

# Wage-Price Spiral

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IT'S NOT YOUR FATHER'S LABOUR MARKET ... OR ECONOMY

# How wages could affect price levels

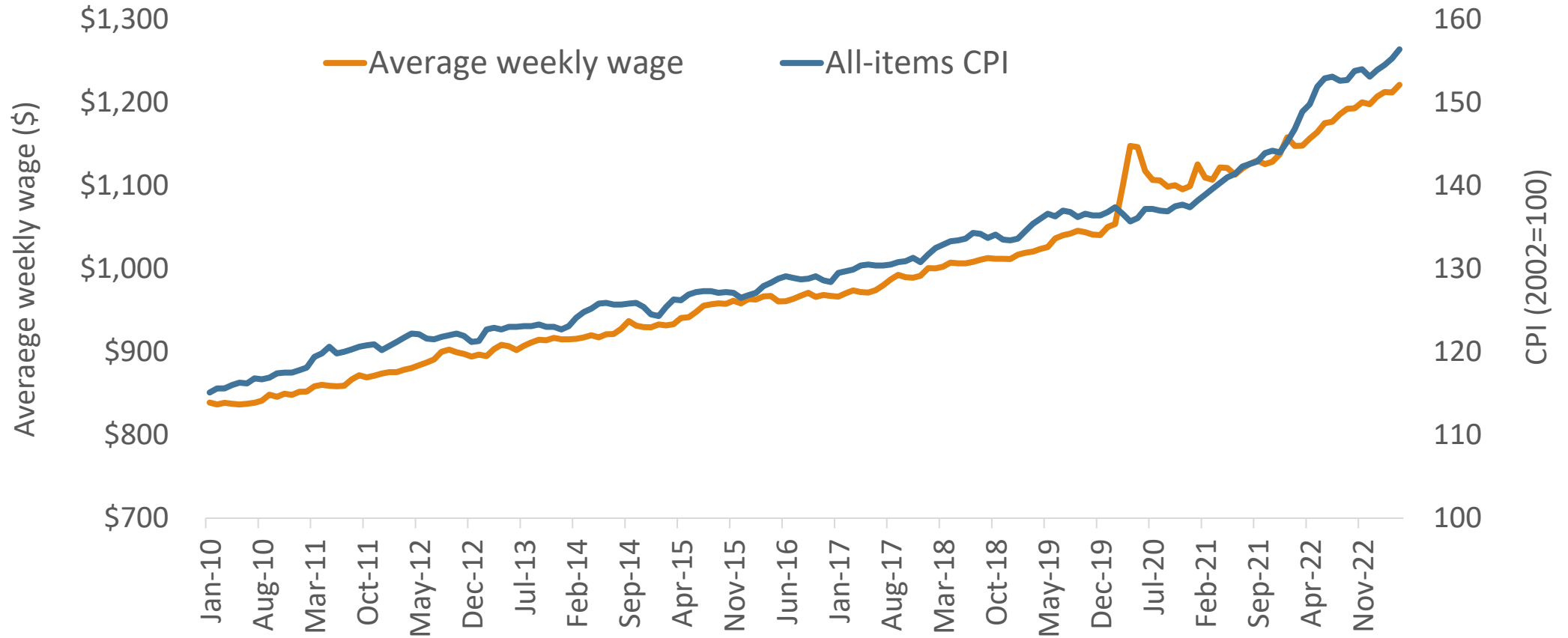
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Cost-push: higher wages are passed through to prices

