

# Registered Actively Seeking Work Third Quarter - 2020

Statistics Jersey: www.gov.je/statistics

#### Context:

The numbers presented in this report relate only to voluntarily registered persons and persons whose Income Support applications have been processed by Customer and Local Services (CLS) and who have been classed as Actively Seeking Work (ASW) up to 30 September 2020. These numbers do not show the full extent of unemployment in the Island but are indicative of the changes in unemployment.

For comparability, throughout this report all figures do not include individuals registered as ASW who were claiming the new CRESS benefit. Previously these individuals would not have been required to register if they were unemployed.

Historically, there has been an increase in the number of ASW registrants during the month of September. A key factor in such a specific monthly increase is the requirement for any individual claiming Income Support whose youngest child will reach either age four, five or twelve during the new academic year being required to seek work or seek more hours of work. Initially around 170 individuals were registered as actively seeking work due to this requirement, however some may now have been de-registered. The seasonally adjusted figures within this report take this annual process into account.

In order to provide more timely information, Statistics Jersey are currently including a summary of ASW numbers in a weekly report on economic indicators.

### **Summary**

### On 30 September 2020

- on a **seasonally adjusted**<sup>1</sup> basis, the total number of people registered as ASW was<sup>2</sup> 1,540; this total is 460 lower than at the end of the previous quarter and 670 higher compared with a year earlier
- the **non-seasonally adjusted** ASW total was 1,580; this total is 370 lower than at the end of the previous quarter and 660 higher compared with a year earlier
- the total number of **long-term ASW** (registered for more than twelve months) was 360; this total is 70 higher compared with the previous quarter and 120 higher compared with a year earlier
- there were 470 individuals registered as ASW but engaged in some form of paid employment and classified as <u>underemployed</u>; this includes 110 individuals also classified as long-term ASW

#### Introduction

CLS compiles data on people registered as ASW in Jersey. Statistics Jersey 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 certain administrative changes within CLS, can have an impact on the total numbers registered as ASW (see <u>Appendix A</u>). 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 presented in this report constitute an informative set of indicators showing the level of individuals registered as ASW in the Island at a given point in time.

The internationally comparable unemployment rate is defined by the International Labour Organisation (ILO). This measure includes both the registered unemployed and those not registered but still seeking work. The ILO unemployment rate for Jersey is measured through household surveys and the Census.

<sup>&</sup>lt;sup>1</sup> 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, academic year. See <u>Notes</u> for more details.

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



# **Registered Actively Seeking Work**

On 30 September 2020, there were 1,580 people registered as Actively Seeking Work (ASW). Figure 1 shows the total number of people registered as ASW at the end of each month since September 2015 (a table of the monthly data is shown in <u>Appendix B</u>). The total number registered in September 2020 was 370 lower than at the end of the previous quarter (June 2020) and 660 higher than twelve months earlier (September 2019).

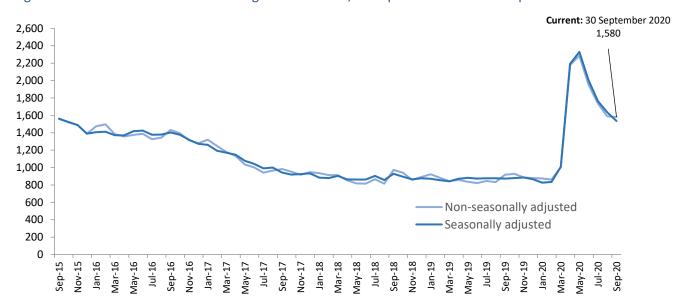


Figure 1 - Total number of individuals registered as ASW, 30 September 2015 – 30 September 2020

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 on 30 September 2020 was:

- 460 lower than at the end of the previous quarter, 30 June 2020
- 670 higher than a year earlier, 30 September 2019

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 Customer and Local Services, can result in changes in the total number of people being considered as ASW in a particular month.

