Household Labour Force Survey: March 2011 quarter

Embargoed until 10:45am – 05 May 2011

Highlights – seasonally adjusted

For the March 2011 quarter:

- Employment increased by 30,000 to 2,214,000.
- Unemployment decreased by 2,000 to 155,000.
- The unemployment rate decreased to 6.6 percent.

<table>
<thead>
<tr>
<th>Seasonally adjusted</th>
<th>March 2011 quarter</th>
<th>Quarterly change</th>
<th>Annual change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unemployment rate</td>
<td>6.6%</td>
<td>-0.1</td>
<td>+0.5</td>
</tr>
<tr>
<td>Unemployed</td>
<td>155,000</td>
<td>-1.4%</td>
<td>+9.4%</td>
</tr>
<tr>
<td>Employed</td>
<td>2,214,000</td>
<td>+1.4%</td>
<td>+1.8%</td>
</tr>
<tr>
<td>Not in the labour force</td>
<td>1,081,000</td>
<td>-2.2%</td>
<td>-0.7%</td>
</tr>
<tr>
<td>Labour force participation rate</td>
<td>68.7%</td>
<td>+0.8</td>
<td>+0.7</td>
</tr>
</tbody>
</table>

Source: Statistics New Zealand

Geoff Bascand
Government Statistician

5 May 2011
ISSN 1178-0487
Commentary

Labour market overview – seasonally adjusted

During the March 2011 quarter, the unemployment rate fell to 6.6 percent. This fall was the result of employment rising (by 30,000 people) and unemployment falling (by 2,000 people).

Male unemployment fell during this quarter, with the male unemployment rate down to 6.2 percent. The female unemployment rate was unchanged at 7.0 percent during the March 2011 quarter.

During the March 2011 quarter, both part-time employment and full-time employment rose (up 4.0 percent and 0.5 percent, respectively). Usual hours worked per week rose this quarter by 1.2 percent while actual hours worked fell by 0.9 percent.

The labour force participation rate increased to 68.7 percent in the March 2011 quarter. Male participation rose by 0.6 percentage points while female participation rose by 0.8 percentage points.

The earthquake that struck the Canterbury region on 22 February 2011 caused some disruption to interviewing. Statistics New Zealand suspended interviewing in Christchurch city and in the Selwyn and Waimakariri districts. This meant about 800 of the 2,200 Canterbury households in the survey sample were not interviewed.

The usual estimation method was altered for this quarter to account for the loss of households in Canterbury. For further information see the ‘Technical notes’ section of this release. The altered estimation method will be reviewed next quarter.

National estimates excluding Canterbury have also been produced. This data shows that the number of employed people rose by 34,000 while the number of unemployed fell by 1,000 during the March 2011 quarter.
The Labour Market March 2011 Quarter
Seasonally adjusted figures
Quarterly Change

Working-age population
3,450,000
up 4,000 (0.1%)

Not in the labour force
1,081,000
down 24,000 (2.2%)

Labour force
2,369,000
up 28,000 (1.2%)

Labour force participation rate 56.7% up 0.8

Unemployment rate 6.6% down 0.1

Employed
2,214,000
up 30,000 (1.4%)

Unemployed
155,000
down 2,000 (1.4%)

Employment – seasonally adjusted

Employment rose by 30,000 (1.4 percent) to 2,214,000 during the March 2011 quarter. This is the largest quarterly rise in employment since the June 2008 quarter. Since the March 2010 quarter, employment has risen by 39,000 (1.8 percent).

Both male and female employment rose by 15,000 in the March 2011 quarter (1.3 and 1.5 percent, respectively). On an annual basis, both male and female employment rose by 20,000.

In the March 2011 quarter, full-time employment rose by 0.5 percent. This rise comprised a 0.4 percent rise in male full-time employment and a 0.9 percent rise in female full-time employment. On an annual basis, full-time employment rose by 1.6 percent.

Part-time employment rose by 4.0 percent in the March 2011 quarter. This rise was driven by a 13,000 (10.0 percent) increase in male part-time employment while female part-time employment increased by 6,000 (1.8 percent). On an annual basis, part-time employment rose by 13,000 (2.5 percent).
Trend series

The trend series adjusts for seasonal effects and removes the irregular component from a series. This can help reveal the underlying movement in employment.

