111,297 | 122,539 | 124,895 | . 659 | . 634 | . 628 |
| Georgia. | 266,505 | 290,834 | 301,519 | 1.578 | 1.503 | 1.515 |
| Florida | 101,839 | 110,538 | 117,894 | . 603 | . 571 | . 596 |
| East South C | 746,484 | 837,795 | 867,629 | 4.420 | 4.331 | 4.360 |
| Kentucky | 255,020 | 301,484 | 311,952 | 1.510 | 1.559 | 1.568 |
| Tennessee | 2200061 | 246,478 | 257,048 | 1.303 | 1.274 | 1.292 |
| Alabama. | 173,448 | 186,784 | 193,246 | 1.027 | . 966 | . 971 |
| Mississipp | 97,955 | 103,049 | 105,383 | . 580 | . 532 | . 529 |
| West South Central | 1,206,196 | 1,378,634 | 1,447,935 | 7.142 | 7.127 | 7.277 |
| Arkansas. . | 119,235 | 127,079 |  | . 706 | . 657 | . 676 |
| Louisiana. | 197,430 | 226,353 | 232,727 | 1.169 | 1.170 | 1.170 |
| Oklahoma. | 249,616 | 280,896 | 288,941 | 1.478 | 1.452 | 1.452 |
| Texas. | 639,915 | 744,306 | 791,681 | 3.789 | 3.848 | 3.979 |
| Mountain. | 580,636 | 657,876 | 680,232 | 3.438 | 3.401 | 3.419 |
| Montana | 90,017 | 97,637 | 98,429 | . 533 | . 505 | . 495 |
| Idaho. | 53,875 | 58,976 | 63,178 | . 319 | . 305 | . 318 |
| Wyoming | 35,804 | 42,693 | 45,962 | . 212 | . 221 | .231 |
| Colorado. | 189,999 | 218,778 | 231.034 | 1.125 | 1.131 | 1.161 |
| New Mexi | 51,173 | 57,909 | 60,131 | . 303 | . 299 | . 302 |
| Arizona. | 73,804 | 84,015 | 81,483 76,482 | . 4385 | . 4383 | . 410 |
| Nevada | -60,942 | -23,743 | 76,482 23,533 | . 124 | . 123 | . 118 |
| Pacific. | 1,322,727 | 1,537,237 | 1,631,509 | 7.832 | 7.947 | 8.200 |
| Washington | 278,327 | 292,757 | 295,478 | 1.648 | 1.514 | 1.485 |
| Oregon. | 148,452 | 161,800 $1,082,680$ | 1765,853 | . 8.879 | .836 5.597 | . 8859 |
| California | 805,948 | 1,082,680 | 1,165,178 | 5.305 | 5.597 | 5.856 |

2. Total wages and salaries reported to the U. S. Bureau of Internal Revenue on income tax returns.
3. Total payrolls of steam railroads, estimated for eight regions from the railway statistics of the Interstate Commerce Commission.
4. Estimated total population in each State at the middle of each year.
As a first step in the construction of the desired indices, the data of the first three factors mentioned above, which are in dollars, have been deflated by dividing the yearly figures for each State by an index of relative prices of consumption goods. This presumably has put them on a comparable basis with the fourth item entering into the computation of our indices, namely, population. In order to allow an independent assignment of weights to the several factors, the data were converted to percentages in terms of 1919, so that each factor comprised a series of forty-nine indices, one for each State, with 1919 as a base. The relative weights used in combining the four sets of indices into one were as follows:

> Wages and salaries in manufacturing, mining, agriculture, and construction, together with the income tax figures on wages and salaries.
> Wages and salaries of steam railways.................... 2
> Population.................................................. 4

In Table X are presented the final estimates of the total income derived by the employees in each State from wages and salaries in trade, transportation, and miscellaneous industries. In accordance with the practice followed throughout this report, the State estimates have been adjusted so that their totals for each year correspond with the national totals estimated by W. I. King, of the National Bureau of Economic Research.


[^0]:    ${ }^{1}$ For more detailed discussion of this weight see Chapter IV, pp. 79-80.

[^1]:    - Based on Census of Manufartures, 1919; for method of computation, see text, pp. 50-58, 98.
    - Based on Census of Mines \& Quarries, 1919.
    ${ }^{-}$Average earnings of males in Mining and Manufacturing; for details of computation, see text, jp. 77-99
    d Based on monthly farm wages without board. Figures published by U. S. Dept. of Agriculture.
    - Union scales of wages. See text, pp. 94, 99.

    Based on 1917 Census; figures adjusted for change in wage level between 1917 and 1919.
    ${ }^{-}$See text, p. 104.

[^2]:    ${ }^{n}$ Weighted average of wages in Manufacturing and Mining, Agriculture, and Power Laundries.
    See text, p. 104.
    ${ }^{1}$ Year Books of Methodist Episcopal and Congregational Churches; also, World Survey, Inter-church Movement, 1920.
    ${ }^{i}$ Trade, Transportation, Public and Professional Services, etc.; weighted average. See text, p. 105.
    ${ }^{k}$ U. S. Bureau of Education.
    ICensus of Manufactures, 1919.

[^3]:    ${ }^{1}$ For a discussion of this ratio, see Chapter IV, pp. 79-80.

[^4]:    ${ }^{2}$ Dr. King computed separate national totals for each of the major industries included in the group as follows:

    1. Steam railways, switching and terminal companies.
    2. Pullman car transportation.
    3. Street and electric railways.
    4. Private electric light and power companies.
    5. Telegraphs.
    6. Telephones.
    7. Express companies.
    8. Transportation by water.
    9. Banking.
    10. Mercantile industry.
    11. Government.
    12. Unclassified industries.
