

Domestic work reforms: Proposals, Goals, Impact



European Care Strategy

Communication 440/22

Improving long-term care systems in Europe after the difficulties emerged during the pandemic.

Recommendation 14785/22

Early childhood and education

Recommendation 13948/22

Long-term care services (Long-Term Care)

Demographic challenges

Population over 65 in EU 27



Focus areas

Social dialogue, working conditions, skills, legal migration

Critical issues (EFSI opinion)

Exclusion of non-Long Term domestic workers (difficult distinction); Informal work not considered

National plan to combat undeclared

work

RRP Mission 5/1 Adoption of a National Plan to combat undeclared work (three-year period 2023-2025),

February 2022 Board of experts December 2022 Action Plan June 2023 Start of work

5 Actions for domestic work

- Creation of a dedicated portal on the INPS site
- More targeted use of the helplessness allowance
- ISEE-related bonus to cover documented expenses (full deductibility)
- Review and streamlining of the Family Record Book
- Voucher Reinstatement (for individuals and families only)

Dependency reform

RRP Mission 6/2 Innnovation, research and digitalization of the National Health Service

October 2022 First delegated Law Decree March 2023 Delegated Law 33/2023 I quarter 2024 Implementation decrees

What's new

- New governance: National system for the dependent elderly population;
- Universal benefit for dependent elderly in lieu of helplessness allowance;
- Reorganization of facilitations;
- Training and assessment of operators



Domestic Work Employer Families

977,929 Domestic work Employer Families (2022)

2021-22 -6.6%

Italians 94% Non-EU 4% EU foreigners 2%

> Women 57% Men 43%





100,353 Severely disabled persons (10.3%) 3,265 Priests (0.3%)

228,526 Cohabitation (23.4%) 19,959 Spouse or relative (2.0%)

Regular employers (109 per 100 workers) 978,000

Irregulars (estimated 51.8%) 1.1 million

Age		
classes	; ₩	M
<60	27.4%	36.2%
60-69	15.7%	18.7%
70-79	15.2%	16.3%
80+	41.7%	28.7%

Sources: INPS, ISTAT

Sources: DOMINA

Contract management

10.6% Advance of extra month's salary

32.0% Extra bonus to wage floor

64.6% Relationship over 5 years

1.9% Rest day No Sunday

Total employers (estimate) 2 million



Payment

38% Cash 32% Variable 27% Transfer 3% Checks



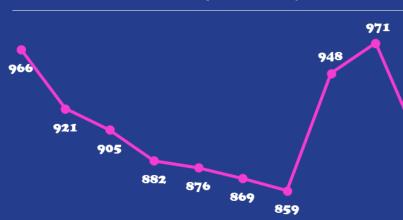
Termination

52% Resignation
26% Dismissal
12% Death of care receiver
9% Contract termination
1% Just cause



Domestic Workers in Italy





2019-21 2021-22 Total +13.0% -7.9% Men +51.8% -18.3% Women +8.0% -6.0% Caregivers +10.2% -5.6% usekeepers +15.6% -9.9%

Housekeepers +15.6% -9.9% Italians +13.0% -6.6% Foreigners +13.0% -8.4%

Sources:

Sources: INP

Average age (years)

Total domestic workers Housekeepers Caregivers

More than 40 hours a week Total workers Housekeepers Caregivers

Total workers (2022 estimate) 1.85 million

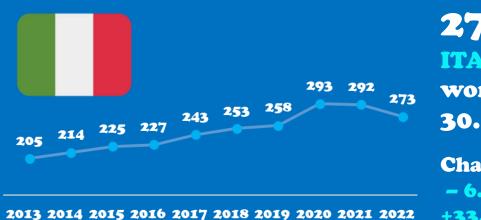
Regular workers 894,000

894

Irregular workers 961,000



Focus on Domestic Workers of Italian nationality

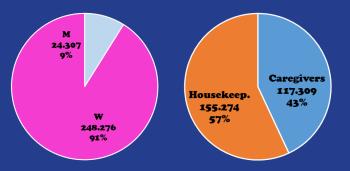


272,583

ITALIAN domestic workers (2022) 30.5% of the total

Change

- 6.6% 2021-22 +33.0% 2013-22



Women workers 1,311 Italians 4,064 foreigners

domestic Italian workers **39,429 Sardegna** 33,957 Lombardia 24,243 Lazio **22,098** Toscana 21,630 Piemonte **18,701** Veneto 18,041 Campania 16,635 Sicilia 15,277 Emilia-R. **15,229** Puglia