On an annual basis, employment rose by 39,000 (1.8 percent). There were similar sized increases in both male and female employment. There has been a steady rise in employment since the September 2009 quarter.

Unadjusted annual series

During the March 2011 year, employment increased by 14,500 for those aged 65 years and over and decreased by 11,400 for those aged 15–19 years.

Annually, the number of people who were self-employed and not employing others rose by 26,300 (12.2 percent) to 242,300. This rise was driven by an increase in the number of self-employed females, which rose by 19,100 (27.5 percent).

In the year to March 2011, employment in the retail trade and accommodation industry and the education and training industry rose (by 16,000 and 10,500, respectively) while the number of people employed in the construction industry fell by 14,700 (8.2 percent).

Unemployment – seasonally adjusted

The number of people unemployed fell by 2,000 (1.4 percent) to 155,000 in the March 2011 quarter. This fall was driven by a decrease in male unemployment of 3,000 (3.8 percent) while female unemployment rose slightly – up 1,000 (1.1 percent).

On an annual basis, the number of unemployed people rose by 13,000 (9.4 percent). There were similar sized increases in both male and female unemployment.
In the March 2011 quarter, the unemployment rate fell by 0.1 percentage points to 6.6 percent. The male unemployment rate fell 0.3 percentage points to 6.2 percent while the female unemployment rate remained at 7.0 percent.

Trend series

On an annual basis, unemployment rose by 5,000 or 3.3 percent. This rise was due to a rise in female unemployment, while male unemployment remained unchanged. The trend unemployment rate has remained fairly stable since the September 2009 quarter.

Unadjusted annual series

On an annual basis, unemployment increased by 8,000 (31.2 percent) among those aged 20–24 years.

Working-age population – unadjusted

The working-age population grew by 14,800 (0.4 percent) during the March 2011 quarter. In the year to March 2011, the working-age population grew by 45,500 (1.3 percent) to reach 3,457,600.

Labour force participation rate – seasonally adjusted

The labour force participation rate is the total labour force (ie the number of employed and unemployed) expressed as a percentage of the working-age population.

During the March 2011 quarter, the labour force participation rate rose by 0.8 percentage points (to 68.7 percent). This is the highest participation rate since December 2008. The male labour force participation rate rose by 0.6 percentage points (to 74.8 percent) while the female labour force participation rate rose by 0.8 percentage points to 62.9 percent.
Annually, the labour force participation rate rose by 0.7 percentage points. The female labour force participation rate rose by 0.8 percentage points and the male labour force participation rate rose 0.5 percentage points.

During the March 2011 quarter, the labour force grew by 28,000 (1.2 percent) to 2,369,000. The female labour force rose by 16,000 (1.5 percent) to 1,115,000 and the male labour force rose by 12,000 (0.9 percent) to 1,254,000. Annually, the labour force grew by 53,000 (2.3 percent).

**Labour force participation rate**

Quarterly

[Graph showing labour force participation rate]

Source: Statistics New Zealand

**Total hours worked – seasonally adjusted**

Actual hours are the number of hours a person worked in the reference week (including overtime). Usual hours are the number of hours a person normally works in a week.

In the March 2011 quarter, the number of actual hours worked fell by 690,000 (0.9 percent) while the number of usual hours worked rose by 980,000 (1.2 percent). Annually, actual hours worked rose by 287,000 (0.4 percent) and usual hours worked rose by 1,344,000 (1.7 percent).

**Total hours worked each week**

Quarterly

[Graph showing total hours worked]

Source: Statistics New Zealand
Jobless – unadjusted

The jobless are defined as those people who are either officially unemployed, available but not seeking work, or actively seeking but not available for work. The ‘available but not seeking work’ category is made up of the ‘seeking through newspaper only’, ‘discouraged’ and ‘other’ categories.

In the year to March 2011, the number of jobless rose by 8,300 (3.2 percent) to 271,400. The rise in the number of jobless was driven by an increase in the number of people officially unemployed, while the number of people in the ‘other’ available but not seeking work category fell by 10.3 percent.

