

Citizens' Assembly on Gender Equality

Placing the CARE economy at the Centre of Irish Society Part 2



Ursula Barry Emeritus Associate Professor, Gender Studies, UCD ursula.barry@ucd.ie



1. Unpaid work at the heart of care economy

2. Some costs and conditions in care sector

3. Perspectives and principles for change





Unpaid care work is at the heart of the global economy Care work is mostly **unpaid** or **low paid**

Care work carries little recognition or value

Care work is mostly carried out by women

Question: Why is this the case??

UN system of measuring **economic activity**

UN System of National Accounts

Under the global system of measurement of **GNP** and **GDP** what is measured is **market-based economic activity**.

Activity that passes through the **market** and therefore carries a **price**:

value = price

In this classical economic model, many activities are:

- not counted
- unpaid
- excluded
- hidden

- subsistence agriculture and craft production for immediate consumption
- household activity
- community activity
- volunteering activity

Consequently decisions on **policy priorities**

Based on mainstream economic statistics

Both narrow and gendered

- value is reduced to price
- valuable activities that are unpaid are not counted
- significant amount of women's work is devalued



GENDER GAP





The pace of change is so slow that it will take



to close the gap between men and women

At present rate of change to reach 50:50 or equal sharing of unpaid work between men and women globally will take 210 years. Many **different kinds** of unpaid work

Some examples

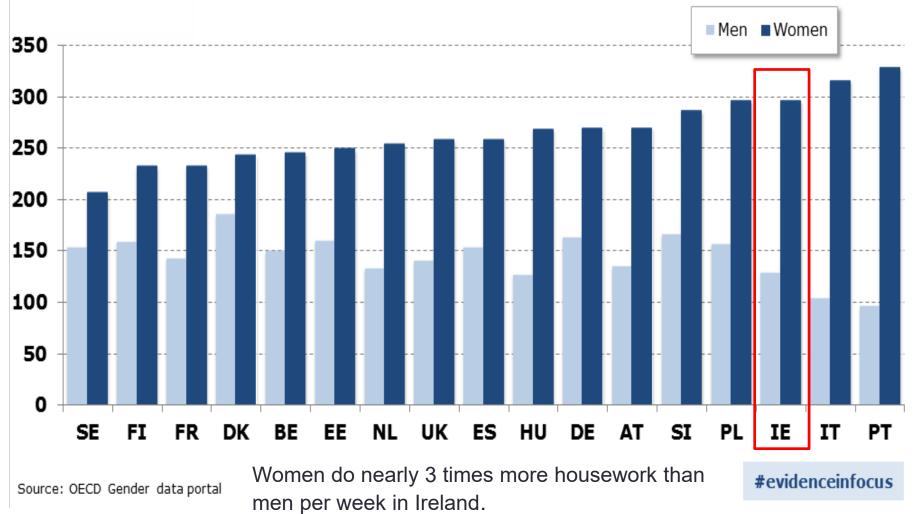
Caring for **children** inside and outside the home.....by a parent, grandparent or neighbour

Eldercare provided by family or community-based Services drawing on volunteers e.g. meals on wheels

Full-time carers looking after those with disabilities in need of care or respite care drawing on voluntary sector



Time spent in unpaid work by gender



Valuing unpaid work

UK – estimated unpaid work: equivalent to 56% of GDP Some countries have developed systems to **value paid work.**

Based on:

 time-use surveys putting market value on each hour of unpaid work.

Called **satellite accounts** or sometimes shadow budgeting.

In practice, there is a **significant care penalty**

Women earn **lower incomes** and access fewer **economic** and **social** supports over their lifetimes

- little recognition of value of care
- systemic economic dependency
- reduced lifetime earnings & pension entitlements
- narrower range of employment and educational opportunities
- greater **risk of poverty both** as **lone parents** and in **old age**
- less control of time fewer opportunities for political and cultural participation

Some very stark gendered figures 98% of full-time carers are women

95% of adult dependents in the social protection system are women

Contributory State Pension: 84% men

Non-Contributory State Pension: 66% are women (lower rate)

Estimated **€2.7 billion** worth of **tax relief on pensions is** recorded annually

Yet just **€1.7 billion** is paid out in **State Non-Contributory Pensions per year.**

Rigid **gender roles** are **failing men** also

Men in general may benefit from the **unequal division** of caring.

