

SOC 2

EMBOFFICE
Brasilia

A- 743

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SUBJECT

DEPARTMENT OF STATE

AMEMBASSY, RIO DE JANEIRO

February 2, 1967

Study of Distribution of Family Income in
Rio de Janeiro Metropolitan Area.

The enclosures transmit a study of the distribution of family income in the Rio de Janeiro area carried out by the Brazilian Institute of Public Opinion and Statistics for the years 1963, 1964, and 1966. The study is compiled from data derived from a questionnaire survey applied to a sample of 1,000 families in the Rio area during May of each year.

As the study shows, the family unit averages between 4.5 and 5 persons and the average family monthly salary increased from Cr\$ 53,961 (equiv \$73.42)^{1/} in May, 1963 to Cr\$ 233,337 (equiv \$ 105.00), while population in the Greater Rio area (including Duque de Caxias, Nova Iguaçu, and other industrial satellites in the state of Rio de Janeiro) increased from 4,986,900 in May, 1963 to 5,891,900 in May, 1966.

The tables show an increase in income inequality during the 1963-1966 period, especially between 1963-64. The lower 65.6% of family units received 40.7% of family income during May, 1963, whereas 69.2% of family units received 41.9% of family income in May, 1964. It further shows that the share of the bottom 70.0% of family units was 41.2% in May, 1966. In addition, the top 1.5% of family units received 7.0% of family income in May, 1963, whereas the top 1.0% received the same percentage in May, 1966.

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Enclosures: no. 1, no. 2, no. 3.
Dist./Family Income/Rio.

^{1/} Rate of exchange May 1963 was 7350r to the dollar.

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LAB:RMB/160:2: 2/1/67

Actg. DCI - Stuart H. Van Dyke

ECON: RBELwood
LAB: HNBaker

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DISTRIBUTION OF FAMILY INCOME IN GREATER RIO

Encl. nº 1

A-743

Rio de Janeiro

1963

CLASSES	Number of Families	Total Population Percentage	Average Monthly Income - Cr\$	Total monthly earnings Billion Cr\$	Family Income Percentage	Expense Billion Cr\$	Surplus or Deficit Billion Cr\$
Upper	16,600	1.5%	Over 200,000	4.2	7.0%	1.5	2.7
Upper Middle	28,800	2.6%	139,000 to 200,000	4.4	7.4%	2.4	2.2
Middle	175,000	15.8%	74,000 to 139,000	16.3	27.7%	10.6	5.7
Lower Middle	160,700	14.5%	59,000 to 74,000	10.3	17.3%	7.7	2.6
Lower	387,700	34.8%	31,000 to 59,000	16.8	28.1%	15.1	1.7
Lower Lower	341,400	30.8%	Below 31,000	7.5	12.6%	9.0	-1.5

Families in Greater Rio include: Guanabara, Niterói, São Gonçalo, Caxias, Nilópolis, Nova Iguaçu and São João de Meriti

Total population (Greater Rio) 4,986,900
 Total nº families (Greater Rio) 1,108,200
 Inhabitants per family 4.5
 Minimum wage Cr\$ 21,000

Total family income (billion Cr\$) 59.8
 Average monthly income per family ... Cr\$ 53,961
 Average monthly income per capita ... Cr\$ 11,991
 Expenses with: 1) food; 2) housing; 3) transportation; 4) Medicines; 5) clothing = Cr\$ 59.5 billions

Source: IBCE - September 1963

LAB:HW B:REG:lb

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DISTRIBUTION OF FAMILY INCOME IN GREATER RIO

Encl. nº 2
A-743
Rio de Janeiro

1964

CLASSES	Number of Families	Total Population Percentage	Average Monthly Income - Cr\$	Total Monthly earnings Billion Cr\$	Family Income Percentage	Expense Billion Cr\$	Surplus or Deficit Billion Cr\$
Upper	21,721	1.9%	Above 450,000	13.2	8.9%	4.9	8.3
Upper Middle	59,447	5.2%	300,000 to 450,000	19.7	13.4%	10.2	9.5
Middle	169,196	14.8%	180,000 to 300,000	37.1	25.1%	22.8	14.3
Lower Middle	101,746	8.9%	150,000 to 180,000	15.1	10.7%	11.1	4.0
Lower	342,965	30.0%	82,000 to 150,000	36.3	24.6%	30.4	5.8
Lower Lower	448,140	39.2%	Below 82,000	25.6	17.3%	26.6	-1.0

Families in Greater Rio include: Guanabara, Niterói, São Gonçalo, Caxias, Nilópolis, Nova Iguaçu and São João de Meriti

Total population (Greater Rio) 5,721,400
 Total nº families (Greater Rio) 1,143,215
 Inhabitants per family (average) 5
 Minimum wage Cr\$ 42,000

Total family income (billion Cr\$) 147.9
 Average monthly income per family... Cr\$ 129,400
 Average monthly income per capita... Cr\$ 25,850
 Expenses with: 1) food; 2) housing; 3) transportation;
 4) medicines; 5) clothing = Cr\$ 106 billions

Source: IBC/PE - August 1964

LAB:HV B:REG:lb
 11.23.66

DISTRIBUTION OF FAMILY INCOME IN GREATER RIO

Encl. nº 3
A-743
Rio de Janeiro

1966

CLASSES	Number of Families	Total Population Percentage	Average Monthly Income - Cr\$	Total monthly earnings Billion Cr\$	Family Income Percentage	Expense Billion Cr\$	Surplus or Deficit Billion Cr\$
Upper	11,800	1.0%	Above 1,000,000	19.2	7.0%	6.5	12.7
Upper middle	70,740	6.0%	500,000 to 1,000,000	48.3	17.6%	25.5	22.8
Middle	183,000	15.5%	298,000 to 500,000	67.5	24.6%	44.0	23.5
Lower middle	102,000	8.6%	248,000 to 298,000	26.8	9.7%	21.4	5.4
Lower	354,000	30.0%	149,000 to 248,000	63.8	25.4%	61.3	8.5
Lower Lower	470,000	40.0%	Below 149,000	43.4	15.8%	45.8	- 2.4

Families in Greater Rio include: Guanabara, Niterói, São Gonçalo, Caxias, Nilópolis, Nova Iguaçu and São João de Meriti

Total population (Greater Rio) 5,891,900
 Total nº families (Greater Rio) 1,178,200
 Inhabitants per family (average) 5.0
 Minimum wage Cr\$ 84,000

Total family income (billion Cr\$) 275.0
 Average monthly income per family ... Cr\$233,337
 Average monthly income per capita ... Cr\$ 46,667
 Expenses with: 1) food; 2) housing; 3) transportation;
 4) medicines; 5) clothing = Cr\$ 204.5 billions

Source: IBCPE - May 1966
 LAB:HV, B:REG:ib
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