On 30 September 2020, 91% of individuals registered as ASW (corresponding to 1,430 people) were receiving Income Support<sup>3</sup>. Compared with September 2015, there has been an increase in the number of people registered as ASW who are receiving Income Support and a decrease in the number of people registered as ASW who are not receiving Income support. This has led to a rise in the percentage of those registered as ASW who are claiming Income Support (rising from 81% in September 2015).

Table 1 – Number of registered ASW, receiving and not receiving Income Support, September 2015 – September 2020

	Sept 2015	Sept 2016	Sept 2017	Sept 2018	Sept 2019	Sept 2020
Individuals receiving Income Support	1,260	1,180	830	840	840	1,430
Individuals not receiving Income Support	300	250	150	130	80	150
Percentage of ASW receiving Income Support	81%	83%	85%	87%	91%	91%

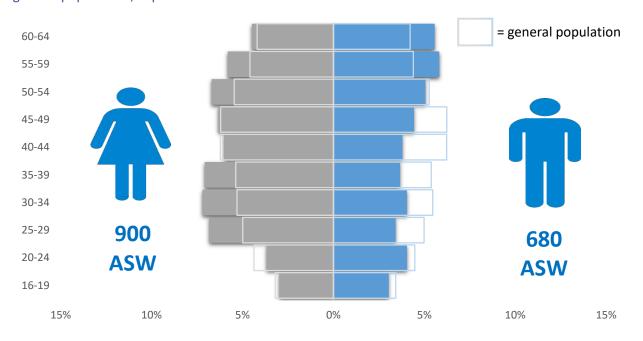
<sup>&</sup>lt;sup>3</sup> The total number of adults receiving Income Support and not working will be greater than this figure, as individuals that are claiming Income Support but exempt from registering as ASW (such as individuals claiming LTIA that are above the 50% threshold) are not included.



# Registered ASW by age and sex

On 30 September 2020, more females (900 individuals) than male (680 individuals) were registered as ASW.

Figure 2 – Age and sex distribution of individuals registered as ASW compared with the proportions in the general population<sup>4</sup>, September 2020

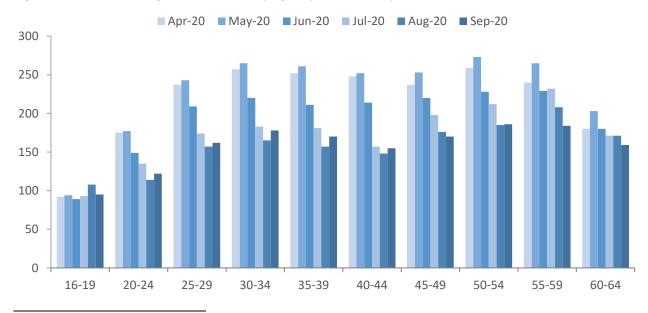


In respect of the breakdown of sex by age group:

- there were more females than males registered in all age groups 25-54 years
- there were more males than females registered in the 60-64 years age group
- all other age groups had similar numbers of registered males and females
- the 25-29 age group had the largest difference by sex in the number of registered individuals, 110 females compared with 50 males

Figure 3 shows the numbers registered as ASW by age of individuals in each of the last six months, from April 2020 to September 2020.

Figure 3 – Individuals registered as ASW by age, April 2020 – September 2020



<sup>&</sup>lt;sup>4</sup> Age and sex proportions at the 2011 Jersey census.



On 30 September 2020, 14% of people registered as ASW were under 25 years of age (220 individuals); 6% of the total were teenagers, aged 16-19 years (100 individuals). The majority of age groups saw decreases of 40 individuals or more compared with the end of the previous quarter; the 40-44 age group saw the largest decrease, of around 60 individuals.

Figure 4 shows the age distribution for people below 25 years of age who were registered as ASW in the latest six months, from April 2020 to September 2020.

