

FACES OF JOBLESSNESS A PEOPLE-CENTRED PERSPECTIVE ON EMPLOYMENT BARRIERS AND POLICIES

Moving from Welfare to Work NESC Seminar to Launch NESC Report No. 146 Dublin, 29 June 2018

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www.oecd.org/social/faces-of-joblessness.htm



Faces of Joblessness Premise and rationale

- The circumstances of jobless people are often "messy"
- But this is not systematically reflected in how we approach policy, or the statistics that feed into policy design and delivery
- There is a need for good-quality information that captures the complexity of the employment difficulties that people face
- People-centred info on employment barriers would help to:
 - facilitate a cross-sectoral perspective on policy challenges
 - targeting & tailoring policy interventions
 - integrating services in a way that works for policy "clients"
 - consider priorities among competing challenges
 - understand why different policy approaches work (or not)
 - move from general principles of what works, to conversation on specifics and implementation
 - Broaden out policy options that are "on the table"

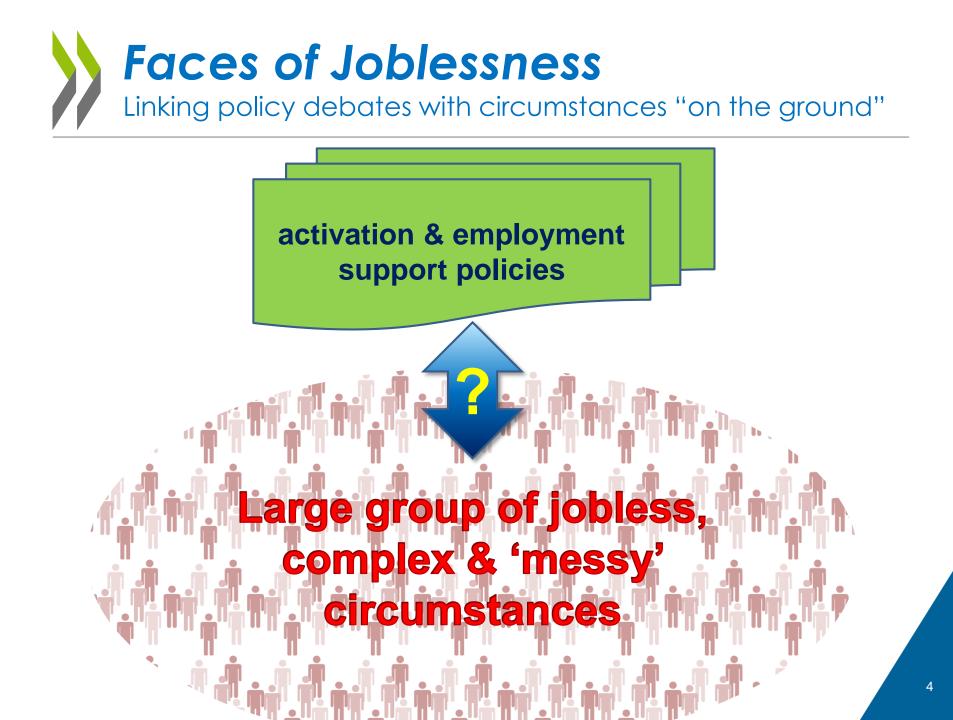
Faces of Joblessness Objectives

Provide a systematic view on complex circumstances Align statistics & indicators with real-world experience of joblessness

→ Map of "disadvantaged", "vulnerable" groups. Who are they ?

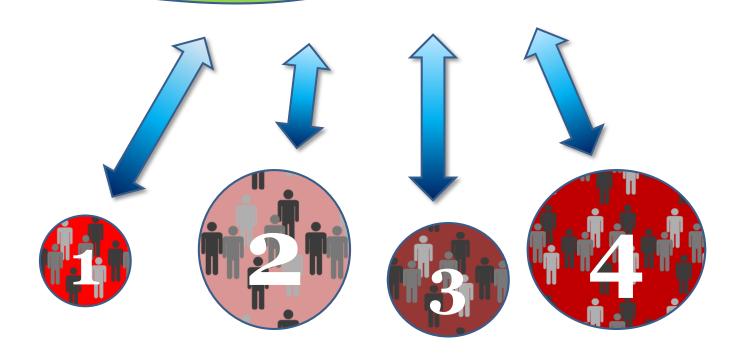
→ What employment barriers do they face ?

