## World Social protection report 2017-2019

Universal social protection to achieve the Sustainable Development Goals



Wellington Chibebe Director ILO Dar Office for Eastern Africa 20<sup>st</sup> March 2018



2018

**Social** 

Protection

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#### **Global triggers:**

ILO Recommendation 202, CEB Initiative of Social Protection Floors Now: World Bank Group and ILO Universal Social Protection Initiative, SDG Targets 1.3 Social protection systems for all, including floors

#### Since the 2000s, universality has re-entered the development agenda. 2000. Universal primary education became an MDG 2012. UN General Assembly adopted a resolution endorsing UHC



#### "Now it is time for universal social protection"





International Labour Organization



#### World Social Protection Report 2017-2019



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Universal social protection to achieve the Sustainable Development Goals

2017-19

Global overview on trends in social protection systems, including floors, following a lifecycle approach

Social protection includes child and family benefits, maternity protection, unemployment support, employment injury benefits, sickness benefits, health protection, disability benefits, survivors' benefits and old-age pensions, in cash or in kind

New estimates on effective social protection coverage to monitor SDG target 1.3

Social protection in the Sustainable Development Agenda (SDGs) to leave no one behind



#### SDG Target 1.3:

"Implement nationally appropriate social protection systems and measures for all, including floors, and by 2030 achieve substantial coverage of the poor and the vulnerable"

Fully aligned with the ILO <u>Social Protection</u> <u>Floors Recommendation, 2012 (No. 202),</u> endorsed by the UN

SDG Indicator 1.3.1: Proportion of population covered by social protection systems and floors, by sex, distinguishing children, unemployed persons, older persons, persons with disabilities, pregnant women with newborns, work-injury victims and the poor and the vulnerable

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#### Social security is a universal human right, but...

Only 45%

of the world population is covered by at least one social protection benefit (SDG indicator 1.3.1)



SDG indicator 1.3.1

29%

71%

4 billion people (55%) are still unprotected

If we consider all areas of social protection from child benefits to old-age pensions

Only 29% of the global population has access to comprehensive social protection 5.2 billion people (71%) are not, or only partially, protected

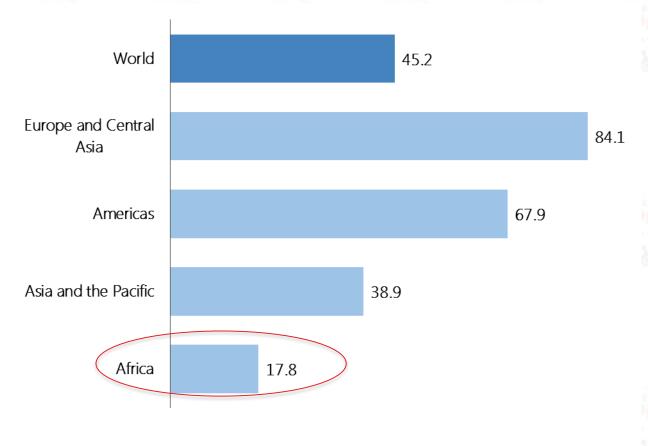
45%

55%

Source: ILO World Social Protection Report 2017-19, mainly based on Social Security Inquiry

#### Large coverage gaps, particularly in <u>Africa</u>, Arab States and Asia

SDG indicator 1.3.1: Effective social protection coverage, population covered by at least one social protection benefit (%)



The SDGs call for universal social protection. More efforts are needed to extend coverage and ensure adequate benefits

SDG indicator

Source: ILO World Social Protection Report 2017-19, mainly based on Social Security Inquiry

But developing countries rapidly expanding social protection - many achieved universal coverage

- Argentina
- Azerbaijan
- Belarus
- Bolivia
- Botswana
- Brazil
- Cabo Verde
- SChile
- China
- Cook Islands
- Georgia

Guyana

- Kazakhstan
- Kiribati
- Kosovo
- Kyrgyz
  - Republic
  - Lesotho
- Maldives
- Mauritius
- Mongolia
- Namibia

- South Africa
- Swaziland

- Tanzania (Zanzibar)
- Thailand
- Timor-Leste
- Trinidad and

900

700

500

300

100

2002 2003

2001

- Tobago
- Ukraine
- Uruguay
- Uzbekistan

Example: China Expansion of old-age pension coverage over 2001-2013

Number of people covered (in millions)

