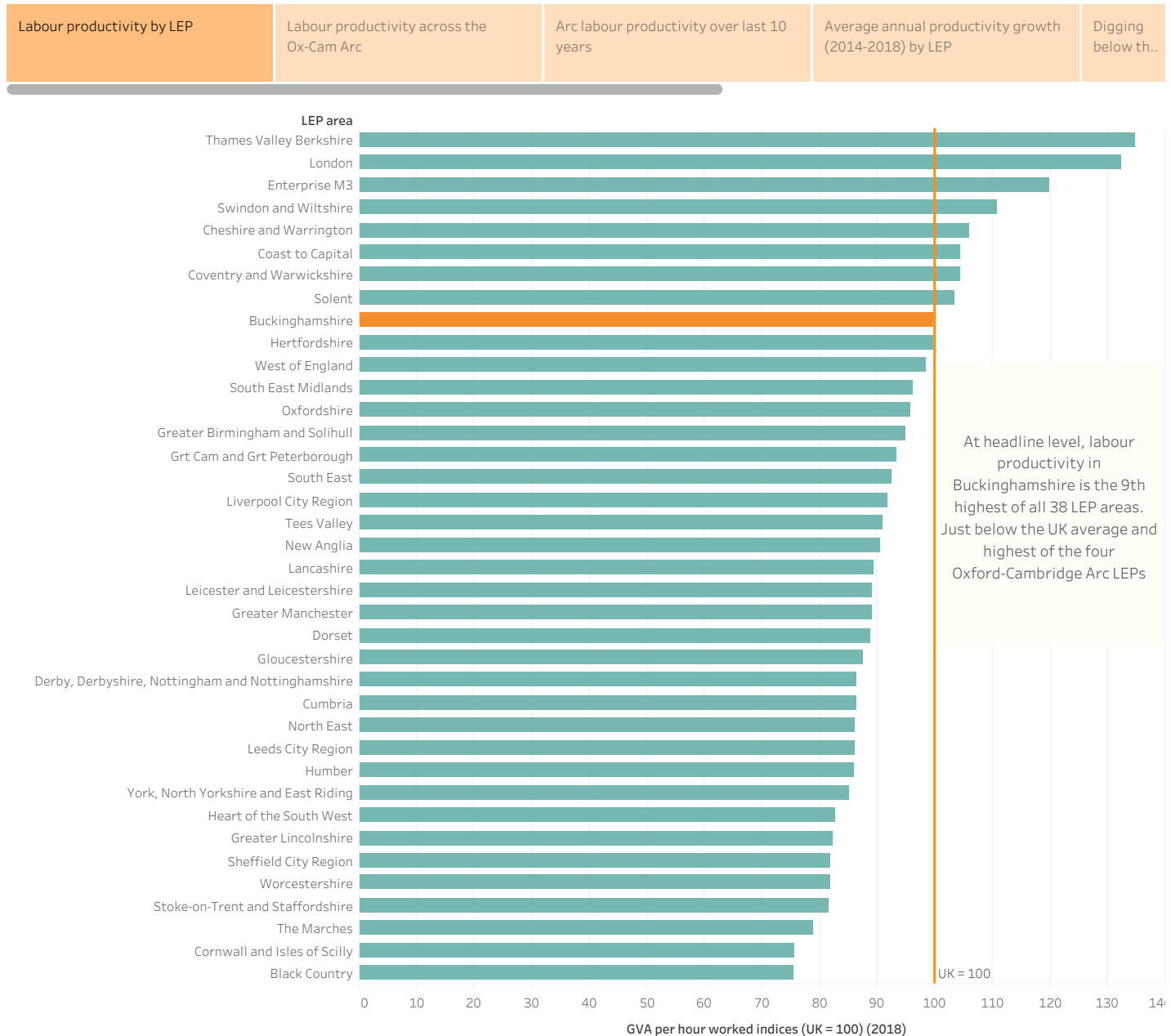
