Restructuring of markets, politics, and rights under the current crisis in Portugal

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Outline

- Introduction
- Contextualization
- Policies to combat the crisis
- Main trends in employment
- Case study: changes in public employment
- Discussion the changing of the citizenship regime

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Conceptual contextualization

- New phase of the globalisation process is shaping a different form to connect markets, politics and rights (Somers, 2010)
- Concept of citizenship regime (Jenson, 2007) can help us to guide our thinking about what is going on: "set of institutional arrangements, rules and understandings that guide and shape concurrent policy decisions and expenditures of states, problem definitions by states and citizens, and claims-making by citizens".

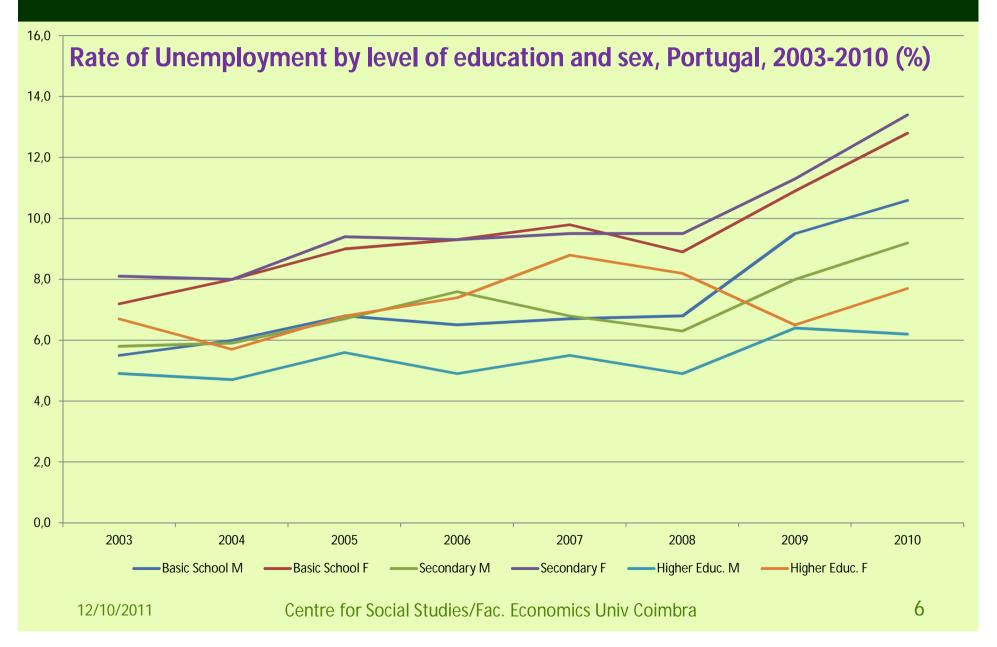
Empirical contextualization

- During the 90', the new governance deal assigned greater space to NGO and market-based decision-makers new forms of citizen involvement in and access to policy-making were initiated, in which rights were defined in general and flexible ways, to be given content in decentralized processes (Newman et al., apud Jenson, 2007).
- The social agenda configured since Lisbon the welfare responsibility mix in face of the recognition of the so-called new social risks that urged for improved parental leaves, childcare and other social supports to family life.
- The time to recognize the need to socialize reproduction costs had come, as low levels of European competitiveness and feeble sustainability of welfare regimes demanded for pro-activity.
- EU member-states seem to be taking advantage of the sovereign debt crisis to reduce their share in the welfare responsibility mix

