

PRELIMINARY REPORT **INDUSTRY SERIES**

VILAX Census of Mineral Industries 10.10

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IRON ORES (Industry 1011)

This report presents preliminary statistics from the 1982 Census of Mineral Industries. The 1982 data are subject to change in the final reports, which will be issued at a later date. Final data will be presented first in paperbound reports and then in a bound volume of Subject, Industry, and Geographic Area Statistics. The final volume will include a comprehensive discussion of the concepts and definitions used in the census.

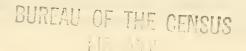
The total value of shipments and receipts for Industry 1011, Iron Ores, was \$1,425 million in 1982, while the value of net shipments of products classified as being primary to this industry was \$1,362 million. Value added by mining was \$779 million. Total employment for the industry decreased to 11.6 thousand employees in 1982, a decrease of approximately 40 percent from 1977. Establishments in this industry are those primarily engaged in mining, beneficiating, or otherwise preparing iron ores and manganiferous ores valued chiefly for their iron content. This industry includes production of sinter and other agglomerates, except those associated with blast furnace operations.

Establishment data were tabulated based on industry definitions contained in the 1972 Standard Industrial Classification (SIC) Manual and its 1977 supplement. The industry statistics (employment, payroll, value of shipments and receipts, cost of supplies, etc.) are reported for each establishment as a whole. Industry aggregates of these data measure not only the primary activities of the establishments, which determine their industry classification, but also all secondary activities performed by the same establishments. This fact should be taken into account in comparing industry statistics (tables 1, 2, 4a, and 4b) with product statistics (table 3) showing shipments by all industries of the primary products of the specified industry. (See appendix for a discussion of the difference between value of shipments and receipts for the industry and value of product shipments.) All dollar figures shown in this report are in current dollars for the years specified and have not been adjusted for changes in price levels. Therefore, when making comparisons to prior years, users should take into consideration the inflation that has occurred.

The methods of data collection which include the use of administrative records data are discussed in detail in the appendix. Small single-unit companies (the cutoff varied by industry) were not mailed a questionnaire. For these establishments (and a small number of larger establishments whose reports were not received at the time of tabulation), some employment, payroll, and receipt data were obtained from administrative records of other government agencies. These data were then used in conjunction with industry averages to estimate the statistics for the administrative-record and nonresponse establishments.



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Single-unit establishments in the iron ores industry with less than 18 employees were not mailed questionnaires. These establishments accounted for 1 percent of the total value of shipments and receipts.

The following abbreviations and symbols are used in the tables in this publication:

- Represents zero.
- (D) Withheld to avoid disclosing data for individual companies.
- (NA) Not available.
- (S) Withheld because estimate did not meet publication standards on the basis of either the response rate or a consistency review.
- (X) Not applicable.
- (Z) Less than half the unit shown.
- n.e.c. Not elsewhere classified.
- n.s.k. Not specified by kind.
- r Revised.
- SIC Standard Industrial Classification.

Other abbreviations, such as 1b, gal, yd, and bbl, are used in the customary sense. Where the term "tons" only is used, it refers to short tons of 2,000 pounds; where the figures are expressed in tons of 2,240 pounds, the unit of measure is specified as "long tons" or "1. tons."

¹Standard Industrial Classification Manual: 1972. For sale by Superintendent of Documents, U.S. Government Printing Office, Washington, D.C. 20402. Stock No. 041-001-00066-6. 1977 Supplement. Stock No. 003-005-00176-0.