➔ What policy levers to tackle those barriers ?









Gaps in existing information

Existing **high-level** labour-market indicators contain little information on relevant employment barriers...

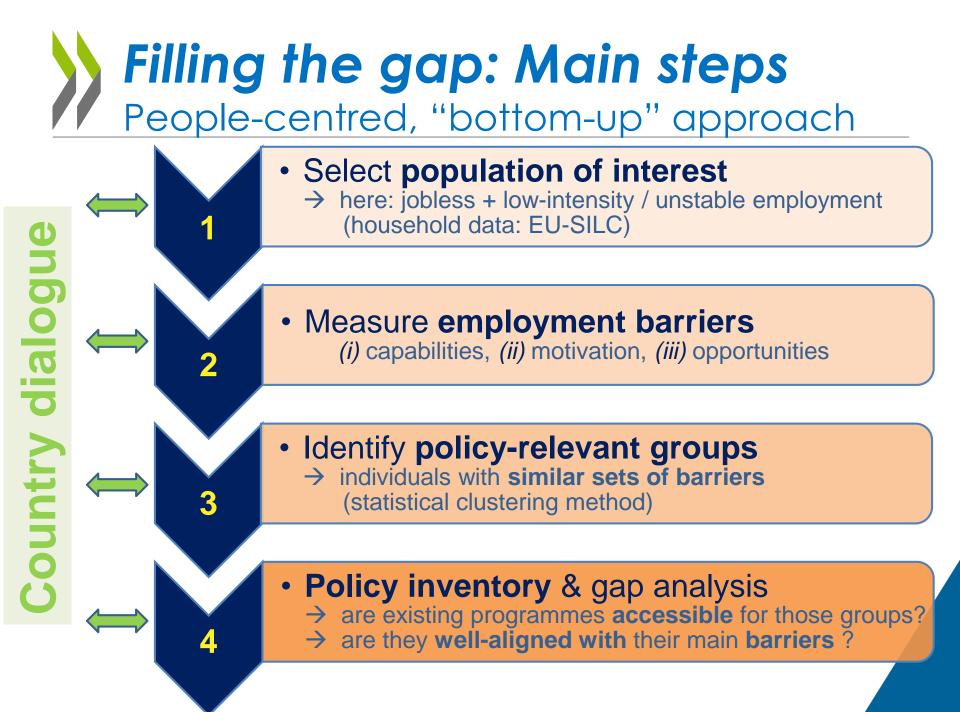
- ▲ standard breakdowns (age, sex, ...)
- Δ no clear link with problems to be addressed
 - ("being young is not a barrier")
- A largely individual-based, little family context

Existing **in-depth** profiling systems designed for needs of specific process / institution (e.g., PES)...

- A generally not used for higher-level policy dialogue
- A may not capture circumstances relevant for key policy

areas, eg. care responsibilities, incentives

▲ miss big parts of jobless, eg. only registered unemployed





• Initially a 2-year project 2016/2017, innovative partnership:

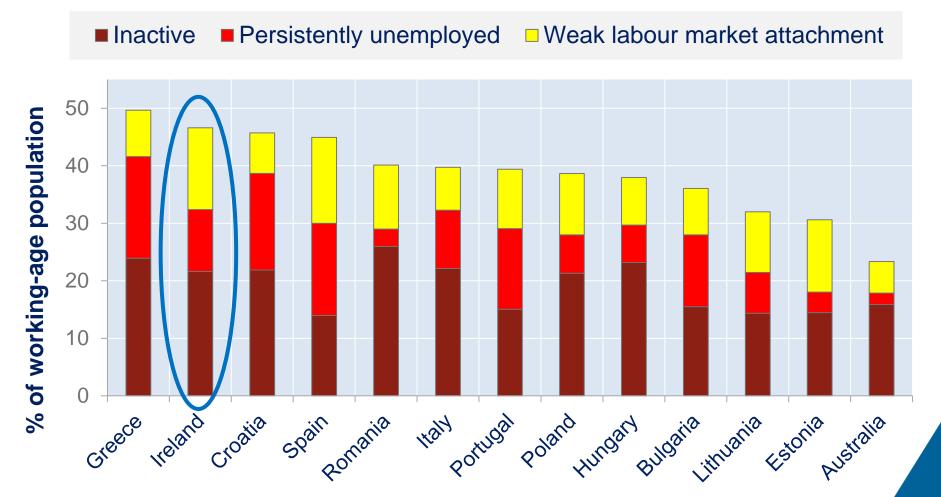


- Unified method and broadly similar process / outputs
- Extensions @OECD: eg Australia, Finland, France, Ireland, Italy, Lithuania

• Main findings

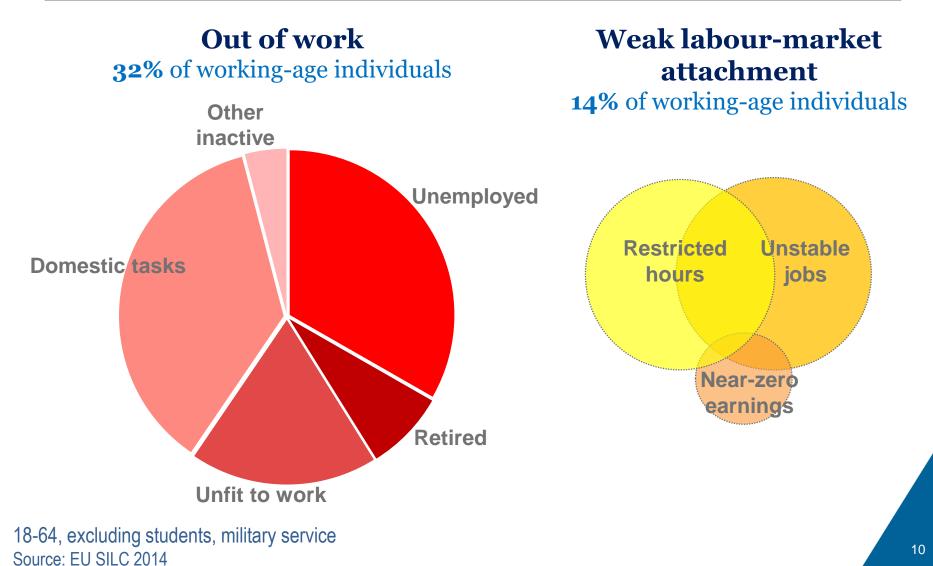
- employment difficulties very different across countries & groups
- indicates different needs for support, even in demographically similar population segments ("older workers", "youth", "mothers")
- ✓ traditional ways of presenting LM statistics cannot capture this
- ✓ large majority face **multiple barriers**
- existing programmes sometimes of right type but poor access, coordination
- ✓ input into OECD country policy reviews, European Semester

Scope for labour-market integration measures Untapped sources of employment growth



Sources: Australia, Estonia, Ireland, Italy, Lithuania, Portugal, Spain: OECD project "Faces of Joblessness". Bulgaria, Croatia, Greece, Hungary, Poland, Romania: World Bank project "Portraits of Labor Market Exclusion". Links to all studies are in final slide. Individuals with potential employment difficulties





What difficulties? A typology of employment barriers



Work-related capabilities

- Education / skills
- Work experience
- Health problems

Care responsibilities



Motivation / Incentives

- Out-of-work
 benefits
- Tax burdens on inwork earnings
- Non-labour incomes
- Earnings of other family members



