Registered Actively Seeking Work First Quarter 2017

Statistics Unit: www.gov.je/statistics





Summary

On 31 March 2017:

- on a seasonally adjusted¹ basis, the total number of people registered as actively seeking work (ASW) was²:
 - 160 lower than the end of the previous quarter
 - 140 lower than the end of the corresponding quarter in 2016 (Q1 2016)
- the **non-seasonally adjusted** ASW total was 1,180; this total is 100 lower than the end of the previous quarter, 200 lower than a year earlier and the lowest recorded in the last 6 years (since June 2010)
- the total number of **long-term ASW** (registered for more than twelve months) was 270; this total is essentially unchanged compared with the previous quarter and 40 higher than a year earlier
- there were 320 individuals registered as ASW but engaged in some form of paid employment and classified as **underemployed**; this includes 100 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 quarterly 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 31 March 2017, 1,180 people were registered with the Social Security Department as actively seeking work (ASW). Over four-fifths (81%) of individuals registered as ASW on this date (corresponding to 960 people) were receiving Income Support³.

Figure 1 shows the total number of people registered as ASW at the end of each month since March 2012 (a table of the monthly data is shown in <u>Appendix B</u>). The total number registered in March 2016 was 100 lower than the end of the previous quarter (December 2016), 200 lower than twelve months earlier (March 2016) and the lowest recorded in the last 6 years (since June 2010).

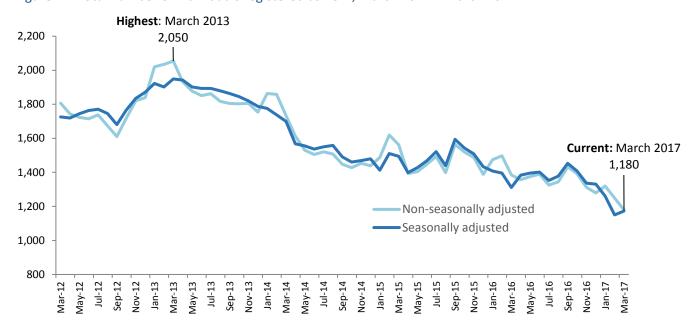


Figure 1 – Total number of individuals registered as ASW, March 2012 – March 2017

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 March 2016 was:

- 160 lower than the previous quarter, December 2016
- 140 lower than a year earlier, March 2016

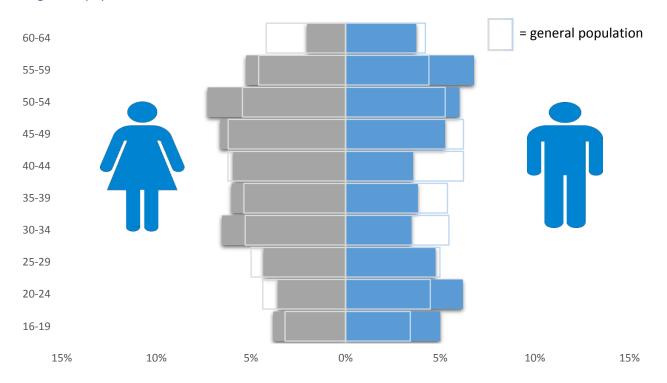
In respect of both the seasonally adjusted and non-seasonally adjusted ASW totals, it should be noted, when making comparisons over time, that changes to the income support criteria, as well as certain administrative changes within Social Security, can result in changes in the total number of people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

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 31 March 2017.

Registered ASW by age and gender

On 31 March 2017, more people registered as ASW were female (610 individuals), than male (570 individuals).

Figure 2 – Age and gender distribution of individuals registered as ASW compared with the proportions in the general population⁴, March 2017

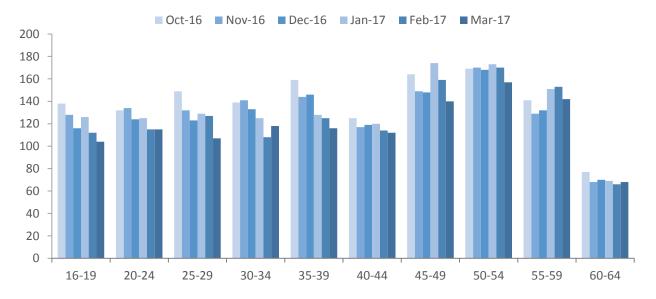


In respect of the breakdown of gender by age group:

- there were more males registered as ASW than females in both the youngest (16-29) and the oldest (55-64) age groups
- there were more females than males registered in all age groups ranging from ages 30 to 54
- the 30-34 age group had the largest proportional gender difference, where the number of females registered as ASW (80 individuals) was 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 October 2016 to March 2017.

