

## **Wholesale Trade**

Number, rate, and costs of fatal occupational injuries in the U.S. wholesale trade industry by selected characteristics, 1992–200

			Costs (2003 dollars)		
Characteristic	Number of fatalities	Fatality rate (per 100,000 workers)	Total (millions)	Mean (thousands)	Median (thousands)
All incidents	2,638	4.8	\$2,169	\$826	\$855
Sex:					
Male	2,501	6.5	2,048	822	853
Female	137	0.8	122	889	886
Race of decedent:					
White	2,272	4.6	1,881	832	868
Black	208	5.6	159	764	824
Other*	158	7.2	130	821	814
Age of decedent:					
16–19	51	4.0	36	711	688
20–24	208	4.5	183	881	846
25–34	534	3.6	557	1,043	1,007
35–44	660	4.1	695	1,053	1,006
45–54	559	5.2	489	875	849
55–64	399	7.3	192	481	466
65+	227	13.7	17	81	65
Occupation goup:†  Managerial and professional	220	2.0	220	1.002	1 222
specialty	220	2.8	239	1,092	1,232
Technical, sales, and administrative	685	2.2	590	870	925
support					
Service	32	5.9	18	569	653
Farming, forestry, and fishing Precision production, craft, and	56	8.8	31	552	638
repair	265	7.6	246	928	1,013
Operators, fabricators, and laborers	1,365	11.9	1,037	761	819
Event or exposure:					
Contact with objects and equipment	471	0.9	365	778	803
Falls	192	0.4	125	656	699
Bodily reaction and exertion	7	0.0	6	907	894
Exposure to harmful substances or	•	3.0	ŭ	, ,	٠,٠
environments	142	0.3	128	900	913
Transportation accidents	1,407	2.6	1,195	853	914
Fires and explosions	98	0.2	75	766	811
Assaults and violent acts	317	0.6	272	864	876

<sup>\*</sup>This category includes all other races, such as American Indian and Asian, as well as unknown or missing races.



<sup>&</sup>lt;sup>†</sup>Numbers are not reported for "unknown" or "not classified" categories.



# **Fatal Occupational Injury Cost Model**

### **Theoretical Basis of Cost Estimation**

The cost to society of a workplace fatality was estimated using the cost-of-illness approach, which combines direct and indirect costs to yield an overall cost of an occupational fatal injury. For these calculations, only medical expenses were used to estimate the direct cost associated with the fatality. The indirect cost was derived by calculating the present value of future earnings summed from the year of death until the decedent would have reached age 67, accounting for the probability of survival were it not for the premature death. (For more information, see Biddle, E [2004]. *Economic Cost of Fatal Occupational Injuries in the United States, 1980–1997*. Contemporary Economic Policy 22(3):370–381.)

## **Mathematical Representation of Indirect Costs**

 $PVF = \sum Py_s (y+1)[Y_s, j(n) + Y_s(n)] (1+g)n-y/(1+r)n-y$ 

#### where:

PVF = present discounted value of loss due to occupational fatal injury per person Py,s (y+1) = probability that a person of race r, sex s, and age y will survive to age y+1

y = age of the person at death

s = sex of the person

n = age if the person had survived

Ys,j(n) = median annual earnings of an employed person of sex s, occupation j, and age n

(includes benefits and life-cycle wage growth adjustment)

Yhs(n) = mean annual imputed value of home production of a person of sex s and age n

g = wage growth rate attributable to overall productivity

r = real discount rate (3%)

## **Data Sources**

**Fatality data:** Bureau of Labor Statistics (BLS) Census of Fatal Occupational Injuries (CFOI). These data exclude military personnel, decedents with unknown age or sex, fatalities occurring in New York City, and fatalities from the September 11, 2001, terrorist attacks.

**Probability of survival:** National Center for Health Statistics, Division of Vital Statistics.

**Median annual earnings:** BLS Current Population Survey. Wage data are based on the occupation of the decedent and the year of death adjusted by Gross Domestic Product (GDP) Deflator to base year of dollar. Life-cycle wage growth was calculated based on the rate of change in wages between age groups.

**Benefits:** U.S. Chamber of Commerce. Benefits data are based on the industry where the decedent was employed and the year of death adjusted by the GDP Deflator.

**Mean annual home production:** Expectancy Data that were derived by a time diary study sponsored by the U.S. Environmental Protection Agency and conducted by the University of Maryland.

Wage growth rate: Based on BLS Employment Cost Index (ECI)

Medical costs: National Council on Compensation Insurance. Costs are a 3-year average cost.

**Employment estimates for rate calculations:** BLS Current Population Survey.

## **Fatality Rate Calculations**

Fatality rates were calculated by NIOSH and may differ from previously published BLS CFOI rates. Fatality rates were calculated as deaths per 100,000 workers. Fatality rates for sex, race, age group, and occupation were calculated using employment estimates by the individual characteristic within the specific industry sector. Employment estimates for the specific industry sector were used to generate rates for event.

## **Classification Systems**

**Industry:** 1987 Standard Industrial Classification System (SIC)

Occupation: 1990 Bureau of Census Occupational Classification System (BOC)

Event: 1992 BLS Occupational Injury and Illness Classification System (OIICS)

