

## **Top-Level Facts Operations of Majority-Owned U.S. Affiliates of Foreign Multinational Enterprises August 2016 BEA Release<sup>1</sup>**

- U.S. affiliates of foreign multinational enterprises employed 6.4 million American workers in 2014, up 3.1 percent from 2013, adding 189,500 jobs.
- Employment by U.S. affiliates represented 5.2 percent of total U.S. private industry employment in 2014, unchanged from 2013.
- U.S. affiliates invest heavily in American manufacturing, making up 38 percent of all insourced jobs in 2014.
- U.S. affiliates supported more than 2.4 million manufacturing jobs in 2014, accounting for a fifth of total American manufacturing employment.
- U.S. subsidiaries' share of American manufacturing employment made up 44 percent of the motor vehicles and parts industry, 45 percent of petroleum and coal products manufacturing, and 43 percent of the chemicals industry in 2014.
- U.S. affiliates of foreign multinational enterprises supported an annual payroll of \$510 billion in 2014—with an average compensation per worker of \$80,041. This was 30 percent greater than the U.S. private sector average wage of \$61,770 in 2014.
- U.S. affiliates of foreign companies paid an average salary of \$87,231 in the manufacturing sector in 2014, or 10 percent more than the national manufacturing average wage of \$79,641.
- U.S. affiliates of foreign multinational enterprises contributed \$869 billion in added value to the U.S. gross domestic product (GDP), or 6.4 percent of total U.S. private industry value added in 2014.
- U.S. affiliates exported \$425 billion in goods in 2014, accounting for 26 percent of all U.S. exports.
- U.S. affiliates imported \$724 billion in goods in 2014, making up 30 percent of all U.S. imports.

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<sup>1</sup> These figures are based on the Bureau of Economic Analysis (BEA), Survey of Current Business, *Activities of U.S. Affiliates of Foreign Multinational Enterprises in 2014*, released in August 2016.

- U.S. affiliates spent \$57 billion on R&D in 2014, accounting for 17 percent of R&D performed by all U.S. businesses.
- Swiss affiliates in the United States spent the most on R&D—\$10.6 billion in 2014, followed by Japanese, British, German, and French affiliates.
- Chemicals, including pharmaceuticals and medicines, at \$22.4 billion, made up 39 percent of all R&D performed by U.S. affiliates in 2014.
- U.S. affiliates spent \$231 billion on new property, plant, and equipment in 2014, accounting for 10 percent of all non-residential capital investment (\$2.3 trillion) in the United States that year.
- U.S. affiliates' capital stock investment in the United States (gross property, plant, and equipment) totaled \$2.0 trillion in 2014.
- U.S. affiliates of foreign multinational enterprises paid \$62.3 billion, or 14 percent, of federal corporate income taxes.

**Note:**

BEA no longer collects data on the number of employees covered by collective bargaining agreements.

