

Cost of Living Indices methodology

Southampton City Council

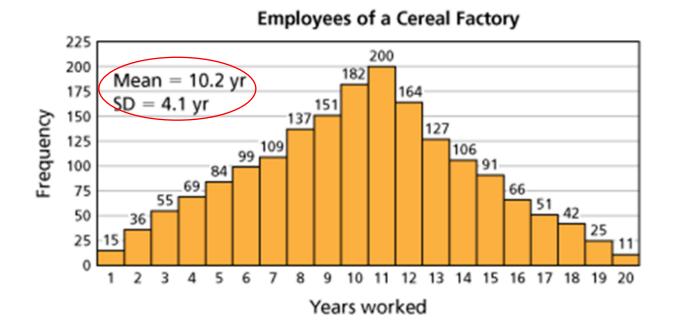




Statistical terms & Z-Scoring



- Mean: All the values added up, divided by how many values you have giving a statistical average
- Standard deviation (SD)— a statistical measure of how the far data is distributed from the mean

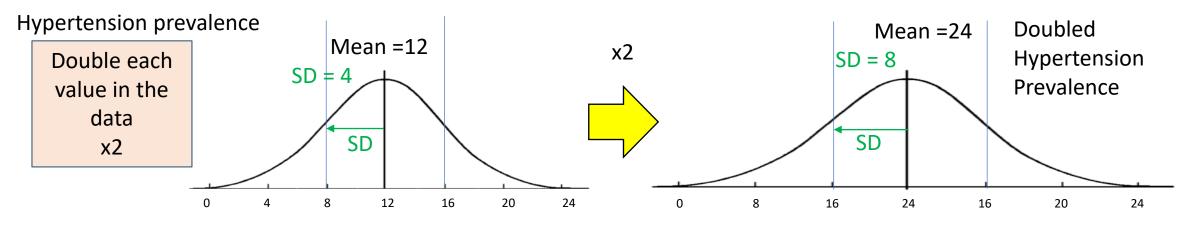


- 68.3% of the data is +/- a standard deviation distance from the mean
- One standard deviation back from the mean is
 10.2 4.1 = 6.1
- One standard deviation forward from the mean is
 10.2 + 4.1 = 14.3
- 68.3% of the employees have worked there for between 6.1 years and 14.3 years

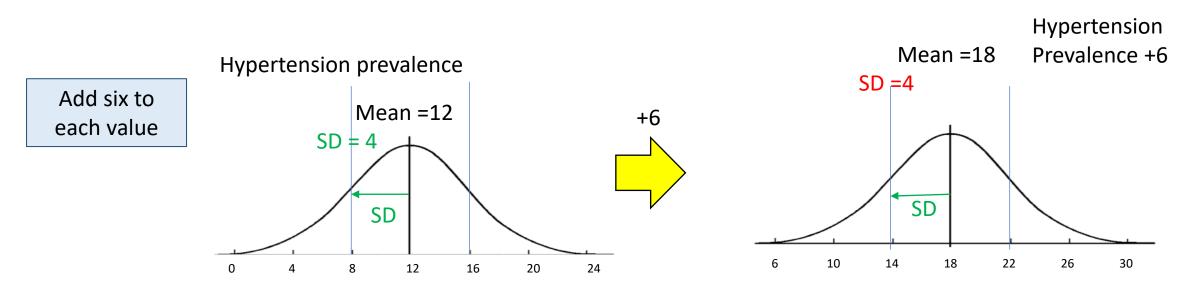
Transforming data



Data can be transformed in different ways It can be doubled.....



Or each value can have a factor (number) added/subtracted from it...

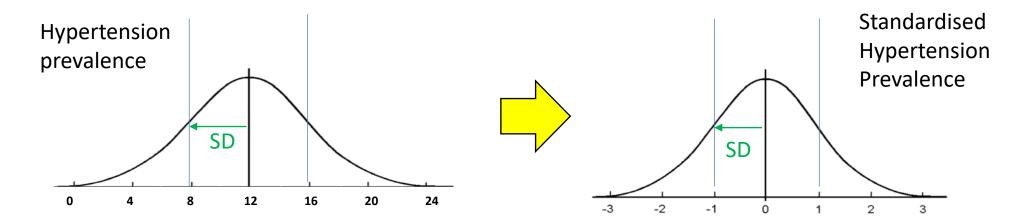


Transforming data through Z scores

• We can transform data using Z scoring, that transforms any distribution of data to have a mean of zero and a SD of 1