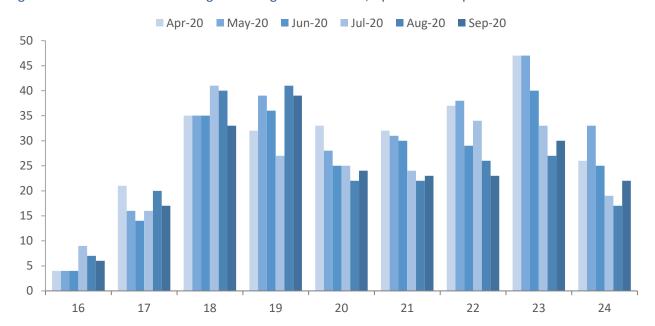


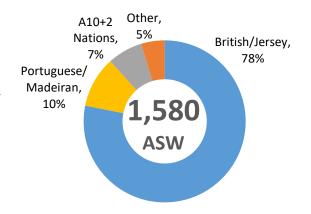
Figure 4 – Individuals under the age of 25 registered as ASW, April 2020 – September 2020

# Registered ASW by nationality

On 30 September 2020:

- there were 1,240 individuals of British / Jersey nationality<sup>5</sup> registered as ASW (78% of total); representing a decrease of 220 individuals compared with the end of the previous quarter
- there were 160 individuals of Portuguese / Madeiran nationality registered as ASW (10% of total), a decrease of 80 individuals compared with the previous quarter
- there were 110 individuals from the EU Accession (A10+A2)<sup>6</sup> nations registered as ASW (7% of total), a decrease of 50 individuals compared with the previous quarter

Figure 5 – Individuals registered as ASW by nationality, September 2020



<sup>&</sup>lt;sup>5</sup> Nationality recorded by Customer and Local Services, for the purpose of registering as ASW, is self-reported.

<sup>&</sup>lt;sup>6</sup> 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**

Of the people registered as ASW on 30 September 2020, almost one-third (31%) had been registered for three months or less - see Figure 6.

Apr-20 May-20 Jul-20 Aug-20 Sep-20

Apr-20 May-20 Jul-20 Aug-20 Sep-20

Figure 6 – Registered ASW by length of period registered (months), April 2020 – September 2020

The number of new registrations in the third quarter of 2020 (630 people) was 1,050 lower than that recorded in the previous quarter and was 120 higher than recorded a year earlier (Q3 2019).

Months registered as ASW

10

11

12

>12

# **Long-term Registered ASW**

2

3

On 30 September 2020, there were 360 people registered as ASW for more than twelve months, accounting for 23% of total ASW. The latest number of long-term ASW was 70 higher compared with the end of the previous quarter (June 2020) and was 120 higher than a year earlier (September 2019).



Figure 7 – Long-term ASW underemployed and long-term ASW unemployed, September 2015 – September 2020

Of the 360 individuals registered as ASW for more than twelve months, 110 were engaged in some form of paid employment but classified as <u>under</u>employed<sup>7</sup>. Almost seven-tenths (69%) of those registered as long-term ASW but engaged in some form of paid employment were female.

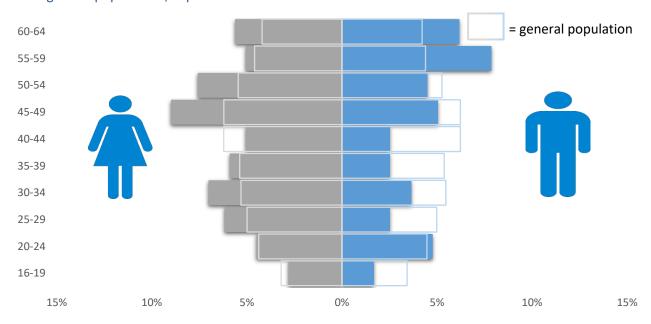
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<sup>&</sup>lt;sup>7</sup> See <u>ASW registered underemployment</u> – page 7 of this report



Figure 8 shows the age and sex distribution of the long-term ASW in September 2020.

Figure 8 – Age and sex distribution of individuals registered as long-term ASW compared with the proportions in the general population<sup>8</sup>, September 2020



# Long Term Incapacity Allowance (LTIA)

Long Term Incapacity Allowance (LTIA) is a Social Security contributory benefit for individuals who have long-term ill-health or an injury. Individuals claiming LTIA who are below the 50% threshold (see <u>Appendix A</u>) are required to register as Actively Seeking Work. On 30 September 2020, over a fifth (22%) of individuals registered as ASW were claiming LTIA, corresponding to 350 individuals.