Underemployment – unadjusted

The number of underemployed people (employed people who work part-time and would prefer to work more hours) may serve as a measure of under-utilised labour in the economy. Of the 486,200 people employed part-time in the March 2011 quarter, 21.3 percent (103,600) would prefer to work more hours.

The percentage of males employed part-time who would prefer to work more hours fell in the year to March 2011 from 26.7 percent to 25.3 percent, while the percentage of females who would prefer to work more hours rose from 18.9 percent in March 2010 to 19.7 percent in March 2011.

Duration of unemployment – unadjusted

In the year to March 2011, short-term unemployment (those unemployed for 26 weeks or less) rose by 6,900 (6.6 percent) to 110,700. During the same period, the number of long-term unemployed (those unemployed for longer than 26 weeks) rose by 5,400 (15.5 percent) to 40,200. Of the total number of unemployed people in the March 2011 quarter, 66.4 percent had been so for 26 weeks or less, while 24.1 percent had been unemployed for longer than 26 weeks.
### Duration of unemployment (unadjusted)

<table>
<thead>
<tr>
<th>Duration of Unemployment</th>
<th>March 2010 quarter (000)</th>
<th>March 2011 quarter (000)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Short-term unemployment</td>
<td></td>
<td></td>
</tr>
<tr>
<td>26 weeks or less</td>
<td>103.8</td>
<td>110.7</td>
</tr>
<tr>
<td>Long-term employment</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Over 26 weeks, but not over a year</td>
<td>23.7</td>
<td>27.4</td>
</tr>
<tr>
<td>Over one year, but not over two years</td>
<td>7.0</td>
<td>9.8</td>
</tr>
<tr>
<td>Over two years</td>
<td>4.1</td>
<td>3.0</td>
</tr>
<tr>
<td>Total long-term unemployment</td>
<td>34.8</td>
<td>40.2</td>
</tr>
<tr>
<td>Not specified</td>
<td>14.8</td>
<td>15.8</td>
</tr>
<tr>
<td>Total unemployment</td>
<td>153.5</td>
<td>166.7</td>
</tr>
</tbody>
</table>

### Participation in formal study – unadjusted

During the March 2011 quarter, 246,100 people were participating in formal study, an 11.5 percent fall from the same quarter in 2010. Unemployed people were the most likely to be involved in formal study in the March 2011 quarter, with 9.9 percent participating. Of all employed people, 6.3 percent participated in formal study while 8.4 percent of people who were not in the labour force participated in formal study.

### Ethnic group statistics – unadjusted

In the year to March 2011, the unemployment rate fell significantly for the Middle Eastern/Latin American/African only ethnic group and increased significantly for the Māori only ethnic group.

<table>
<thead>
<tr>
<th>Ethnic group statistics</th>
<th>March 2010 quarter (percent)</th>
<th>March 2011 quarter (percent)</th>
</tr>
</thead>
<tbody>
<tr>
<td>European only</td>
<td>4.4</td>
<td>4.9</td>
</tr>
<tr>
<td>Māori only</td>
<td>14.2</td>
<td>16.1</td>
</tr>
<tr>
<td>Pacific peoples only</td>
<td>14.4</td>
<td>14.0</td>
</tr>
<tr>
<td>Asian only</td>
<td>9.8</td>
<td>9.3</td>
</tr>
<tr>
<td>MELAA only</td>
<td>16.2</td>
<td>8.6</td>
</tr>
<tr>
<td>Other ethnicity only</td>
<td>5.7</td>
<td>3.8</td>
</tr>
<tr>
<td>European/Māori</td>
<td>13.0</td>
<td>12.4</td>
</tr>
<tr>
<td>Two or more groups not elsewhere included</td>
<td>10.3</td>
<td>13.1</td>
</tr>
</tbody>
</table>

**Note:** MELAA = Middle Eastern/Latin American/African

The unemployment rate for all people who identified with the Māori ethnic group (including those who identified with other groups as well) was 14.6 percent for the March 2011 quarter. This is known as the total response Māori unemployment rate. This is a 1.0 percentage point rise since the March 2010 quarter.

