

# Survey modularisation for the Australian Labour Force Survey

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# **ABS Data Acquisition Modernisation Program**



- ABS was funded a significant amount of money to modernise its data acquisition systems, tools and processes
- Significant opportunity how can we redesign the model of our Labour Force Survey to:
  - Ensure the long-term integrity of core labour force data
  - Provide opportunities for new and more dynamic data on supplementary and specialised labour topics
  - Deliver an improved respondent experience, in the questions, sequencing, timing of modules and other elements
  - Address declining response, by smoothing out the peaks and troughs in the program

# **Demand for Supplementary topics**



- Significant demand for thematic labour topics on our survey program
- For household based surveys, this includes:
  - Core Labour Force Statistics
  - Barriers and Incentives to Labour Force Participation
  - Potential Workers
  - Underemployed and Underutilised Workers
  - Job Mobility
  - Employee Earnings
  - Working Arrangements
  - Trade Union Membership
  - Work Related Injuries
  - Digital Platform Workers
- Much more focus on other methods (administrative datasets, micro data), but surveys still critically important

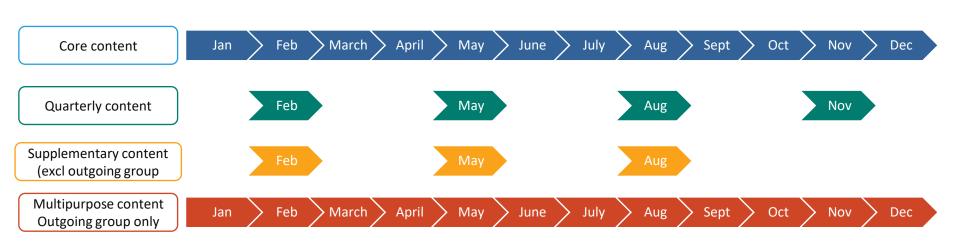
# **Current Labour Force Survey**



- ▶ Sample of ~ 26,000 households / 50,000 individuals each month
- Households selected for 8 months (1/8 rotation each month)
- Content varies month to month:
  - Core labour force content asked every month
  - Labour Force quarterly (Aug, Nov, Feb and May)
  - Three supplementary surveys:
    - 'Characteristics of Employment' (Aug)
    - 'Participation, Job Search and Mobility' (Feb)
    - 'Education and Work' (May)
  - Multipurpose Household Survey with additional topics on labour, health, education and crime (each month, outgoing rotation group only)

#### **Current model**





# Changes to the collection vehicle



#### **Current design**

- Labour Force monthly (Jul-Jun)
- Labour Force quarterly (Aug, Nov, Feb and May)
- Three supplementary surveys:
  - 'Characteristics of Employment' (Aug)
  - 'Participation, Job Search and Mobility' (Feb)
  - 'Education and Work' (May)
- Multi Purpose Household Survey (Jul-Jun, from the outgoing rotation group)

#### **Future design**

- Labour Force (Jul-Jun)
- Month 8 module (Jul-Jun):
  - Outgoing rotation group only
  - Includes content from supplementary surveys
  - Asked after Labour Force questions
- Multi-Purpose Household SUrvey now Month 9 (Jul-Jun)

#### **New model**





## **Background to content changes**



- Long journey of consolidation, which started in 2014
  - New content in monthly LFS most notably underutilisation
  - Consolidated supplementary surveys bring together like content which were historically separate collections, across Feb, July, Aug, Sep, and Nov
    - Participation Job Search and Mobility (PJSM) annually in Feb
    - Characteristics of Employment (COE) annually in Aug
  - Supps combined and somewhat <u>consolidated</u>, but not <u>integrated</u> or <u>optimised</u>

### Supplementary topics in the new model



- Supplementary survey content no longer collected in set months (Feb, May, Aug)
  - Labour topics to be collected from outgoing rotation group over the whole year in 'Month 8'
- Labour Force Survey will collect the same content every month
  - no longer 'quarter month' content (in Feb, May, Aug, Nov)
  - quarter month content moved to either monthly LFS or Month 8
- Multi Purpose Household Survey moves from the outgoing rotation group to 'Month 9' a follow-up for selected respondents in the month following their last month in the LFS
- Transition to new model scheduled to start in March 2026
  - More details on transition and timing later in slides

## Respondent burden and data quality



- Need to carefully consider the survey time of the integrated Month 8 survey, to ensure it is not too long
- Aiming for 'burden neutral'
  - a small increase for people not employed currently asked the least number of questions
- Removing the 'quarter month' version of the LFS and re-allocating high priority content into a single version of monthly LFS will result in
  - Monthly LFS slightly longer than the current 'non-quarter month' version, but shorter than the 'quarter month' version
- But should be improved respondent experience
  - will be easier to answer as modules will be consolidated and simplified
  - also optimised for on-line self-response
- Additions/changes to monthly LFS are targeted and low-risk

#### Benefits of the new model



- Quarantines core Labour Force from supplementary survey content changes
  - Removes supplementary survey effects from core estimates, which are currently controlled through dedicated seasonal adjustment process
  - Supplementary survey content can also then evolve over time without risk to core Labour Force
- More integrated supplementary content allows for more co-variate analysis across topics, and better integration of content across core Labour Force and supplementary survey
- Enables important 'supplementary' content on a quarterly basis, in addition to traditional annual content
  - Estimates can be compared before and after major changes, whenever they happen during the year - no need to wait until next Feb or next Aug
- Simplify and reduce the number of different survey instruments (operational efficiencies)
- Shortening the survey for respondents in their first 7 months in sample
  - Maximise response and self-enumeration
  - Increase retention of people who start in Feb, May or Aug (not hit with big survey in month 1)
- ▶ Running supplementary survey on 1/8<sup>th</sup> of the sample each month smooths out interviewer workload