Figure 3 – Individuals registered as ASW by age, October 2016 – March 2017



⁴ At the 2011 Jersey census

On 31 March 2017, a fifth (19%) of people registered as ASW were under 25 years of age (220 individuals); around one in twelve (8%) of the total were teenagers, aged 16-19 years (100 individuals).

In the latest quarter, the 35-39 age group recorded a decrease of around 30 individuals registered as ASW compared to the previous quarter whilst the 16-19 age group recorded a decrease of around 20 individuals. All other age groups recorded small changes (10 or less individuals) 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 October 2016 to March 2017. Of those people registered as ASW at the end of March 2017, 60 were on the Advance to Work scheme.

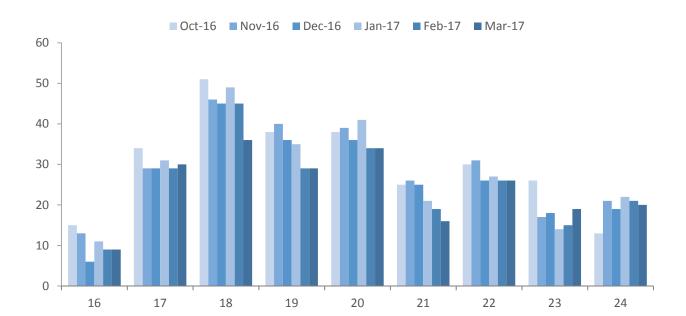


Figure 4 – Individuals under the age of 25 registered as ASW, October 2016 – March 2017

Registered ASW by nationality

On 31 March 2016:

- around four-fifths (83%) of people registered as ASW were of British / Jersey nationality⁵; a decrease of 40 individuals compared with the end of the previous quarter
- there were 100 individuals of Portuguese / Madeiran nationality registered as ASW (8% of total), a decrease of 40 individuals compared with the previous quarter
- there were 50 individuals from the EU Accession (A10+A2)⁶ nations registered as ASW, a decrease of 20 individuals compared with the previous quarter

Portuguese/
Madeiran,
8%
A10+2
Nations,
4%
Other, 5%

British/
Jersey,
83%

ASW

Figure 5 - Individuals registered as ASW

⁵ Nationality recorded by the Social Security Department, for the purpose of registering as ASW, is self-reported.

⁶ 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

Over a third (36%) of all people registered as ASW on 31 March 2017 had been registered for three months or less - see Figure 6.

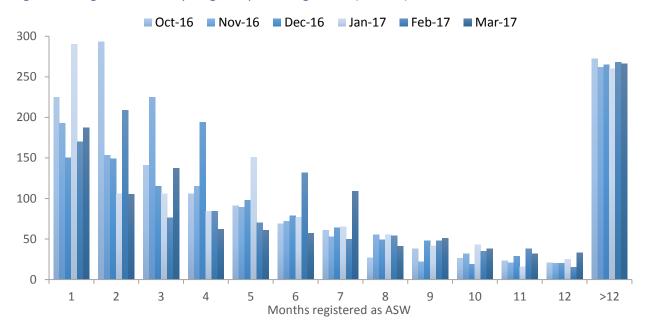


Figure 6 - Registered ASW by length of period registered (months), October 2016 - March 2017

The number of new registrations in the first quarter of 2017 (650 people) was 80 higher than that recorded in the previous quarter and 180 lower than a year earlier (Q1 2016).

Long-term Registered ASW

On 31 March 2017, there were 270 people who had been registered as ASW for more than twelve months, accounting for almost a quarter (23%) of the total ASW. The latest number of long-term ASW was essentially unchanged when compared with the end of the previous quarter (December 2016) and 40 higher than twelve months earlier (March 2016).

