

OECD GENDER INITIATIVE:

Gender equality in Education, Employment and Entrepreneurship

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This presentation covers three broad topics:

1. Gender and socio-economic outcomes

2. Policy objectives and policy levers

3. Looking ahead

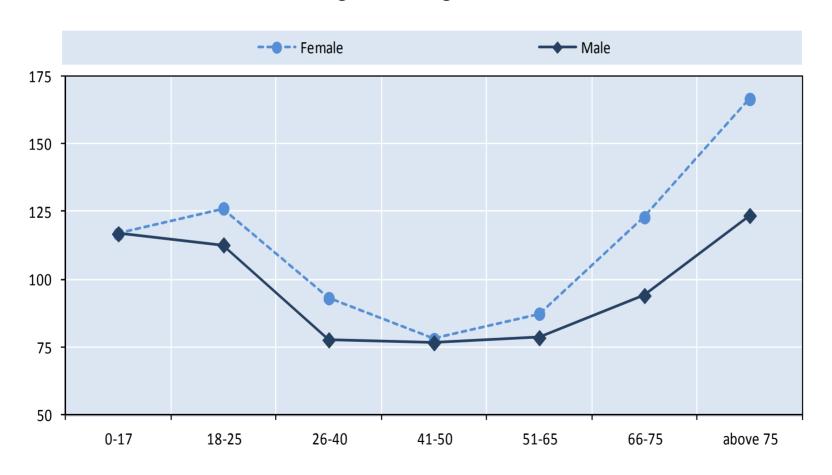


1. Gender and socio-economic outcomes

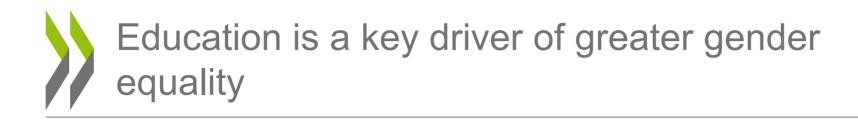


Women are more likely to be poor: especially when they get older

Relative income poverty by gender as measured against 50% of national median equivalised income, unweighted average across OECD countries.



Source: OECD (2008), Growing Unequal?



 Increased education accounts for about half the economic growth in the OECD over the past 50 years.

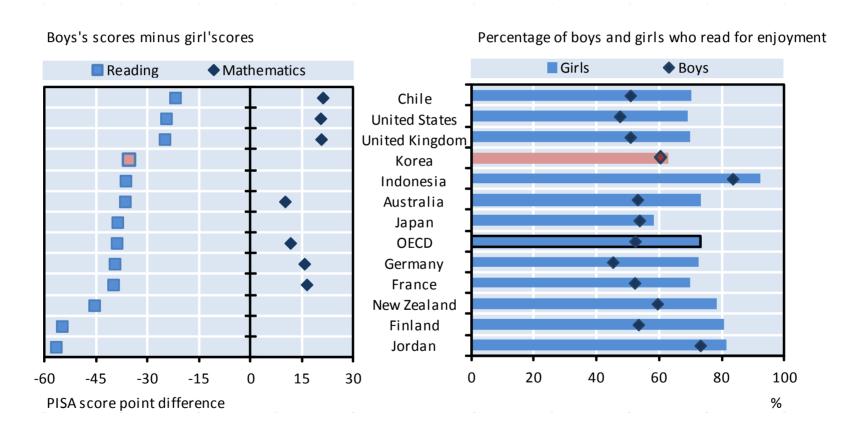
 Greater gender equality in educational attainment has a strong positive effect on economic growth.

Great strides have been made but challenges remain



Girls top boys in reading but lag a bit in mathematics. Attitudes play a key role.

PISA students score point differences and survey responses.