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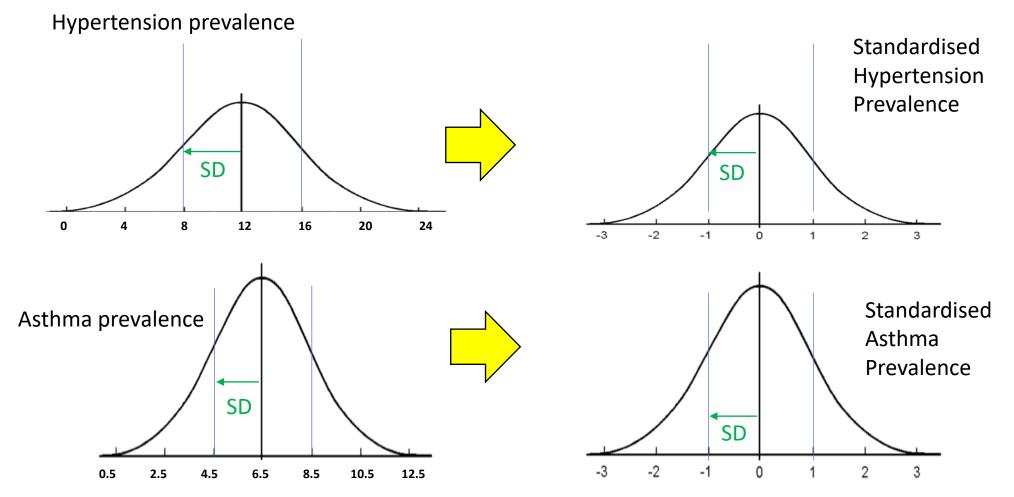


- Z scoring...... (value mean)/SD.....
- Take the mean of 12.... 12-12 /0 =0.....
- Or the value of 8, one standard deviation before the mean... (8-12)/4.... -4/4..... = -1
- Or the value of 16, one standard deviation after the mean... (16-12)/4.... 4/4.... = -1
- The height of each point on the chart is the frequency, here how many LSOAs have that value, the height remains the same when transformed



Making all indicators values similar

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- Z scoring...... means all indicators have the same mean of 0 and the same standard deviation of 1, which each value kept in the same order when ranked highest to lowest as the original data set



• Once on the same scale, the values of each LSOA can be added together, to make a combined overall score. You can do this for all clinical indicators to get an overall clinical domain score where each indicator is equally weighted

Pros

- It allows us to compare raw values between distributions and create relative combined domains, each indicator has an equal weighting when combined
- Allows comparison and combination of different measures, e.g. SMR (standardised mortality ratio), prevalence (%), DSR (directly age standardised rate), etc.
- Relatively simple to do and can be applied to create separate domains with multiple differing indicators

Cons

- Normal distribution is assumed (depends on Central Limit Theorem for those variables that are skewed, n>30)
- Interpretability is reduced as the z-score and combined domain scores no longer has the original unit, the unit of z-score is in SD





Indicators definitions

Clinical Indices

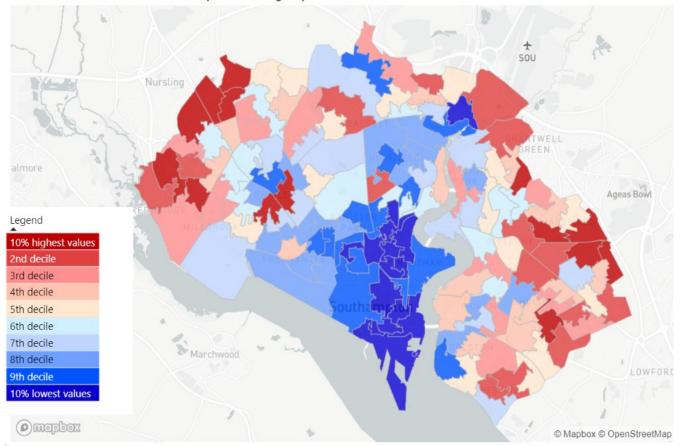
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Definition

- The prevalence in each LSOA is calculated by taking the number of people diagnosed by a GP and/or taking medication in that area and dividing it by the number of patients known to be living there.
- Taken at same time point and same source/population (February 2021)
- The data is based on those people GP diagnosed and/or receiving medication for a condition, not self-reported and only includes those people registered with a GP practice

Conditions included as more at risk of exacerbating under 'Cost of Living'