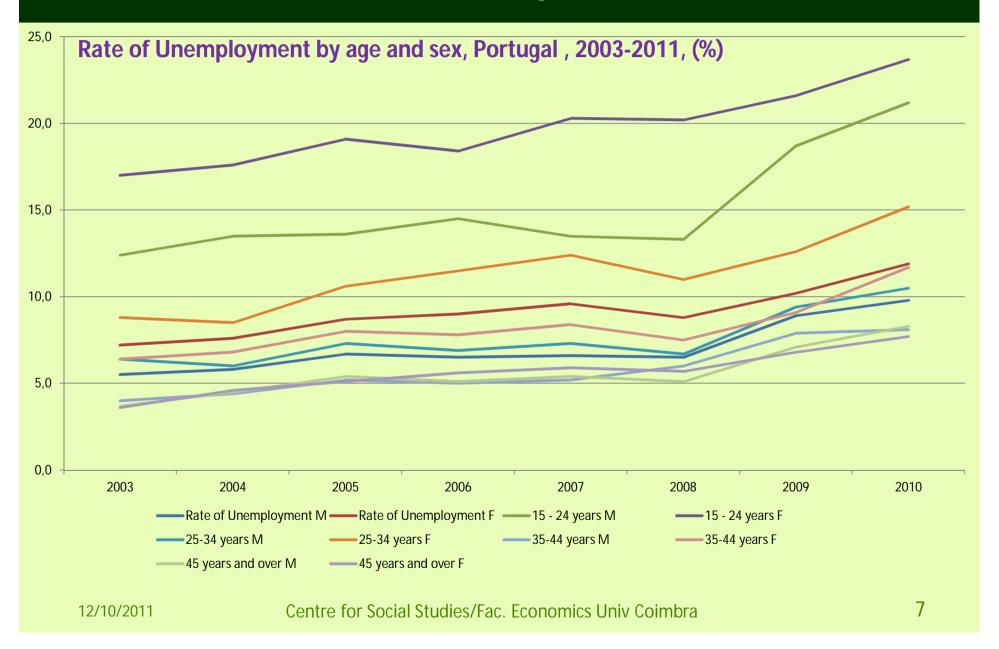
Main anti-crisis (?) Policies

- 1. Wage cuts and recruitment freeze
- 2. Restructuring of public administration
- 3. Freezing of lowest pensions and cuts in pensions over 1,500€
- 4. Cuts in social expenditure in family allowances and other social aids
- 5. Increase in civil servants contribution rate for social security
- 6. Extraordinary 2011 tax 50% of 14th month (above 485€)
- 7. Increases of VAT rates
- 8. Increases of transports, gas and electricity
- 9. Extension of daily working time (half an hour)
- 10. Deregulation of labour relations, easing of dismissals and flexibility of working hours and workers's mobility

Trends in unemployment - Groups



Trends in unemployment - Groups



Trends in unemployment - Sectors

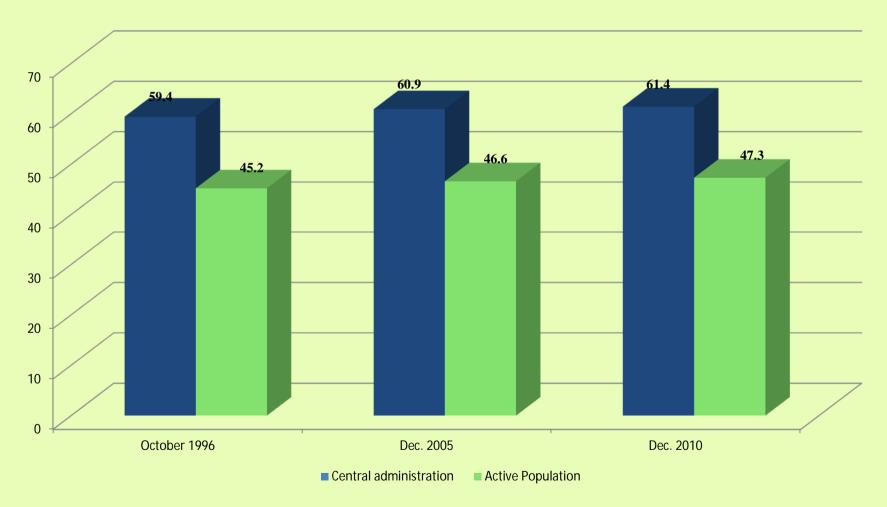
- Male employment was the first to be hit by the crisis, from January 2009 on; female employment started to be hit one year later.
- Employment gap between the employment rates of men and women closed slightly, because manufacturing (automobile sector) and the construction were the sectors more affected; men registered higher job loss.
- Men hold 2 in each 3 of the job positions loosed during 2009 and 2010.
- The segregation index and gender pay gap are increasing.
- The gender gaps in terms of quality and working conditions did aggravate – "feminization" of the labour force.

Trends in Public Employment

- Public sector represents 14% of overall employment
- High share of public sector in female employment
 - 21.8% of waged female employment
- Public sector is an important employer of graduate people:
 - 55.7% as comparing with 17% of overall employment
- The idea that civil servants are underworking and overpaid employees is widely spread; some studies show that:
 - Civil servants earn higher wages than in the private sector, specially in the lower and intermedium categories;
 - This premium is higher in the case of women;
 - Premium increased between 1995 and 2005 up to 26.5% (comparing to 12.9%, in the case of men).