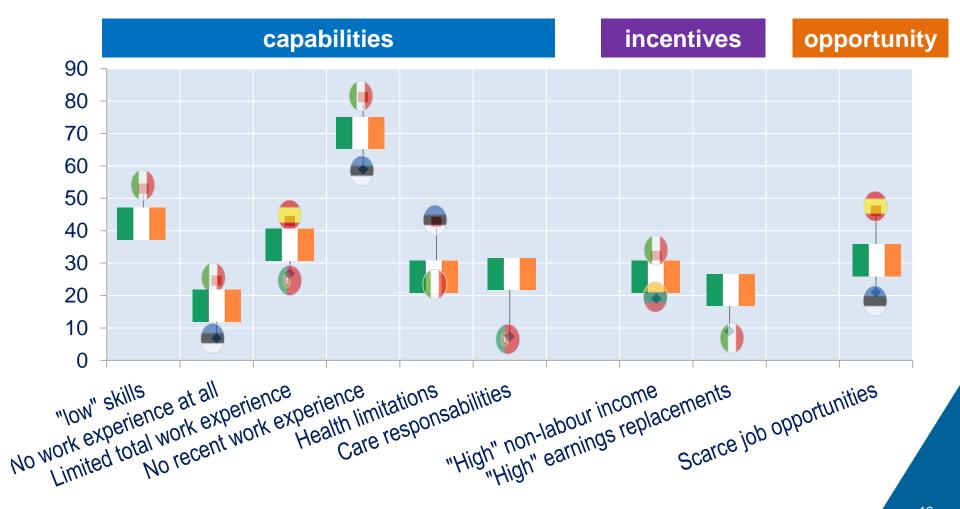
Opportunities

- Cyclical labourmarket weakness
- Limited hiring in relevant labourmarket segment (eg, region, education)

Adapted from Immervoll and Scarpetta, 2012

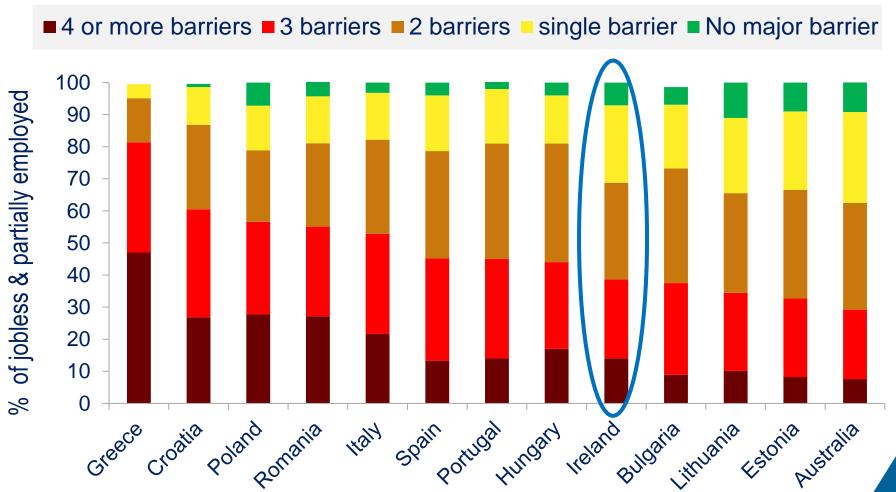
Employment barriers Incidence across countries