Table 1. Historical Industry Statistics: 1982 and Earlier Years

(For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see appendix)

| | | Establishments during year | | All employees | | | duction, development, exploration workers | | | Cost of supplies used. | | | | |
|-------------------|---------------------------------|-------------------------------|---|----------------|---------------------------------|-------------------|---|-------------------------------|---|--|---|---|--|--|
| Year | Com- panies (num- ber) | Total (num- ber) | With 20 employ- ees or more (num- ber) | Number (1,000) | Payroll (million dollars) | Number (1,000) | | Wages (million dollars) | Value added by mining (million dollars) | purchased machinery installed, etc. | Value of shipments and receipts (million dollars) | Value of net ship- ments and receipts ¹ (million dollars) | Quantity of primary products ² | Capital expendi- tures (million dollars) |
| | | INDUSTRY 1011, IRON ORES | | | | | | | | | | | | |
| 19823 | 43 | 73 | 38 | 11.6 | 334.9 | 7.0 | | 201.2 | 779.3 | | 1 425.0 | (NA) | 32.7 | 63.1 |
| 1977 ³ | 70 (NA) | 97 111 | 61 56 | 19.3 19.7 | 372.3 218.2 | 13.9 15.3 | 28.5 | 253.3 155.6 | 1 046.4 701.5 | | 1 614.4 1 065.0 | 1 468.1 (D) | 56.8 76.4 | 458.5 60.1 |
| 1967 ³ | (NA) | 146 | 79 | 22.6 | 185.9 | 18.0 | | 133.4 | 661.9 | | 953.4 | 4861.5 | 85.9 | 108.8 |
| 1963 | 115 | 208 | 101 | 23.1 | 161.6 | 18.1 | 34.5 | 112.8 | 549.3 | | 762.2 | 709.4 | 73.8 | 96.6 |
| 1958 | 127 | 243 | 128 | 30.1 | 169.0 | 22.5 | 39.9 | 116.3 | 487.7 | 219.4 | 664.5 | 617.9 | 66.9 | 42.6 |

Note: For data prior to 1958, see 1963 Census of Mineral Industries, volume I, table 1 of industry chapter.

Table 2. Industry Statistics for Selected States and Type of Operation: 1982 and 1977

(For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see appendix)

| | | | | | | | 198 | 2 | | | | | 19 | 977 |
|--|----------------|--|---|--|---|---|---------------------------------|--|---|---|--|--|---|---|
| Industry, geographic | | | ishments ig year | All em | ployees | | | elopment, workers | | Cost of supplies used, | | | | |
| area, and type of operation | E ¹ | Total (num- ber) | With 20 employ- ees or more (num- ber) | Number ² (1,000) | Payroll (million dollars) | Number (1,000) | Hours (mil- lions) | Wages (million dollars) | Value added by mining (million dollars) | purchased machinery | Value of shipments and receipts (million dollars) | Capital expendi- tures (million dollars) | A11 employ- ees ² (1,000) | Value added by mining (million dollars) |
| INDUSTRY 1011, IRON ORES | | | | | | | | | | | | | | |
| Geographic Area | | | | | | | | | • | | | | | |
| United States. | - | 73 | 38 | 11.6 | 334.9 | 7.0 | 12.6 | 201.2 | 779.3 | 708.8 | 1 425.0 | 63.1 | 19.3 | 1 046.4 |
| California. Michigan. Minesota. Missouri. Ohio. Texas. Wisconsin. Wyoming. | E1 E3 | 3 8 20 1 4 -3 1 2 | 1 5 14 1 3 3 1 2 | AA EE FF BB CC AA AA BB | (D) (D) (D) (D) (D) (D) (D) | (D) (D) (D) (D) (D) (D) (D) | (D) (D) (D) (D) (D) | (D) (D) (D) (D) (D) (D) | (D) (D) (D) (D) (D) (D) (D) | (D) (D) (D) (D) (D) (D) (D) | (D) (D) (D) (D) (D) (D) | (D) (D) (D) (D) (D) (D) (D) | EE FF FF EE EE AA BB CC | (D) (D) (D) (D) (D) (D) (D) |
| Type of Operation | | | | | | | | | | | | | | |
| Producing estab- lishments | - | 65 | 35 | 11.4 | 330.8 | 7.0 | 12.4 | 199.2 | 780.2 | 705.4 | 1 425.0 | 60.6 | rFF | (D) |
| Mines only Open pit Mines with prep- | E4 E4 | 31 31 | 7 7 | CC CC | (D) | (D) (D) | (D) | (D) | (D) | (D) | (D) (D) | (D) (D) | EE EE | (D) |
| aration plants Underground Open pit | - | 18 1 17 | 16 1 15 | 8.3 BB FF | 245.7 (D) (D) | 5.8 (D) (D) | 10.7 (D) (D) | 169.2 (D) (D) | 711.2 (D) (D) | 612.3 (D) (D) | 1 270.8 (D) (D) | 52.7 (D) (D) | 15.0 EE 12.3 | 868.7 (D) 788.9 |
| Separately operated preparation plants. Undistributed ³ | - | 3 13 | 3 9 | CC 1.2 | (D) 36.6 | (D) | (D) | (D) | (D) | (D) | (D) | (D) | EE 1.3 | (D) |
| Nonproducing establishments. | - | 8 | 3 | .1 | 4.1 | .1 | .1 | 2.0 | 9 | 3.4 | _ | 2.5 | (NA) | (D) |

