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### ACTIVATION POLICIES FOR MORE INCLUSIVE LABOUR MARKETS

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# Active inclusion requires that ALMPs be integrated into an overall activation policy

Addressing demand-side barriers and expanding employment opportunities for current and potential jobseekers



Intensive case management, placement services and participation in ALMPs to increase employability

Ensuring that current and potential jobseekers have the motivation to seek work



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# A special effort is needed to motivate persons distant from the labour market

#### Tax and benefit policies must ensure that "work pays"

Persons far from the labour market may need intensive help to overcome discouragement

"Mutual obligations" frameworks apply to recipients of unemployment and other benefits

But conditionality must be applied with care to less job ready persons



### EMPLOYABILITY



# Employability requires major investments for persons distant from the labour market

Intensive (and expensive) forms of ALMPs will more often be required These include remedial education and vocational training, as well as protected work

For disadvantaged youth, intensive residential programmes have shown good results Integration programmes for migrants often include language instruction and skills recognition



### OPPORTUNITIES





Demand-side measures to improve employment opportunities are often needed for persons distant from the labour market

#### The PES needs to work effectively with local employers

Hiring subsidies may be required for some persons requiring special on-the-job accommodations

It is also important to involve employers in prevention (e.g. when mental health issues arise) Keeping overall unemployment low is a precondition for activating less job ready persons



### POLICIES AND INSTITUTIONS



Effective and efficient labour market policies and institutions: The PES needs help to activate persons distant from the labour market

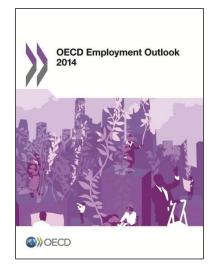
The PES can typically assist the newly unemployed on its own Persons further from the labour market require a wider mix of services

A key institutional challenge is thus to provide <u>integrated</u> services

For example, medical, housing and employment services

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