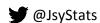
Registered Actively Seeking Work June 2016

Statistics Unit: www.gov.je/statistics





Summary

On 30 June 2016:

- on a seasonally adjusted¹ basis, the total number of people registered as actively seeking work (ASW) was²:
 - 20 lower than the previous month
 - 30 higher than the average for the preceding three months
 - 60 lower than a year earlier
- the **non-seasonally adjusted** ASW total was 1,390; this total is 10 higher than in the previous month and 60 lower than a year earlier
- the total number of **long-term ASW** (registered for more than twelve months) was 250; this total is essentially unchanged compared with the previous month and 60 higher than a year earlier
- there were 480 individuals registered as ASW but engaged in some form of paid employment and classified as underemployed; this includes 130 individuals also classified as long-term ASW

Introduction

The Social Security Department compiles data on people registered as actively seeking work (ASW) in Jersey. The Statistics Unit independently analyses this anonymised data and publishes a monthly report.

It is important to note that unemployed Jersey residents are not required to register as ASW. There are however certain requirements for those in receipt of an income support claim. Changes to the income support criteria, as well as administrative decisions within Social Security, can have an impact on the total numbers registered as ASW (see <u>Appendix A</u> for more details). On a more historical basis, the introduction of Income Support in 2008 led to the inclusion of a greater number of individuals in the registered figures.

The numbers shown therefore constitute an informative set of indicators demonstrating the level of individuals registered as actively seeking work in the Island at a given point in time.

The internationally comparable unemployment rate is defined by the International Labour Organisation (ILO). This includes both the registered unemployed and those not registered but still seeking work.

The ILO unemployment rate for Jersey is measured by the Annual Social Survey, the Household Spending and Income Survey and the Census. In recent years, the ILO unemployment rate for Jersey has been:

- 4.7% in March 2011, measured by the 2011 Jersey Census, corresponding to 2,570 people being unemployed and looking for work in March 2011
- 5.7% in June 2013, measured by the 2013 Jersey Annual Social Survey, corresponding to 3,200 people being unemployed and looking for work in June 2013
- 4% in the period of April 2014 to May 2015, measured by the 2014/2015 Household Spending and Income Survey, corresponding to 2,500 people being unemployed and looking for work

¹ Seasonal adjustment is a statistical technique, which enables examination of the underlying behaviour in a series of data by removing variations associated with the time of year, e.g. Christmas, Easter, academic year. See <u>Notes</u> for more details.

² ASW numbers presented in this report are rounded independently to the nearest 10.

Registered Actively Seeking Work

On 30 June 2016, 1,390 people were registered with the Social Security Department as actively seeking work (ASW). Over four-fifths (83%) of individuals registered as ASW on this date (corresponding to 1,150 people) were receiving Income Support³.

Figure 1 shows the total number of people registered as ASW at the end of each month since June 2011 (a table of the monthly data is shown in <u>Appendix B</u>). The total number registered in June 2016 was 10 higher than in the previous month and 60 lower than twelve months earlier (June 2015).



Figure 1 – Total number of individuals registered as ASW, June 2011 – June 2016

The seasonally adjusted series of the total registered as ASW, in which seasonal and calendar effects are removed, is also shown on Figure 1. From this perspective, the total number of people registered as ASW in June 2016 was:

- 20 lower than the previous month, May 2016
- 30 higher than the mean for the preceding three-month period, March 2016 to May 2016
- 60 lower than a year earlier, June 2015

In respect of both the seasonally adjusted and non-seasonally adjusted ASW totals, it should be noted, when making comparisons over time, that changes to the income support criteria, as well as certain administrative changes within Social Security, can result in changes in the total number of people being considered as ASW in a particular month.

In particular, in May 2016 the threshold for the cumulative Long Term Incapacity Allowance (LTIA) percentage rate was increased from 40% to 45%. Over the next few months any individuals below this threshold, in receipt of an Income Support claim, will be required to register as ASW. This process is ongoing and the full impact of this change will be fully assessed upon completion; in the latest month (June 2016) this has resulted in an additional 20 individuals being registered as ASW (see <u>Appendix A</u> for more details).

³ The total number of adults receiving Income Support and not working will be greater than this figure, which represents the number of people receiving Income Support who were registered as ASW on 30 June 2016.

Registered ASW by age and gender

On 30 June 2016, more people registered as ASW were female (730 individuals), than male (660 individuals).

