

Article

Single month Labour Force Survey estimates: October 2015 (Not Designated as National Statistics)

This report contains charts that compare the Labour Force Survey (LFS) headline 3-month average rates for employment, unemployment and economic inactivity with their equivalent single month estimates. The single month estimates are derived from the same data source as the headline 3-month figures but are not designated as National Statistics and their use is restricted to helping to understand the movements in the headline 3-month averages.

Contact: Richard Clegg richard.clegg@ons.gsi.gov.uk Release date: 14 October 2015

Next release: 11 November 2015

Table of contents

- 1. Labour Force Survey single month estimates
- 2. Single month estimates spreadsheet
- 3. Methodological article
- 4. UK employment rates, ages 16 to 64 (seasonally adjusted)
- 5. <u>UK unemployment rates, ages 16 and over (seasonally adjusted)</u>
- 6. UK economic inactivity rates, ages 16 to 64 (seasonally adjusted)
- 7. Background notes

1. Labour Force Survey single month estimates

This report contains charts that compare the Labour Force Survey (LFS) headline 3-month average rates for employment, unemployment and economic inactivity with their equivalent single month estimates. The single month estimates are derived from the same data source as the headline 3-month figures but are not designated as National Statistics and their use is restricted to helping to understand the movements in the headline 3-month averages.

Main points to note are as follows:

- the LFS Single month estimates provide additional information about the latest quarterly movements in the headline 3-monthly aggregates of employment, unemployment and economic inactivity
- the production and evaluation of the estimates is an important part of the ONS' quality assurance of the 3-monthly averages published in the Labour Market Statistical Bulletin
- single month estimates are based upon a third of the sample of the 3-monthly series approximately 15,000 households. Subsequently sampling variability of the changes in the single month estimates is higher in relative terms than those of the headline aggregates and so any interpretation of them can only be in fairly broad terms
- the LFS sample is designed so that the data collected for any 3 consecutive monthly reference periods (or rolling quarters) are representative of the UK population. However, the data for any given single month is unlikely to be representative of the UK. These sampling effects can cause movements in the single month that are a consequence of the survey nature of the LFS and are not a true reflection of change in the wider economy.
- the movement in the latest single month figures is, in theory, a better indication of the latest change in the labour market than the difference between the latest two overlapping 3-month periods, but it must still be treated with caution
- the sample design of the LFS often produces clear patterns in the single month series which can aid
 interpretation of the LFS aggregates. The estimates help users determine the extent to which the
 movements in the headline aggregates are true reflections of changes in the UK labour market and the
 extent to which they reflect the survey nature of the LFS, in particular sampling variability
- the single month estimates are regarded as an "official statistic" and are not considered National Statistics in their own right because they do not have sufficient methodological robustness
- improvements to the methodology for producing the single month estimates have been identified and work is ongoing to implement them in the future. Recommendations for this future work are set out in the report of the National Statistics Quality Review of the Labour Force Survey, published February 2014
- for the 3-month averages, the dates shown on the charts relate to the last month of the three (e.g. April June is indicated by June)

For the three month averages, the dates shown on the charts relate to the last month of the three (e.g. April – June is indicated by June).

2. Single month estimates spreadsheet

A spreadsheet containing the single month LFS estimates is available on the ONS website at <u>data table X01</u> (147.5 Kb Excel sheet).

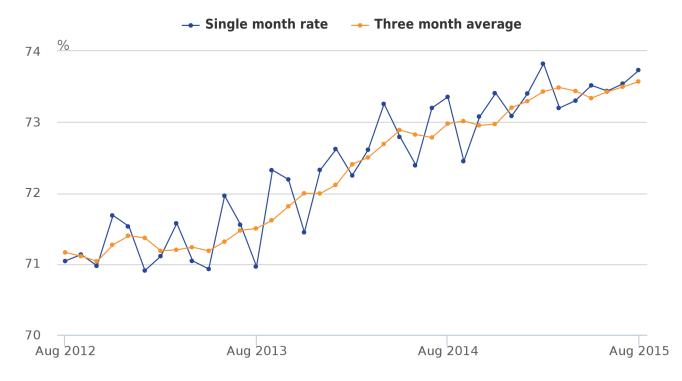
3. Methodological article

A <u>methodological article</u> explaining the background to the LFS single month estimates and describing how they are calculated is available.

4. UK employment rates, ages 16 to 64 (seasonally adjusted)

The single month estimate for August 2015 shows an increase of 0.2 percentage points on the previous month.

Figure 1: UK employment rates, ages 16 to 64 (seasonally adjusted)

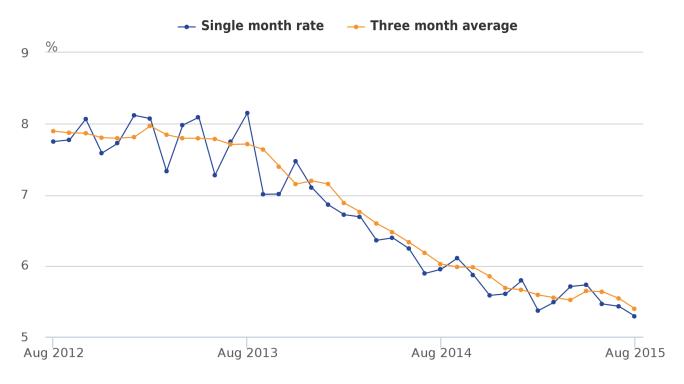


Source: Labour Force Survey - Office for National Statistics

5. UK unemployment rates, ages 16 and over (seasonally adjusted)

The single month estimate for August 2015 shows a decrease of 0.1 percentage points on the previous month.

Figure 2: UK unemployment rates (ages 16 and over), per cent (seasonally adjusted)

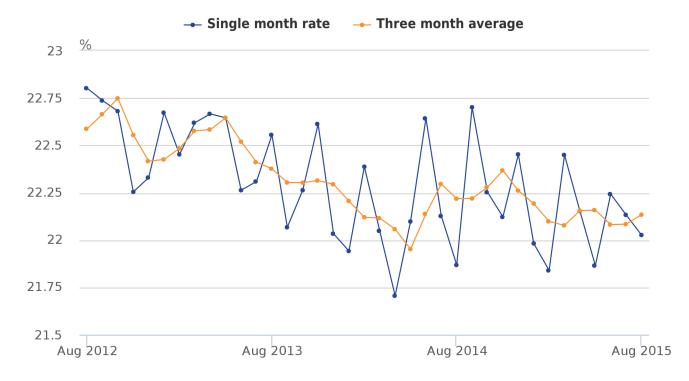


Source: Labour Force Survey - Office for National Statistics

6. UK economic inactivity rates, ages 16 to 64 (seasonally adjusted)

The single month estimate for August 2015 shows a decrease of 0.1 percentage points from the previous month.

Figure 3: UK economic inactivity rates (ages 16 to 64), per cent (seasonally adjusted)



Source: Labour Force Survey - Office for National Statistics

7. Background notes

1. Details of the policy governing the release of new data are available by visiting www.statisticsauthority.gov.uk/assessment/code-of-practice/index.html or from the Media Relations Office email: media.relations@ons.gsi.gov.uk