European Youth Debate Road to zero poverty

Poverty and Social Exclusion in the EU: The End of Social Europe?

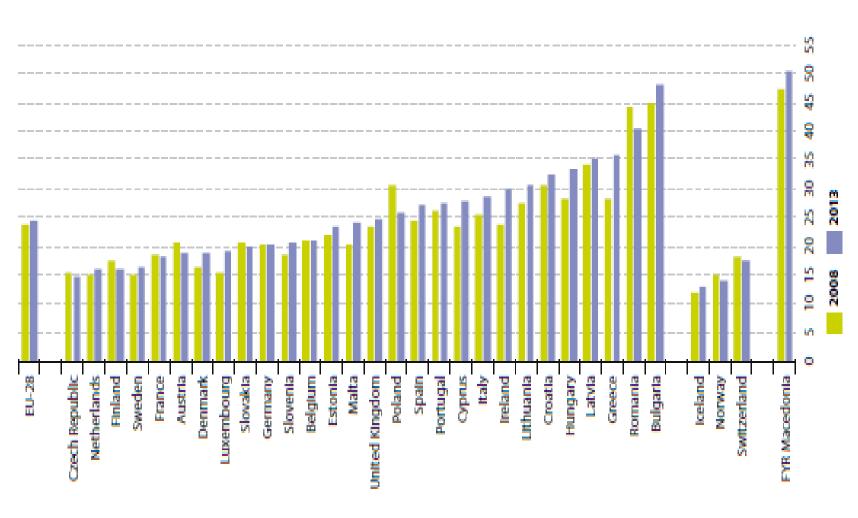
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Outline

- Some facts: Europa, Europae
- The rise of 'social Europe'
- The crisis and social Europe
- The end of social Europe?
- Discussion and conclusion

Poverty and Social Exclusion in the EU

(Source: Eurostat)



At-risk-of-poverty rate (Source: Eurostat)

| | At-risk-of poverty before social transfers | | At-risk-of poverty after social transfers | | At-risk-of poverty threshold (national currency) | | Currency |
|--------------------|---|------|--|------|---|-----------|----------|
| | 2012 | 2013 | 2012 | 2013 | 2012 | 2013 | |
| EU-28 (¹) | 25.8 | 25.8 | 16.9 | 16.7 | : | : | |
| Euro area (1) | 25.2 | 25.3 | 17.0 | 16.7 | | | |
| Belgium | 27.7 | 26.3 | 15.3 | 15.1 | 12 168 | 12 890 | EUR |
| Bulgaria | 25.9 | 26.7 | 21.2 | 21.0 | 3 356 | 3 431 | BGN |
| Czech Republic | 17.6 | 16.6 | 9.6 | 8.6 | 114 953 | 116 093 | CZK |
| Denmark | 28.3 | 28.1 | 13.1 | 12.3 | 118 822 | 120 130 | DKK |
| Germany | 24.3 | 24.4 | 16.1 | 16.1 | 11 757 | 11 749 | EUR |
| Estonia | 24.8 | 25.4 | 17.5 | 18.6 | 3 592 | 3 947 | EUR |
| Ireland | 39.3 | : | 15.7 | : | 11 447 | : | EUR |
| Greece | 26.8 | 28.0 | 23.1 | 23.1 | 5 708 | 5 023 | EUR |
| Spain | 29.6 | 30.0 | 22.2 | 20.4 | 7 182 | 8 114 | EUR |
| France | 23.8 | 24.2 | 14.1 | 13.7 | 12 362 | 12 572 | EUR |
| Croatia | 30.6 | 29.7 | 20.4 | 19.5 | 24 000 | 22 916 | HRK |
| Italy | 24.4 | 24.6 | 19.4 | 19.1 | 9 617 | 9 440 | EUR |
| Cyprus | 23.5 | 24.3 | 14.7 | 15.3 | 10 156 | 9 524 | EUR |
| Latvia | 25.7 | 26.0 | 19.2 | 19.4 | 1 877 | 1 967 | EUR |
| Lithuania | 28.4 | 30.3 | 18.6 | 20.6 | 8 985 | 9 734 | EUR |
| Luxembourg | 29.0 | 29.4 | 15.1 | 15.9 | 19 668 | 19 981 | EUR |
| Hungary | 27.1 | 26.3 | 14.0 | 14.3 | 796 784 | 786 000 | HUF |
| Malta | 24.0 | 23.3 | 15.1 | 15.7 | 6 869 | 7 256 | EUR |
| Netherlands | 20.6 | 20.8 | 10.1 | 10.4 | 12 337 | 12 504 | EUR |
| Austria (²) | 25.8 | 25.9 | 14.4 | 14.4 | 13 084 | 13 244 | EUR |
| Poland | 22.9 | 23.0 | 17.1 | 17.3 | 12 509 | 12 966 | PLN |
| Portugal | 25.3 | 25.5 | 17.9 | 18.7 | 4 994 | 4 902 | EUR |
| Romania | 28.0 | 27.8 | 22.6 | 22.4 | 5 382 | 5 528 | RON |
| Slovenia | 25.2 | 25.3 | 13.5 | 14.5 | 7 273 | 7 111 | EUR |
| Slovakia | 20.0 | 20.1 | 13.2 | 12.8 | 4 156 | 4 042 | EUR |
| Finland | 26.9 | 26.4 | 13.2 | 11.8 | 13 619 | 13 963 | EUR |
| Sweden | 27.4 | 27.1 | 14.1 | 14.8 | 133 926 | 137 947 | SEK |
| United Kingdom (2) | 29.7 | 30.1 | 16.0 | 15.9 | 9 325 | 9 526 | GBP |
| Iceland | 23.1 | 22.7 | 7.9 | 9.3 | 1 875 151 | 2 047 736 | ISK |
| Norway | 25.8 | 26.0 | 10.0 | 10.9 | 187 394 | 192 353 | NOK |
| Switzerland | 23.4 | 22.8 | 15.9 | 14.5 | 29 144 | 29 499 | CHF |