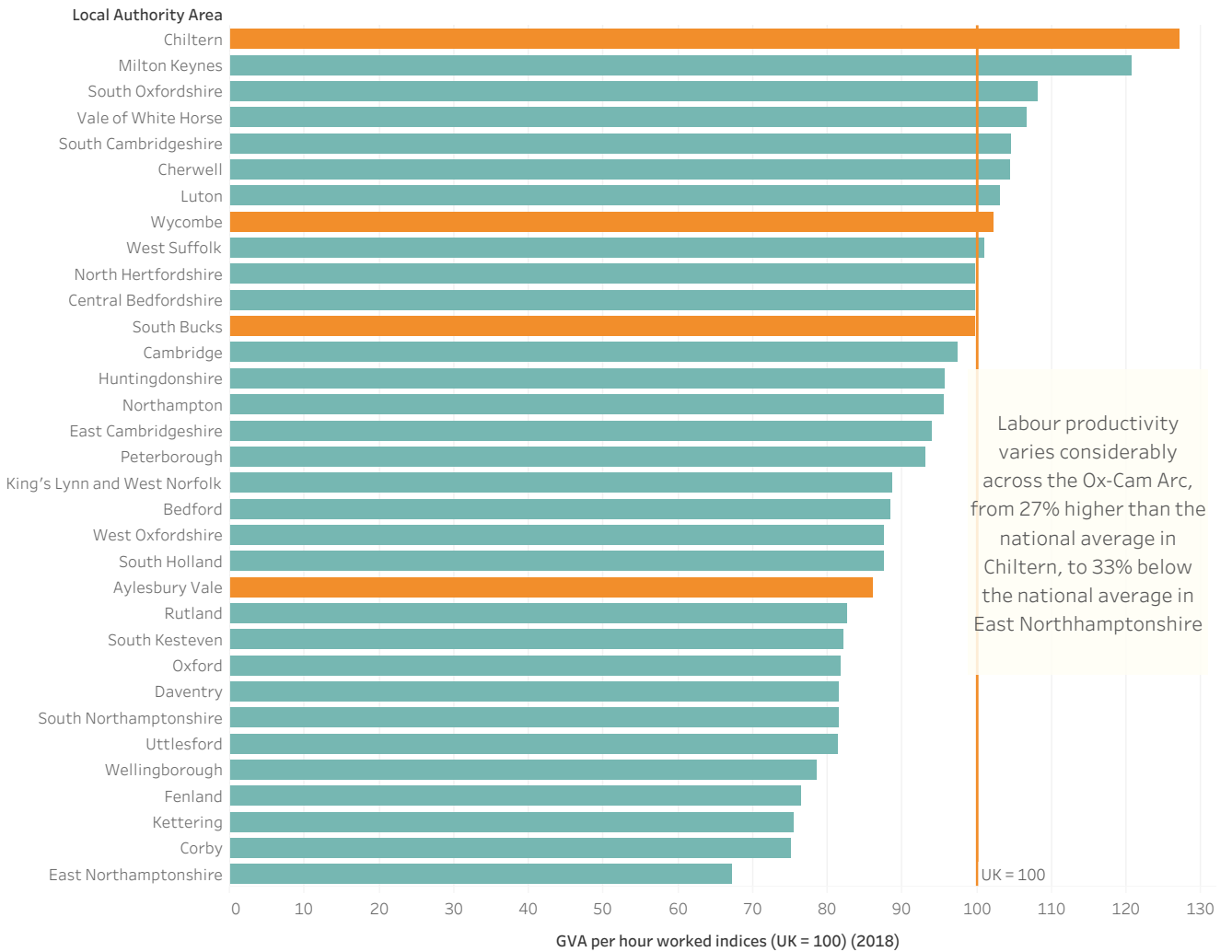