Of these 350 individuals, 80 were classified as <u>under</u>employed meaning they were engaged in some form of paid employment; this number was 10 lower when compared with a year earlier (September 2019).

Table 2 – Number of registered ASW claiming LTIA, September 2019 – September 2020

	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
	19	19	19	19	20	20	20	20	20	20	20	20	20
Total claiming LTIA	280	280	260	270	260	250	260	380	400	380	380	360	350
Percentage of total ASW	30%	30%	29%	31%	30%	29%	26%	17%	17%	19%	22%	23%	22%
Underemployed and claiming LTIA	90	90	90	90	80	80	70	70	70	80	80	70	80

### 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 Customer and Local Services. Such industries will therefore tend to be under-represented in the ASW numbers.

The last industry of employment was recorded for over nine out of ten people (92%) registered as ASW. On 30 September 2020:

- 20% were previously employed in 'Miscellaneous professional & domestic services'
- 18% were previously employed in 'Retail and Wholesale, Motor repairs and sales'
- 16% were previously employed in 'Banking, Miscellaneous Insurance, Finance and Business'
- 14% were previously employed in 'Hotels, restaurants, pubs and clubs'

<sup>&</sup>lt;sup>8</sup> 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 underemployment<sup>9</sup>:

- 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 10 such individuals in September 2020)
- certain self-employed individuals who are receiving Income Support and are still required to pursue additional employment (there were 110 such individuals in September 2020)

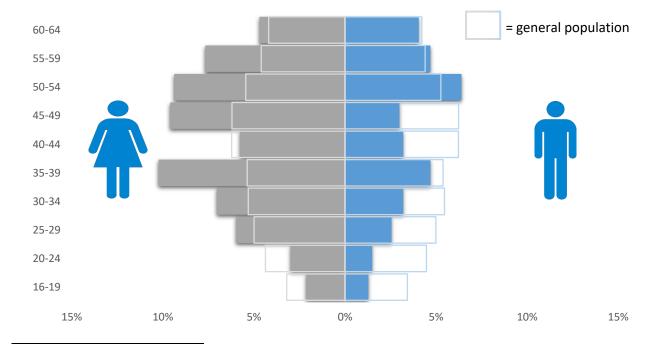
In September 2020, 30% of all people registered as ASW were underemployed; Table 3 shows the numbers of such individuals in each of the last twelve months.

Table 3 – Number of ASW registered underemployed, September 2019 – September 2020

	Sep 19	Oct 19	Nov 19	Dec 19	Jan 20	Feb 20	Mar 20	Apr 20	May 20	Jun 20	Jul 20	Aug 20	Sep 20
Individuals	290	280	300	310	290	290	270	390	430	440	440	420	470
Percentage of total ASW	32%	30%	34%	35%	33%	34%	27%	18%	19%	23%	25%	26%	30%

Figure 9 shows the age and sex distribution of people registered as ASW underemployed; in September 2020, almost three-fifths (58%) were aged 40 or over and over three-fifths (65%) were female.

Figure 9 - Age and sex distribution of individuals registered ASW underemployed compared with the proportions in the general population<sup>10</sup>, September 2020



<sup>&</sup>lt;sup>9</sup> International Labour Organisation: *Resolution concerning the measurement of underemployment and inadequate employment situations.* 

<sup>&</sup>lt;sup>10</sup> As recorded by the 2011 Jersey Census.



#### **Notes**

#### Context

The number of people registered as ASW includes all people who are registered with Back to Work. 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 Back to Work, including targeted support specifically for young people aged 16-24 years, those who are long term unemployed or those who have other barriers to employment. There is also industry-specific support as well for those who are closer to employment.

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 September 2020 there were 120 such individuals being assisted by JET, which includes both unemployed individuals and those that are classified as underemployed.

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 ASW 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.