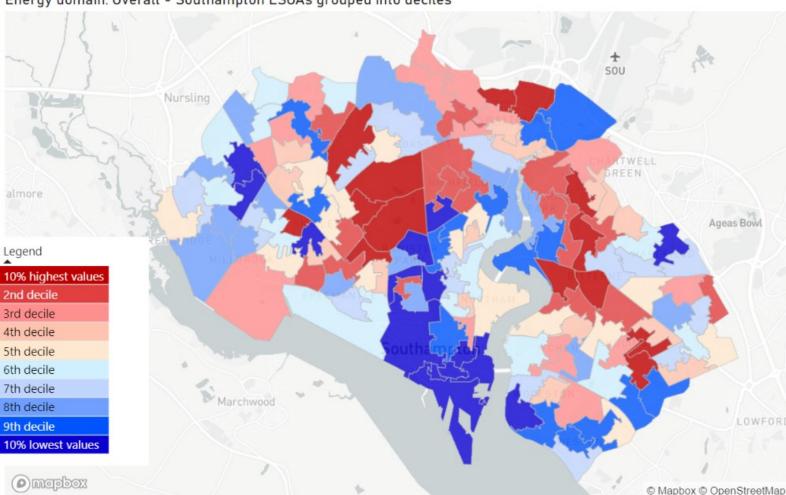
- Hypertension 32.7k (those who have a diagnosis recorded on the hypertension disease register, prescription for hypertension or both)
- IHD (Ischaemic Heart Disease) 6.7k (those who have a diagnosis recorded on the Ischaemic Heart disease register)
- **COPD (Chronic Obstructive Pulmonary Disease)** 6.8k (those who have a diagnosis recorded on the COPD disease register)
- Asthma 17.0k (those who have a diagnosis recorded on the asthma disease register AND a prescription for asthma)



Clinical domain: Overall - Southampton LSOAs grouped into deciles

Energy Indices

- The data used is EPC (Energy Performance Certificate) data for residential properties in Southampton.
- EPCs rate the current and potential energy efficiency of a home out of 100 (these ratings are also grouped A to G). Energy 'poor' rated properties are deemed to be those with a current rating of D to G calculated from the amount of certificates available for properties in that area
- Data snap shot taken in December 2022
- Not every residential property in Southampton has an EPC rating as they have only been mandatory for properties being sold or rented after 2008
- Areas with the highest percentages of 'energy poor' properties are in red
- **1 out of 10 flats** and **maisonettes** do **not** have a **certificate**
- 4 out of 10 houses and bungalows do not have a certificate



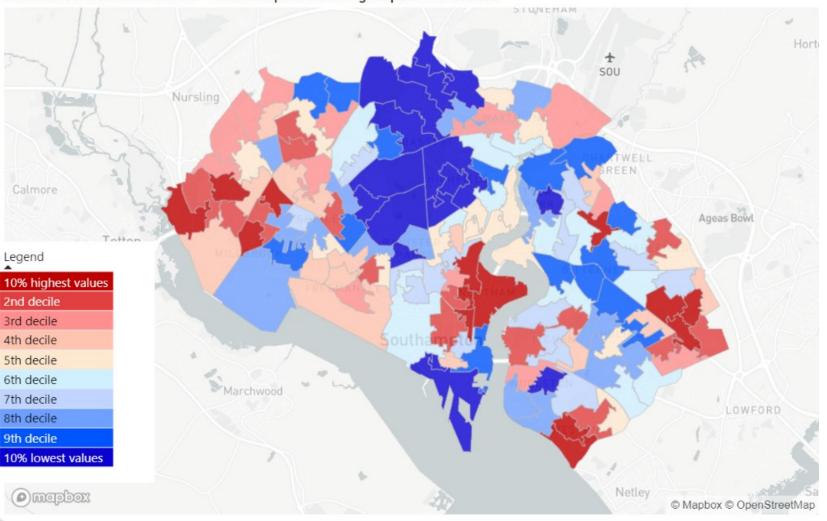
Energy domain: Overall - Southampton LSOAs grouped into deciles

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Economic Indices

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- Pre-payment meter data and benefit data was combined to create the economic indicator
- Pre-payment meter data looks at the percentage of households in a neighbourhood that have prepayment meters installed using the Hampshire County Council Small Area Population Forecast dwelling data for 2017
- Pre-payment meter data was most recently last recorded in 2017 which is the data set used
- Benefit data calculated for each neighbourhood shows the percentage of working age adults claiming universal credit. The latest snap shot from DWP covering December 2022 was used.
- Full metadata for the Universal Credit data and Pre Payment meter is available in the dashboard



Economical domain: Overall - Southampton LSOAs grouped into deciles

Food Insecurity Indices

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- The food insecurity indicator data is supplied by the University of Southampton in February 2023, a refreshed data set originally used in the study <u>Household food</u> insecurity risk indices for English <u>neighbourhoods</u> (Smith *et al.* 2021).
- The study link includes full methodology and data sources.
- The overall index used here combines the two sub domains; compositional (including benefit claimants, low income, mental health and educational attainment) and structural (bus stops, distances to employment, distances to food stores and internet speeds)