Figure 2 shows the numbers registered as ASW both by age group and gender for this most recent month.

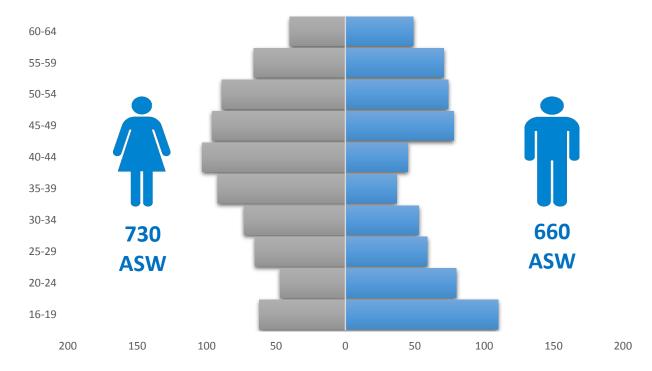


Figure 2 – Individuals registered as ASW by age and gender, June 2016

In respect of the breakdown of gender by age group:

- there were more males registered as ASW than females in both the youngest (16-24) and the oldest (55-64) age groups
- there were more females than males registered in all age groups ranging from ages 25 to 54
- the age group with the largest proportional gender difference was the 35-39 age group, where the number of females registered as ASW (90 individuals) was over double the number of males (40 individuals)

Figure 3 shows the numbers registered as ASW by age of individuals in each of the last six months, from January 2016 to June 2016.

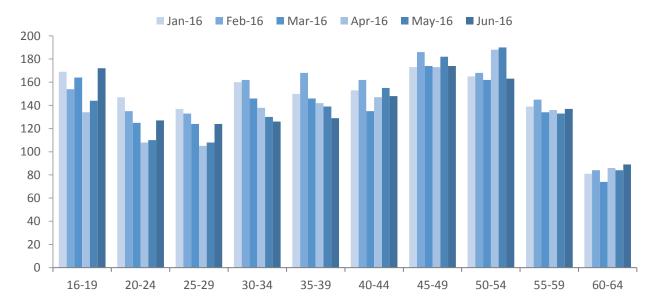


Figure 3 – Individuals registered as ASW by age, January 2016 – June 2016

On 30 June 2016, over a fifth (22%) of people registered as ASW were under 25 years of age (300 individuals); around one in eight (12%) of the total were teenagers, aged 16-19 years (170 individuals).

In the latest month the youngest age groups (16-19, 20-24 and 25-29) all recorded increases of between 20-30 individuals registered as ASW. In contrast the 50-54 year old age group recorded a decrease of approximately 30 individuals registered as ASW.

All other age groups recorded small changes (10 or less) in the number registered as ASW.

Figure 4 shows the age distribution for people below 25 years of age who were registered as ASW in the latest six months, from January 2016 to June 2016. Of those people registered as ASW at the end of June 2016, 80 were on the Advance to Work scheme.

■ Jan-16 ■ Feb-16 ■ Mar-16 ■ Apr-16 ■ May-16 ■ Jun-16 80 70 60 50 40 30 20 10 0 16 17 18 19 20 22 23

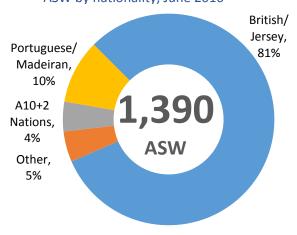
Figure 4 – Individuals under the age of 25 registered as ASW, January 2016 - June 2016

Registered ASW by nationality

On 30 June 2016:

- four-fifths (81%) of people registered as ASW were of British / Jersey nationality⁴; there was an increase of 20 such individuals compared with the previous month
- there were 140 individuals of Portuguese / Madeiran nationality registered as ASW (10% of total), essentially unchanged compared with the previous month
- there were 60 individuals from the EU Accession (A10+A2)⁵
 nations registered as ASW, essentially unchanged
 compared with the previous month

Figure 5 – Individuals registered as ASW by nationality, June 2016



⁴ Nationality recorded by the Social Security Department, for the purpose of registering as ASW, is self-reported.

⁵ The twelve countries which joined ("gained accession to") the European Union in May 2004 (Cyprus, the Czech Republic, Estonia, Hungary, Latvia, Lithuania, Malta, Poland, Slovakia and Slovenia) and February 2007 (Bulgaria and Romania).