% of individuals with potential labour market difficulties

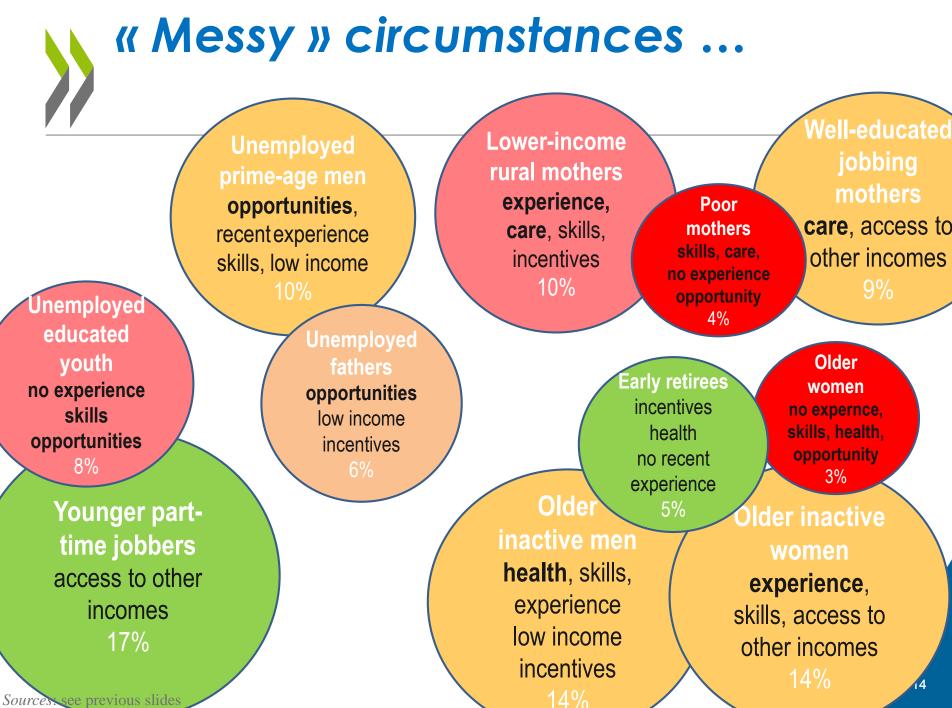


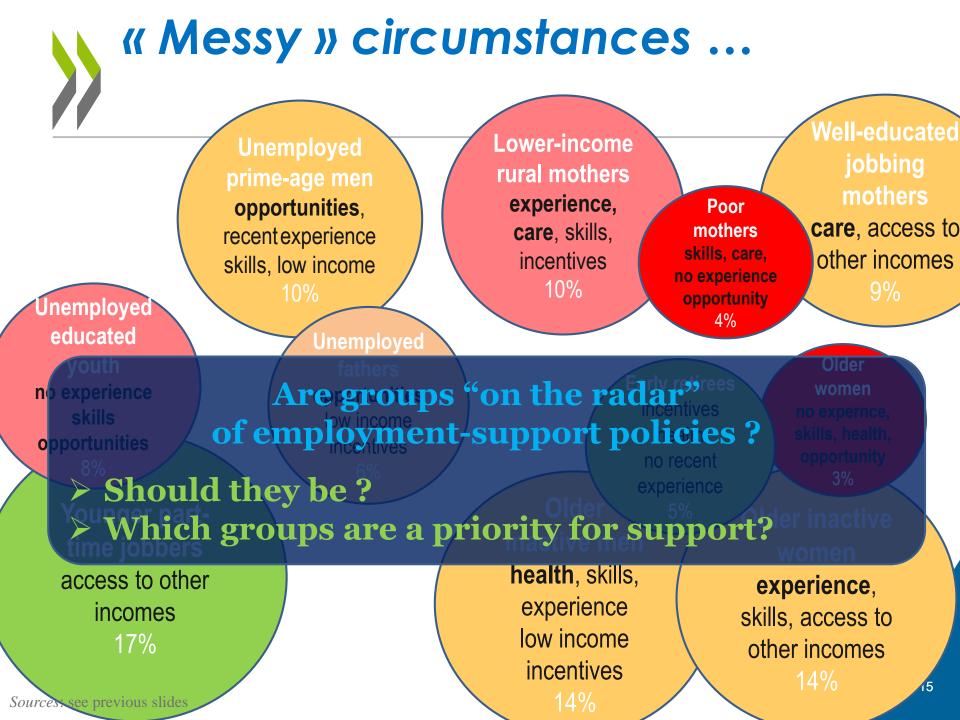
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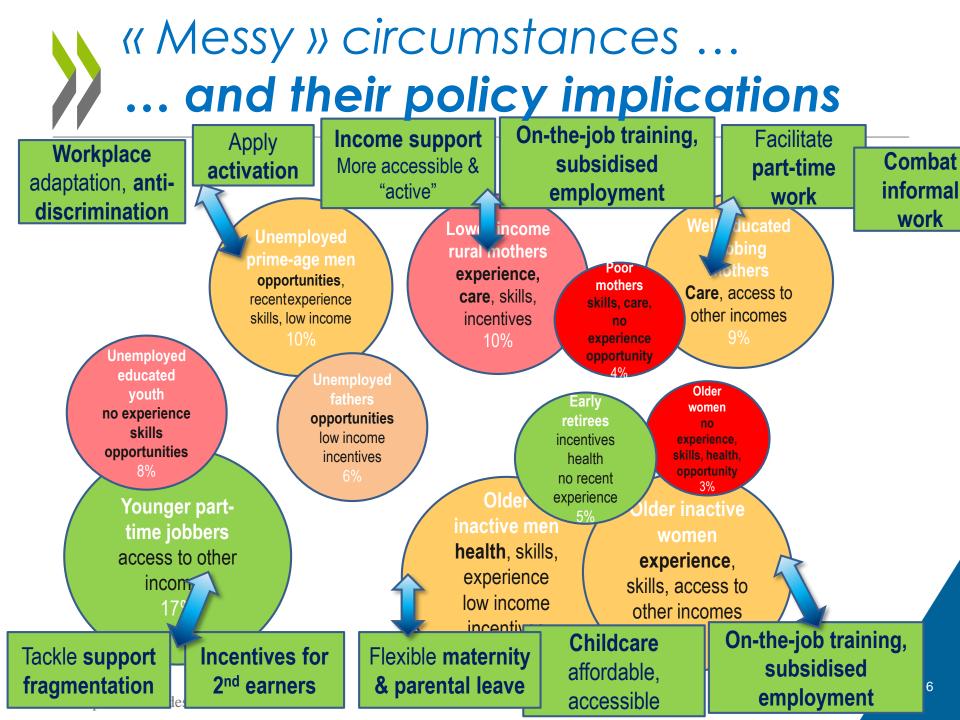