Demand-pull: higher wages support excess demand

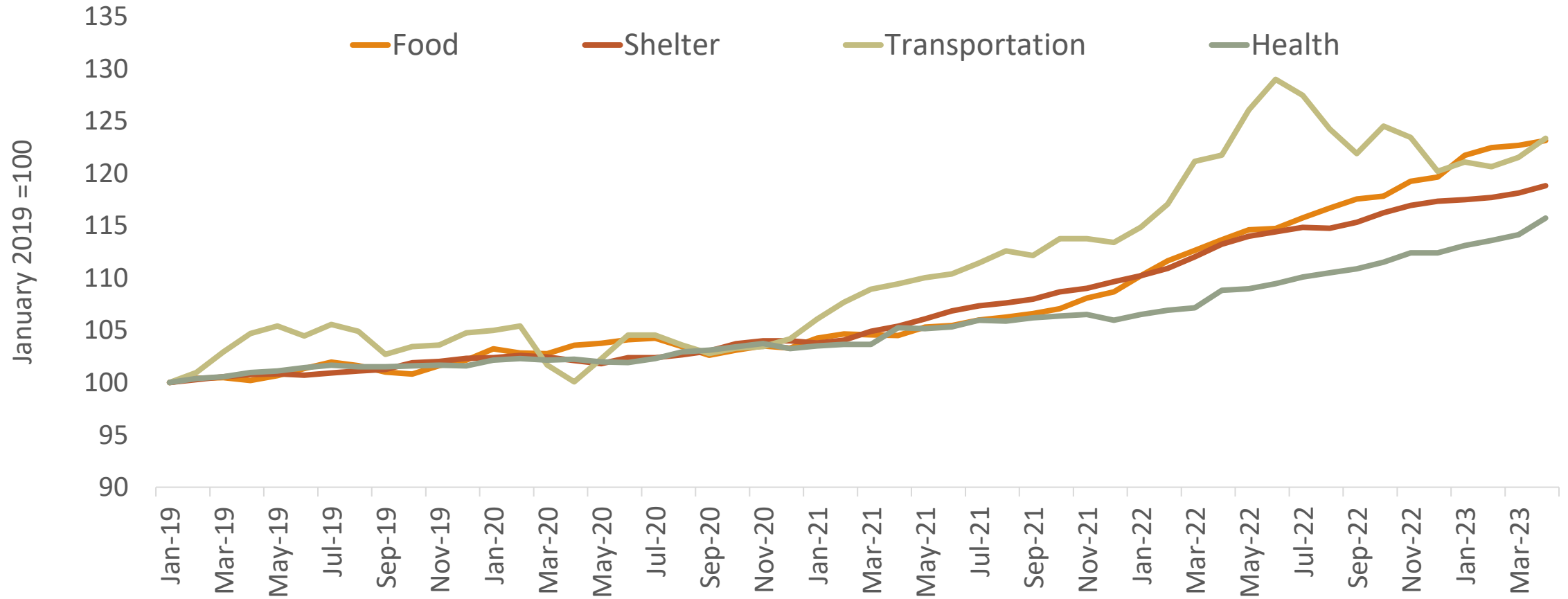


# Wages and Inflation



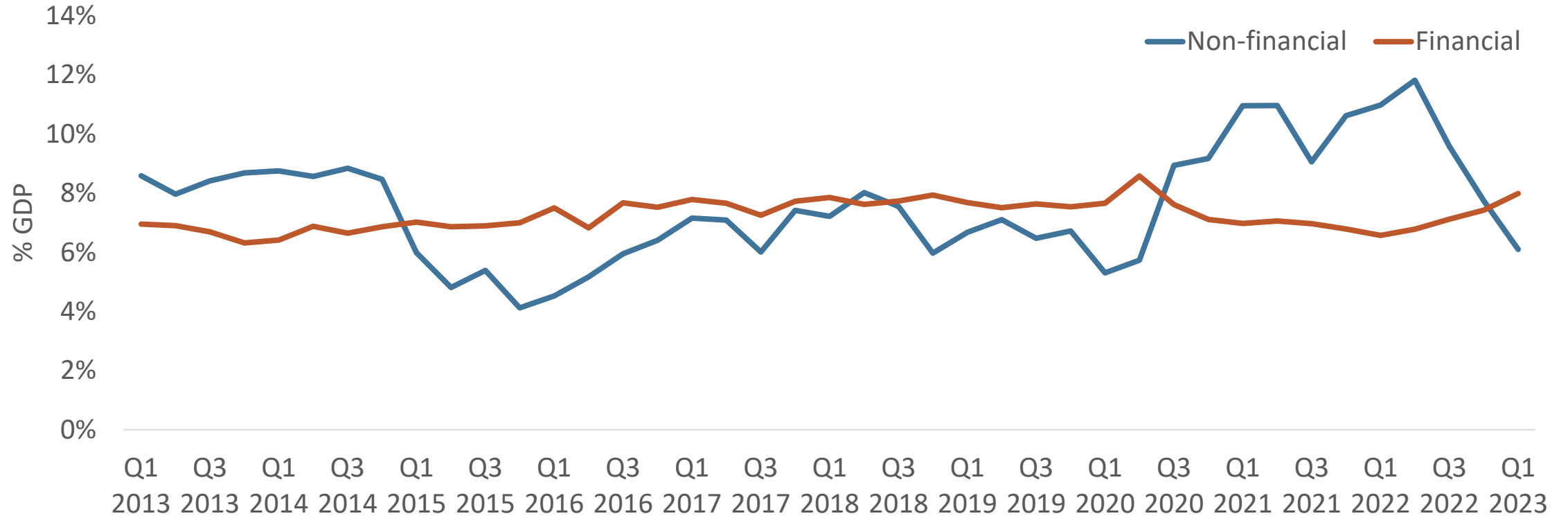
Statistics Canada Tables 18-10-0004-01 (CPI), 14-10-0320-01 (Wages)