### Longer time series

The following graphs show the Household Labour Force Survey (HLFS) series for the number of employed, the labour force participation rate and the unemployment rate over a 15-year period. A complete time series from March 1986 onwards is available on request.
National estimates excluding Canterbury – seasonally adjusted

The following data is national estimates with the working-age population of Canterbury excluded.

During the March 2011 quarter, the unemployment rate fell from 6.8 percent to 6.7 percent and the number of unemployed people fell by 1,000 (0.6 percent) to 134,000. The number of people employed rose by 34,000 (1.8 percent) to 1,880,000, with the number of actual hours worked rising by 851,000 (1.4 percent) during this period.

Annually, the number of actual hours worked rose by 2.7 percent, employment rose by 38,000 (2.1 percent) and unemployment rose by 10,000 (8.1 percent).

<table>
<thead>
<tr>
<th>National excluding Canterbury (seasonally adjusted)</th>
<th>March 2011 quarter</th>
<th>Quarterly change</th>
<th>Annual change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unemployment rate</td>
<td>6.7%</td>
<td>-0.1</td>
<td>+0.4</td>
</tr>
<tr>
<td>Unemployed</td>
<td>134,000</td>
<td>-0.6%</td>
<td>+8.1%</td>
</tr>
<tr>
<td>Employed</td>
<td>1,880,000</td>
<td>+1.8%</td>
<td>+2.1%</td>
</tr>
<tr>
<td>Not in the labour force</td>
<td>922,000</td>
<td>-3.6%</td>
<td>-1.6%</td>
</tr>
<tr>
<td>Labour force participation rate</td>
<td>68.6%</td>
<td>+1.2</td>
<td>+0.9</td>
</tr>
</tbody>
</table>

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Wellington 04 931 4600
Email: info@stats.govt.nz

Next release...

Household Labour Force Survey: June 2011 quarter is due to be released on 4 August 2011.
Technical notes

Background to the survey

The Household Labour Force Survey (HLFS) started in October 1985, and the first results published were for the March 1986 quarter. The survey provides a regular, timely, and comprehensive portrayal of New Zealand's labour force. Each quarter, a range of statistics relating to employment, unemployment, and people not in the labour force is published.

In this release

This release contains seasonally adjusted, trend, and survey statistics for the March 2011 quarter. These statistics are averages for the three-month period and do not apply to any specific point in time. Data sourced from the seasonally adjusted series and trend series are identified as such in the table or section headings. All other data, in the commentary or in tables, are sourced from the original survey series and are unadjusted.

Figures presented in this release are rounded. Because each table contains rounded figures, there may be some small inconsistencies between the totals and individual cells. Unrounded figures are used in the calculation of unemployment rates and labour force participation rates. Cells with estimates of less than 1,000 are suppressed and appear as ‘S’ in the tables. These estimates are subject to sampling errors too great for most practical purposes.

Seasonal adjustment

Seasonal adjustment aims to eliminate the impact of regular seasonal events on a time series. In the labour market, cyclical events that affect labour supply and demand occur around the same time each year. For example, in summertime a large pool of student labour is both available for, and actively seeking, work. Demand for labour in the retail sector and in many primary production industries also increases.

Seasonal adjustment makes data for adjacent quarters more comparable by smoothing out the effect on the times series of any regular seasonal events. This ensures that the underlying movements in the time series are more visible. Each quarter, the seasonal adjustment process is applied to the latest and all previous quarters. This means that seasonally adjusted estimates for any of the previously published quarters may change slightly.

Each series is adjusted separately. For this reason, the sum of the seasonally adjusted estimates for employment, unemployment, and people not in the labour force will usually not add up to the working-age population estimates. All seasonally adjusted and trend series are produced using the X-12-ARIMA Version 0.2.10 package developed by the U.S. Census Bureau.