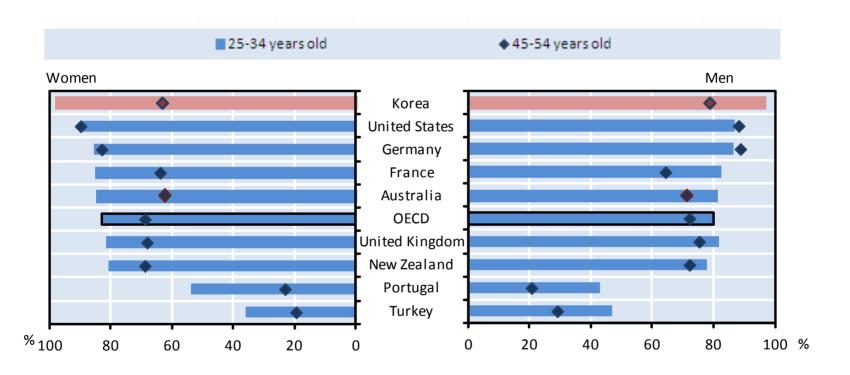


Right-hand panel: the difference between girls and boys in Korea is not statistically significant Source: OECD (2012), *PISA 2009 database*.



Women are nowadays often better educated than men.

Percentage of the population that has attained at least upper secondary education by age, 2009

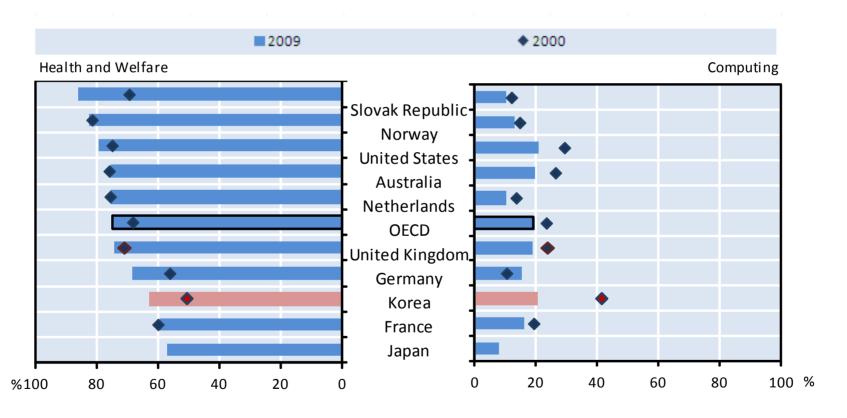


Source: OECD (2011), Education at a Glance 2011



But are more likely to graduate in the arts and humanities rather than science

Proportion of tertiary degrees awarded to women in 2000 and 2009

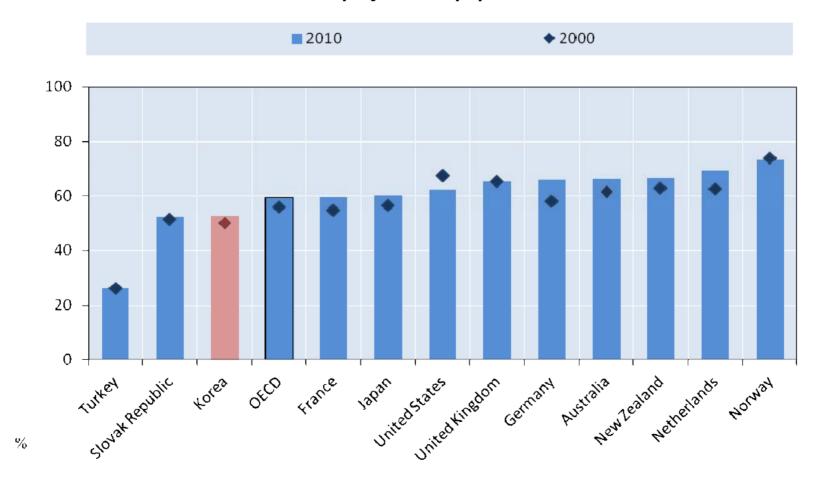


Source: OECD (2012), *Gender Equality in Education, Employment and Entrepreneurship* (www.oecd.org/gender)