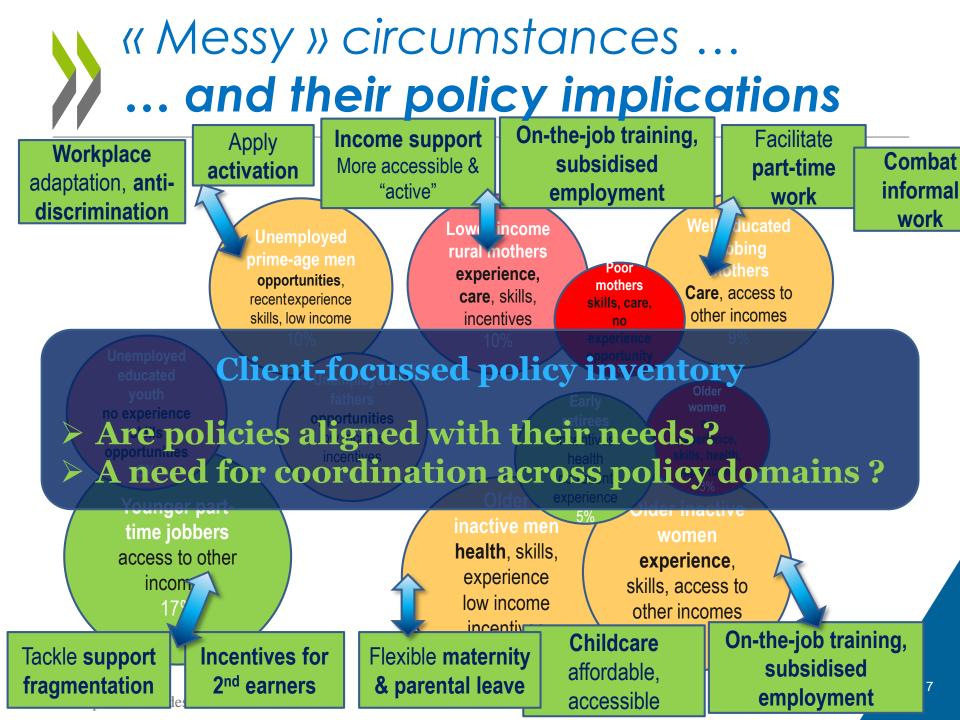


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What next? Summary and outlook

- Patterns of LM problems both heterogeneous and evolving
- Need for high-level monitoring on a regular basis
- A people-centred perspective helps to
 - assess potential sources of employment growth
 - complement existing institution/sector-specific profiling
 - identify policy gaps, access problems
 - highlight incidence of simultaneous barriers, and need for coordination, suitable sequencing
- "Bird's-eye" or "microscope"?
- Need both: Additional insights from qualitative data
 - What personal and family histories precede joblessness?
 - What quantitative information do we need to collect systematically ?
 - What are subjective perceptions of support services?
 (Why) do they differ between service providers & clients?



