



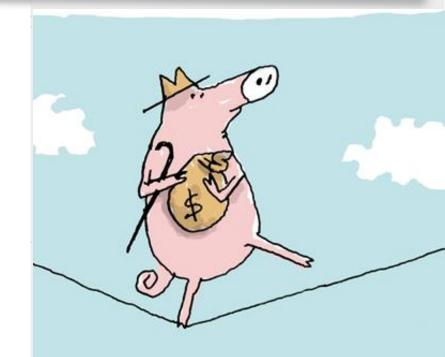


### **BACKGROUND LABOUR MARKET**





- Financial and economical crisis
   2008
- Youth unemployement up to 25% in 2012
- Demographic situation/ageing workforce
- Increase of retirement age 65<sup>1</sup>67 in 2012



#### **BACKGROUND GENERATION PACT FNV**





New policy to find pragmatic and viable solutions:

- Redistribution of employement to create opportunities for create decent jobs and/or recruitment of youngsters.
- Sustainable employement opportunities; solution for irregular working hours and strenghtening circumstances
- More balanced demographical workforce
- Transfer of knowledge between generations



# GENERATION PACT "PACT BETWEEN GENERATIONS"



#### **GENERATION PACT**



Generation Pact =

different forms of shorter working time elder workers

+

re-occupation by young workers

#### **MOST COMMON GENERATION PACT**



### **Generationpact:**

- Workers from age 57+ are allowed to work <u>voluntarily</u> 80% with 90% payment and 100% pension accrual
- Re-staffing in decent jobs is obligatore (by youngsters).









- Shortening working time as such
- Reducing working time as part of pre-pension system



# ACTUAL FIGURES: REDUCTION OF WORKING TIME & GENERATION-PACT

77	77
	1
	1

Sectoral and company agreements	Reduction of working time (any form) agreements	Generation-pacts (including re- occupation)
Public sector	16	10
Private sector	52	12
<ul> <li>Services (part of private sector)</li> <li>(bank, insurances, accountancy etc.)</li> </ul>	- 9-	- 2-

# INSPIRATION IN PRACTICE: GENERATION PACT WETTERSKIP FRYSLAN



- Wetterskip Fryslan, 600 employees;
- Start since summer 2017, duration 2 years (for the time being)
- 100 workers aged 60 ≥ can apply voluntarily for:
  - 80 % working time,90 % pay, 100 % pension accrual; or
  - 60% 80% 100%; or
  - **-** 50% **-** 75% **-** 100%.
- 60 workers from different income levels applied; 19 fte employment opportunities for



# INSPIRATION IN PRACTICE: GENERATION PACT CITY OF THE HAGUE



- City of The Hague (> 7000 workers) Local government
- 60% working time -80% pay -100 pension accual
- Untill 21-12-2017: > 500 workers applied and 100 new decent jobs
- Positive (side) effect:
  - Flow through the organisation (mobility)
  - More junior/medium positions (youngsters)
  - Reduction of salary costs (0,4 fte reduction, reduction of costs 0,17 fte, caused by lower payment of youngsters)

### **SUCCES-FACTORS IMPLEMENTING GENERATION PACT**





#### **ACTUAL OBSTACLES**



### Sustainable working times for elderly, but:

- Youth un-employment is reducing, Problems restaffing, shortage employees
- Be aware of extra workload for collegues
- Take care for workers in less paid jobs!
- Generation Pact as a tool for reorganisation.
- Positive: workers are really interested in possibilities for working time reduction and creating decent jobs

### REDISTRIBUTION OF WORK AND INCOME



Generation pact is contributing to one of the issues of the FNV Congres 2017:

"The next 4 years we will try to realise working time reduction including a full replacement of vacancy and full payment."



17 SEPTEMBER 2018 13

# **THANK YOU**





Carla Kiburg

Bestuurder FNV Finance
Union official FNV Finance

T +31 88 36 82 423

Carla.Kiburg@FNV.nl

## **THANK YOU!**



Andrée Ruiters Policy Advisor Working Times FNV

Andree.Ruiters@fnv.nl