# Prices of Necessities Grew Fastest



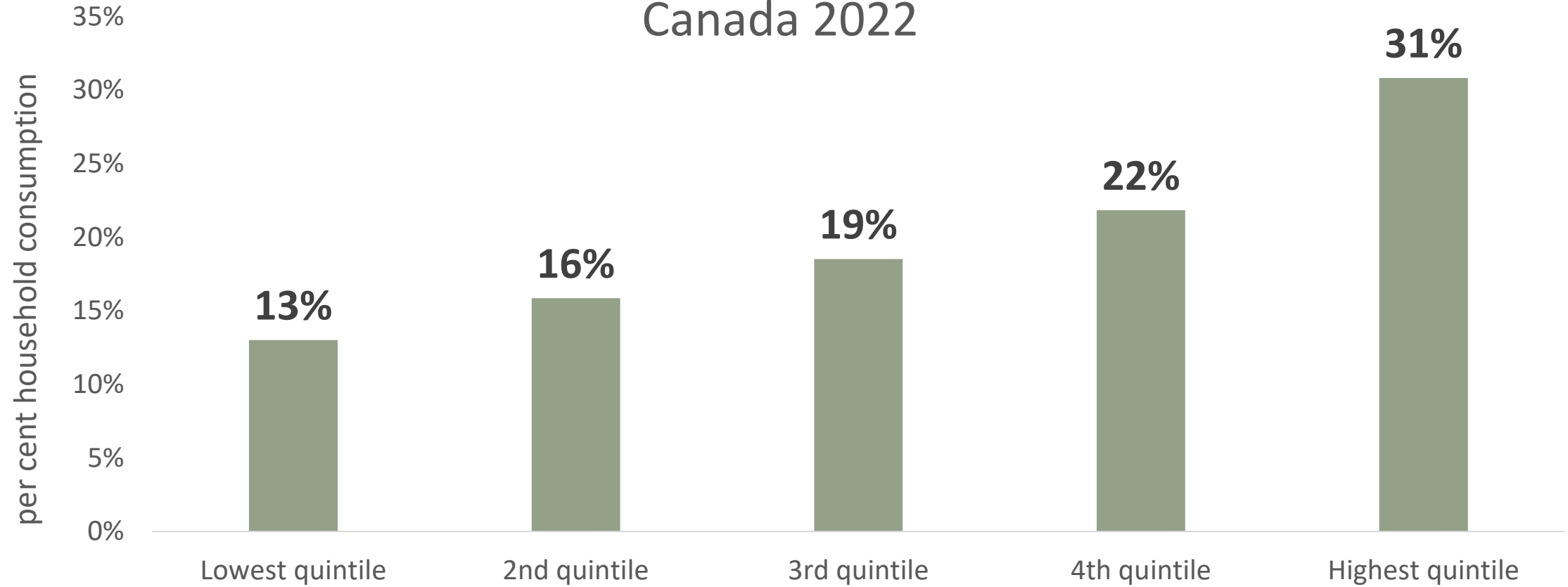
Index calculated from Statistics Canada table 18-10-0004-01

# Corporate Profits (after tax) as a share of GDP



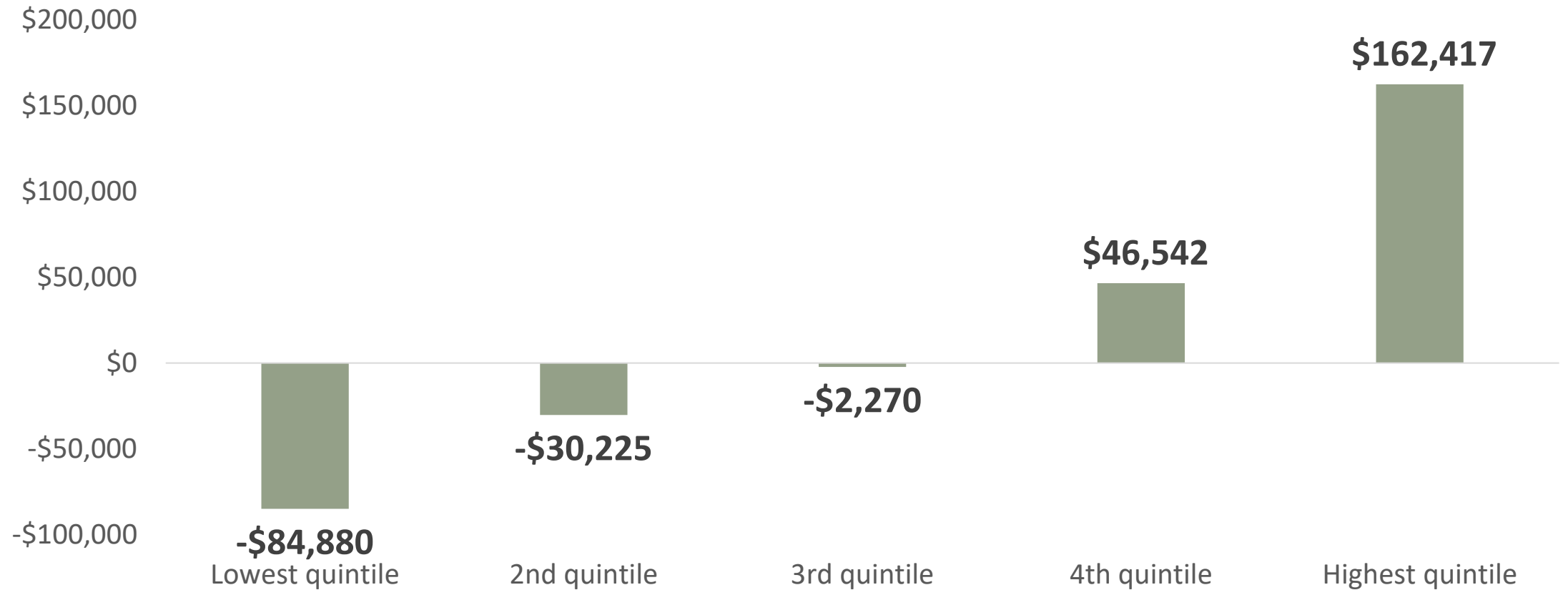
Statistics Canada Table 36-10-0117-01 (Corporate Profits), 36-10-0103-01 (GDP at market prices)

