## Peter Bartelheimer Capability and public employment services

HDCA, TG Work and Employment Webinar: Capability as informational basis for work and employment politics 21<sup>st</sup> April, 2021

# CAPRIGHT: »Integrated Project« – but really quite diverse

## ■ WP 3 – a laboratory of thought on capability in working lives

- Intervention of public employment service (PES) in situations of unemployment
- Bring in life course research

## Period publications

- »Individual working lives and the capability approach«,
  »Transfer«, Vol. 18 (1) (2012)
- »Sen-sitising life course research?« Actes du Séminaire CAPRIGHT, Goettingen 2008

### Later work

- Socio-economic reporting (quantitative)
- Program Monitoring and Evaluation

## Two thoughts on framing the capability perspective

## Capability was a dissenting view

- Activation paradigm was in its prime, prescribing outcomes
- In program evaluation, concern with individual agency was often not shared by contracting agencies

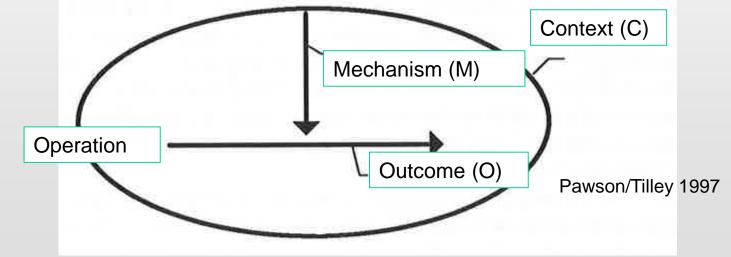
## Being a paradigm, capability is incompletely theorized

- Application to situations of unemployment is in need of complementing theories
- Particularly helpful:
  - Sociology of the life course
  - Sociology of interactive (co-productive) service work
  - Labour market theory, e.g. job search and segmentation theory
  - Account of employment and care work in households
  - Account of firm-based employment systems

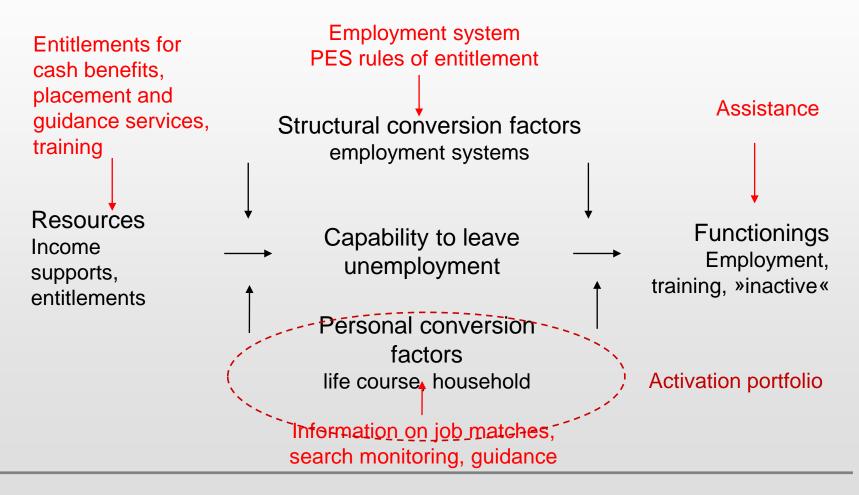
## Two points on method

#### Service work needs to be observed

- Non-participant observation (~ 250 jobseeker interviews in ~50 agencies)
- Techniques to invite reflection of interactions
- An alternative to randomized control-group designs: realistic evaluation
  - Operations trigger mechanisms, effects contingent on context



## Standard model of institutional intervention on employment capabilities



## Comments on standard model (1)

## Capability space

- »capability to leave unemployment« an intentionally slim concept?
- Two contested accounts:
  - Unemployment is involuntary (mobility / turbulence is imposed)
  - Situations of unemployment are biographically critical key points
- »Employability« is a contested concept
- Individually valuable exits are intrinsically valuable and instrumental for other capabilities (cap. for work, professional development)

