

Māori in the Labour Market - June 2019 Year





Most labour market outcomes for Māori improved over the year to June 2019.



Employment was up 2,300 to 318,100 workers over the year.



The labour force participation rate (LFPR) decreased to 69.1 per cent, down 1.6 percentage points (pp) from a year ago.



The unemployment rate was down 1.2pp from a year ago to 8.3 per cent.



The annual average NEET rate rose from 17.7 per cent to 18.7 per cent in the year to June 2019. About 24,700 Māori youth were not in education, employment, or training.

Māori active in the labour market **Employment to working age population ratio** Labour force participation rate **Employment rate** for the year to Jun-2019 for the year to Jun-2019 Northland 54.5% Northland 62.9% Bay of Plenty 70.4% Bay of Plenty Auckland 62.1% Auckland 67.5% 64.7% Waikato 65.0% Waikato 70.8% Gishorne / Hawke's Bay 69.3% Gisborne / Hawke's Bay 63.1% Taranaki/Manawatu-Whanganui 61.9% Taranaki/Manawatu-Whanganui 67.9% Wellington Wellington 67.5% 72.2% South Island (excluding South Island (excluding Canterbury) 71.9% Canterbury) 67.4% Canterbury 66.1% Canterbury 70.6%

National employment

The gains in employment (up 2,300) coincided with a fall in the unemployment rate to 8.3 per cent over the year. The employment rates were also up for Māori aged 35 to 44 years in the year to June 2019. Māori continued to have an unemployment rate higher than the national average. The unemployment rate for Māori was 0.2pp higher than the rate for Pacific Peoples in the year to June 2019. However, the unemployment rate for Māori fell for most age groups, except Māori aged 55 to 64 years. The biggest fall in the unemployment rate was for Māori aged 15 to 44 years.

The LFPR for Māori decreased over the past year by 1.6pp to 69.1 per cent, with the rate for males decreasing to 73.0 per cent, and the rate for females decreasing to 65.6 per cent. The LFPR decreased for all six age groups. Māori aged 55 to 64 years had the strongest decrease, down 2.4pp to 73.5 per cent.

Regional employment

Growth in the Māori employment rates was strong for Bay of Plenty (up 2.6pp to 64.7 per cent) and Taranaki/Manawatu-Whanganui (up 1.5 pp to 61.9 per cent) and South Island excluding Canterbury (up 3.8pp to 67.4 per cent) regions over the year. The Wellington region had the highest employment rate at 67.5 per cent. The lowest employment rate was in the Northland region (54.5 per cent).

The number of employed Māori was up year-on-year in four out of nine regions. South Island (excluding Canterbury) led the regions with employment growth of 9.0 per cent over the year. The largest year-on-year fall in employment for Māori was in the Wellington region (down 8.2 per cent).

The LFPR in three out of nine regions increased over the year. The strongest increase in the LFPR was in the Taranaki/Manawatu-Whanganui region (up 0.8pp), followed by the Bay of Plenty region (up 0.1pp). The largest decline in the LFPR was in the Northland region (down 3.8pp).

Industry employment

The industries employing the most Māori workers in June 2019 were Wholesale & Retail, Manufacturing, and Utilities and Construction.

Over the year, employment grew in five out of twelve industry groups. The strongest annual growth was in Other Business Services (20.9 per cent or 5,700 workers), followed by Education and Training (10.7 per cent or 3,000 workers), and Transport, Warehousing, IM & Communications (8.8 per cent or 1,800 workers).

Annual change since Jun-2018			
Biggest rises	Jun-2018	Jun-2019	Annual Change
Other Business Services	27,400	33,200	1 20.9%
Education and Training	28,000	31,000	1 0.7%
Transport Warehousing IM & Communications	20,700	22,600	1 8.8%
Biggest falls			
Manufacturing	40,600	36,700	y 9.7%
Utilities and Construction	38,500	35,200	4 8.5%
Accommodation & Food Services	19,300	18,000	4 6.9%

Wholesale & Retail Manufacturing Utilities and Construction Other Business Services Health Care and Social Assistance Education and Training Transport Warehousing IM &... Agriculture Forestry Fishing and Mining Other Services Public Administration and Safety Accommodation & Food Services Financial and Insurance