Trend series

For any series, the survey estimate can be broken down into three components: trend, seasonal, and irregular. Trend series have had both the seasonal and irregular components removed, and reveal the underlying direction of movement in a series. Revisions to the trend series can be particularly large, especially if any estimates were considered to be outliers, but turn out to be part of the underlying trend. Typically, only the last two or three estimates will be subject to substantial revisions.
Survey scope

The target population for the HLFS is the civilian, usually resident, non-institutionalised population aged 15 years and over. This means that the statistics in this release do not cover:

- long-term residents of homes for older people, hospitals, and psychiatric institutions
- inmates of penal institutions
- members of the permanent armed forces
- members of the non-New Zealand armed forces
- overseas diplomats
- overseas visitors who expect to be resident in New Zealand for less than 12 months
- those aged under 15 years.

Reliability of survey estimates

The HLFS sample contains about 15,000 private households and about 30,000 individuals each quarter. Households are sampled on a statistically representative basis from rural and urban areas throughout New Zealand, and information is obtained for each member of the household.

Each quarter, one-eighth of the households in the sample are rotated out and replaced by a new set of households. Therefore, the overlap between two adjacent quarters can be as high as seven-eighths. This overlap improves the reliability of quarterly estimates of change.

Two types of error are possible in estimates based on a sample survey: sampling error and non-sampling error.

Sampling error can be measured, and quantifies the variability that occurs by chance because a sample rather than an entire population is surveyed. A non-sampling error is very difficult to measure, and if present can lead to biased estimates. Statistics New Zealand endeavours to minimise the impact of these errors by applying best survey practices and monitoring known indicators (eg non-response).

Sampling errors are calculated for each cell in the published tables and for estimates of change between adjacent quarters. For example, the estimated total number of people employed in the March 2011 quarter is 2,209,900 before seasonal adjustment. This estimate is subject to a sampling error of plus or minus 21,800, or 1.0 percent (measured at the 95 percent confidence level). This means that there is a 95 percent chance that the true number of employed people lies between 2,188,100 and 2,231,700.

Smaller estimates, such as the number of people who are unemployed, are subject to larger relative sampling errors than larger estimates. For example, the estimated total number of people unemployed in the March 2011 quarter is 166,700 before seasonal adjustment. This estimate is subject to a sampling error of plus or minus 10,000 or 6.0 percent (measured at the 95 percent confidence level). This means that there is a 95 percent chance that the true number of unemployed people lies between 156,700 and 176,700.

Estimates of change are also subject to sampling error. For example, the survey estimate of change in total employment from the December 2010 quarter to the March 2011 quarter is an increase of 7,000. This estimate is subject to a sampling error of plus or minus 18,700 (at the 95 percent confidence level). Therefore, the true value of the change in surveyed employment from the December 2010 quarter to the March 2011 quarter has a 95 percent chance of lying between -11,700 and 25,700.
A change in an estimate, either from one adjacent quarter to the next, or between quarters a year apart, is said to be statistically significant if it is larger than the associated sampling error. Therefore, the example quoted above does not represent a significant movement.

In general, the sampling errors associated with subnational estimates (eg breakdowns by regional council area or ethnic group) are larger than those associated with national estimates.

**Methodology change due to the 22 February 2011 earthquake**

Due to the earthquake in Canterbury on 22 February 2011, and the subsequent loss of sample in the region, the methodology for estimations has temporarily changed for the March 2011 quarter.

In the estimation process a non-response rate-up factor is applied to adjust for people who do not respond to the HLFS. This non-response adjustment factor is usually calculated and applied across each unique region and month of collection combination.

The earthquake occurred part way through the second month of collection resulting in very little data collection for the Canterbury region in months two and three. The usual methodology of applying a rate-up factor for Canterbury, by month of collection, would result in very large weights for the small number of respondents in months two and three. Having respondents in months two and three represent the missing responses would not be representative of the Canterbury population.

Several estimation methods were evaluated before deciding on the following approach. Canterbury was divided into two rate-up groups; one group consisted of the territorial authorities that were not interviewed after the earthquake, and the other group consisted of the rest of Canterbury. Instead of the month of collection being used to calculate the non-response adjustment factor, the factor was calculated for each of the two new rate-up groups and applied to the responding individuals. This method avoided individuals from outside Christchurch representing most of the Canterbury respondents, and having a large influence on the Canterbury population.