Registered ASW duration

Almost half (46%) of all people registered as ASW on 30 June 2016 had been registered for three months or less - see Figure 6.

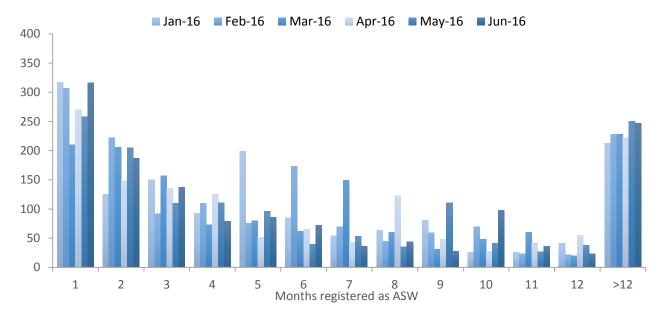


Figure 6 - Registered ASW by length of period registered (months), January 2016 - June 2016

The number of new registrations in June 2016 (320 people) was 60 higher than that recorded in the previous month (May 2016) and 10 higher than a year earlier (June 2015).

Long-term Registered ASW

On 30 June 2016, there were 250 people who had been registered as ASW for more than twelve months, accounting for around one in six (18%) of the total ASW. The latest number of long-term ASW was essentially unchanged when compared with the previous month (May 2016) and 60 higher than twelve months earlier (June 2015).

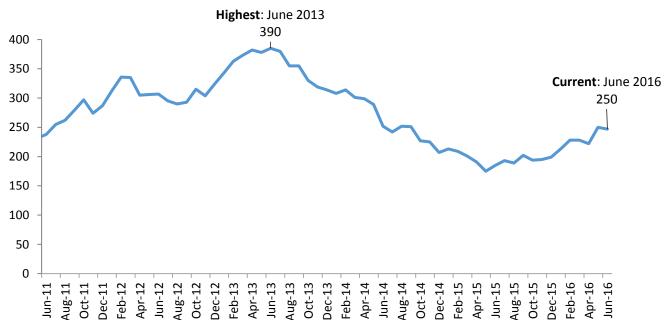


Figure 7 – Long-term ASW, June 2011 – June 2016

Of the 250 individuals that were registered as ASW for more than twelve months, 130 were engaged in some form of paid employment but were classified as <u>under</u>employed⁶.

⁶ See <u>ASW registered underemployment</u> – page 7 of this report

Figure 8 shows the age distribution of the long-term ASW in June 2015 and June 2016.

50 45 ■ Jun-15 ■ Jun-16 40 35 30 25 20 15 10 5 0 16-19 20-24 25-29 30-34 35-39 40-44 45-49 50-54 55-59 60-64

Figure 8 – Long-term ASW by age, June 2015 and June 2016

In June 2016 the 20-24, 40-44 and 45-49 age groups all recorded increases of around 10 individuals registered as long-term ASW. All other age groups recorded small changes (less than 10) in the number registered as ASW compared with a year ago.

Industry

Individuals working in some industries of the economy, notably in the Finance sector, often seek employment through private agencies and do not register with the Social Security Department. Such industries will therefore tend to be under-represented in the ASW numbers.

The last industry of employment was recorded for around nine out of ten people registered as ASW. On 30 June 2016:

- almost a quarter (23%) were previously employed in 'Retail and Wholesale, Motor repairs and sales'
- almost a fifth (19%) were previously employed in 'Miscellaneous professional & domestic services'
- 15% were previously employed in 'Banking, Miscellaneous Insurance, Finance and Business'

Registered ASW underemployment

Individuals who are working fewer hours than they would like or who would like to change their current working situation are classified as <u>under</u>employed. The International Labour Organisation (ILO) provides two definitions of underemployment⁷:

- time-related underemployed, which is due to insufficient hours of work
- *inadequate employment situations*, which are due to other limitations in the labour market, which limit the capacities and well-being of workers

In Jersey, individuals who are in receipt of Income Support are required to work at least 35 hours per week, unless exempt from full-time work. Those who do not meet this requirement must register as Actively Seeking Work. The total ASW figure therefore includes individuals who are working less than the 35 hours per week required under the terms of Income Support.