# Total Household Consumption Share by Quintile, Canada 2022



Statistics Canada Table 36-10-0587-01

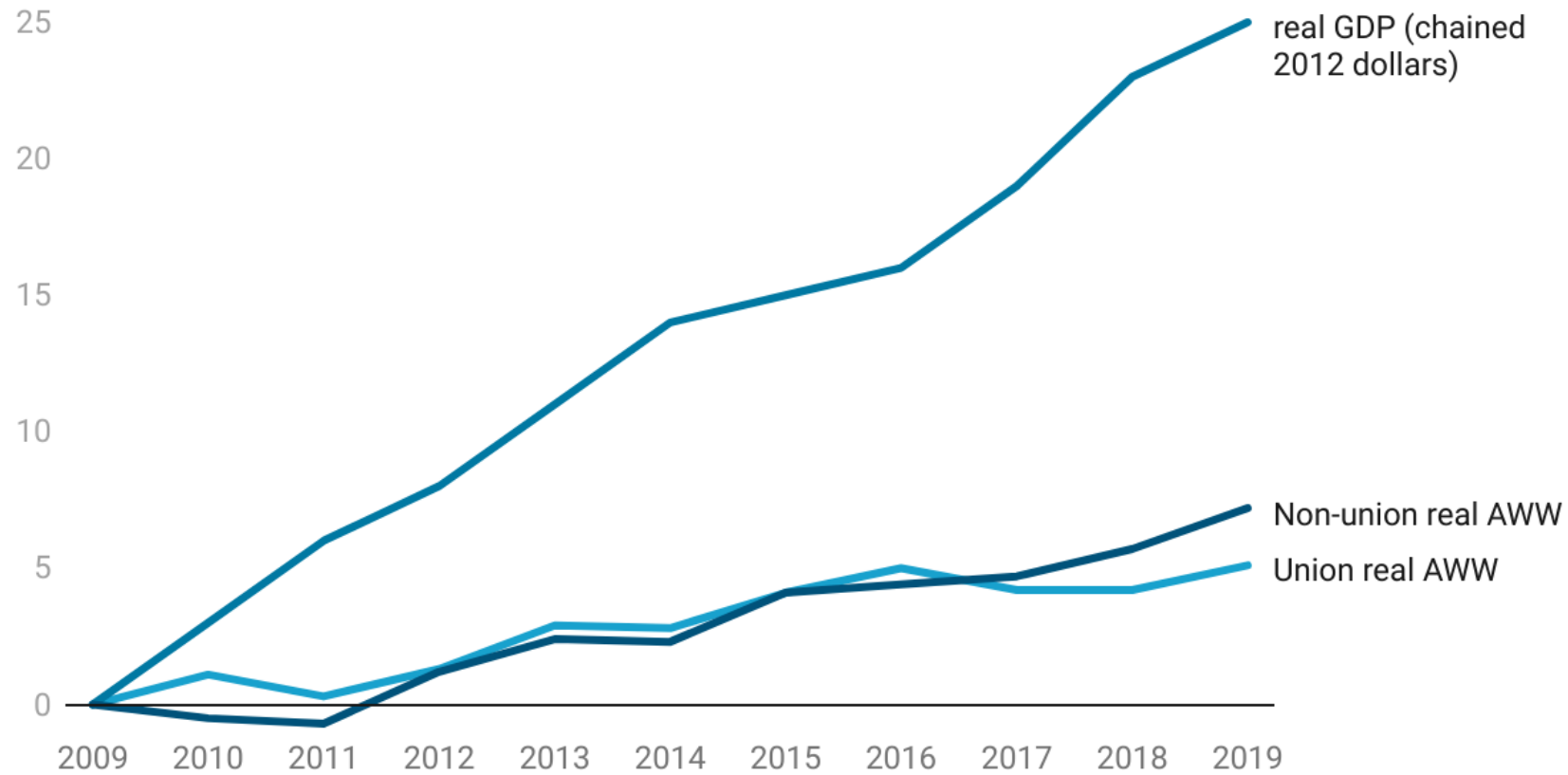
# Household net saving by income quintile - Canada, 2022