The method applied a maximum cap on the weight created by the non-response adjustment factor. This cap on weights required the introduction of a temporary benchmark for Canterbury as capping the weight allocated to Canterbury respondents affects the estimate of the working-age population. The benchmark for Canterbury was calculated by applying an ARIMA forecast to the working-age population time series.

Analysis of long time series for various estimates shows no evidence of bias in the estimates calculated under the changed methodology for this quarter. However, the methodology does not capture the change in Canterbury due to the earthquake. In the next quarter, when data is available for the December 2010 and June 2011 quarters, we will investigate revising the methodology to use an imputation-based estimation method that uses pre and post-earthquake data to create estimates for the March 2011 quarter that could reflect changes in Canterbury due to the earthquake. This would result in a conceptual change in what the March 2011 estimates represent.

The published absolute sampling errors for this quarter are larger than previous quarters, so care should be taken with interpreting the Canterbury estimates. The method to calculate the sampling errors uses a model based approach. The historic models used for calculating Canterbury sampling errors could not be used to analyse the March 2011 data, so the ‘delete-a-group jack-knife’ method has been used instead.
Response rates

The target response rate for the HLFS is 90 percent. The response rate is calculated by determining the number of eligible households who responded to the survey, as a proportion of the estimated number of total eligible households in the sample. The following table shows the HLFS response rates for the last five quarters.

<table>
<thead>
<tr>
<th>Quarter</th>
<th>National response rate (%)</th>
<th>National response rate (excluding Canterbury) (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>March 2010</td>
<td>88.3</td>
<td>87.8</td>
</tr>
<tr>
<td>June 2010</td>
<td>87.3</td>
<td>86.9</td>
</tr>
<tr>
<td>September 2010</td>
<td>86.1</td>
<td>87.9</td>
</tr>
<tr>
<td>December 2010</td>
<td>87.7</td>
<td>87.5</td>
</tr>
<tr>
<td>March 2011</td>
<td>84.3</td>
<td>89.4</td>
</tr>
</tbody>
</table>

The decrease in the Canterbury region response rate for this quarter has impacted on the national response rate, decreasing it to 84.3 percent.

Definitions of labour force category

The labour force category to which a person is assigned depends on their actual activity during a survey reference week. The following definitions, which conform closely to the international standard definitions specified by the International Labour Organization, are used for the HLFS:

- **Working-age population**: The usually resident, non-institutionalised, civilian population of New Zealand aged 15 years and over.
- **Labour force**: Members of the working-age population who during their survey reference week were classified as 'employed' or 'unemployed'.
- **Employed**: All persons in the working-age population who during the reference week:
  - worked for one hour or more for pay or profit in the context of an employee/employer relationship or self-employment; or
  - worked without pay for one hour or more in work which contributed directly to the operation of a farm, business, or professional practice owned or operated by a relative; or
  - had a job but were not at work due to: own illness or injury, personal or family responsibilities, bad weather or mechanical breakdown, direct involvement in an industrial dispute, or leave or holiday.
- **Unemployed**: All persons in the working-age population who during the reference week were without a paid job, available for work, and had either actively sought work in the past four weeks ending with the reference week, or had a new job to start within the next four weeks.
Not in the labour force: Any person in the working-age population who is neither employed nor unemployed. For example, this residual category includes persons who:

- are retired
- have personal or family responsibilities such as unpaid housework and childcare
- attend educational institutions
- are permanently unable to work due to physical or mental disabilities
- were temporarily unavailable for work in the survey reference week
- are not actively seeking work.

Unemployment rate: The number of unemployed persons expressed as a percentage of the labour force.

Labour force participation rate: The total labour force expressed as a percentage of the working-age population.

This definition of labour force participation includes all those aged 15 years and over in the numerator (the total labour force) and the denominator (the working-age population). This definition is the most appropriate for the New Zealand labour market, as New Zealand does not have a compulsory retirement age, and many workers stay in the labour force beyond the age of 65. Using this definition also means that the measure will reflect changes in labour market demographics, in particular the increasing number of employees working beyond 65 years.

Several alternative definitions of labour force participation rate are in use by other organisations; they differ in regard to age of the working-age population and the inclusion of military personnel. A common definition is to restrict the labour force and working-age population to the 15–64-year age group, particularly in countries with a compulsory retirement age. Generally, this definition leads to a higher figure. Using this definition for the New Zealand HLFS in the March 2011 quarter gives a surveyed figure of 78.3 percent.