Av. age 50.8 W 47.9 M Age distribution

<30	5.8%	13.2%
30-39	9.7%	15.1%
40-49	21.9%	19.1%
50-59	40.6%	28.7%
60+	22.0%	23.9%

Sources:

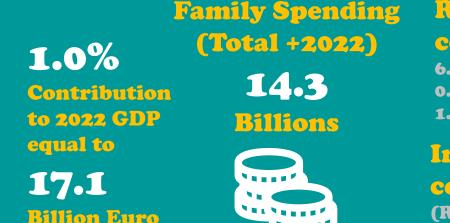
Incidence % Italians / Total

82.2% Sardegna **31.7%** Piemonte 61.1% Molise 29.9% Friuli V.G. 29.2% Liguria 51.6% Puglia 50.6% Basilicata 28.6% Umbria 46.7% Sicilia 28.3% Toscana 46.7% Abruzzo 27.7% Trent. A.A. 26.8% Veneto **43.9%** Calabria 36.3% Campania 19.7% Lazio **33.7% Marche** 19.5% Emilia-R. 32.8% V. Aosta 19.4% Lombardia

Sources: INPS



Economic and fiscal impact of domestic work



Regular component 7.7Bn

6.1 Remuneration 0.5 Severance pay

1.1 Contributions

Irregular

component 6.6Bn

(Remuneration Only) 3.6 Caregivers 3.1 Housekeepers



8.8 billions Saving for the State (0.5% of 2022 GDP) Thanks to family spending

(% of 2020 GDP) Pension spending 18.4% Italy 13.4% EU27

Family and Disability Spending 3.0% Italy 4.7% EU27 **Current public expenditure** for Long-term care 24.5 billions

Public expenditure WITHOUT family spending Increased number of elderly in facilities 33.3 billions

Impact on Countries of origin Remittances from Italy (2022) Romania 499 M Ukraine 239 M Philippines 623 M Peru 291 M Moldova 139 M

Sources: EUROSTAT, INPS,

Bank of Italy



Domestic Work in the Italian Regions

Domestic work

employer families

185,968 Lombardia	31,679 Puglia
159,316 Lazio	24,727 Marche
63,391 Toscana	20,321 Friuli V.G.
79,966 Emilia-R.	19,541 Umbria
72.399 Piemonte	14,175 Abruzzo
71,040 Veneto	12,997 Calabria
53,759 Sardegna	11,745 Trent. A.A
52,048 Campania	3,662 Basilicata
43,648 Sicilia	2,069 Molise
33,720 Liguria	1,726 V. Aosta

Impact on regional GDP

- 3.7 bn Lombardia (1.1%)
- **2.3 bn Lazio (1.4%)**
- 1.5 bn Emilia-Romagna (1.1%)
- 1.3 bn Piemonte (1.2%)
- 1.3 bn Toscana (1.4%)

17.1 bn Italy (1.0%)



Sources: INPS, ISTAT

Domestic workers per 1,000 inhabitants

30.2 Sardegna 21.6 Lazio 21.3 Toscana 21.1 Umbria 20.3 Liguria 17.7 Emilia-R. 17.6 Lombardia 15.1 Italy



Housekeepers

Lombardia 104,291 Lazio 85,088 Piemonte 35,358 Toscana 34,281 Emilia-R. 32,544

Italy 464,873

Caregivers

Lombardia 70,322 Emilia-R. 45,739 Toscana 43,858 Lazio 38,069 Veneto 37,306

Italy 429,426

Sources: INPS

Ranking Province

% Women

95% Rovigo 94% Udine 94% Ferrara

<mark>% Men</mark>

28% Palermo 27% Messina 23% Napoli

% Foreigners

85% Milano 83% Roma 82% Bologna

% Italians

88% Oristano 87% Nuoro 82% Cagliari

Domestic workers

- per 1,000 inh.
- 34.1 Oristano
- 33.1 Nuoro
- 32.1 Cagliari+South Sard
- 31.5 Milano
- 26.2 Roma
- 26.0 Ascoli P.
- 25.9 Firenze

Sources: INPS