

# PRESS RELEASE

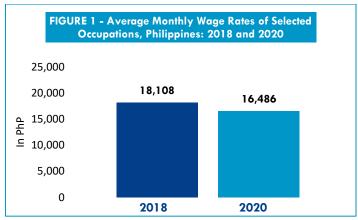
### **Highlights of the 2020 Occupational Wages Survey (OWS)**

Date of Release: 09 February 2022

Reference No. 2022-67

### **AVERAGE MONTHLY WAGE RATES OF SELECTED OCCUPATIONS: 2018 AND 2020**

• Of the 190 monitored occupations across the covered industries, the average monthly wage rate of time-rated workers on full-time basis was recorded at PhP 16,486 in 2020, a -9.0 percent decrease from the PhP 18,108 posted in 2018. (Figure 1)

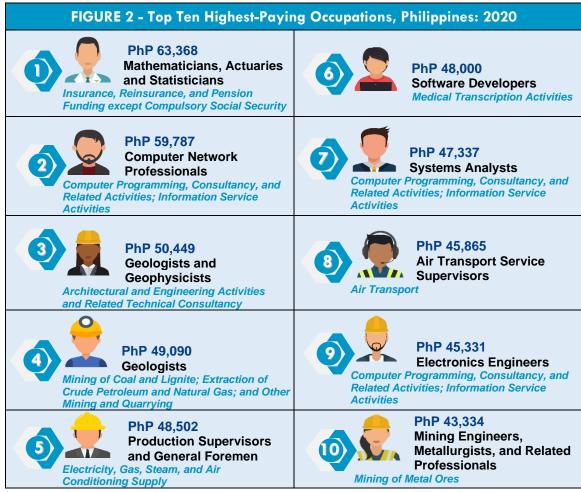


Source: 2018 and 2020 Occupational Wages Survey (OWS).

#### **TOP TEN HIGHEST-PAYING OCCUPATIONS: 2020**

- Among the various time-rated workers on full-time basis, the highest average monthly
  wage rate was recorded for mathematicians, actuaries, and statisticians in insurance,
  reinsurance, and pension funding except compulsory social security at PhP 63,368
  in 2020. (Figure 2)
- Computer network professionals in computer programming, consultancy, and related activities; information service activities ranked second with an average wage rate of PhP 59,787 per month.
- Meanwhile, geologists from two different industry groups came in third and fourth receiving monthly average wage rates of PhP 50,449 (architectural and engineering activities and related technical consultancy) and PhP 49,090 (mining of coal and lignite; extraction of crude petroleum and natural gas; and other mining and quarrying), respectively.





#### Notes:

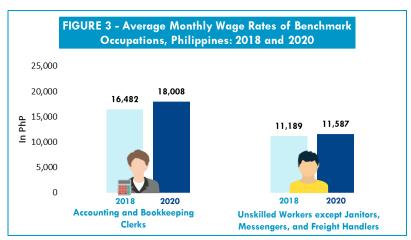
- Data based on average monthly wage rates of time-rated workers on full-time basis in establishments employing 20 or more workers.
- 2. Wage rate is the sum of basic pay and regular/guaranteed allowances.
- 3. Time-rated workers on full-time basis refer to workers paid on the basis of an hour, day or month and who work at jobs with hours of work equal to or more than those considered normal or regular to the establishment.
- 4. Occupations were based on 2012 Philippine Standard Occupational Classification (PSOC).

Source: 2020 Occupational Wages Survey (OWS).

- Production supervisors and general foremen engaged in electricity, gas, steam, and air conditioning supply received an average of PhP 48,502 a month, making them in the top five.
- Other occupations under Information and Communications Technology (ICT) were also included in the top 10 highest paid jobs such as: software developers in medical transcription activities (PhP 48,000); and system analysts (PhP 47,337) and electronics engineers (PhP 45,331) both in computer programming, consultancy, and related activities; information services activities.