The number of ASW underemployed also includes:

- individuals who are on the Foundations programme and engaged in paid work of 32 hours per week (there were 40 such individuals in June 2016)
- certain self-employed individuals who are receiving income support and are still required to pursue additional employment (there were 60 such individuals in June 2016)

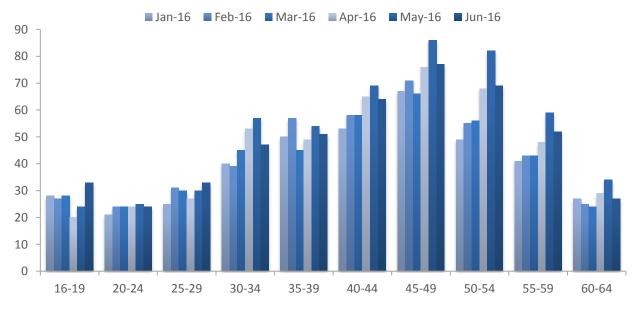
In June 2016, over a third (35%) of all people registered as ASW were underemployed; the numbers of such individuals in each of the last twelve months are shown in Table 1.

Table 1 – Number of ASW registered underemployed, June 2015 – June 2016

| | Jun 15 | Jul 15 | Aug 15 | Sep 15 | Oct 15 | Nov 15 | Dec 15 | Jan 16 | Feb 16 | Mar 16 | Apr 16 | May 16 | Jun 16 |
|-------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Individuals | 480 | 490 | 460 | 460 | 460 | 460 | 410 | 400 | 430 | 420 | 460 | 520 | 480 |
| Percentage of total ASW | 33% | 33% | 33% | 29% | 30% | 31% | 30% | 27% | 29% | 30% | 34% | 38% | 35% |

Figure 9 shows the age distribution of people registered as ASW underemployed; almost half (47%) were aged 45 years or over.

Figure 9 - Age distribution of ASW registered underemployed, January 2016 - June 2016



Of those people who were registered as ASW underemployed in June 2016: two-thirds (65%) were female, over a quarter (27%) had been actively seeking work for more than a year and 94% were claiming Income Support.

⁷ International Labour Organisation: Resolution concerning the measurement of underemployment and inadequate employment situations.

Notes

Context

The number of people registered as ASW includes people who are on the Advance to Work, Advance Plus and Work Right schemes. The ASW total will also include individuals who are working fewer than the 35 hours per week required under the terms of Income Support; such individuals will simultaneously be working and registered as actively seeking work.

When placing the figures contained in this report in a longer-term historical context it should be recognised that there have been significant changes in the criteria relating to registered ASW in Jersey in recent years. In particular, the introduction of Income Support in 2008 led to greater numbers of individuals who were actively seeking work being included in the registered figures.

People who are registered as actively seeking work receive the support of one of the government employment schemes, which come under the administration of Back to Work:

- Advance to Work for jobseekers aged 16 24 years
- Advance Plus for jobseekers aged 20 65 years with an industry-specific interest
- Work Right for jobseekers with barriers to employment or who have been registered as ASW for 52 weeks or longer
- Work Zone for registered jobseekers who are closer to employment
- Ready for Work for newly registered jobseekers or jobseekers without a dedicated advisor

In addition to the above, some individuals registered as ASW will be assisted by the Jersey Employment Trust (JET), a registered charity whose role is to assist people with a disability to prepare, find and maintain employment. On 30 June 2016 there were 110 such individuals being assisted by JET.

As well as the development and expansion of the above schemes, Back to Work is responsible for:

- the Employment Incentive
- a dedicated Back To Work Recruitment Team
- industry and employer specific initiatives

The aim of Back to Work is to increase access to job opportunities for locally qualified people who are registered as actively seeking work by supporting jobseekers and building a partnership with employers to provide sustainable job opportunities.

Seasonal Adjustment

The Jersey employment market exhibits a number of seasonal effects that can affect the total number of people registered as actively seeking work. In order to enable meaningful month-on-month comparison, the actively seeking work totals are seasonally adjusted using the Eurostat Demetra software package.

Seasonal adjustment is based on ongoing estimation of seasonal trends and as such is subject to revision. In order to ensure a reasonably stable series of data for the user, the seasonal model is revised once a year, in January, at which point the entire historic series will potentially be revised. These revisions are welcome as they derive from an expanded set of data and lead to better estimates of the seasonal pattern. Throughout the calendar year the most recent model will be utilised and therefore the monthly figures will not be subject to revision.