But **rigid gender roles** result in **men's dis-engagement** from **care** and **caring**.

Low priority is attached to supporting men within our caring system and within our policy system.



Citizens' Assembly on Gender Equality

COSTS AND CONDITIONS IN CARE SECTOR





Ireland - **social policies** on **care** are largely based on

- unpaid family care
- private market

Many households provide care services **themselves**

Costs on market are increasingly prohibitive

Those who **can pay** often rely on the **private marketplace**

This has generated **new structural inequalities**

Consequences of **high cost** of childcare

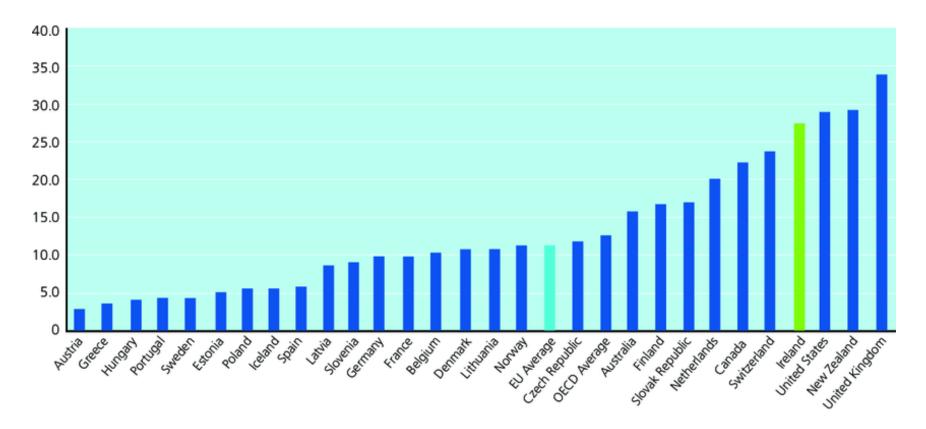
Childcare is a **major cost** for most parents and acts as a **barrier** to **paid employment**.

The average full-time childcare fees recorded in 2019 were €184 per week (ranging from €150 to €250 for one child).

€7,500 - €12,500 per year of net income for one child

Net costs of childcare

EU average 12% Ireland 28% Lone parents (Ireland) 40%



EU Data: 2018

Historically in Ireland –

chronic underfunding of early childcare

Ireland allocates just:

- 0.2% of GDP on early childcare
- compared to an EU average of 0.8%

- UNICEF target of 1%

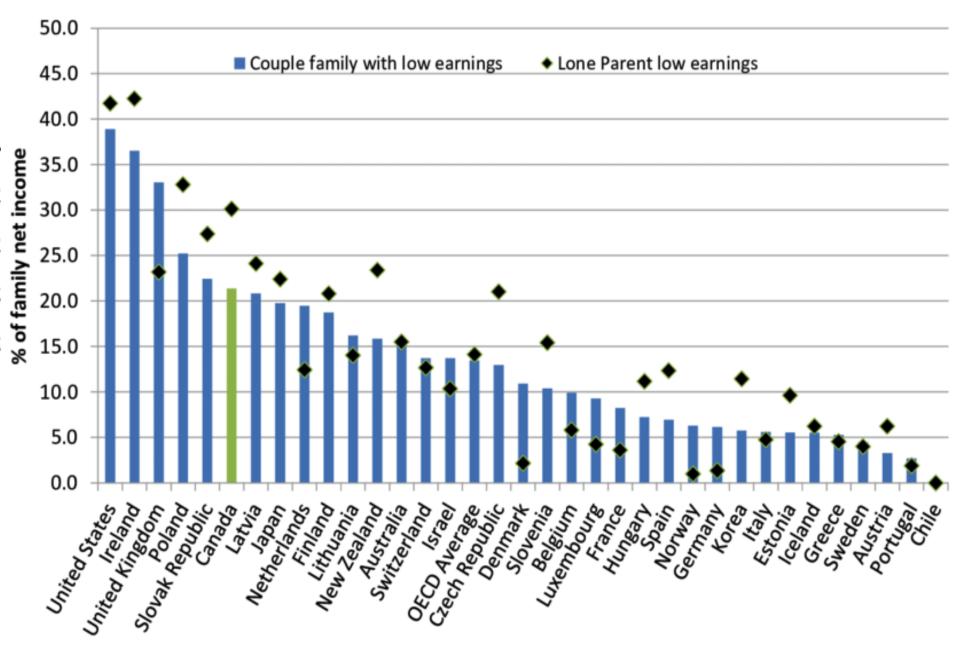
Childcare costs and low-pay

Example of Lone parents

Lone parents face additional challenges as both:

 primary earner and primary caregiver

Childcare costs creates particular barriers when low paid part-time employment is often the only possibility



