

Executive Summary

- People with higher earnings work more hours per year with respect to people with lower earnings.
- So it is suggested that **in order to earn more, people should work more hours per year.**
- And if a person works a low number of hours per a year, his annual earnings will become low.
- Average annual earnings per person are found to be 18729 dollars.
- Average annual work hours per person is found to be 1632.6 hrs.
- Median of the earnings per person is 16000 dollars and it is taken as the measure for comparison to decide whether a persons' earning is low or high.
- Average work hours per person who is working more per year is 1933.937 hrs.
- Average work hours per person who is working less per year is 1319.163 hrs.
- These results are found from a dataset of 4856 individuals taken from the longest running longitudinal household survey in the world called, Panel Study of Income Dynamics (PSID) - a study began in 1968 with a nationally representative sample of over 18,000 individuals living in 5,000 families in the United States.