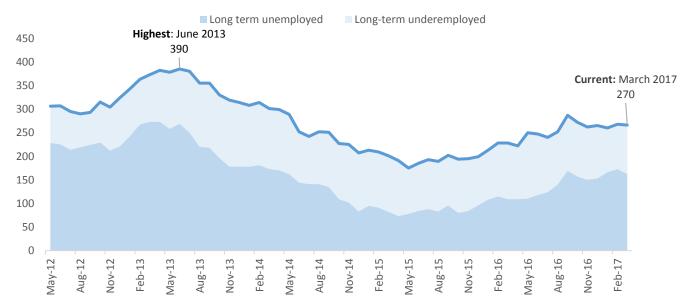


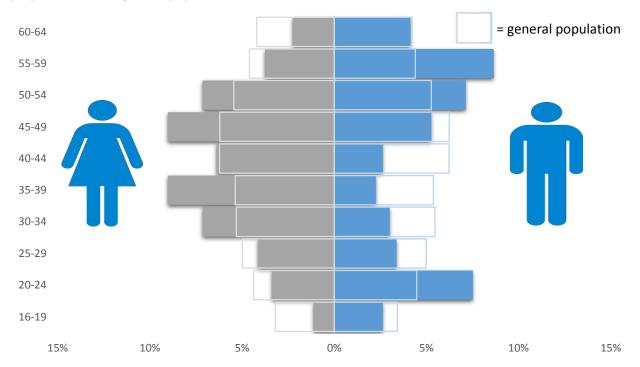
Figure 7 – Long-term ASW underemployed and long-term ASW unemployed, May 2012 – March 2017

Of the 270 individuals who were registered as ASW for more than twelve months, 100 were engaged in some form of paid employment but were classified as <u>under</u>employed⁷. Two-thirds (67%) of those registered as long-term ASW but engaged in some form of paid employment were female.

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

Figure 8 shows the age and gender distribution of the long-term ASW in March 2017.

Figure 8 – Age and gender distribution of individuals registered as long-term ASW compared with the proportions in the general population⁸, March 2017



Over half (53%) of those registered as ASW for more than twelve months were female, and the number of females registered as long-term ASW were greater than males in all but the youngest (16-24) and oldest (50-64) age groups.

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 31 March 2017:

- over a fifth (21%) were previously employed in 'Retail and Wholesale, Motor repairs and sales'
- a sixth (17%) were previously employed in 'Miscellaneous professional & domestic services'
- a sixth (17%) were previously employed in 'Banking, Miscellaneous Insurance, Finance and Business'

⁸ As recorded by the 2011 Jersey Census.

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 underemployment⁹:

- 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 30 such individuals in March 2017)
- certain self-employed individuals who are receiving income support and are still required to pursue additional employment (there were 40 such individuals in March 2017)

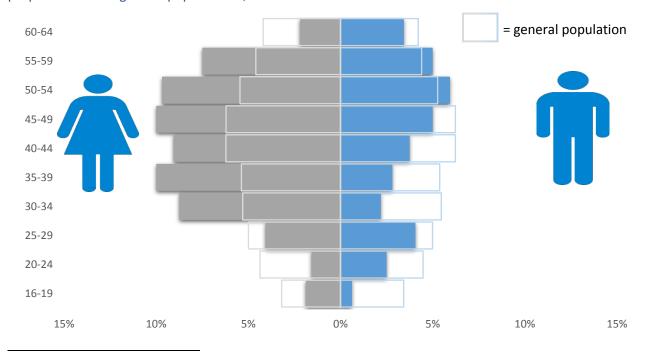
In March 2017, 27% of all people registered as ASW were underemployed; the numbers of such individuals in each of the last twelve months are shown in Table 1.

Table 1 – Number of ASW registered underemployed, March 2016 – March 2017

	Mar 16	Apr 16	May 16	Jun 16	Jul 16	Aug 16	Sep 16	Oct 16	Nov 16	Dec 16	Jan 17	Feb 17	Mar 17
Individuals	420	460	520	480	420	430	420	410	400	370	340	330	320
Percentage of total ASW	30%	34%	38%	35%	32%	32%	29%	29%	31%	29%	26%	27%	27%

Figure 9 shows the age and gender distribution of people registered as ASW underemployed; over three-fifths (62%) were aged 40 years or over and almost two-thirds (65%) were female.

Figure 9 - Age and gender distribution of individuals registered ASW underemployed compared with the proportions in the general population¹⁰, March 2017



⁹ International Labour Organisation: Resolution concerning the measurement of underemployment and inadequate employment situations.