Female employment has grown

Female employment-to-population ratio

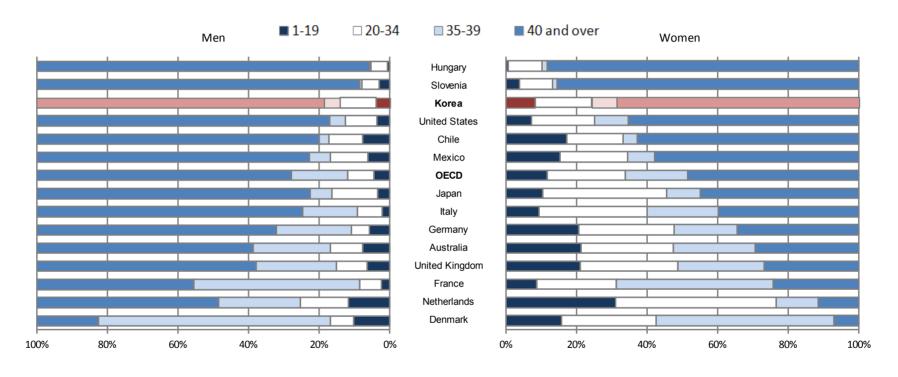


Source: OECD (2012), Employment Outlook.



But women are working long hours

Usual hours worked per week in the main job, 2010

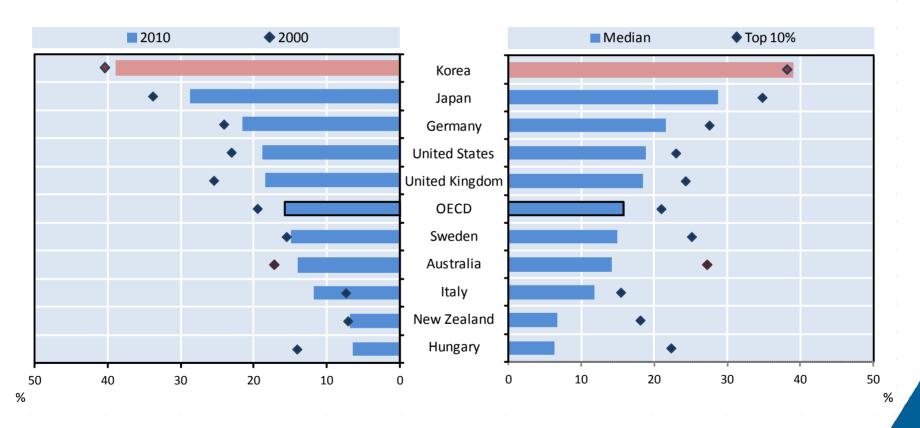


Source: OECD (2012), Employment Outlook.



Gender wage gaps have declined, but remain significant

Gender wage gap: the difference between male and female wages divided by male wages at the median and at the 9th decile of the earnings distribution.

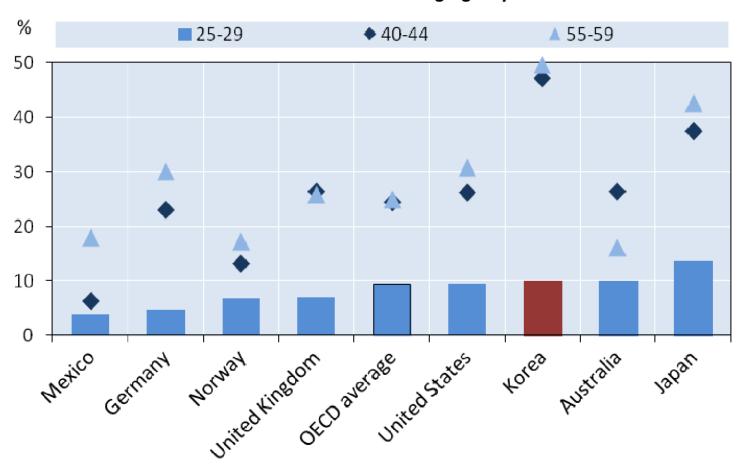


Source: OECD (2012), *Gender Equality in Education, Employment and Entrepreneurship* (www.oecd.org/gender)



And increases with age

Gender wage gap: the difference between male and female wages divided by male wages at the median for different age groups



Source: OECD (2012), Gender Equality in Education, Employment and Entrepreneurship (www.oecd.org/gender)