Thank you

Contact: <u>Herwig.Immervoll@oecd.org</u>



Links & further information:

All country studies on the project website: <u>http://www.oecd.org/social/faces-of-joblessness.htm</u>.

Connecting People with Good Jobs www.oecd.org/social/**benefits-and-wages**.htm Skills and Work Investing in Youth Ageing and Employment Policy Displaced Workers Mental Health and Work



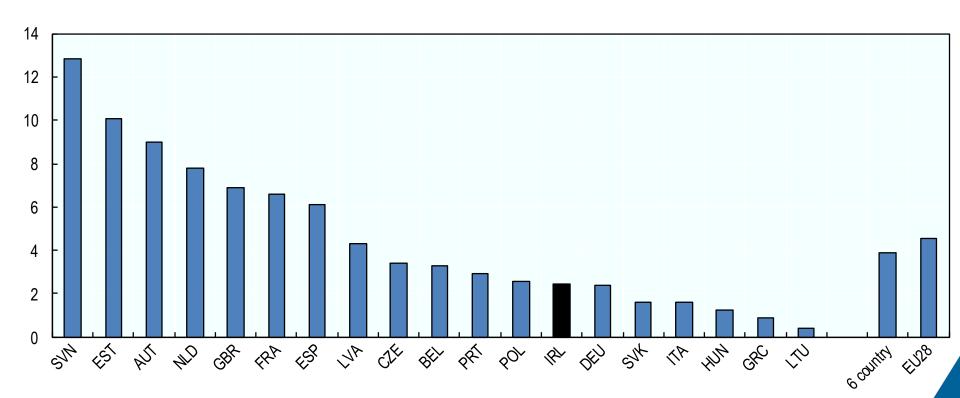
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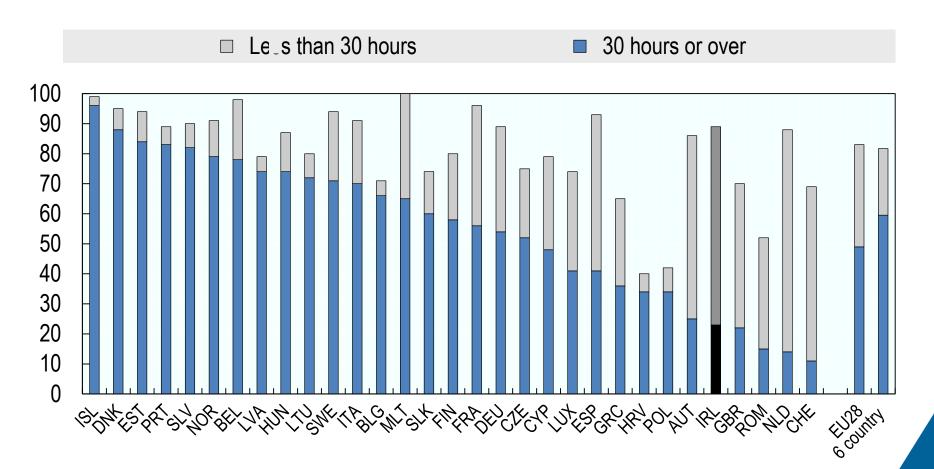
Participation in education and training

