

#### Development of a quality adjusted labour productivity index in the European Union

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### **QALI in European Union**

- Outline
  - Two projects: QALI and Consolidated European SUIOTs
  - Methodology of QALI
  - Data sources for QALI
  - Consolidation of 28 national Supply, Use Tables
  - Results: for CZ and EU28



## Two projects: productivity indicators and EU-SUIOT

#### 1. Productivity indicators:

- collaboration with JRC-IPTS
- Aim: regular publication of coherent set of competitiveness indicators across MS and industries Quality Adjusted Labour Index
  Capital productivity indicators
  Time series 2002 - 2014
- Integrated into European Wheel of Competitiveness: statistical framework for competitiveness
- Project duration: 2014 2016





# Two projects: productivity indicators and EU-SUIOT

## 2. European consolidated Supply and Use Tables

- Coherent EU and euro area SUTs and IOTs : analytical purposes; modelisation
- ✓ Time series 2005-2014
- ✓ Key input for environmental accounts:
  - Adding environmental extensions (EE) to the Supply and Use Tables (SUT);
  - Creating Environmentally Extended symmetric Input Output table (EE IOT)
- ✓ First dissemination 2011



## QALI, methodology

- Törnqvist index: weights are labour income shares
- National Accounts aggregates benchmarked hours worked and compensation of employees
- ✓ Workers groups
  - Age: 3 categories
  - Skill: 3 categories
  - Industry breakdown: 10 or 21



#### **QALI** data sources





### **European consolidated SUIOTs**

• steps to treat gray-marked intra-EU trade flows to get the consolidated EU28 Use table.

		Exports	Exports
		intra EU	extra EU
Domestic	Domestic final demand	1	2
intermediate use			
Intra-EU import use	Intra-EU import final	3	4
	demand		
Extra-Eu import use	Extra-EU final demand	5	6

TLS	TLS	7	8
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 Benchmark to macro-aggregates totals in line with GDP



#### Results: composition of employment (hours worked) CZ





#### Results, QALI CZ





#### Embodied employment in exports EU28

Products of agriculture, forestry and fishing Industrial products (except construction... Constructions and construction works Wholesale and retail trade; transportation... Information and communication services Financial and insurance services Real estate services Professional, scientific and technical... Public administration, defence, education,... Arts, entertainment and recreation; other...



0% 10% 20% 30% 40% 50% 60% 70% 80% 90%100%







#### Thank you for your attention