(1) 2013: estimated data.

(2) 2013: break in time series.

The rise of 'social Europe' (1989-2003)

- Increasing regulation over time (especially in the 1980s and mid '90s)
- Amsterdam Treaty (1997)
- Open Method of Coordination:
 - Employment
 - Social inclusion
 - Pensions
 - Healthcare

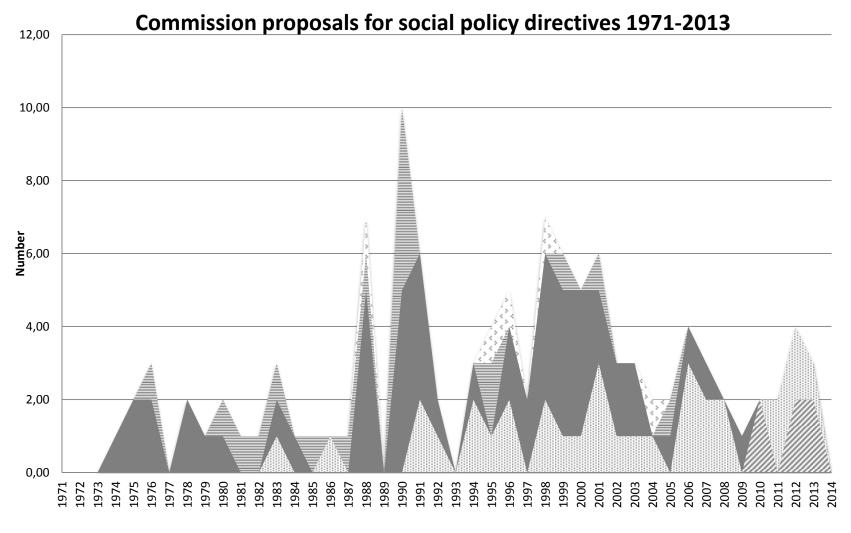
The crisis and 'social Europe'

- Indicators are not very satisfactory...
- ...best 'proxies' seem to be answers in the Eurobarometer data.
- Eurobarometer data (61, 71, 80) show that since late 2000s there has been a growing concern towards unemployment issues and, subsequently, a greater demand for employment and social protection also at the EU level.

The end of 'social Europe'?

Decline of 'social Europe' in two respects:

- regulatory social policies: see graph
- EU coordinating social policy: decreasing role of employment and social OMC from 2004 onwards



Source: EurLex, cross checked with PreLex, including EURATOM directives and measures adressing the free movement of persons, geographical extensions are excluded, revisions also covers codifications and ammendments, directives proposed after 2008 are pending if not yet adopted

- pending directives
- Number of adopted directives
- Number of not adopted revisons
- Number of adopted Revisions
- Number of not adopted directives

Explaining the mismatch

- Changing ideological composition of EU Commission
- Relative weak power of Employment and Social Affairs DG
- Interinstitutional power rebalancing

Discussion and conclusion

- Poverty and social exclusion are not only a problem of the 'global South?
- Also inside the European Union, especially after the crisis, the phenomena are on the rise
- EU policy answer has not been satisfactory