Statistics Canada Table 36-10-0587-01

# Real wage and GDP growth post financial crisis

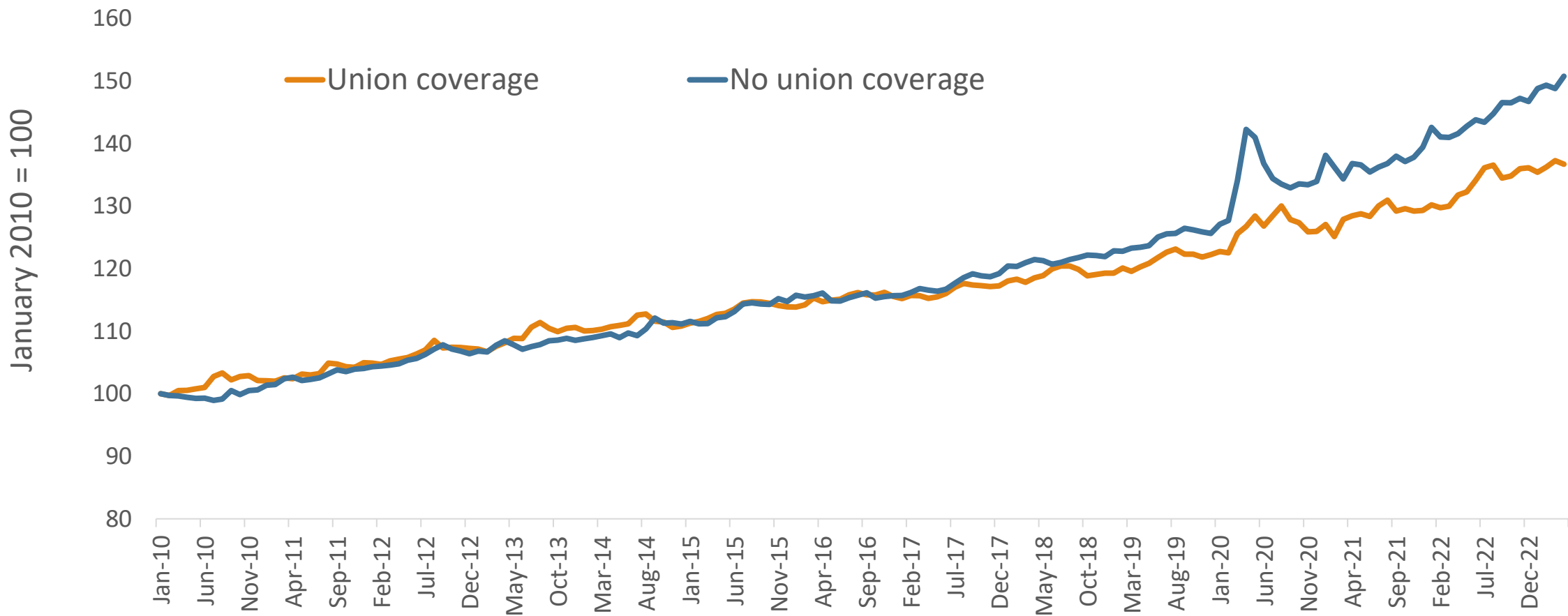
Union wage growth suppressed leading up to pandemic



Source: Statistics Canada table 14-10-0134-01 (wages by union status), 36-10-0222-01 (GDP), and 18-10-0005-01 (annual CPI) • Created with Datawrapper