¹⁰ At the 2011 Jersey census

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 31 Match 2017 there were 160 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 12 April 2017

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
May 2016 to	The threshold for the cumulative Long Term Incapacity	+ 90 registered ASW
September 2016	Allowance (LTIA) percentage rate was increased from 40%	
	to 45%. Any individuals below this threshold, in receipt of an	
	Income Support claim, are required to register as ASW. This	
	change was implemented gradually over a period of	
	5 months as individuals that fell within this revised criteria	
	were assessed and then subsequently registered as ASW.	
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	In addition, it is
	responsible for a child, had no job seeking requirements	anticipated that this
	until the child turned 5 years of age, and therefore were not	change of criteria will
	required to be registered as Actively Seeking Work.	result in an additional
	From 1 September 2015 parents where the youngest child	seasonal impact on the
	on their income support claim is turning 5 years of age in the	reported ASW numbers
	current academic year are now classified as jobseekers and	at the beginning of each subsequent school year
	are required to seek 25 hours of work per week – this	as all parents that fall
	resulted in approximately 80 additional individuals	into this revised criteria
	registered as ASW.	will be required to
	In addition, parents where the youngest child on their	registered as ASW on
	income support claim is turning 4 years of age in the current	that date (while in the
	academic year are also now classified as jobseekers and are	past this would be
	required to seek 15 hours of work per week – this resulted	spread throughout the
	in approximately 140 additional individuals registered as	school year).
	ASW.	, ,
May 2015	Change of classification for certain self-employed individuals	+ 70 registered ASW
	who are seeking further employment. This administrative	
	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%	
	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 2012 – March 2017¹¹

				,	
		Male	Female	Total	Seasonally adjusted total R
2012	Jan	1,050	650	1,700	1,590
	Feb	1,130	690	1,820	1,680
	Mar	1,100	700	1,810	1,730
	Apr	1,060	680	1,740	1,720
	May	1,040	680	1,720	1,740
	Jun	1,020	700	1,720	1,760
	Jul	1,020	720	1,740	1,770
	Aug	1,020	650	1,670	1,750
	Sep	970	650	1,610	1,680
	Oct	1,020	700	1,720	1,770
	Nov	1,090	730	1,820	1,840
	Dec	1,100	740	1,840	1,870
2013	Jan	1,210	810	2,020	1,920
	Feb	1,210	820	2,030	1,900
	Mar	1,230	820	2,050	1,950
	Apr	1,140	800	1,930	1,940
	May	1,080	800	1,880	1,900
	Jun	1,040	810	1,850	1,890
	Jul	1,030	840	1,860	1,890
	Aug	990	820	1,820	1,880
	Sept	1,000	800	1,810	1,860
	Oct	1,040	770	1,800	1,850
	Nov	1,060	750	1,810	1,820
	Dec	1,030	720	1,750	1,790
2014	Jan	1,090	770	1,860	1,780
	Feb	1,080	780	1,860	1,740
	Mar	980	760	1,730	1,700
	^(c) Apr	900	720	1,610	1,570
	May	840	700	1,530	1,560
	Jun	790	710	1,510	1,540
	Jul	780	740	1,520	1,550
	Aug	780	720	1,510	1,560
	Sep	750	700	1,450	1,490
	Oct	760	670	1,430	1,460
	Nov	780	680	1,450	1,470
	Dec	760	680	1,440	1,480

		Male	Female	Total	Seasonally adjusted total R
2015	Jan	790	700	1,490	1,410
	^(c) Feb	870	760	1,620	1,510
	Mar	820	740	1,560	1,490
	Apr	710	680	1,390	1,400
	(c) May	730	670	1,400	1,430
	Jun	730	720	1,450	1,470
	Jul	770	720	1,490	1,520
	Aug	710	690	1,400	1,440
	^(c) Sep	720	840	1,560	1,590
	Oct	720	800	1,520	1,540
	Nov	710	780	1,490	1,510
	Dec	670	720	1,390	1,430
2016	Jan	730	740	1,470	1,410
	Feb	750	750	1,500	1,400
	Mar	690	700	1,380	1,310
	Apr	630	720	1,360	1,380
	May	620	750	1,380	1,400
	Jun	660	730	1,390	1,400
	(c) Jul	630	690	1,330	1,350
	Aug	630	710	1,340	1,380
	Sep	670	760	1,430	1,450
	Oct	660	730	1,390	1,410
	Nov	640	670	1,310	1,340
	Dec	630	650	1,280	1,330
2017	Jan	640	680	1,320	1,260
	Feb	600	650	1,250	1,150
	Mar	570	610	1,180	1,170

¹¹Numbers are rounded independently to the nearest 10; hence, components may not sum to totals.

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