#### AVERAGE MONTHLY WAGE RATES OF BENCHMARK OCCUPATIONS: 2018 AND 2020

- The average wage rate of accounting and bookkeeping clerks across all industries was estimated at PhP 18,008 per month in 2020, an increase of 9.3 percent from PhP 16,482 in 2018. (Figure 3 and Table 1)
- Among all industries, the accounting and bookkeeping clerks employed in electricity, gas, steam, and air conditioning supply received the highest average monthly wage rate of PhP 29,713 in 2020. This translates to 6.3 percent increment relative to PhP 27,939 average monthly wage rate recorded on the same industry in 2018.



Source: 2018 and 2020 Occupational Wages Survey (OWS).

- On the other hand, the average wage rate of unskilled workers except janitors, messengers, and freight handlers for all industries grew by only 3.6 percent, from PhP 11,189 registered in 2018 to PhP 11,587 per month in 2020. (Figure 3 and Table 1)
- Similarly, unskilled workers engaged in electricity, gas, steam, and air conditioning supply industry received the highest average monthly wage rate of PhP 18,955 among all industries, which was 23.2 percent higher than PhP 15,387 posted on the same industry in 2018.

#### **MEDIAN MONTHLY BASIC PAY: 2018 AND 2020**

 The median monthly basic pay of time-rated workers on full-time basis across all industries was registered at PhP 13,646 in 2020 or a 0.6 percent increase from PhP 13,559 in 2018. (Table 2)

#### A. Median Monthly Basic Pay by Major Industry Group

- By major industry group, 13 out of 18 covered industries in 2020 had a higher median monthly basic pay compared to all industries (PhP 13,646).
- Time-rated workers engaged in electricity, gas, steam, and air conditioning supply registered the highest median monthly basic pay of PhP 27,253, a 10.7 percent increase from PhP 24,627 in 2018.

The median monthly basic pay of workers in mining and quarrying industry significantly increased by 14.5 percent or a monthly basic pay of PhP 13,272 in 2020 from PhP 11,590 in 2018. Meanwhile, the biggest decline was posted in financial and insurance activities at -13.5 percent or PhP 2,500 lower than the median basic pay of PhP 18,486 per month in 2018.

### B. Median Monthly Basic Pay and Allowance of Time-Rated Workers by Sex

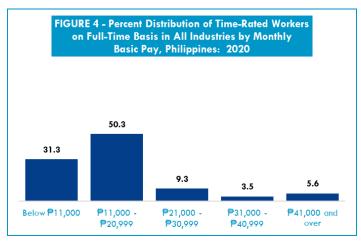
- Female time-rated workers reported a little higher median monthly basic pay of PhP 14,051 compared to PhP 13,467 received by male workers in 2020 for all industries. (Table 3)
- Similarly, the median allowance is higher for female workers receiving PhP 2,507 per month compared to their male counterparts at PhP 2,410 in 2020.

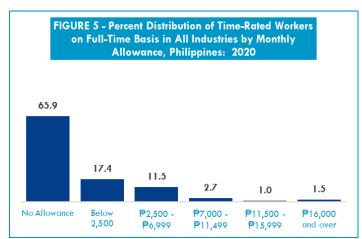
#### MEDIAN MONTHLY ALLOWANCE BY MAJOR INDUSTRY GROUP: 2018 AND 2020

- The median monthly allowance of time-rated workers on full-time basis was recorded at PhP 2,456 in 2020, a significant increase of 43.1 percent from PhP 1,716 in 2018. (Table 4)
- Forty-four percent of the covered industries (8 out of 18) in 2020 had higher median monthly allowance than that of all industries level.
- Across industries, workers engaged in arts, entertainment, and recreation had the highest median allowance of PhP 6,119 per month.

# PERCENT DISTRIBUTION OF TIME-RATED WORKERS BY RANGE OF MONTHLY BASIC PAY AND ALLOWANCE: 2020

- Half (50.3%) of the time-rated workers on full time basis received a monthly basic pay ranging from PhP 11,000 to PhP 20,999 while 31.3 percent received below PhP 11,000.
   Meanwhile, only 3.5 percent received basic pay of PhP 31,000 to PhP 40,999 per month. (Figure 4)
- A great majority of time-rated workers (65.9%) did not receive monthly allowance in 2020. Further, 17.4 percent received monthly allowance below PhP 2,500 while only 1.0 percent had allowances ranging from Php 11,500 to PhP 15,999 per month. (Figure 5)





Source: 2020 Occupational Wages Survey (OWS).