All other figures presented in this report, are based on the non-seasonally adjusted measures, unless otherwise stated.

Statistics Unit 8 July 2016

Appendix A

Changes in ASW Recording / Income Support Criteria

Whilst there is no legal requirement for unemployed residents of Jersey to register as actively seeking work with the Social Security Department, there are certain requirements to register for those in receipt of income support payments. Changes to these requirements as well as certain administrative changes within Social Security can result in changes in the total number of people being considered as ASW. The most recent such changes are as follows:

| Date of Change | Description | Approximate Impact | | |
|----------------|---|-----------------------|--|--|
| Ongoing - | The threshold for the cumulative Long Term Incapacity | TBD | | |
| commenced | Allowance (LTIA) percentage rate was increased from 40% | | | |
| May 2016 | to 45%. Over the next few months any individuals below this | | | |
| | threshold, in receipt of an Income Support claim, will be | | | |
| | required to register as ASW. This process is ongoing and the | | | |
| | full impact of this change will be assessed upon completion. | | | |
| September 2015 | Change in the Income Support criterion relating to parents | + 220 registered ASW | | |
| | with young children of school or nursery age. Prior to | | | |
| | 1 September 2015 parents on income support, who were | | | |
| | responsible for a child, had no job seeking requirements | | | |
| | until the child turned 5 years of age, and therefore were not | | | |
| | required to be registered as Actively Seeking Work. | | | |
| | | | | |
| | From 1 September 2015 parents where the youngest child | | | |
| | on their income support claim is turning 5 years of age in the | | | |
| | current academic year are now classified as jobseekers and | | | |
| | are required to seek 25 hours of work per week – this | | | |
| | resulted in approximately 80 additional individuals | | | |
| | registered as ASW. | | | |
| | to address the boards and all the state of | | | |
| | In addition, parents where the youngest child on their | | | |
| | income support claim is turning 4 years of age in the current | | | |
| | academic year are also now classified as jobseekers and are | | | |
| | required to seek 15 hours of work per week – this resulted | | | |
| | in approximately 140 additional individuals registered as ASW. | | | |
| May 2015 | Change of classification for certain self-employed individuals | + 70 registered ASW | | |
| Widy 2015 | who are seeking further employment. This administrative | · 70 registered 7.5vv | | |
| | change involved the reclassification of 70 such individuals | | | |
| | who are now recorded as ASW. | | | |
| February 2015 | The threshold for the cumulative Long Term Incapacity | + 90 registered ASW | | |
| , | Allowance (LTIA) percentage rate was increased from 35% | J | | |
| | to 40%. As any individuals below this threshold, in receipt of | | | |
| | an Income Support claim, are required to register as ASW, | | | |
| | the raising of the LTIA threshold resulted in an additional | | | |
| | 90 individuals being registered as ASW at the end of | | | |
| | February 2015 compared with the previous month. | | | |
| April 2014 | April 2014 - Prior to this point, the end-of-month ASW | + 20 registered ASW | | |
| | figures published by the Statistics Unit were based on data | | | |
| | compiled by the Social Security Department on (or around) | | | |
| | the 15th of the following month. From the April 2014 report | | | |
| | onwards the end-of-month figures published are based on | | | |
| | data compiled on (or around) the 1st of the following month. | | | |
| | Moving the data compilation date forward by two weeks | | | |
| | introduced a small upward systematic shift (of | | | |
| | approximately 20 individuals) in the number of people | | | |
| | classified as ASW at each end-of-month. | | | |
| | | | | |