¹Some payroll and sales data for small single-unit companies with up to 20 employees (cutoff varied by industry) were obtained from administrative records of other government agencies rather than from census report forms. These data were then used in conjunction with industry averages to estimate statistics for these small establishments. This technique was also used for a small number of other establishments whose reports were not received at the time data were tabulated. The following symbols are shown where estimated data based on administrative records data account for 10 percent or more of figures shown: E1--10 to 19 percent; E2--20 to 29 percent; E3--30 to 39 percent; E4--40 to 49 percent; E5--50 to 59 percent; E6--60 to 69 percent; E7--70 to 79 percent; E8--80 to 89 percent; E9--90 percent or more.

²Some statistics are withheld to avoid disclosing data for individual companies. However, if employment is 100 or more, number of establishments is shown and employment size range is indicated by one of the following symbols: AA--100 to 249 employees; BB--250 to 499 employees; CC--500 to 999 employees; EE--1,000 to 2,499 employees; FF--2,500 employees or more.

³Includes data for separately operated auxiliary establishments which were not classified by type of operation.

¹ Value of gross shipments less value of crude minerals transferred to other establishments for preparation and value of resales. For service industries, represents total receipts less value of resales.

²Usable iron ores produced in millions of long tons. Represents direct shipping ores, treated ores for consumption, and agglomerates. Includes manganiferous iron ore valued chiefly for its iron content. Figures include production by establishments classified in industries other than iron ores.

Beginning with 1967, data for single-unit establishments without paid employees were excluded from the census.

^{*}Represents total value of shipments less crude ores received for preparation and prepared ores received for agglomeration.

Table 3. Products or Services for Selected States: 1982 and 1977

(Includes quantity and value of products of this industry produced by (1) establishments classified in this industry (primary) and (2) establishments classified in other industries (secondary). Transfers of products of this industry from one establishment of a company to another establishment of the same company (interplant transfers) are also included. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see appendix)