0%

■ Māori ■ Total All Ethnic Groups

5%

10%

15%

Proportion of Māori employed in industries, Jun-2019

Labour Demand
People unemployed ('000)
Unemployment rate

28.6

down 13.7% from a year ago 25.0% of total unemployed in NZ (114.0)

Working age population ('000)

▼ 501.7

up 1.6% from a year ago 12.8% of total WAP in NZ (3,929.9) ▼ 346.6

down 0.6% from a year ago 12.5% of the total labour force in NZ Employment by region

down 1.2pp from a year ago 4.1pp above NZ average (4.1%) Employment rate

▼ 63.4%

down 0.5pp from a year ago 4.2pp below NZ average (67.6%)

Labour force participation rate

V 69.1%

down 1.6pp from a year ago 1.4pp below NZ average (70.5%)

Decies	Jun-2019		Chan		
Region	Jun-2019	1	Annual		Three-year
Northland	21,500	•	3.8%	1	8.3%
Auckland	71,900	1	2.5%	1	8.2%
Waikato	42,200	•	0.9%	1	17.3%
Bay of Plenty	32,600	1	4.9%	1	9.8%
Gisborne / Hawke's Bay	29,900	•	2.2%	1	24.1%
Taranaki/Manawatu-Whanganui	37,100	1	5.8%	1	14.0%
Wellington	30,200	•	8.2%	1	7.6%
Canterbury	25,200	•	3.0%	1	25.5%
South Island (excluding Canterbury)	27,600	1	9.0%	1	22.7%
Total Māori employment	318,100	Ŷ	0.7%	1	13.9%
Total New Zealand employment	2,656,000	1	1.7%	1	10.9%
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Employment by industry Change										
Industry	Jun-2019		Annual		Three-year					
Agriculture Forestry Fishing and Mining	21,000	Ψ.	5.1%	Ψ.	8.5%					
Manufacturing	36,700	•	9.7%	1	6.2%					
Utilities and Construction	35,200	•	8.5%	1	9.8%					
Wholesale & Retail	37,400	•	1.5%	1	15.9%					
Accommodation & Food Services	18,000	•	6.9%	1	4.5%					
Transport Warehousing IM & Communications	22,600	1	8.8%	1	26.9%					
Financial and Insurance	6,400	1	2.8%	1	37.0%					
Other Business Services*	33,200	1	20.9%	1	35.9%					
Public Administration and Safety	19,600	•	4.6%	1	6.2%					
Education and Training	31,000	1	10.7%	1	15.3%					
Health Care and Social Assistance	31,400	•	4.2%	1	14.7%					
Other Services	19,700	1	8.8%	1	10.9%					
Total Māori Employed (including Not Specified)	318,100	Ŷ	0.7%	Ŷ	Total Māori Employed (including Not Specified) 318,100 ♠ 0.7% ♠ 13.9%					

Note: The sum of employment by industry may not equal total employed due to rounding. The smaller estimates are subject to
large sampling errors. The above figures are annual average, and may differ from Statistics New Zealand's published figures.
*Includes Rental, Hiring & Real Estate Services, Administrative & Support Services, and Professional, Scientific & Technical Services, and Other Services.



Māori representation in skilled occupations has increased.

Māori in skilled occupations totalled 137,100 in June 2019, an increase of 2,400 workers (up 1.8 per cent) from a year ago.

Over the year, employment in four out of eight occupation groups increased. The biggest increases in employment were for Managers (8.7 per cent or 3,800 workers), Clerks (11.6 per cent or 3,500 workers), and Services (6.8 per cent or 2,300 workers). These occupation groups make up most of the total increase in Māori employment for the June 2019 year. In contrast, the biggest falls in employment were for Labourers (8.6 per cent or 5,000 workers), and Sales (7.3 per cent or 2,700 workers).

About 43.6% of Māori employed in New Zealand were in skilled occupations while 17.0% were in low-skilled occupations in June 2019.

43.6% of Māori were in skilled* occupations

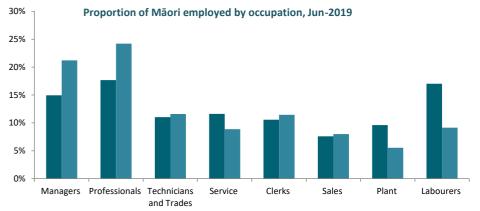
17.0% of Māori were in low skilled occupations

* Includes those in managerial, professional, and trades & technician occupation groups; low skilled occupations are those in the labourers group.