2004 2005 2006 2007 2007 2008

2010 2011

2012 2013





# Social protection for children and families













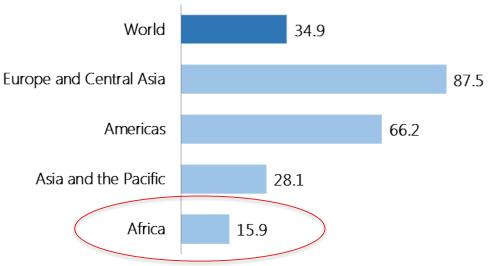


#### Almost two-thirds of children globally are not covered

### Without social protection, children:

- May not be able to go to school or access health
- Less well nourished
- At risk of child labor
- Lower human capital, lower future productivity

SDG indicator 1.3.1 on effective coverage for children and families



children/households receiving child/family cash benefits (%)

Only 35% of children worldwide and 16% in Africa enjoy effective access to social protection 1.3 billion children in the world

are still unprotected

SDG indicator 1.3.1

Source: ILO World Social Protection Report 2017-19, mainly based on Social Security Inquiry





- Universal social protection for children achieved in some countries, such as Argentina, Chile;
- Expansion of child benefits in Africa in recent years: South Africa, Lesotho, Namibia
- But some countries undergoing austerity or fiscal consolidation cut allowances, narrow-target to the poor and limit coverage, excluding children from their right to social protection







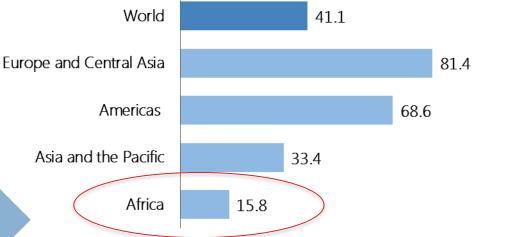
Social protection for women and men of working age

#### 59% of mothers with newborns remain uncovered

of mothers with newborns worldwide receive a maternity cash benefit

4%

SDG indicator 1.3.1 on effective coverage for mothers with newborns



Universal maternity coverage was achieved in Ukraine and Uruguay

Significant progress was achieved in Argentina, Mongolia and South Africa

Large coverage and adequacy gaps remain in many parts of the world

Mothers without benefits tend to deliver at home and work the next day

Parental leave (including paternity leave) also critical for gender equality women receiving cash maternity benefit in total number of women giving birth (%)

83 million new mothers are still unprotected



Source: ILO World Social Protection Report 2017-19, mainly based on Social Security Inquiry

#### 152 million unemployed workers are unprotected

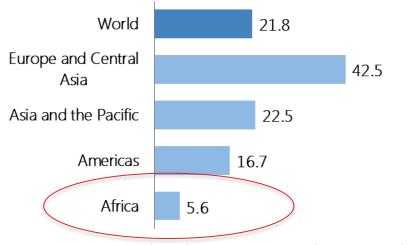
Only one in five unemployed workers worldwide are covered by unemployment benefits

Expansion of unemployment protection in various middle- and low-income countries, such as in Cabo Verde and Vietnam; Tanzania is considering

Scaling down of protection in other countries, often as a result of austerity policies

Unemployment protection can support structural change of the economy

SDG indicator 1.3.1 on effective coverage for unemployed persons



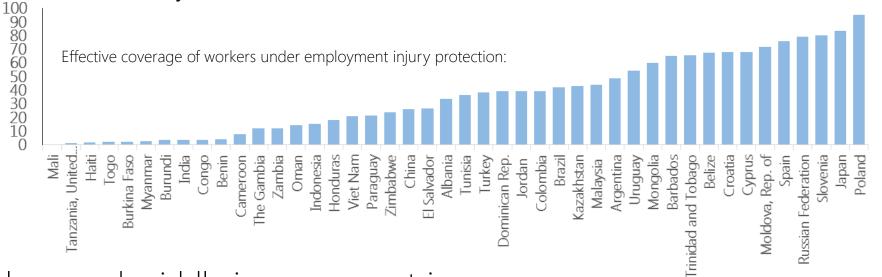
unemployed receiving unemployment cash benefits (%)

