What Explains Declining Share of Income in Advanced Economies? Technology.

An IMF report from April 2017 found most of the movement is explained by declining relative price of investment and initial exposure to routinization across sectors. Percent of Explained Decrease in Labor Share of Income 46.2% 40% -20% -18.31% 17.18% 13.52% 10% -4.79% 0%-Policy/institutions Financial Integration **GVC** Participation Technology Unexplained