■ Māori ■ Total All Ethnic Groups

Youth NEET rate

The proportion of young people who are not in employment, education or training (NEET) is used as an indicator of youth disengagement.

In June 2019, there were about 132,100 Māori aged 15-24 years. Of these, about 24,700 people were NEET, an increase of 24,000 from a year ago. Among Māori aged 15-24 years, 16.2 per cent of males and 21.4 per cent of females were NEET in June 2019. Over the year, the NEET rate for males grew more sharply than the rate for females.

The NEET rate for Māori aged 15-19 years rose by 2.3pp to 14.8 per cent in the year to June 2019. The rate for Māori aged 20-24 years fell by 0.6pp to 23.0 per cent. More Māori youth were NEET in the June 2019 year. Overall, Māori have higher NEET rates than other ethnic groups. However, over the past three years, the number of NEET Māori fell by 4.8 per cent to 24,700.

The NEET rate for all ethnic groups was up 0.4 percentage points from last year to 11.9 per cent.

	NEET rate by ethnic group		
Ethnic group	NEET rate	Chang	ge (percentage points)
Ethnic group	Jun-2019	Annual	Three-year
European	10.1	♠ 0.6pp	1.0pp
Māori	18.7	🛖 1.0pp	ѱ 1.0рр
Pacific Peoples	16.4	🤟 1.5pp	↓ 0.6pp
Asian	9.2	🤟 0.6pp	♠ 0.6pp
Total All Ethnic Groups	11.9	♠ 0.3pp	♠ 0.7pp

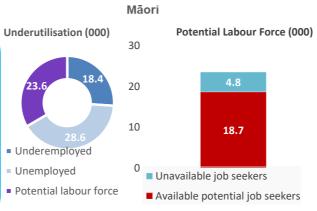
ı	Source: Household Labour Force Surv	rey, Statistics New Zealand				
l		Māori NEET rate by gender				
l	Condor	NEET rate	Chan	ge (percentage points)		
l	Gender	Jun-2019	Annual	Three-year		
l	Male	16.2	♠ 1.9pp	n/c		
	Female	21.4	🛖 0.2pp	ѱ 1.9рр		
	Total	18.7	♠ 1.0pp	♣ 1.0pp		

Underutilsation rate

Underutilisation is a broader measure of spare capacity in New Zealand's labour market than unemployment. It also includes underemployed (part time workers who would like more hours) and the potential labour force (people who are not currently in the labour force but want a job).

There are 70,600 Māori people who are underutilised in the workforce. Underutilised Māori include those who are officially unemployed (28,600 people), underemployed (18,400 people) and the potential labour force (23,600 people).

In the year to June 2019 the underutilisation rate for Māori was higher than other ethnic groups, followed by Pacific Peoples. More Māori females are underutilised as a proportion of the extended labour force.



	Underutilsation rate by ethnic group				
Ethnic group Underutilsation rate			Change (percentage points)		
	Jun-2019	Annual	Three-year		
European	10.2	↓ 0.5pp	↓ 0.9pp		
Māori	19.0	🤟 1.8pp	♣ 5.1pp		
Pacific Peoples	17.1	🤟 0.7pp	ѱ 4.5pp		
Asian	11.3	🤟 0.6pp	↓ 3.8pp		
Total All Ethnic Groups	11.5	🤟 0.6pp	ѱ 1.7pp		

Source: Household Labour Force Survey, Statistics New Zealand

	Gender Underutilsation rate		Change (percentage points)		
	Jun-2019	Annual	Three-year		
Male	10.4	↓ 1.3pp	↓ 4.6pp		
Female	22.9	↓ 2.3pp	↓ 5.7pp		
Total	19.0	↓ 1.8pp	↓ 5.1pp		

This document reports key labour market information for Māori for the year to June 2019 year. All data is sourced from the Household Labour Force Survey (HLFS) released quarterly by Statistics New Zealand. Data is annualised to address sampling error and seasonal variation concerns. For the purposes of this factsheet "total response" data is used. This means that Māori refers to everyone who has selected that ethnic group, regardless of whether they have also selected another group. The subnational estimates.