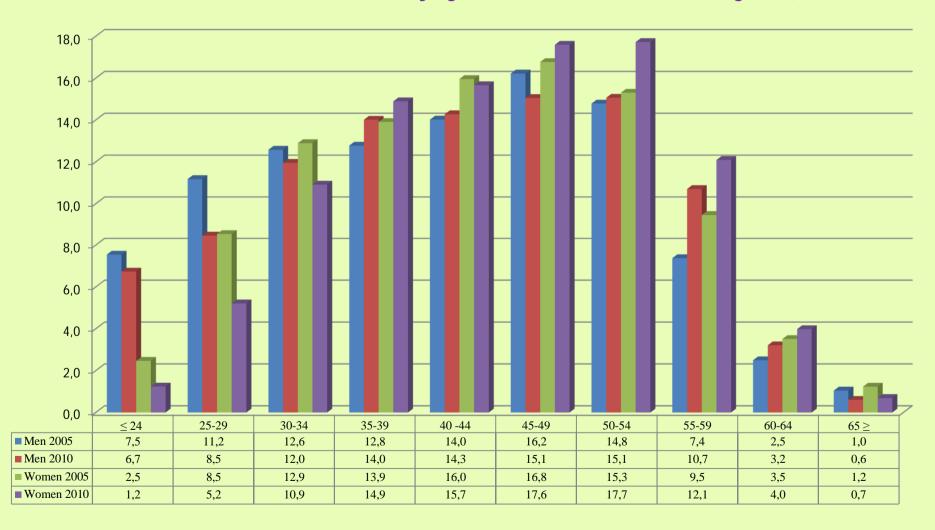
Feminization of public employment

Feminization of Central Public Administration Blue columns) and Active Population (green ones), Portugal, 1996-2010 (%)



Central Public Admin, by age and sex

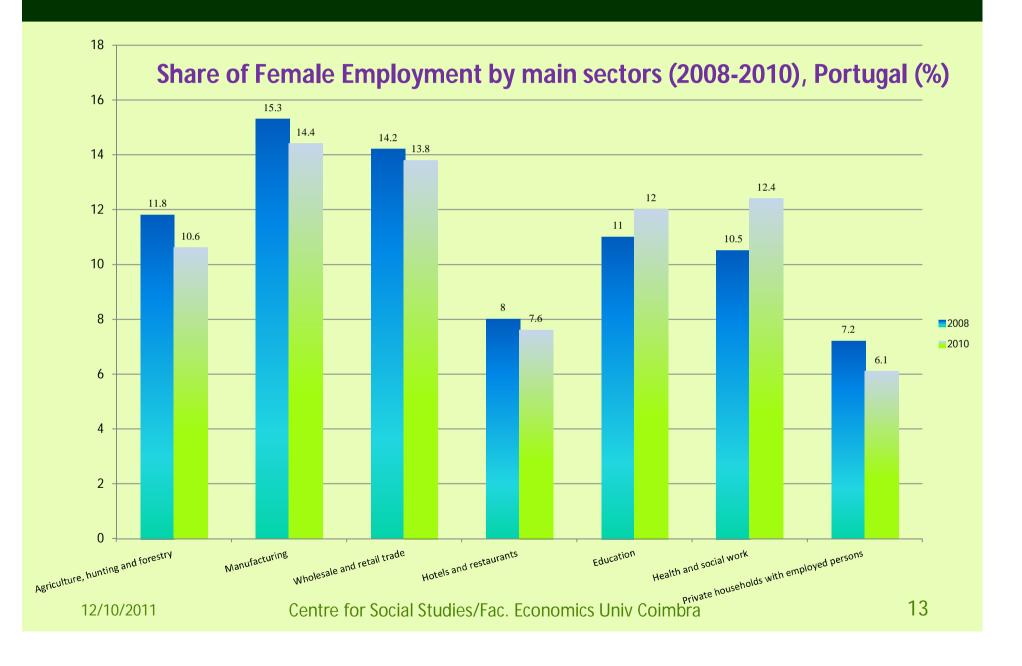
Central Public Admin. By sge and sex, 2005-2010, Portugal (%)



Turning off the damper of social inequalities between women

- Female civil servants contribute with 43% for their household income (2000)
 - Comparing to 33% of women working in private sector;
- Demand for domestic services decreases;
- Opportunities for low qualified women are decreasing;
- Inequalities between women are increasing;
- The overall gender inequality index is reduced.

Impact of changes



Where are we going from here?

- Policing the poor criminalisating poverty (Bauman, 2010);
- Socialization of bank risks and privatization of profits;
- Means-tested social protection scheme, accentuated by the crisis, increases family subsidiarity; reduces women's autonomy in the three important dimensions of the citizenship regime: the individual, the societal and the political.
- De-politicization of citizenship and gender regimes (Somers, 2010)
 - De-statization and contractualization of citizenship
- Back to familiatistic welfare regimes? Back to the Southern European welfare mix?

Thank you for your attention!

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