| | | | 1982 | | 1977 | | | |
|-------------------------------|---|-----------------------------------|------------------|-------------------------------|-----------------------------------|-------------------|-------------------------------|--|
| Product | Geographic area and product | Quantity of | Product s | hipments | Ouantity of | Product shipments | | |
| code | | production for all purposes | Quantity | Value (million dollars) | production for all purposes | Quantity | Value (million dollars) | |
| | IRON ORES | | | | | | | |
| | United States | | | | | | | |
| 1011 | Iron ores, net production and shipments 1mil. 1. tons | 32.7 | 32.1 | 1 362.0 | 56.8 | 54.0 | 1 463.5 | |
| 10111 10111 21 10111 23 | Crude iron oresdo Direct-shipping ores 2do Ores for treatment, concentration, etcdo | 103.6 .9 102.7 | (D) .9 (D) | (D) 11.8 (D) | 158.0 2.4 155.6 | (D) 2.2 (D) | (D) 25.3 (D) | |
| 10112 03 10112 05 | Treated iron ores, including washed materialdo For consumptiondo For agglomeration plants not at blast furnacesdo | 33.7 1.0 32.7 | 1.2 1.2 | 33.7 33.7 (z) | 57.5 8.5 49.0 | (D) 8.2 (D) | (D) 143.1 | |
| | Iron agglomeratesdo | 30.7 | 30.0 | 1 316.5 | 45.9 | 43.6 | 1 295,2 | |
| 10112 06 10112 08 | Pelletsdo Sinter, briquets, and otherdo | 30.7 | 30.0 | 1 316.5 | 45.9 | 43.6 | 1 295.2 | |
| 10110 00 | Iron ores, n.s.k. ³ | (x) | (x) | 24.8 | (x) | (x) | 16.1 | |
| | Minnesota | | | | | | | |
| 1011 | Iron ores, net production and shipments ¹ mil. 1. tons | 21.9 | 21.0 | 900.7 | 31.4 | 29.7 | 792.9 | |
| 10111 10111 21 10111 23 | Crude iron oresdo Direct-shipping ores ² do Ores for treatment, concentration, etcdo | 70.1 - 70.1 | (D) (D) | (D) | 96.8 (Z) 96.8 | (D) (Z) (D) | (D) (Z) (D) | |
| 10112 03 10112 05 | Treated iron ores, including washed materialdo For consumptiondo For agglomeration plants not at blast furnacesdo | 21.8 (D) | (D) (D) | (D) (D) | r _{33.1} 5.1 28.0 | 5.2 5.2 | 82.3 82.3 | |
| 10112 06 10112 08 | Iron agglomeratesdo. Pelletsdo. Sinter, briquets, and otherdo. | (D) (D) | (D) (D) | (D) (D) | 26.3 26.3 | 24.5 24.5 | 710.6 710.6 | |
| 10110 00 | Iron ores, n.s.k. ³ | (x) | (x) | - | (x) | (x) | 2.4 | |

¹Represents the sum of direct-shipping ores, treated iron ores for consumption, and iron agglomerates.

²Includes value for small companies (estimates were made from administrative-record data rather than collected from respondents).

³Represents value for establishments that did not report detailed data.

Table 4a. Selected Supplies, Minerals Received for Preparation, and Purchased Machinery Installed: 1982 and 1977

(Includes quantity and cost of materials consumed or put into production by establishments classified only in this industry. For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see appendix)

| Supply | | 19 | 82 | 1977 | | |
|----------------------------|--|----------------------------|----------------------------------|----------------------------|----------------------------------|--|
| code | Industry and supply consumed | Quantity | Delivered cost (million dollars) | Quantity | Delivered cost (million dollars) | |
| | INDUSTRY 1011, IRON ORES | | | | | |
| | Selected supplies used, minerals received for preparation, and purchased machinery installed | (x) | 321.7 | (X) | 734.6 | |
| 100093 100093 | Minerals or ores for preparation: Crude ore received for concentrationmil. 1. tons Crude ore produced and concentrated at | (D) | (1) | (D) | (1) | |
| 100095 100095 | same establishmentdo Concentrates received for agglomerationdo | 92.3 | (X) | 141.5 (D) | (X) (1) | |
| 100095 | Concentrates produced and agglomerated at same establishmentdo | 31.4 | (x) | 47.6 | (x) | |
| 353020 353030 | Purchased machinery installed, including mobile loading and transportation equipment | (X) | 48.8 | (x) | 321.5 | |
| 145000 280110 | Supplies used: Bentonite and other clay nonmetallic minerals Industrial chemicals (chemical reagents, calcium chloride, fatty acids, etc.), except explosive | (X) | 17.1 | (X) | (2) | |
| 289211 289212 289214 | materials and blasting accessories | (X) 49.8 24.9 (X) | 17.0 11.8 3.1 1.3 | (X) 86.0 75.2 (X) | (²) 16.9 7.3 2.2 | |
| 290000 301100 330900 | Lubricating oils and greases including hydraulic oils Tires and inner tubes Steel castings, steel forgings, and metallic grinding | (x) (x) | 4.8 6.7 | (x) (x) | (²) (²) | |
| 331201 | media Steel mill shapes and forms (such as plates, sheets, roof bolts, bars, rails, wheels, pipe, tubing, wire | (x) | 36.2 | (x) | (²) | |
| 353310 970099 | products, and structural shapes) | (X) (X) (X) | 12.8 3.0 ¹ 94.6 | (X) (X) | 31.9 (²) ¹351.2 | |
| 974000 | Undistributedminerals, purchased machinery, parts, attachments, and supplies used4 | (x) | 22.5 | (x) | 3.6 | |

¹Cost for supply codes 100093 and 100095 were included with supply code 970099 to avoid disclosing data for individual companies.