**0%** of unemployed workers worldwide are not covered



Source: ILO World Social Protection Report 2017-19, mainly based on Social Security Inquiry

#### Only a minority of the global labour force has effective access to employment injury protection More than 2.3 million people die from work-related accidents or diseases each year



In low- and middle income countries,

SDG indicator 1.3.1

large majority of workers are not protected in case of employment injury; the detrimental effect on productivity is direct

A number of countries move away from employer liability systems towards employment injury insurance systems

Korni (Herkorni)



□ Recognition of deficiencies of direct compensations by employers

- "One off" lump sum payments are not good enough for longterm income security or health care needs of permanent disabled
- Insufficient protection due to *insolvency or bankruptcy*, hence need for third party
- Insufficient prevention or rehabilitation activities
- Move towards social insurance by which employers pay collectively for (through risk sharing)
  - Tanzania have introduced Employment injury Fund in 2016
  - Malawi is in the middle of the implementation planning
  - Lesotho, Botswana, Swaziland under study



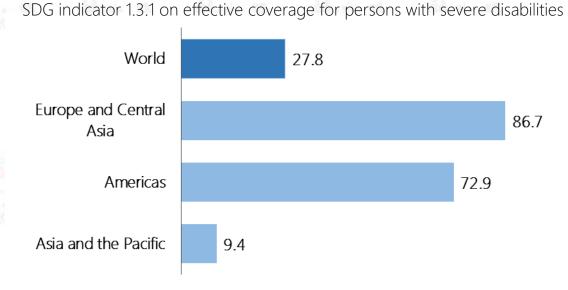
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Social protection for persons with disabilities

# 72% of persons with disabilities worldwide are not protected



Social protection for persons with disabilities ensures their income security, promotes independent living and access to decent work



persons with severe disabilities receiving a disability cash benefit (%)

SDG indicator 1.3

Only 28% of persons with disabilities have effective access to disability benefits



- Universal social protection for persons with disabilities:
  - has been achieved in: Brazil, Chile, Mongolia and Uruguay and
  - significant progress in extending disability benefits in countries, such as Kyrgyzstan, Nepal
- In Africa, <u>Social protection for all Disabled</u> <u>people</u> in need of protection <u>ensured</u> in Namibia and South Africa (State funded)
- Increased attention to Rehabilitation, & Inclusion frameworks in social security (contributory funds)













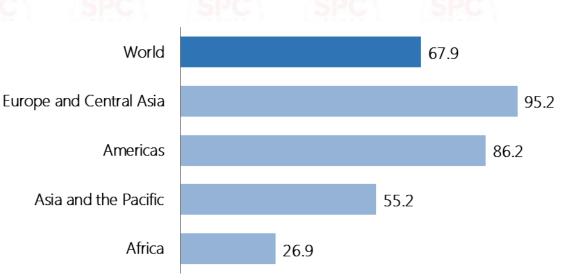


# Social protection for older persons

#### Significant expansion of old-age pensions



Old-age pensions are essential in ensuring income security for women and men as they grow older



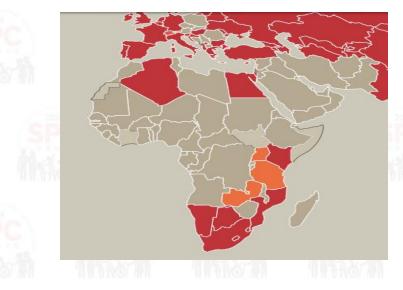
population above pensionable age receiving a pension (%)

68% of older persons receive a pension worldwide Only 20% of older persons in most low-income countries receive a pension SDG indicator 1.3.1

#### Main trends in social protection for older persons

 Universal pension coverage achieved in a significant number of countries, such as Argentina, Belarus, Bolivia, Botswana, Cabo Verde, China, Georgia, Kyrgyzstan, Lesotho, Maldives, Mauritius, Mongolia, Namibia, Seychelles, South Africa, Swaziland, Timor-Leste, Trinidad and Tobago, Ukraine, Uzbekistan and Zanzibar (United Republic of Tanzania)