Industry statistics

Since the September 2009 quarter, the industry statistics are based on the Australian and New Zealand Standard Industrial Classification 2006 (ANZSIC06), the latest edition of the classification. The 1996 version (ANZSIC96), used in industry outputs in previous releases, has been updated to the 2006 edition. Note that industry outputs defined using ANZSIC06 are not comparable with those based on ANZSIC96.

The release of ANZSIC06 followed a review that involved consultation with government agencies responsible for policy formulation and administration, non-government analysts of industry structure and performance, and industry experts. The changes to ANZSIC ensure the classification is current and relevant, reflects changes in the structure and composition of industry since the previous edition, and recognises changing user requirements for industry data.

In the HLFS, data has been collected using both ANZSIC06 and ANZSIC96 from the March 2009 quarter, and will continue to be collected using both classifications until December 2011. A backcast series for ‘total people employed by industry and sex’ has been created for ANZSIC06. The series has been created at the 1-digit divisional level and has been back-cast from the December 2008 quarter to the March 2003 quarter.

With the introduction of ANZSIC06, Statistics NZ also developed the New Zealand Standard Industrial Output Categories (NZSIOC), which will assist in standardising outputs. HLFS industry statistics are published at NZSIOC level one. Under NZSIOC level one, industries are published
at the 1-digit divisional level, apart from three categories which are combined ANZSIC06 divisions. The category titled ‘retail trade and accommodation’ is the combined ‘retail trade’ and ‘accommodation and food services’ divisions. The ‘professional, scientific, technical, administrative, and support services’ category is the combined ‘professional, scientific, and technical services’ division and the ‘administrative and support services’ division. The ‘arts and recreation services’ division has been combined with the ‘other services’ division to form the ‘arts, recreation, and other services’ category.

More information can be found at Implementing ANZSIC06 in the Household Labour Force Survey.

**Occupation statistics**

Since September 2009 quarter, the Australian and New Zealand Standard Classification of Occupations (ANZSCO) is the basis of occupation data in the HLFS. ANZSCO is a harmonised classification which has been developed by Statistics NZ, the Australian Bureau of Statistics, and the Australian Department of Employment and Workplace Relations, for use in both Australia and New Zealand. Occupation data was previously based on the New Zealand Standard Classification of Occupations 1999 (NZSCO99). The occupation data is available on Infoshare.

Occupation data has also been collected using both NZSCO99 and ANZSCO from the March 2009 quarter, and will continue to be collected using both classifications until December 2011. A back-cast series for ‘total people employed by occupation and sex’ has been created for ANZSCO. The series has been created at the 1-digit divisional level and has been back-cast from the December 2008 quarter to the March 2003 quarter.

More information can be found at Implementing ANZSCO in the Household Labour Force Survey.

**Formal study statistics**

To be participating in formal study, an individual must be working towards a qualification that takes three or more months of full-time study to complete. Full-time study is defined as 20 or more hours per week.

**Māori benchmarks**

Before April 2009, the Māori working-age population was not benchmarked to population estimates. This, along with other sample design restrictions, caused a high degree of volatility in Māori statistics of the HLFS. Movements in the working-age population estimates of certain ethnic groups, such as Māori, may reflect this volatility rather than a real change in the estimated ethnic demographic.

Including Māori benchmarks in the working-age population mitigates the known undercount of Māori in the HLFS and also results in smoother time series for Māori. However, introducing the Māori population benchmarks does not necessarily translate to improved estimates for non-Māori ethnic groups.

**Ethnic statistics**

In the September 2008 quarter, the HLFS started publishing ethnicity data using the single/combination output method. This created a complete break in the ethnicity series, as the
prioritisation of ethnic groups was no longer produced. Using the single/combination ethnicity output, people are counted just once according to the ethnic group or combination of ethnic groups they have reported. This means that the total number of responses equals the total number of people who stated an ethnicity.