²Cost for this supply is shown separately in 1982. In 1977, this category was included in all other supplies.

³A number of supplies included in the all other supplies category in 1977 are now shown separately.

⁴Represents cost for establishments that did not report detailed data, including establishments that were not mailed a form.

Table 4b. Fuels Consumed by Type, 1982 and 1977, and End-of-Year Fuel Stocks, 1982

(For meaning of abbreviations and symbols, see introductory text. For explanation of terms, see appendix)

| Fuel | | 1982 co | nsumption | 1982 end-of-year | 1977 consumption | | |
|--------|---|----------|----------------------------------|-----------------------------------|------------------|----------------------------------|--|
| code | Industry and fuel consumed | Quantity | Delivered cost (million dollars) | stocks ¹ (quantity) | Quantity | Delivered cost (million dollars) | |
| | INDUSTRY 1011, IRON ORES | | | | | | |
| | Fuels used | (X) | 115.4 | (x) | (x) | 104.3 | |
| 121005 | Coalbituminous, lignite, | 523.5 | 29.0 | 507.2 | (D) | (D) | |
| | and anthracite1,000 s. tons Fuel oil: | 525.5 | 29.0 | 307.2 | (D) | (D) | |
| 291141 | Distillate (light) grade | | | | | | |
| | numbers 1, 2, 4, and light | | 27.5 | 122.0 | 2 000 1 | 33.4 | |
| 291151 | diesel fuel | 644.6 | 27.5 | 123.0 | 2 088.1 | 33.4 | |
| 271131 | numbers 5 and 6 and heavy | | | | | | |
| | diesel fuel | (D) | (D) | (D) | 432.2 | 6.1 | |
| 131157 | Gasnatural, manufactured, | 12.0 | 50.2 | (75) | 25.0 | 50.0 | |
| 291111 | and mixedbil. cu. ft | 12.9 | 50.3 1.8 | (X) | 35.2 3.9 | 2.1 | |
| 960018 | Gasolinemil. gal | 1.0 | 1.0 | .1 | 3,9 | 2.1 | |
| 700010 | Other fuelsliquefied petroleum gas, coke, wood, and other | (x) | (D) | (x) | (x) | (D) | |
| 977000 | Undistributed fuels ² | (X) | 2.5 | (x) | (x) | .5 | |
| | | | | L | | | |

¹Fuel stocks were collected for the first time in 1982.

²Represents cost for establishments that did not report detailed data, including establishments that were not mailed a form.

APPENDIX

Scope and Coverage and Explanation of Terms

SCOPE AND COVERAGE

Establishment Basis of Reporting

The census of mineral industries covers each mining establishment of firms with one paid employee or more operating in the United States. A firm operating more than one establishment is required to file a separate report for each location. Companies engaged in distinctly different lines of activity at one location are asked to submit separate reports if records permit such a separation and the activities are of significant size.

Statistics for employment and payroll for individual industries and industry groups also include employment and payroll figures for administrative offices, warehouses, storage facilities, and other auxiliary establishments servicing mining establishments. Respondents were asked to file separate reports for any separately operated auxiliary establishments. Classification of employment and payroll data at such auxiliary establishments was based on the mining establishments served.

For oil and gas field operations and for contract services, the basis for reporting was different from the "establishment" basis used for other types of mining. Firms operating oil and gas wells, drilling wells, or exploring for oil and gas for their own account, were required to submit a separate report for each State or offshore area adjacent to a State in which it conducted such activities and to include employment, production, and capital expenditures data at the county level. Firms which supplied contract services for oil and gas field operations or for mining establishments were required to submit one report covering all such activities in the United States and to include information on receipts for services by State and county. These consolidated reports were then allocated to county establishments based on the data reported at the county level.