Source: 2020 Occupational Wages Survey (OWS).

**DENNIS S. MAPA, Ph.D.** 

MAG/AAM/CSA/TNP/AJDC

Undersecretary

National Statistician and Civil Registrar General

**TABLE 1 - Average Monthly Wage Rates of Benchmark Occupations** by Major Industry Group, Philippines: 2018 and 2020

	Average Monthly Wage Rate (PhP)					
Major/Selected Industry Group	Accounting and Bookkeeping Clerks			Unskilled Workers Except Janitors, Messengers, and Freight Handlers		
	2018	2020	Percent Change	2018	2020	Percent Change
ALL INDUSTRIES	16,482	18,008	9.3	11,189	11,587	3.6
Agriculture, Forestry, and Fishing	13,246	16,943	27.9	9,568	9,591	0.2
Mining and Quarrying	16,994	20,629	21.4	9,098	10,554	16.0
Manufacturing	16,948	19,930	17.6	11,541	11,762	1.9
Electricity, Gas, Steam, and Air Conditioning Supply	27,939	29,713	6.3	15,387	18,955	23.2
Water Supply; Sewerage, Waste Management, and Remediation Activities	19,809	19,729	-0.4	11,274	12,456	10.5
Construction	16,456	16,143	-1.9	11,732	11,950	1.9
Wholesale and Retail Trade; Repair of Motor Vehicles and Motorcycles	14,827	15,487	4.5	11,116	11,452	3.0
Transportation and Storage	17,127	17,777	3.8	11,399	11,998	5.3
Accommodation and Food Service Activities	14,857	17,527	18.0	10,624	12,087	13.8
Information and Communications	23,232	26,055	12.2	13,288	15,776	18.7
Financial and Insurance Activities	17,225	19,347	12.3	11,119	10,060	-9.5
Real Estate Activities	17,555	18,518	5.5	11,090	11,922	7.5
Professional, Scientific, and Technical Activities	19,252	19,673	2.2	11,404	13,391	17.4
Administrative and Support Service Activities	17,381	17,827	2.6	10,550	11,449	8.5
Education Except Public Education	15,884	17,352	9.2	10,946	12,982	18.6
Human Health and Social Work Activities	14,374	17,122	19.1	11,564	12,432	7.5
Arts, Entertainment, and Recreation	16,045	17,133	6.8	11,479	11,545	0.6
Repair of Computers and Personal and Household Goods; Other Personal Service Activities	17,272	15,038	-12.9	11,714	13,039	11.3

- Notes:
  1. Data based on average monthly wage rates of time-rated workers on full-time basis in establishments employing 20 or more workers.
  - 2. Wage rate is the sum of basic pay and regular/guaranteed allowances.
  - Time-rated workers on full-time basis refer to workers paid on the basis of an hour, day or month and who work at jobs with hours of work equal to or more than those considered normal or regular to the establishment.

Source: 2018 and 2020 Occupational Wages Survey (OWS).

TABLE 2 - Median Monthly Basic Pay of Time-Rated Workers on Full-Time Basis by Major Industry Group, Philippines: 2018 and 2020

