protection schemes: analysis of the labour market indicators, financial aspects, laws and regulation, options for institutional set-up and social dialogue. The training methodology is mainly centered on the development of case studies that will accompany each step of the feasibility study.

It also includes a study visit to the employment service center of Malacca in Malaysia.



#### Modules

- Module 1: Introduction and extension of social protection: Where does unemployment protection fit in a comprehensive social security system?
- Module 2: International standards and ILO's approach on unemployment protection: What does unemployment protection mean by ILO standards?
- Module 3: Determination of broad options of combined unemployment protection packages: How can a national consensus be determined and reached on broad options for the improvement of unemployment protection?
- Module 4: Institutional set-up for unemployment protection systems: Who will be responsible and to coordinate the implementation of the combined package of unemployment protection schemes? Learning from Employment Services Center.

- Module 5: Legal framework: What will be the implications in terms of legal framework?
- Module 6: Costing of unemployment protection measures: How much does it cost to have unemployment benefits? Who will pay for it and how can we ensure that the scheme will be sustainable?
- Module 7: Implementation schedule and operations of unemployment protection programmes: How should effective procedures be established in order to guarantee an effective implementation of the system?
- Module 8: Monitoring and evaluation of unemployment protection systems: How can we keep improving the system?
- Module 9: Recap' (evaluation) and conclusions: What has been learnt and how can the network of expertise be maintained?



#### **Resource persons**

Resource persons invited to share their experience will be made of ILO specialists and technical advisors, ITC ILO experts, United Nations' Social protection experts, officials from agencies and organizations implementing such policies and programmes, and international consultants.

#### For further information, please contact

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Designing and implementing unemployment benefits integrated with active labour market policies

19 – 28 October 2015 Malacca, Malaysia







# Designing and implementing unemployment benefits integrated with active labour market policies



#### Introduction

In market economies, involuntary unemployment and underemployment are economic contingencies that people may face. The 2009 financial and economic crisis and its impact on the labour markets contributed to raise awareness on the importance of introducing unemployment protection measures. The latter include unemployment benefits aimed to guarantee at least partial income replacement under the form of contributory or social assistance schemes, thus enabling the beneficiaries to maintain a certain standard of living until returning to work. Besides, unemployment benefits link with support to the unemployed for the improvement of their employability and job search process.

The ILO Social Protection Floors (SPF) Recommendation, 2012 (No. 202) recalls that in developing national social protection systems, countries should:

- combine preventive, promotional and active measures, benefits and social services;
- promote productive economic activity and formal employment through considering policies that include public procurement, government credit provisions, labour inspection, labour market policies and tax incentives, and that promote education, vocational training, productive skills and employability; and
- ensure coordination with other policies that enhance formal employment, income generation, education, literacy, vocational training, skills and employability, that reduce precariousness, and that promote secure work, entrepreneurship and sustainable enterprises within a decent work framework.

Therefore, income security for the unemployed and working poor, as guaranteed by the SPF, can be achieved through the combination of unemployment insurance and/or social assistance benefits with active labour market policies (ALMPs). In general, ALMPs can take the form of job search assistance; training or re-training programmes to increase employability; job creation programmes such as public work programmes; wage and employment subsidies to encourage hiring of unemployed or retaining employment; selfemployment assistance/micro-enterprises development; credit access, tax breaks, and so on. ALMPs also intend to respond to the specific needs of certain workers exposed to higher risks of unemployment, such as the youth, women, vulnerable workers and workers with disabilities.

Against this backdrop, this course offers to share knowledge and lessons learnt from existing initiatives on unemployment protection in ASEAN countries and worldwide under the form of a training workshop. The training course will be organized by the International Training Center of the ILO (ITC ILO) in partnership with the ILO from Monday 19 to Wednesday 28 October 2015, in Malacca, Malaysia.



### Aims of the training

The training aims at guiding policy makers in the design and implementation of integrated unemployment protection programmes and employment support policies. More specifically, at the end of the training, participants will be in a position to:

- Understand the place of unemployment benefits and employment support in ILO's strategy to extend social protection;
- Learn about the ILO's Conventions and Recommendations related to unemployment protection;
- Determine the different parameters that will form an unemployment benefits scheme (contributory and non-contributory);
- Learn tips from other experiences and good practices to facilitate the dialogue among social partners on unemployment benefits;
- Calculate a cost estimate of unemployment protection measures by using ILO tools;
- Envisage linkages between unemployment benefits and employment support services;
- Provide inputs to draft the legal framework regulating the unemployment benefits schemes and amendments to existing laws;
- Establish procedures to run a unemployment protection scheme;
- Define a strategy and targets for the performance of the system;

By the end of the course, participants are expected to build a network of expertise that they can call upon for exchange of experiences and South-South cooperation.

The course is an opportunity to test a full training package that provides a set of guidelines and tools to conduct training sessions and workshops for the design and implementation of unemployment benefits schemes linking with ALMPs. The manual in question can also be used as a reference guide by policy makers to conduct feasibility studies for the design of unemployment protection systems for both informal and formal economy workers.

The training and its manual do not prescribe a standard system or method; it recalls the ILO principles and approach that guides the design and implementation of context-specific unemployment protection schemes.



# **Profile of participants**

The training has been designed for the following target audience:

- Representatives of ministries and other government agencies involved at the technical level in the planning, financing and management of social security systems in a country, in particular measures to support the unemployed and underemployed, i.e. Ministry of Labour, Social Security Institutions, Ministry of Social Development, Ministry of Women's Affairs, Ministry of Finance, Ministry of Rural Development, Ministry of Interior, Ministry of Planning, and other Ministries;
- (Representatives of workers' and employers' associations,
- Social protection experts and researchers from University, UN agencies and representatives of the civil society.



## **Training methodology**

The training and its manual comprise conceptual and technical sessions, practice of tools (such as costing tools and matrixes), exercises (case studies, 'ice breaking' exercises, brainstorming exercises and knowledge application and testing), as well as a set of power-point presentations.

The training follows the main steps of the conduct of a feasibility study that will explore different aspects of the future unemployment