Use of Administrative Records

From a universe of 60,000 mining establishments, approximately 12,000 small single establishment companies were not mailed a questionnaire. For these establishments, some employment, payroll, and receipts data were obtained from the administrative records of other agencies. Selection of the small establishment nonmail cases was done on an industry-byindustry basis, and a variable cutoff was used to determine those establishments for which administrative records were to be used in place of a census report. This information was then used in conjunction with industry averages to estimate the statistics for administrative-record and nonresponse establishments. The value of shipments and receipts and cost of supplies were not distributed among specific products and supplies for these establishments, but were included in the product and supply "not specified by kind" categories. Overall, establishments for which administrative records data were used accounted for less than 3 percent of total value of shipments.

Value of Shipments and Receipts for the Industry Compared to Value of Product Shipments

Figures for value of shipments and receipts represent the total shipments and receipts for all establishments classified

in this industry and include products primary to the industry, products classified as primary in other industries but secondary to this industry, and miscellaneous receipts (repair work, sale of scrap, research and development, installation receipts, and resales). Value of product shipments represents products classified as primary to this industry that were shipped by all mining and manufacturing establishments, regardless of their industry classification.

EXPLANATION OF TERMS

All employees—This item includes all full-time and part-time employees on the payrolls of operating mineral establishments for any part of the pay period including the 12th of the months specified on the report form. Included are all persons on paid sick leave, paid holidays, and paid vacation during these pay periods. Officers of the corporations are included as employees; proprietors and partners of unincorporated firms are excluded. The "all employee" number is the average number of production workers plus the number of other employees in mid-March. The number of production workers is the average of those for the midmonth payroll periods of March, May, August, and November.

Payroll—This item includes all forms of compensation; such as salaries, wages, commissions, dismissal pay, bonuses, vacation and sick leave pay, and compensation in kind, prior to such deductions as employees' Social Security contributions, withholding taxes, group insurance, union dues, and savings bonds. The total includes salaries of officers of these establishments, if it is a corporation; it excludes payments to the proprietor or partners, if it is an unincorporated concern. Respondents were told that in reporting they could follow the definition of payroll used for calculating the Federal withholding tax.

Production-, development-, and exploration-worker hours—This item represents all hours that production, development, and exploration workers worked both on active days during which there was production or development work and on inactive days when only guards, inspectors, repairpersons, and other maintenance persons were on duty. It includes all hours worked or paid for at the mining operations, except hours for paid vacations, holidays, or sick leave, when the employee was not at the establishment. Included are actual overtime hours, not straight-time equivalent hours. Hours of working proprietors or partners are excluded.

Cost of supplies used, purchased machinery installed, etc.—This cost includes supplies, minerals received for preparation, and purchased machinery installed, fuels and electric energy used, contract work done by others, and cost of products bought and resold without further processing. It includes charges to both the current and capital accounts. It also includes the cost of items used during 1982, whether they were purchased, withdrawn from inventories, or received from other establishments of the company. Supplies and equipment used in mine development, plant expansion, and capitalized repairs, which are chargeable to fixed assets accounts, were included, as were supplies furnished without charge to contractors for

use at the mining operation and supplies sold to employees for use at the establishment. No data on such costs as advertising, insurance, telephone, and research and consulting services of other establishments; or on overhead costs, such as depreciation charges, rent, interest, and royalties were included in this item. For selected supplies and fuels and for electric energy, both quantity and cost data were requested. The cost data refer to direct charges actually paid or payable (after discounts) for items used during the year. Freight charges and other direct charges, incurred by the establishment in acquiring the item, are included. Where the company's records did not show actual amounts used, they were asked to approximate use by adding purchases (or receipts) during the year to beginning inventory and subtracting ending inventory.

Specific supplies used and minerals prepared—In addition to the total cost of supplies used and purchased machinery installed, etc., which every establishment was required to report, information was also collected on the consumption of major supplies used in mining. These inquiries were restricted to supplies which were important parts of the cost of production, exploration, and development of a particular industry and for which cost information was available from the firms' records.