#### Resources

- In activation, income supports are disincentives (moral hazards, lock-in)
- In capability perspective, they are basic necessity and search subsidy
- Comparison Germany / Spain compared to strong activation regimes, transfers are »capability friendly« by default

## Comments on standard model (2)

#### Personal conversion factors

- Labour fource is life course sensitive (cumulative functionings reflecting a set of capabilities, evolving over time)
- Households enter into exchange between workers and employers
- Activation locates the »damaged good« exlusively here

#### Structural conversion factors

- Conversion is co-production
- Business process of guidance and placement services and »operation models« of case workers can be »fertile« or »corrosive« on conversion
- PES intervention in matching, labour market regulation needed

#### Outcomes

- Individually valuable outcomes vary
- Three outcomes are institutionally defined

## Comments on standard model (3)

#### • A template for reflexion on intervention models

- PES operations are managed interactions of case workers and unemployed (underemployed) workers
- All factors of the »conversion function« can be points of intervention
- To be efficient, intervention portfolio needs to be tailored (person centered)
- Selection of objects of intervention can be normatively biased

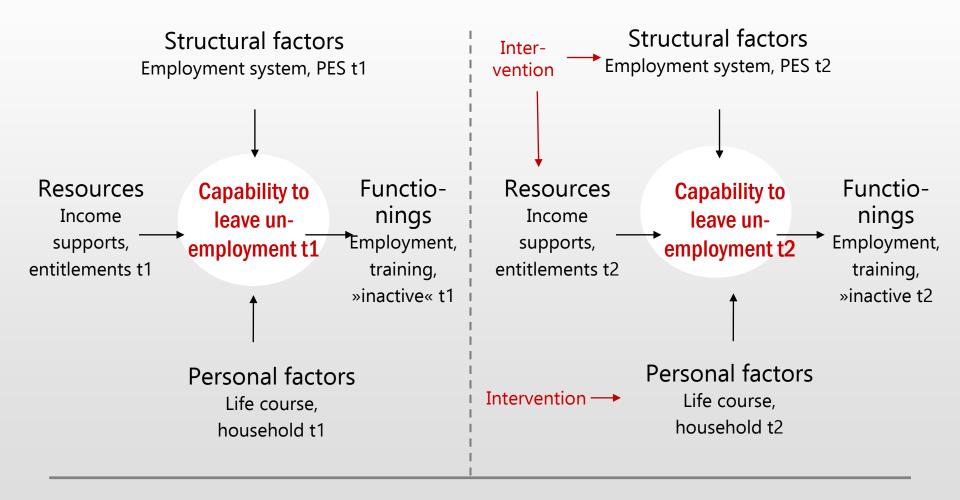
## Static model is not enough

- Unemployment, labour market transitions are sequentially ordered, proceed over time
  - E.g. episodic, recurrent, continous
- Cumulative evolution of capability is insufficiently theorized in capability approach

## How to bring sequence into the standard model

State / Episode t1

State / Episode t2



## Why this may matter (1): Has activation passed its prime?

#### Mass produced monitoring of job search strains PES resources

- Persistent long.term unemployment raises doubts about effectiveness
- A tendency towards more segmented client services
  - More intensive, comprehensive support for target group
  - E-channels (»virtual labour market«) are used for routine matching

#### Specialisation of recruitment services for employers is less rigid

- Financial incentives or special advisory services serve as leverage on recruitment
- Comprehensive support for disadvantaged jobseekers include intervening with employers in favour of individual jobseekers

#### Growing doubts about the macro-economic effects

– Is growing inequality to high a price to pay?

## Why this may matter (2): Beyond activation – towards a new paradigm for public employment?

- Offer public career guidance over the course of working life from rhetoric towards implementation
  - Revaluation of counseling in context of placement services
- **Facilitate co-production by clients as a service resource** 
  - The new counseling standards of the Federal Employment agency a strategy for quality management besides performance indicators
- Interest to retain and rebuild PES qualification for counseling and comprehensive casework
- Need for a new normative key concept
  - Increase options for individually valuable exits from unemployment
  - Demand-driven individualized assistance in conversion
  - Use a comprehensive portfolio addressing resources, personal and labour market conversion factors and targeted assistance