Major/Selected Industry Group	Time-Rated Workers	Median Monthly Basic Pay (PhP)			
	(000) 2020	2018	2020	Percent Change	
ALL INDUSTRIES	4,001	13,559	13,646	0.6	
Agriculture, Forestry, and Fishing	121	9,861	10,476	6.2	
Mining and Quarrying	24	11,590	13,272	14.5	
Manufacturing	747	10,965	11,651	6.3	
Electricity, Gas, Steam, and Air Conditioning Supply	34	24,627	27,253	10.7	
Water Supply; Sewerage, Waste Management and Remediation Activities	21	15,356	15,242	-0.7	
Construction	257	13,611	13,800	1.4	
Wholesale and Retail Trade; Repair of Motor Vehicles and Motorcycles	546	13,299	12,592	-5.3	
Transportation and Storage	118	13,623	14,252	4.6	
Accommodation and Food Service Activities	136	12,216	11,806	-3.4	
Information and Communications	124	25,261	24,469	-3.1	
Financial and Insurance Activities	282	18,486	15,986	-13.5	
Real Estate Activities	43	17,989	16,238	-9.7	
Professional, Scientific, and Technical Activities	75	19,263	19,596	1.7	
Administrative and Support Service Activities	1,037	13,916	13,750	-1.2	
Education Except Public Education	231	14,506	15,228	5.0	
Human Health and Social Work Activities	155	13,411	14,721	9.8	
Arts, Entertainment, and Recreation	40	14,653	14,846	1.3	
Repair of Computers and Personal and Household Goods; Other Personal Service Activities	9	13,548	14,045	3.7	

#### Notes:

- Median divides the wage distribution into two equal parts. It is the value where half of the distribution receive more while the other half receive less.
- 2. Basic pay refers to pay for normal/regular working time before deductions for employees' social security contributions and withholding taxes. It excludes overtime, night shift differential and other premium pay; commissions, tips and share of employees in service charge; and payment in kind.
- 3. Time-rated workers on full-time basis refers to workers paid on the basis of a time unit of work and who work at jobs with hours of work equal to or more than those considered as normal or regular to the establishments.

Source: 2018 and 2020 Occupational Wages Survey (OWS).

TABLE 3 - Median Monthly Basic Pay and Allowance of Time-Rated Workers on Full-Time Basis in All Industries by Sex, Philippines: 2020

Median Monthly (PhP)	Sex			
	Male	Female		
Basic Pay	13,467	14,051		
Allowance	2,410	2,507		

Source: 2020 Occupational Wages Survey (OWS).

TABLE 4 - Median Monthly Allowance of Time-Rated Workers on Full-Time Basis by Major Industry Group, Philippines: 2018 and 2020

Major/Selected Industry Group	Time-Rated Workers	Median Monthly Allowance (PhP)			
	(000) 2020	2018	2020	Percent Change	
ALL INDUSTRIES	4,001	1,716	2,456	43.1	
Agriculture, Forestry, and Fishing	121	1,099	2,137	94.4	
Mining and Quarrying	24	904	1,310	44.9	
Manufacturing	747	1,075	1,817	69.0	
Electricity, Gas, Steam, and Air Conditioning Supply	34	3,219	3,848	19.5	
Water Supply; Sewerage, Waste Management and Remediation Activities	21	2,198	2,299	4.6	
Construction	257	838	2,650	216.2	
Wholesale and Retail Trade; Repair of Motor Vehicles and Motorcycles	546	939	2,106	124.3	
Transportation and Storage	118	1,309	2,548	94.7	
Accommodation and Food Service Activities	136	1,023	1,311	28.2	
Information and Communications	124	1,882	2,794	48.5	
Financial and Insurance Activities	282	2,471	2,673	8.2	
Real Estate Activities	43	2,140	1,993	-6.9	
Professional, Scientific, and Technical Activities	75	2,373	2,956	24.6	
Administrative and Support Service Activities	1,037	2,130	2,668	25.3	
Education Except Public Education	231	1,728	1,955	13.1	
Human Health and Social Work Activities	155	1,547	1,973	27.5	
Arts, Entertainment, and Recreation	40	1,692	6,119	261.6	
Repair of Computers and Personal and Household Goods; Other Personal Service Activities	9	622	1,524	145.0	

### Notes:

Source: 2018 and 2020 Occupational Wages Survey (OWS).

Median divides the wage distribution into two equal parts. It is the value where half of the distribution receive more while the other half receive less.

<sup>2.</sup> Time-rated workers on full-time basis refers to workers paid on the basis of a time unit of work and who work at jobs with hours of work equal to or more than those considered as normal or regular to the establishments.

<sup>3.</sup> Allowances includes regular/guaranteed cash payments.