On report forms for almost all mineral industries, except the contract services industries, a uniform inquiry was included on minerals prepared at the reported establishments. Figures were obtained on minerals prepared from three sources: (1) crude minerals mined at the establishment (quantity); (2) crude minerals received from others (quantity and cost); and (3) crude minerals received for preparation on a custom or toll basis (quantity and estimated value).

Establishments consuming less than a specified amount (usually \$25,000) were not requested to report separately the cost of a supply. Also, the cost of supplies for small establishments for which administrative records were used was estimated as "not specified by kind."

Specific fuels used and stocks on hand-This item includes the quantity and cost of fuels used in mining. For most industries, every establishment was required to report separate quantity and cost figures for purchased coal, distillate fuel oil, residual fuel oil, gas, and gasoline, and a cost figure for "other fuels," as shown in table 4b. The cost of fuels for small establishments for which administrative records were used were imputed as "not specified by kind."

In addition, figures for stocks of purchased fuels on hand at the end of the year were reported for the first time in 1982. Every establishment was required to report the total quantity of unexpended fuel it had on hand, including emergency reserves, at the end of the year. Excluded are fuels to be used as feedstocks or raw materials.

Value added by mining-This measure of mining activity is derived by subtracting the total cost of supplies used, purchased machinery installed, etc., from the sum of the value of shipments and receipts (mining products plus receipts for services rendered) and total capital expenditures.

This statistic avoids the duplication in value of shipments and receipts, which results from the use of products of some establishments as supplies, energy sources, or materials by others. Moreover, it provides a measure of value added, not only in mineral production, but also in the development of mineral properties. For these reasons, it is considered to be the best value measure for comparing the relative economic importance of mining among industries and geographic areas.

Value of shipments and receipts-This item includes the values, f.o.b. mine, well, or plant (exclusive of freight and taxes), of all primary and secondary products shipped, as well as all miscellaneous receipts such as receipts for contract work performed for others, installation and repair, sale of scrap, and sale of products bought and resold without further processing. Included are all items produced by the establishments and sold, transferred to other plants of the same company, or shipped on consignment.

In the case of multiunit companies, the firm was requested to report the value of products transferred to other establishments of the same company at full economic or commercial value; i.e., including not only the direct costs of production, but also a reasonable proportion of "all other costs" (including company overhead) and profit.

For industry and industry group totals, some duplication is introduced by the inclusion of materials transferred from one establishment to another for mineral preparation. Wherever value of shipments and receipts is shown without further specification, it represents gross shipments.

Shipments of individual products-In the 1982 Census of Mineral Industries, information was collected on the output of about 200 individual mineral product items. In general, the figures of the 1982 and 1977 mineral censuses were confined to separate totals for each crude and each prepared mineral. Where significant, separate shipments figures were also obtained for crude minerals going to preparation plants and those going to consumers.

Figures were collected on both quantity and value of shipments. Shipments included commercial shipments and transfers of products to other operations of the same company. For products which are used to a significant extent within the same establishment for power or heat, and for minerals mined and prepared in the same establishment, total production or separate data on production for such uses were collected. Typically, production was also collected for products for which there are usually significant differences between the total production and total shipments as a result of stock changes.

For service industries, the amount received or due for services performed during 1982 was collected as a measure of output. For mine operators who also perform services, the amount received for such services was added to the total value of products shipped to determine total value of shipments and receipts for each establishment.

Capital expenditures—This item covers expenditures made during the year for development and exploration of mineral properties, for construction, and for purchased machinery chargeable to fixed assets accounts of the mineral establishment. They are the type for which depreciation, depletion, or Office of Minerals Exploration accounts are ordinarily maintained. Capital expenditures during 1982 were to be determined as "additions completed during the year plus construction in progress at the end of the year minus construction in progress at the beginning of the year." Reported capital expenditures were to include work done by contract, as well as by the mine forces. Expenditures for machinery and equipment were to include those made for replacement purposes, as well as those for additions to capacity. Excluded from these expenditures were costs of maintenance and repairs charged as current operating expense and expenditures for land and mineral rights.

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