Buckinghamshire's productivity story



Buckinghamshire's productivity story

Labour productivity by LEP	Labour productivity across the Ox-Cam Arc	Arc labour productivity over last 10 years	Average annual productivity growth (2014-2018) by LEP	Digging below th..
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Note - data includes rental income

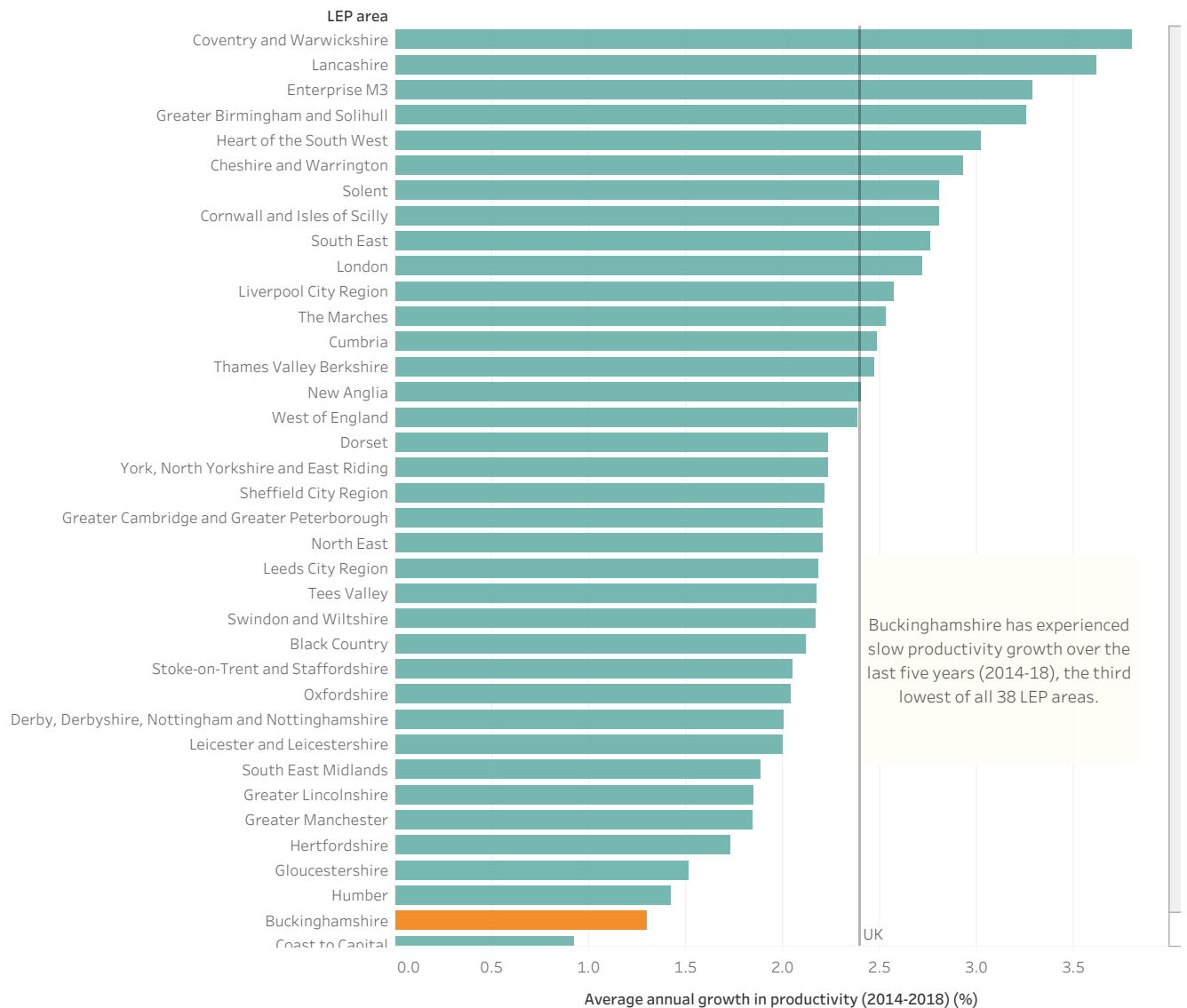
Buckinghamshire's productivity story

Labour productivity by LEP	Labour productivity across the Ox-Cam Arc	Arc labour productivity over last 10 years	Average annual productivity growth (2014-2018) by LEP	Digging below the headline data
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Buckinghamshire's productivity story

Labour productivity across the Ox-Cam Arc	Arc labour productivity over last 10 years	Average annual productivity growth (2014-2018) by LEP	Digging below the headline data	Impact of removing effects of strong housing..
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Buckinghamshire's productivity story

Arc labour productivity over last 10 years	Average annual productivity growth (2014-2018) by LEP	Digging below the headline data	Impact of removing effects of strong housing market	Summary
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Labour productivity is measured by dividing economic output (GVA) by labour input (number of hours people have worked to produce that output).

However, not all economic output (GVA) can be attributed to the workforce. Rental income (including something called "imputed rental income of owner-occupiers") is included in economic output data, but is not attributable to the activities of the workforce. Rather, it is a reflection of the strength of the housing market.

As both levels of home ownership and house prices are high in Buckinghamshire, when 'imputed rental income of owner occupiers' are removed from the calculation (to give a measure of economic output more closely related to labour input), Buckinghamshire's labour productivity drops.

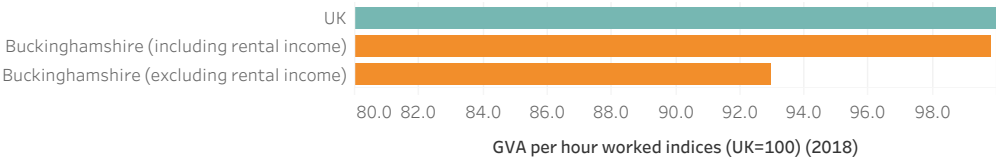
Further details are provided by ONS here:

<https://www.ons.gov.uk/employmentandlabourmarket/peopleinwork/labourproductivity/articles/regionalandsubregionalproductivityintheuk/latest#alternative-results-excluding-rental-income>

Buckinghamshire's productivity story

Arc labour productiv..	Average annual productivity growth (2014-2018) by LEP	Digging below the headline data	Impact of removing effects of strong housing market	Summary
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When rental income is removed from the productivity calculation, labour productivity within Buckinghamshire is estimated to be 7% lower than the national average. This sees Buckinghamshire drop down the LEP rankings from 9th position to mid-table.



Buckinghamshire's productivity story

Arc labour productiv..	Average annual productivity growth (2014-2018) by LEP	Digging below the headline data	Impact of removing effects of strong housing market	Summary
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In summary

- 1) At headline level, Buckinghamshire's productivity is reported to be the 9th highest of all LEP areas, the highest of the four Arc LEPs and in-line with the national average.
- 2) However, this figure is inflated by the strong local housing market
- 3) When adjusted to take this into account, Buckinghamshire's productivity drops well below the national average, and to mid-table of all 38 LEPs
- 4) In addition, Buckinghamshire has experienced very slow productivity growth over recent years