OECD Data: 2016

Care workers:

Low wages and lack of pay scale and career structure

Over 98% are women Pobal survey 2018/19 **Room leader:** €12.55 **Assistant staff:** €11.46

Average staff turnover: 23%

Current Minimum Wage: €10.20 Current Living Wage: €12.30

61% on less than Living Wage at time of COVID-19 closure in March 2020.



75% of nursing homes are in the private forprofit sector

Private fees are between €50,000 and €75,000 annually.

On the Fair Deal scheme, an older person pays 80% of their income plus 7.5% p.a. of their assets as a yearly contribution.

New **legislation promises** to give more priority to **home supports**.

Existing home care packages are in crisis and numbers in need are growing. Ireland is now part of a globalised care chain

Estimated 20,000-26,000 **undocumented migrant workers** in Ireland

Ireland

- historically an exporter of care
- currently an importer of care
- importance of **emigrants' remittances** for country of origin

Care services increasingly rely on global **migrants**

Issues of:

- pay and conditions
- regularising legal status

Covid-19

Emergency measures for childcare sector

The Covid-19 **temporary wage subsidy scheme (TWSS) has been** continued until 31st March 2021 in **childcare sector**.

Provides for **85%** (or 75% for higher incomes) towards the **cost of all wages** and **significant** contribution to **overhead costs**.

Level of fees were expected to be **held** at **pre-COVID levels** – but there is evidence that this is not happening in practice.

Pandemic **Emergency** measures

Highlight need for rethinking our **model of** care? Supporting private providers has kept childcare businesses open

but does **not address**:

- Cost to parents
- Low wages & conditions among employees

In practice: continued charging of high fees to privately paying parents

What will happen on **April 1**st **2021**?



Citizens' Assembly on Gender Equality

PERSPECTIVES AND PRINCIPLES OF CHANGE





Conclusion

Existing model of care provision:

State subsidisation or payment for private service delivery Current social and economic policy in Ireland supports an **unequal gendered** system of **care provision** with low level of **State support**.

This is **not** in the **interests of** either **women** or **men**

New model of care: supporting different ways of managing and organising care

Conclusion

Key **principles** for **new model** of **service** provision

Social/public responsibility for care

Recognise **care** as a **social** investment

State support for quality care systems for child, disability and eldercare

- Recognise different needs of different households
- Support different choices of different households
- Respect autonomy of adult care recipients

New model of public provision that Sees

care provision as social investment Long-term: State responsibility and public provision of quality universal basic care services

Short-medium term aims

- decreased reliance on market
- increased public provision
- increase level of wages
- maintain flexible approach

Conclusion

Objectives of putting **care economy** at the **centre** of our **society**

- Facilitate combining of care and paid employment
- Encourage greater male participation in care
- Remove the care penalty imposed on women
- Improve economic situation of care workers
- Protection of migrant workers in care services

Recommendations:

Recognise the value of unpaid work when developing and implementing social and economic policies

Carry out:

- gender impact assessment of budget
- **bi-annual national time-use** survey - **unpaid work**

Introduce:

- age-based Universal Pension entitlement and remove concept of dependency from the Social Protection system – benchmark to 35% of average earnings
- Recognise care by allowing those seeking part-time work to access Jobseekers payments

Recommendations

Public investment programme in care

Moving towards a model of **Universal Basic Services**

Short-term

- All care workers on minimum of Living Wage
- Develop career structure for care workers

Medium-term

- 0.5% GDP invested in early childhood & care
- Increase income disregard for carers to €18,000

Long-term

- Implement career structure for care sector
- 1% GDP invested in early childhood & care
- Increase income disregard for carers to €20,000