• Expansion of non-contributory pensions in developing countries



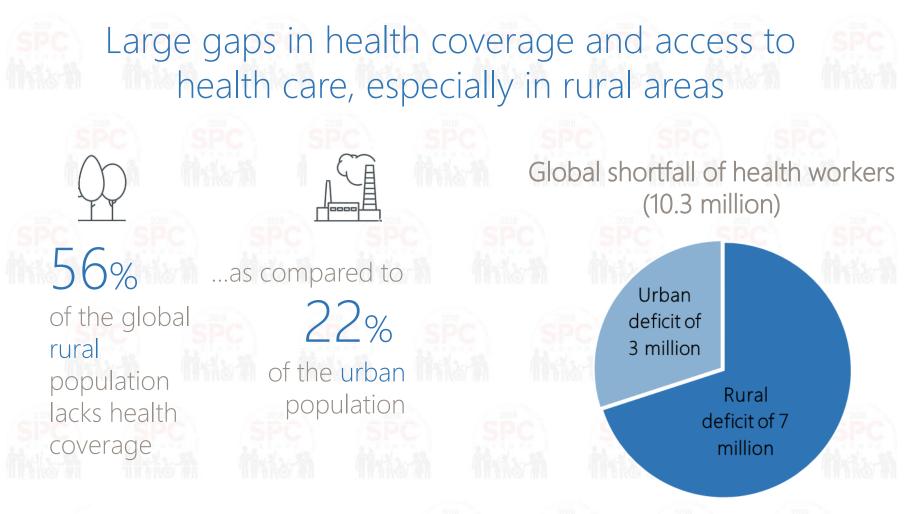
Uganda, Kenya, Tanzania (Zanzibar), Mozambique, South Africa, Lesotho, Swaziland, Namibia, Bostwana, Zambia *leading* in Africa

Source: ILO, World Social Protection Report 2017-19



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#### Health protection



Largest exclusions of rural populations are observed in Africa and Asia

In rural areas, per capita health spending is only half of that in urban areas

SDG 3.8



Main trends in health protection

- Universal health coverage China, Colombia, Rwanda and Thailand. Many other countries advance quickly towards universal health coverage
  - Importance of extending health workforce.
  - Combination of state funded and contributory social insurance efforts

# More policies in Africa refer social protection floors than ever

# How to consolidate social protection systems and floors?



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# (1) Strengthening inclusive social protection systems, including floors:

- persons with disabilities,
- indigenous peoples,
- persons living with HIV/AIDS etc.
- social protection for migrants



Half of the global workforce is in informal employment, many temperating rural areas

**2**) Extending coverage to those in the informal and rural economy and facilitating their transition to the formal economy

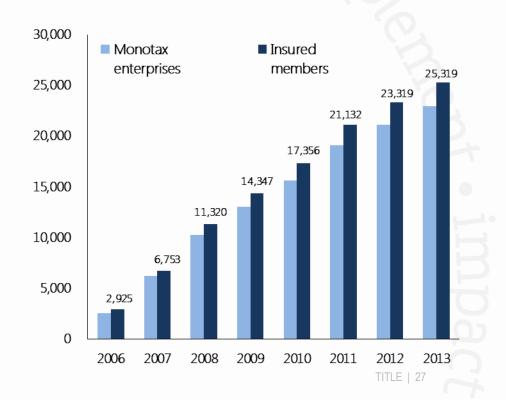
Coverage can be extended through

- social insurance and State funded mechanisms,
- with focus on different economic value chains



#### A GOOD PRACTICE

 Increase in coverage of microenterprises through Uruguay's single tax and social security contribution mechanism



#### (3) Promoting a Culture of Social Protection in Eastern Africa





#### **THE KAMPALA DECLARATION.**

WE, the Ministers and other Heads of Delegation having met on the Occasion of the 10th ECASSA Social Protection Policy Makers Conference on Transforming Social Security from Theory to Practice in Kampala on the 24th of November 2017, declare that:

- 1. It is essential to build and entrench the culture of social protection through education in all member states from the primary level to University and throughout adulthood.
- 2. Extend social protection coverage to the entire population and widen the scope of the benefits in all member states through legislation and policies.
- 3. Social protection being a right enjoyed by every citizen, each member state should develop policies that guarantee a social protection floor for all citizens.
- 4.Strengthen regional cooperation through peer reviews and benchmarking for the purposes of sharing best practices.
- 5. To leverage on technology to ensure cost efficient and effective delivery of social protection services in particular to the informal sector.





