What does 'exiting' a bad job mean and whose business is it?

- 1. What makes a job bad?
- 2. How many can exit low pay?
- 3. A New Deal for the low paid?

Peter Kenway New Policy Institute

Lloyd-Warhurst

- Low hourly pay
- Poor benefits (leave, sick, pension)
- Long/short/uncertain/ unsocial hours
- Agency status
- Lack of union/voice
- Poor job content

• Lack of progression

Lloyd-Warhurst/Freeman

- Low hourly pay
- Poor benefits (leave, sick, pension)
- Long/short/uncertain/ unsocial hours
- Agency status
- Poor health due to job
- Lack of union/voice
- Poor job content
- Lack of job satisfaction
- Lack of progression

Lloyd-Warhurst/Freeman/Holman

- Low hourly pay (inc. low relative pay)
- Poor benefits (leave, sick, pension)
- Long/short/uncertain/ unsocial hours
- Lack of access to flexible working
- Agency status/no permanent contract
- Poor health due to job
- Lack of union/voice
- Poor job content (inc. lack of resources)
- Lack of job satisfaction
- Lack of progression (inc. monitoring/appraisal)
- Lack of training

Lloyd-Warhurst/Freeman/Holman/Moore

- Low hourly pay (inc. low relative pay)
- Poor benefits (leave, sick, pension)
- Long/short/uncertain/ unsocial hours
- Lack of access to flexible working
- Work/life imbalance
- Agency status/no permanent contract
- Poor health due to job
- Lack of union/voice
- Poor job content (inc. lack of resources)
- Poor/no intra-work relationships
- Work intensification
- Lack of job satisfaction
- Lack of progression (inc. monitoring/appraisal)
- Lack of training

Where's the badness come from?

The job itself?

- Low hourly pay/benefits
- Long/short/uncertain/ unsocial hours
- Agency status/no permanent contract
- Poor job content
- Work intensification

The employer/workplace?

- Low relative pay
- Poor/no intra-work relationships
- Lack of progression (inc. monitoring/appraisal)
- Lack of training
- Lack of union/voice
- Lack of access to flexible working
- Lack of job satisfaction

Largely beyond the workplace?

- Poor health due to job
- Work/life imbalance

Some possible responses

The job itself?

- Low hourly pay/benefits Metcalf-Dhudwar/Wills
- Long/short/uncertain/ unsocial hours Metcalf-Dhudwar
- Agency status/no permanent contract Forde-Slater
- Poor job content
- Work intensification

The employer/workplace? – Freeman (?)

- Low relative pay
- Poor/no intra-work relationships
- Lack of progression (inc. monitoring/appraisal)
- Lack of training NPI (1/3rd as likely for unqualified)
- Lack of union NPI (1/3rd as likely for low paid cf median)
- Lack of access to flexible working
- Lack of job satisfaction

Largely beyond the workplace?

- Poor health due to job
- Work/life imbalance

Some observations

The job itself?

- Some win-win's (e.g. via higher productivity)
- But usually employee/employer interests conflict
- Conflict takes place in wider context

The employer/workplace?

- Freeman's 'shared capitalism' is a whole-hog response: are there incremental steps?
- Is 'workplace organisation' less inevitably a zero-sum employee/employer game?

Largely beyond the workplace?

 Roles of the state and civil society (as opposed to the market and the state) in making jobs bad

How many can escape low pay?

Data

- Use statistics on low paid jobs to quantify bad jobs (???)
- Number of UK employee jobs by age and hourly pay
- 2010 (published December) and 2000 ASHE
- Totals unreliable but ok re pattern/distribution?
- Preliminary only (no gender, FT/PT, 'churn')

Classification according to hourly rate of pay

- a) < 2/3^{rds} median
- b) others sub-median
- c) above median (sometimes split at 4/3^{rds} median)
- Significance of (b): 2 adult, 2 child family with single FT worker on sub-median earnings still classed as in poverty

Jobs by hourly pay: 2000 and 2010



- Overall 13% increase 2000 to 2010 (+2.7m)
- Increase fairly uniform (except for median to 4/3rds)

2010 Jobs by hourly pay : by age



- Half low paid aged 30 to 59
- Numbers reflect several different effects

Today's 30s a decade ago and now



- Low paid jobs down by one third (0.4m)
- Total up from 4.4m to 5.7m, all (and some) in median+

Today's 40s a decade ago and now



- Next to no change in total or mix
- Middle two columns show fewer 30s than 10 years ago

Today's 50s a decade ago and now



• Overall down 6%, proportionately more among low paid

Today's 60s a decade ago and now



- Overall down 63%, proportionately more among median+
- Use today 40s/50s/60s to model the future for one cohort

Modelling today's 30 somethings



- Big change 20s to 30s and post 50s otherwise static
- 'Long term' low pay (30s-50s) some 2/3^{rds} of 20s level

Some conclusions

Whatever happens this won't

- Take account of gender + more graduates, older working
- Effects of supply/demand on pay

Exit is priority for under 30s

- Overall chances of exiting highest before 30
- Although all cannot exit, many can

Making bad jobs better is priority for 30s/40s

- Static picture => poorer odds of escaping low pay here
- Low paid only 15% (60%>median) so furthest behind peers
- Age of biggest commitments (esp. time) and low flexibility

What does exit depend upon?

Within the workplace

- Wider opportunities available
- Telling inequalities in access to work-related training
- State of local jobs market and opportunities there
- Clearly more than the job itself

Beyond the workplace

- Education and training
- Higher risk of low pay (and unemployed) if poorly qualified
- But many still avoid it even a degree is no guarantee
- Improvement in headline 5A*-C GCSE masks little change until recently in % of 19 year-olds not reaching level 2
- A role for civil society

Time and better jobs

An awkward fact about low paid jobs

- 42% of all part-time are low paid (men/women same)
- PT jobs make up 56% of all low paid the core of low pay
- But 82% of PT don't want FT
- So lots of people want PT jobs, even though low paid

What does this mean?

- Low pay poor proxy for bad jobs
- That for many, time is as big a consideration as money?
- Workplace dimension to this (n.b. intra-employee conflict)
- But also a civil society dimension
- Something that 'exit' and 'betterment' have in common

What can ease time constraints?

Mobility

- Convenience of work to home and other daily places
- Which in turn depends on transport (private/public)
- Responsiveness of key services (e.g. GP, banks, shops)
- And especially schools
- Safety of area (inc. roads) impacting on children's mobility

Support

- Availability of regular support (e.g. child/elder care)
- Availability of support at critical moments
- Proximity of friends and family

A New Deal for the Low Paid?

Much of this was there as 'social exclusion' but

- Crowded out by focus on getting people into work
- No overarching narrative
- No pressure on service providers to meet low paid needs
- Failure with huge political consequences

Scope depends on who the deal is with

- Wages and conditions?
- Workplace opportunities?
- Priorities for public services/amenity providers?
- Priorities for planning and development?
- Priorities for central government?

Starting point

• What would improve the lives of low paid workers?

Key political question

• Can this be done so as to have wider appeal?