In the December 2007 quarter, the HLFS began collecting ethnicity data using the 2005 New Zealand standard classification of ethnicity. The 2005 classification of ethnicity enables the HLFS to collect and output more detailed ethnicity data, especially for the Asian ethnic group, which was not previously collected.

Using the total response ethnicity output, people who reported more than one ethnic group are counted once in each group reported. This means that the total number of responses for all ethnic groups can be greater than the total number of people who stated their ethnicities. The table below shows total response for the December 2010 and March 2011 quarters of the HLFS.

<table>
<thead>
<tr>
<th>Ethnic group</th>
<th>December 2010 quarter</th>
<th>March 2011 quarter</th>
</tr>
</thead>
<tbody>
<tr>
<td>European</td>
<td>2,562,400</td>
<td>2,550,600</td>
</tr>
<tr>
<td>Māori</td>
<td>433,500</td>
<td>435,700</td>
</tr>
<tr>
<td>Pacific peoples</td>
<td>199,000</td>
<td>203,300</td>
</tr>
<tr>
<td>Asian</td>
<td>361,400</td>
<td>377,300</td>
</tr>
<tr>
<td>MELAA(2)</td>
<td>33,200</td>
<td>32,800</td>
</tr>
<tr>
<td>Other</td>
<td>73,500</td>
<td>73,100</td>
</tr>
</tbody>
</table>

1. The sum of ethnic groups will not equal the total working-age population as the total response method of grouping ethnicity data counts each response given by an individual.
2. MELAA = Middle Eastern/Latin American/African.

To read about the 2005 New Zealand standard classification of ethnicity, please go to the Statistics NZ website: www.stats.govt.nz.

**Household statistics**

A household's labour force status is derived by looking at the labour force status of members in the household aged 18–64 years. For example, if a couple is living by themselves and one is aged 64 years and the other is aged 65 years, this couple will be assigned to the 'All employed' or 'None employed' category, depending on the labour force status of the 64-year-old.

Households that have no members aged 18–64 years are excluded from this analysis.

The household categories incorporate the concept of dependent children rather than just children. A child is a person of any age who usually resides with at least one parent (natural, step, adopted, or foster) and who does not usually reside with a partner or child(ren) of his or her own. Statistics NZ defines a dependent child as a child aged under 18 years and not in full-time employment.

**Updated regional classification in next release**

Due to the effect of the Christchurch earthquake on 22 February 2011 on the organisation the release of the 2011 meshblock classification has been deferred to the next quarterly release.
More information

For more information, follow the link from the technical notes of this release on the Statistics NZ website.

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Timing

Timed statistical releases are delivered using postal and electronic services provided by third parties. Delivery of these releases may be delayed by circumstances outside the control of Statistics NZ. Statistics NZ accepts no responsibility for any such delays.
Tables

The following tables are printed with this information release and can also be downloaded from the Statistics New Zealand website in Excel format. If you do not have access to Excel, you may use the Excel file viewer to view, print and export the contents of the file.

1. People employed, unemployed, and not in labour force, by sex, seasonally adjusted series
2. People employed, unemployed, and not in labour force, by sex, trend series
3. People employed, unemployed, and not in labour force, by sex
4. Total people employed, unemployed, and not in labour force, by age group
5. Total people employed, unemployed, and not in labour force, by ethnic group
6. Total people employed, unemployed, and not in labour force, by regional council area
7. People employed, by industry and sex
8. The jobless: those without a job and wanting a job, by sex
9. Total actual hours worked
10. Household composition, by household labour force status
11. Underemployment, by sex
12. People employed, unemployed, not in the labour force, and total actual hours worked, seasonally adjusted series
13. Harmonised unemployment rates in OECD countries, latest available
14. Total people employed, unemployed, and not in labour force, by sex and formal study status

Supplementary tables

The following tables can be downloaded from the Statistics NZ website in Excel format.

These tables provide national statistics, based on data where the working-age population of Canterbury was excluded.

1. People employed, unemployed, and not in labour force, by sex, seasonally adjusted series
2. People employed, unemployed, and not in labour force, by sex, trend series
3. People employed, unemployed, and not in labour force, by sex
4. Total actual hours worked
5. Total usual hours worked

A longer time series is available on request.