Appendix BNumber of individuals registered as ASW, January 2011 – June 2016⁸

| | | Male | Female | Total | Seasonally adjusted total | | | Male | Female | Total | Seasonally adjusted total |
|------|------|-------|--------|-------|---------------------------|------|---------|-------|--------|-------|---------------------------|
| 2011 | Jan | 910 | 480 | 1,390 | 1,280 | | Dec | 1,030 | 720 | 1,750 | 1,780 |
| | Feb | 960 | 510 | 1,470 | 1,330 | 2014 | Jan | 1,090 | 770 | 1,860 | 1,760 |
| | Mar | 850 | 460 | 1,310 | 1,270 | | Feb | 1,080 | 780 | 1,860 | 1,740 |
| | Apr | 870 | 490 | 1,350 | 1,290 | | Mar | 980 | 760 | 1,730 | 1,700 |
| | May | 820 | 520 | 1,340 | 1,370 | | (c) Apr | 900 | 720 | 1,610 | 1,590 |
| | Jun | 790 | 500 | 1,300 | 1,350 | | May | 840 | 700 | 1,530 | 1,580 |
| | Jul | 800 | 550 | 1,350 | 1,380 | | Jun | 790 | 710 | 1,510 | 1,540 |
| | Aug | 820 | 530 | 1,350 | 1,420 | | Jul | 780 | 740 | 1,520 | 1,530 |
| | Sep | 850 | 520 | 1,370 | 1,440 | | Aug | 780 | 720 | 1,510 | 1,540 |
| | Oct | 920 | 570 | 1,500 | 1,550 | | Sep | 750 | 700 | 1,450 | 1,500 |
| | Nov | 960 | 580 | 1,530 | 1,540 | | Oct | 760 | 670 | 1,430 | 1,470 |
| | Dec | 960 | 580 | 1,540 | 1,570 | | Nov | 780 | 680 | 1,450 | 1,450 |
| 2012 | Jan | 1,050 | 650 | 1,700 | 1,590 | | Dec | 760 | 680 | 1,440 | 1,460 |
| | Feb | 1,130 | 690 | 1,820 | 1,690 | 2015 | Jan | 790 | 700 | 1,490 | 1,400 |
| | Mar | 1,100 | 700 | 1,810 | 1,720 | | (c) Feb | 870 | 760 | 1,620 | 1,510 |
| | Apr | 1,060 | 680 | 1,740 | 1,730 | | Mar | 820 | 740 | 1,560 | 1,480 |
| | May | 1,040 | 680 | 1,720 | 1,760 | | Apr | 710 | 680 | 1,390 | 1,430 |
| | Jun | 1,020 | 700 | 1,720 | 1,760 | | (c) May | 730 | 670 | 1,400 | 1,460 |
| | Jul | 1,020 | 720 | 1,740 | 1,760 | | Jun | 730 | 720 | 1,450 | 1,480 |
| | Aug | 1,020 | 650 | 1,670 | 1,740 | | Jul | 770 | 720 | 1,490 | 1,500 |
| | Sep | 970 | 650 | 1,610 | 1,680 | | Aug | 710 | 690 | 1,400 | 1,420 |
| | Oct | 1,020 | 700 | 1,720 | 1,760 | | (c) Sep | 720 | 840 | 1,560 | 1,610 |
| | Nov | 1,090 | 730 | 1,820 | 1,830 | | Oct | 720 | 800 | 1,520 | 1,550 |
| | Dec | 1,100 | 740 | 1,840 | 1,860 | | Nov | 710 | 780 | 1,490 | 1,490 |
| 2013 | Jan | 1,210 | 810 | 2,020 | 1,920 | | Dec | 670 | 720 | 1,390 | 1,410 |
| | Feb | 1,210 | 820 | 2,030 | 1,910 | 2016 | Jan | 730 | 740 | 1,470 | 1,390 |
| | Mar | 1,230 | 820 | 2,050 | 1,940 | | Feb | 750 | 750 | 1,500 | 1,400 |
| | Apr | 1,140 | 800 | 1,930 | 1,970 | | Mar | 690 | 700 | 1,380 | 1,290 |
| | May | 1,080 | 800 | 1,880 | 1,920 | | Apr | 630 | 720 | 1,360 | 1,430 |
| | Jun | 1,040 | 810 | 1,850 | 1,900 | | May | 620 | 750 | 1,380 | 1,440 |
| | Jul | 1,030 | 840 | 1,860 | 1,880 | | Jun | 660 | 730 | 1,390 | 1,420 |
| | Aug | 990 | 820 | 1,820 | 1,870 | | | | | | |
| | Sept | 1,000 | 800 | 1,810 | 1,870 | | | | | | |
| | Oct | 1,040 | 770 | 1,800 | 1,850 | | | | | | |
| | Nov | 1,060 | 750 | 1,810 | 1,810 | | | | | | |

⁸ Numbers are rounded independently to the nearest 10; hence, components may not sum to totals.

⁽c) Change in ASW Recording / Income Support Criteria - see Appendix A for more details