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# **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 Customer and Local Services, 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 Customer and Local Services 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
October 2017 to	The threshold for the cumulative Long Term Incapacity	+ 25 registered ASW
December 2017	Allowance (LTIA) percentage rate was increased from 45% to	
	50%. Any individuals below this threshold, in receipt of an	
	Income Support claim, are required to register as ASW.	
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.	
September 2015	Change in the Income Support criterion relating to parents with	+ 220 registered ASW
	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 until	anticipated that this
	the child turned 5 years of age, and therefore were not required	change of criteria will result in an additional
	to be registered as Actively Seeking Work.	seasonal impact on the
	From 1 September 2015 parents where the youngest child on	reported ASW numbers
	their Income Support claim is turning 5 years of age in the	at the beginning of
	current academic year are now classified as jobseekers and are	each subsequent
	required to seek 25 hours of work per week – this resulted in	school year.
	approximately <b>80</b> additional individuals registered as ASW.	55.155. <b>,</b> 54.1
	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	
	<b>140</b> additional individuals registered as 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	
	<b>90</b> 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 figures	+ 20 registered ASW
	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 <b>20</b> individuals) in the number of people classified as ASW at each end-of-month.	
	number of people classified as ASW at Each end-of-month.	



**Appendix B**Number of individuals registered as ASW, January 2015 – June 2020<sup>1</sup>

		Male	Female	Total	Seasonally adjusted total	<u> </u>		Male	Female	Total	Seasonally adjusted total
2015	Jan	790	700	1,490	1,400	2018	Jan	440	490	940	880
	<sup>(c)</sup> Feb	870	760	1,620	1,510		Feb	430	490	910	880
	Mar	820	740	1,560	1,540		Mar	410	500	910	900
	Apr	710	680	1,390	1,400		Apr	410	440	850	860
	<sup>(c)</sup> May	730	670	1,400	1,450		May	380	440	820	860
	Jun	730	720	1,450	1,490		Jun	390	430	820	860
	Jul	770	720	1,490	1,540		Jul	410	450	870	900
	Aug	710	690	1,400	1,440		Aug	380	440	820	860
	<sup>(c)</sup> Sep	720	840	1,560	1,560		Sep	390	580	970	930
	Oct	720	800	1,520	1,520		Oct	380	570	940	900
	Nov	710	780	1,490	1,490		Nov	360	500	860	860
	Dec	670	720	1,390	1,390		Dec	390	500	890	880
2016	Jan	730	740	1,470	1,410	2019	Jan	420	500	920	870
	Feb	750	750	1,500	1,410		Feb	400	480	880	850
	Mar	690	700	1,380	1,370		Mar	380	470	840	840
	Apr	630	720	1,360	1,370		Apr	390	470	860	870
	May	620	750	1,380	1,420		May	380	460	840	880
	Jun	660	730	1,390	1,420		Jun	360	460	820	870
(c)	Jul	630	690	1,330	1,380		Jul	370	480	850	880
	Aug	630	710	1,340	1,380		Aug	370	470	830	880
	Sep	670	760	1,430	1,400		Sep	350	570	920	870
	Oct	660	730	1,390	1,380		Oct	370	560	930	880
	Nov	640	670	1,310	1,320		Nov	360	520	890	890
	Dec	630	650	1,280	1,270		Dec	370	510	880	870
2017	Jan	640	680	1,320	1,260	2020	Jan	370	500	880	830
	Feb	600	650	1,250	1,190		Feb	360	500	860	840
	Mar	570	610	1,180	1,170		Mar	440	570	1,010	1,010
	Apr	540	590	1,140	1,150		Apr	1,090	1,090	2,180	2,190
	May	500	540	1,030	1,080		May	1,110	1,180	2,290	2,330
	Jun	490	510	1,000	1,040		Jun	920	1,030	1,950	2,000
	Jul	450	490	940	990		Jul	820	920	1,740	1,760
	Aug	440	530	970	1,000		Aug	760	830	1,590	1,640
	Sep	420	560	980	940		Sep	680	900	1,580	1,540
	Oct	430	520	950	920						
(c)	Nov	440	480	920	920						
	Dec	440	510	950	930						

<sup>&</sup>lt;sup>1</sup>Numbers are rounded independently to the nearest 10; hence, components may not sum to totals.