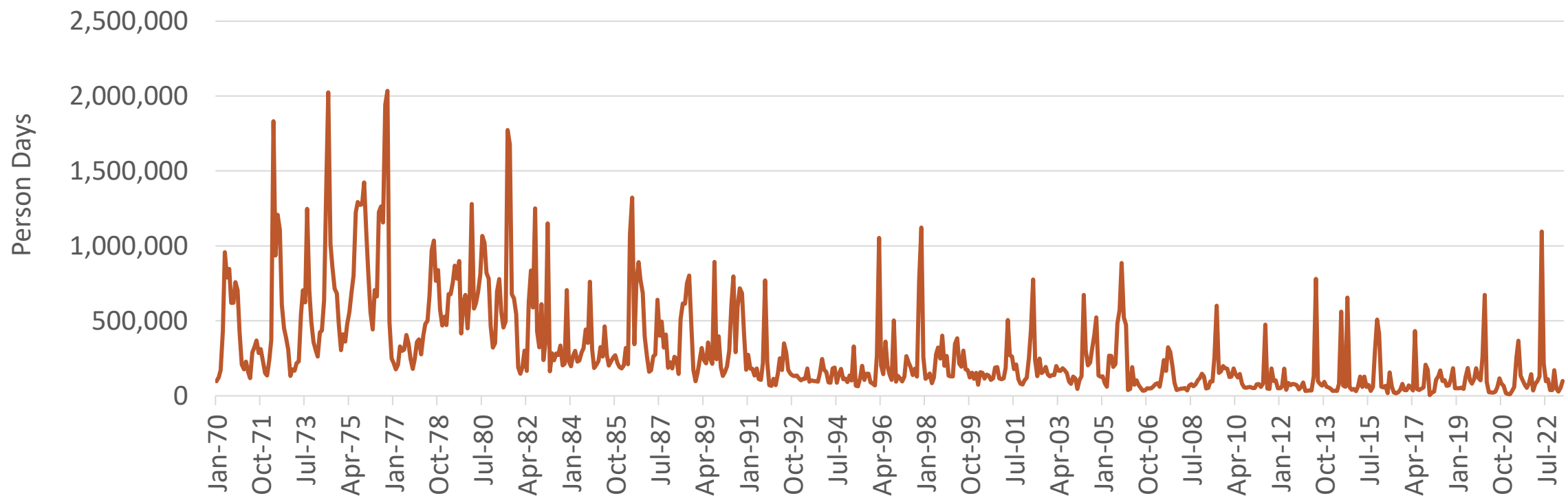


# Union/Non-union average weekly wage trends



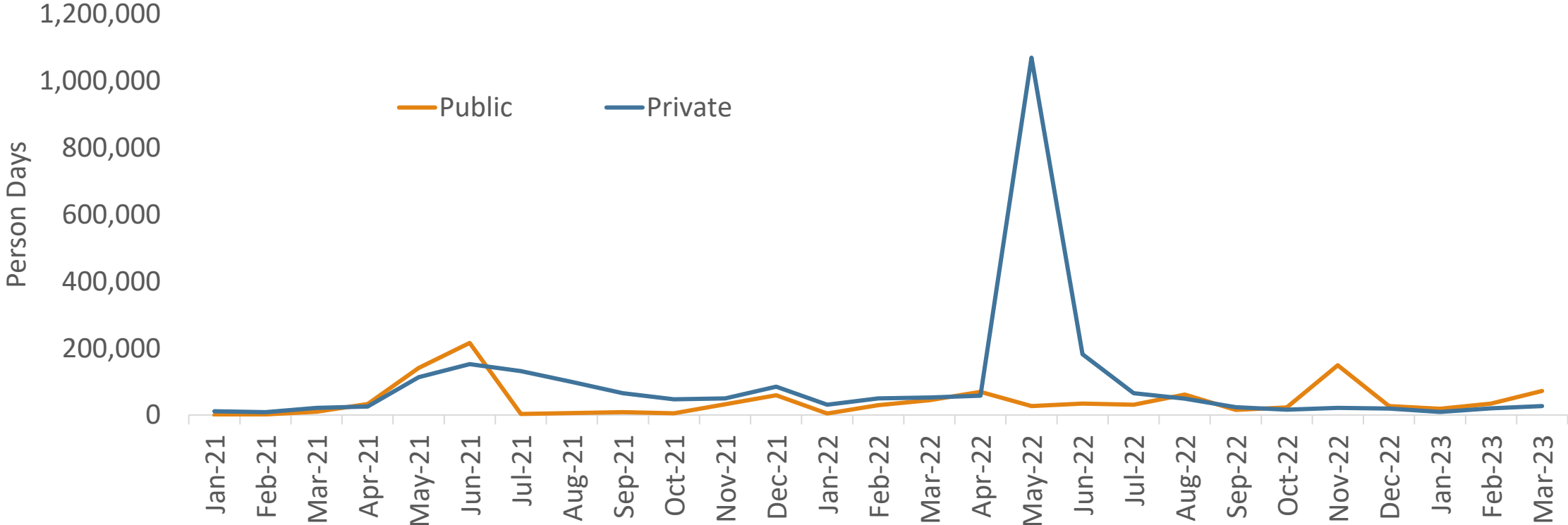
Statistics Canada Table 14-10-0320-01

# Person days not worked due to work stoppage (strike or lockout)



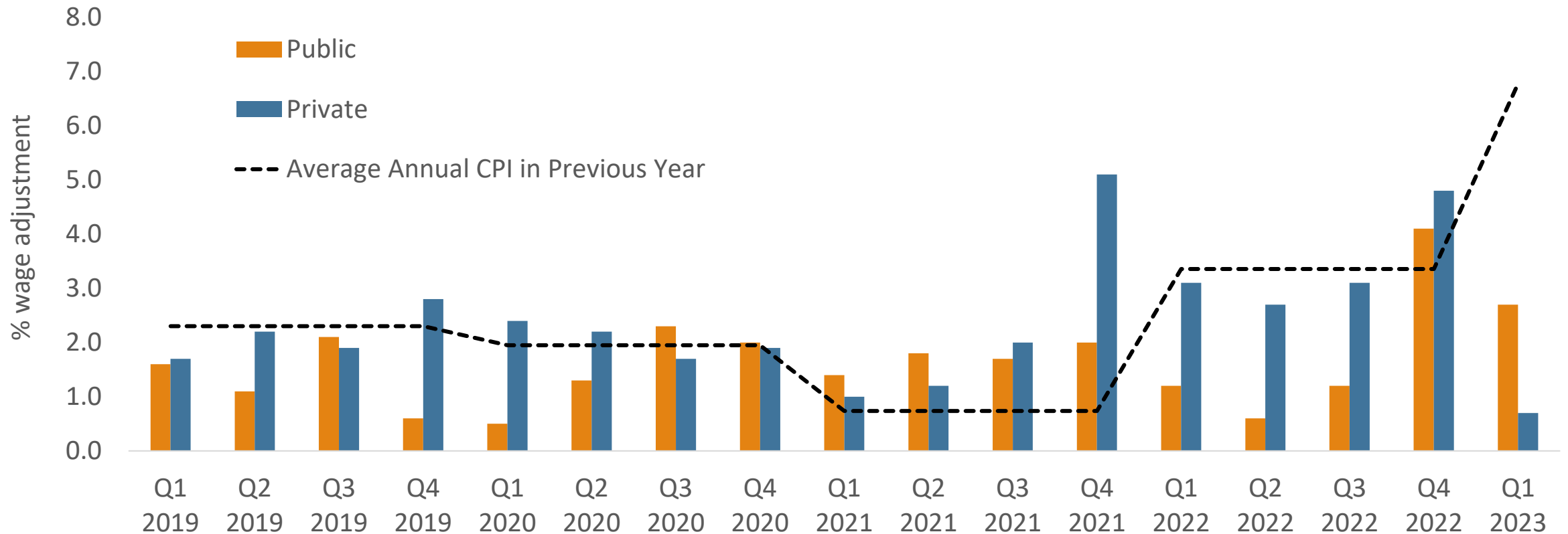
Source: ESDC Labour Program, Statistics Canada Table 14-10-0350-01