Economically inactive mothers with young children, %



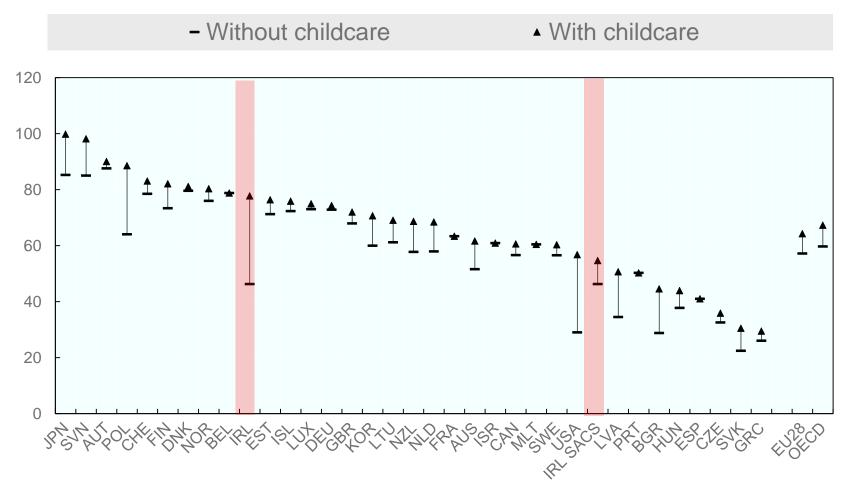


2014, %



Participation tax rates with and without childcare costs

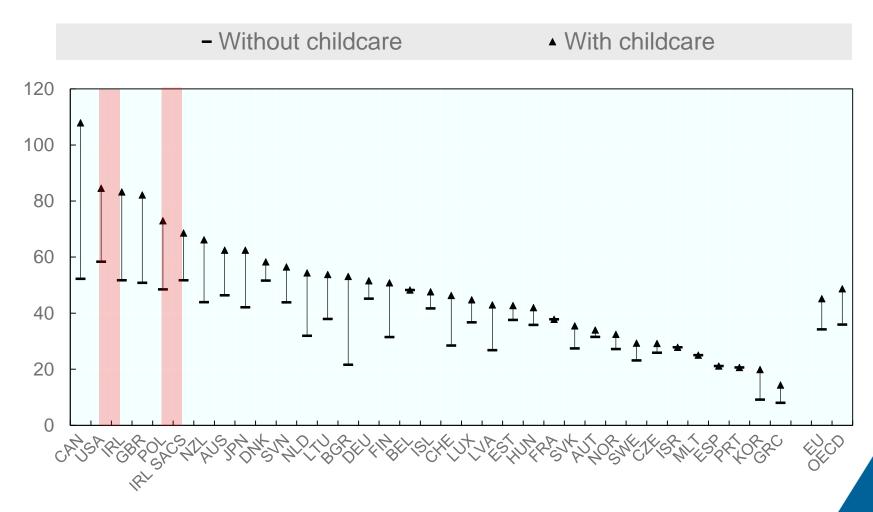
Lone parent, 2015, %



Sources: OECD, "Faces of Joblessness" country studies. Links to studies are in final slide.

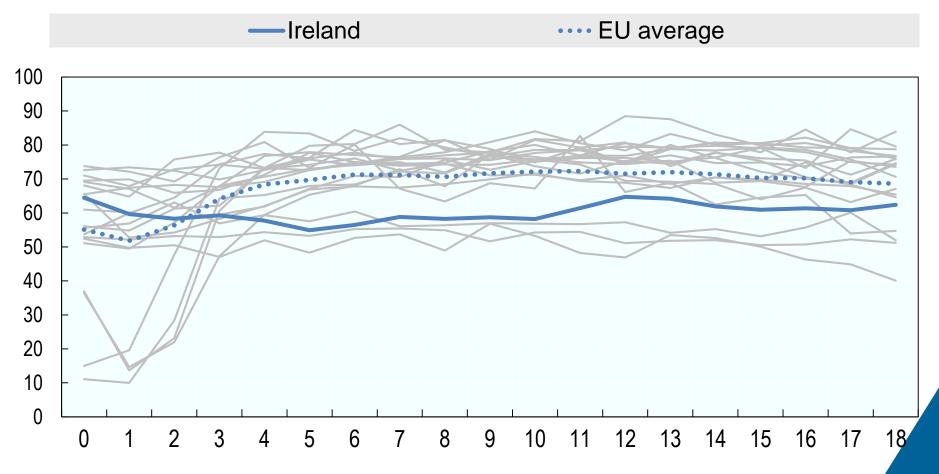
Participation tax rates with and without childcare costs

Low-earning couple 2015, %



Low employment rates for mothers continue throughout childhood

Employment rate of mothers by age of youngest child Ireland and other EU countries, 2014



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