## **Technical Notes:**

The 2020 Occupational Wages Survey (OWS) is a nationwide survey of establishments which employ 20 or more workers. It is conducted every two (2) years to monitor the wage rates of two (2) benchmark occupations and at most eleven (11) occupations in each of the pre-determined 55 out of the 71 industries. In addition to the two benchmark occupations *i.e.*, (1) accounting and bookkeeping clerks; and (2) unskilled workers (except janitors, messengers, and freight handlers), a total of 190 industry-specific occupations were monitored for 2020 OWS.

The 2020 OWS adopted the 2012 Philippine Standard Occupation Classification (PSOC) from the 2002 PSOC Update used in the 2016 round. Changes in the listing of occupations include splitting of some classification codes into different codes/groups, e.g., Electronics and Telecommunications Engineer 2153 (2002 PSOC Update) into Electronic Engineer 2152 (2012 PSOC) and Telecommunications Engineer 2153 (2012 PSOC). This also resulted in the merging of some classification codes/group (i.e. Travel Consultant and Organizer 3114 (2002 PSOC Update) and Travel Agency Clerks and Related Workers 4211 (2002 PSOC Update) into Travel Consultants and Clerks 4221 (2012 PSOC).

The main objective of the 2020 OWS is to generate wage statistics as critical inputs to policies on wage and salary administration and wage determination particularly in wage-fixing, price policies and collective bargaining negotiations. The OWS is one of the designated statistical activities identified under Executive Order No. 352 (System of Designated Statistics) dated July 1, 1996 which recognized the survey as an activity that will generate critical data for decision-making of the government and the private sector.

Specifically, statistics on wage rates are useful economic indicators and inputs to wage, income, productivity and price policies, and wage fixing in collective bargaining. Occupational wage rates are used to measure wage differences across occupations and industries specifically wage differentials and wage inequality in typically low wage and high wage occupations. Industry data on basic pay and allowances can be used to measure wage differentials across industries, for investment decisions and as reference in periodic adjustments of minimum wages. The wage data collected from the OWS can be used for international comparability as the industry codes and occupation codes used in the survey are the current standard codes used internationally.

The reference period for the 2020 OWS covers the pay period that includes 31 August 2020. The main topics covered by the survey include occupational wage rates, median basic pay and median allowance of time-rated workers on full-time basis. The data category on "average monthly occupational wage rate of selected occupations" is one of the important variables listed by the Philippine government under the Special Data Dissemination Standard (SDDS) of the International Monetary Fund (IMF). The SDDS serves as reference to member countries in the dissemination of economic and financial data.

#### **DEFINITION OF TERMS:**

<u>Basic pay</u> - includes pay for normal/regular working time before deductions for employees' social security contributions (e.g., SSS/GSIS, PhilHealth, PAG-IBIG) and withholding taxes, etc. However, basic pay excludes overtime, night shift differential and other premium pays; commissions, tips and shares of employees in service charges; payments in kind; allowances; and bonuses and gratuities.

<u>Allowances</u> - include cost of living allowances (COLA) and other guaranteed cash payments given regularly. It excludes, however, reimbursements for travel, entertainment, meals, and other expenses, etc. incurred in conducting the business of the employer; cost of uniform/working clothes; bonuses and gratuities; family allowances; and payments in kind.

<u>Time-rated workers on full-time basis</u> - workers paid on the basis of a time unit of work and who work at jobs with hours of work equal to or more than those considered as normal or regular to the establishment.

<u>Time unit</u> - basis of computing, determining or fixing the basic pay or allowance, i.e., hourly, daily or monthly. This is different from frequency of payment such as twice a month.

Wage rate - refers to the sum of basic pay and regular/guaranteed cash allowances.

<u>Benchmark occupations</u> - refer to occupations monitored in all industries covered by the survey. It serves as a standard or point of reference against which other occupations may be compared or assessed. The OWS specifically collects data on these two benchmark occupations: (1) Accounting and Bookkeeping Clerks and (2) Unskilled Workers except Janitors, Messengers, and Freight Handlers

<u>Median</u> - refers to the value that divides the wage distribution into two equal parts. It is the value where half of the distribution receive more while the other half receive less.