# Person days lost to work stoppage by sector



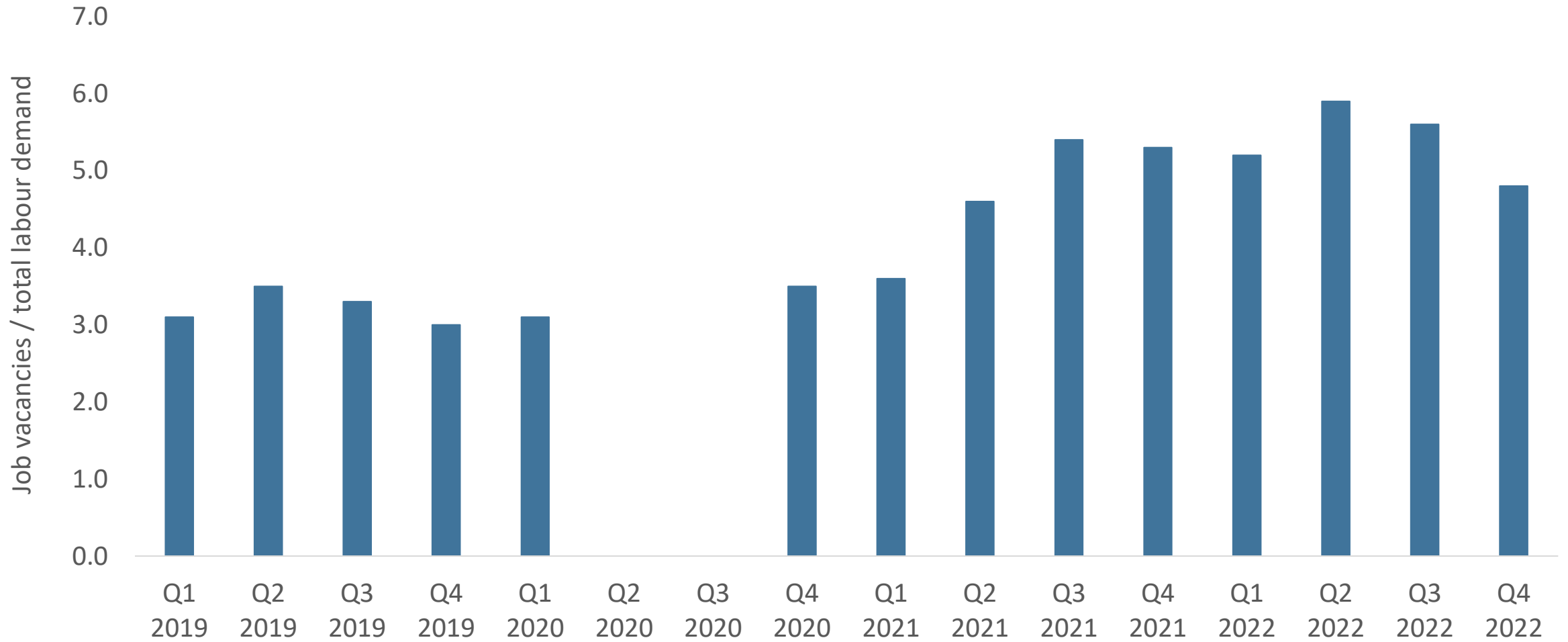
Source: ESDC Labour Program, Statistics Canada Table 14-10-0350-01

