### **Beyond Activation?**

# Factors that impede or faciliate post-crisis labour market and welfare adjustment

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The Political economy of labour market policy reform
Labour Activation in Times of High Unemployment
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### Emergence of activation

Nordic universalitstic ex-ante approach
 employment flexibility and security

-Anglo-Saxon ex-post activation to limit benefit dependency

-EU – Flexicurity employability replaces security

## EU 'flexicurity' relies on Relaxing EPL and welfare to increase employment rates

Resilient economies rely on a broader policy-mix

But also face problems

#### What lessons?

- Activation has limits
- institutional frameworks
  - Fair distribution of burden
- Labour market segmentation
- Employment security necessary

### Conclusions Policy review necessary

- Perverse effects of segmentation
- LLL: better jobs + less skill mismatch
- Flexible use of strategy components
- Social safety net in changed LM
- « Reinvent » social dialogue
- Focus on labour demand +SMEs
- Global policy coordination