

Labour productivity was calculated as the ratio of real output (1971\$) to total number of employees (millions).

D. Unit Gross Indirect Taxes

Indirect taxes include sales, excise and property taxes, and windfall profits on crude oil production. It also includes non-tax liabilities such as royalty payments. Unit gross indirect taxes were defined as the ratio of gross indirect taxes to real output per industry (1971\$).

E. Interest Payments and Depreciation

Interest payments include interest from all sources including bonds and mortgages. Depreciation is based on the book-value of assets and consists of depreciation changes and accidental damage to business capital for non-farm business. For farms and non-profit organizations, it is calculated by BEA based on straight-line depreciation and historical costs. This data is taken from the GPO tapes and is establishment-based. Unit interest payments were calculated as the ratio of nominal interest payments to real output (1971\$) per industry. Unit depreciation was calculated as the ratio of nominal depreciation payments to real output (1971\$) per industry.