# Average First Year Wage Adjustment, Major Collective Agreements, Canada



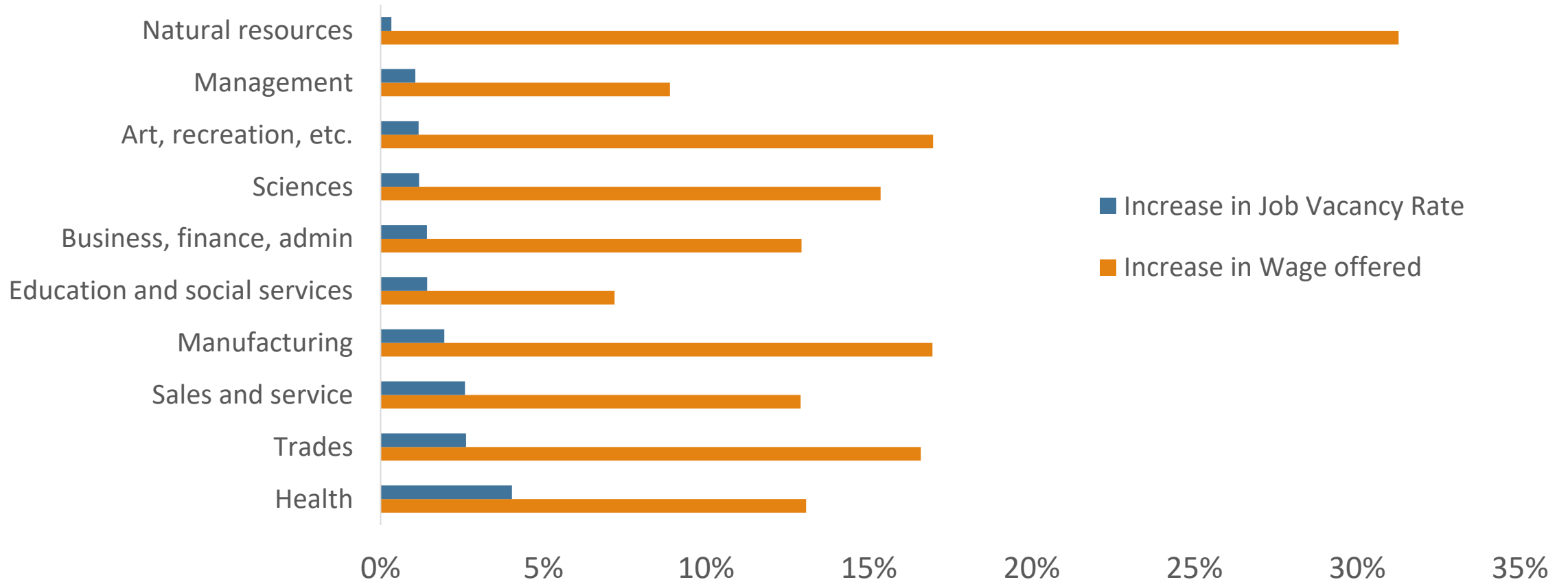
Statistics Canada Table 14-10-0348-01

# Job vacancy rate



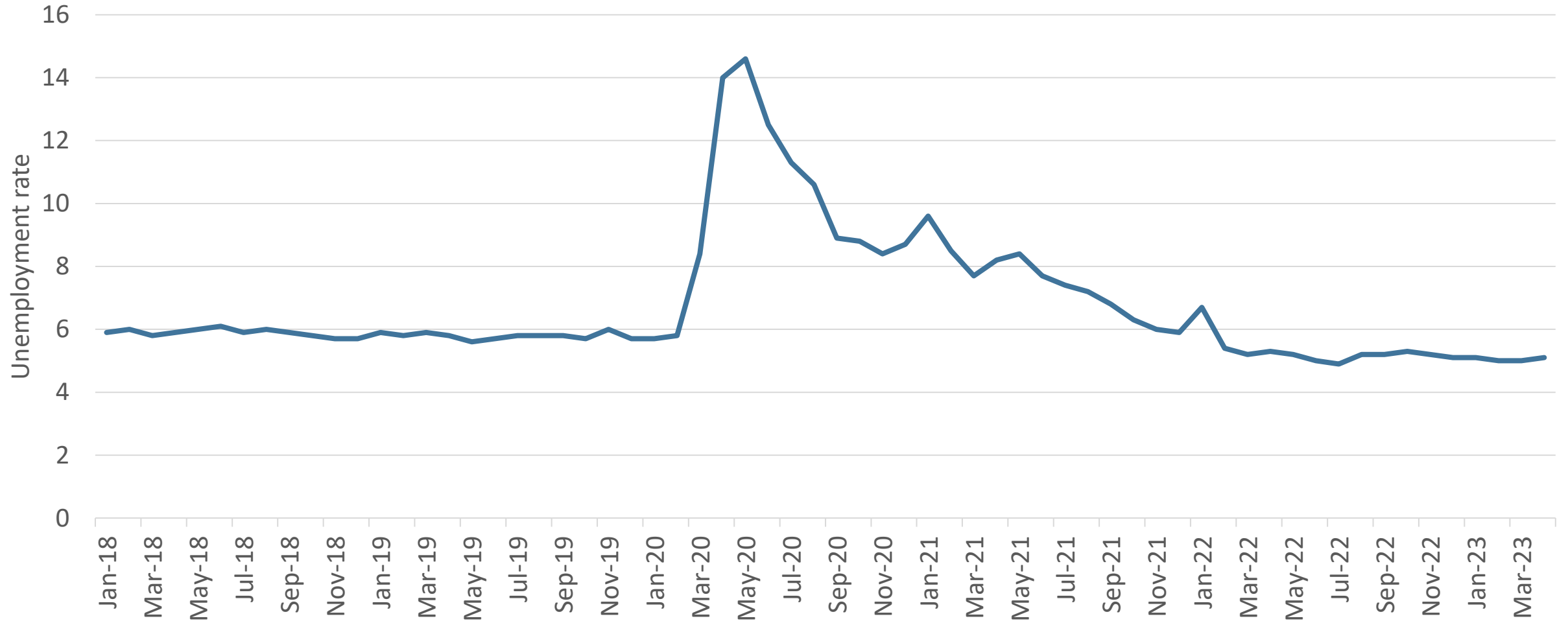
Statistics Canada Table 14-10-0325-01

# Change in Job Vacancies and Wage Offered, Q4 2019 - Q4 2022



Calculations use data from Statistics Canada Table 14-10-0356-01

# Unemployment rate near historic lows (ages 15-64)



Statistics Canada Table 14-10-0287-01