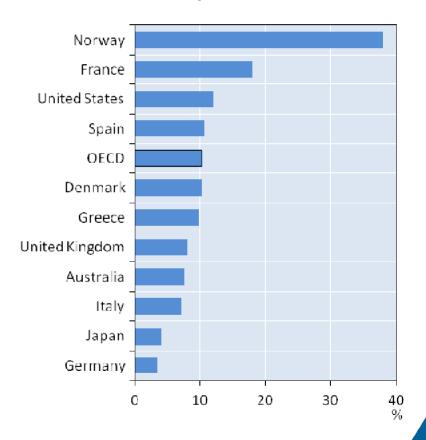


Women also face barriers in developing new businesses

Across the OECD, about 30%
 of businesses are owned by
 women, but less than 10% of
 the largest companies are
 majority-owned by women.

 Women-owned businesses have lower returns, as they start with limited management experience and spend less time on their businesses.

Share of women on boards in listed companies, 2009





2. Policy objectives and policy levers



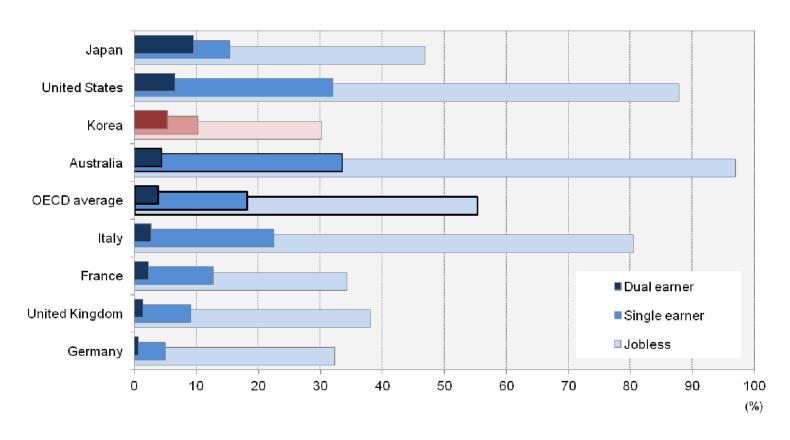
Gender equality is both a moral as well as an economic imperative

- Fairness and equity: equal opportunities in fulfilling individual aspirations – women economic empowerment.
- Policies to help men and women reconcile work and family life are key to fulfilling personal aspirations:
 - Pursuing labour market opportunities
 - Enabling people to have children at their preferred time
 - Reducing family poverty and enhancing child development
- A more efficient use of economic resources mobilises hitherto unused labour supply, improves family resources, strengthens the tax base, and promotes economic growth.



Dual-earner couples are far less likely to be poor than other families with children

Poverty rates among households with children by employment status of adults, 2008*

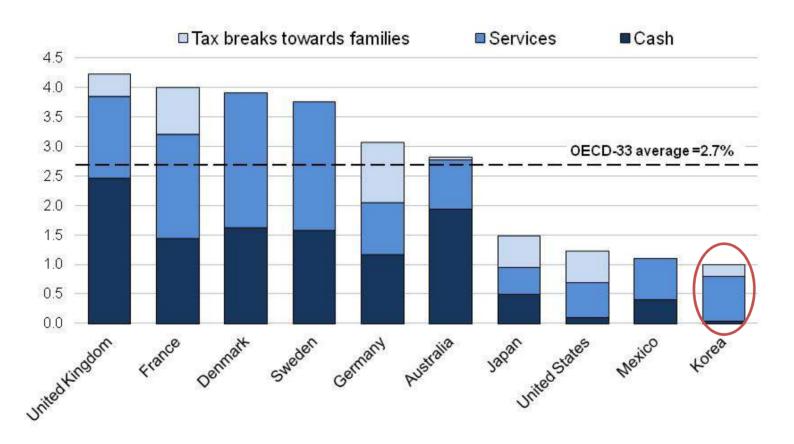


^{* 2010} for Australia (provisional data); Countries are ranked by decreasing poverty rates among dual earner households; a household is poor if equivalised income is below 50% of national median equivalised income, For single earners and jobless households, data includes both sole parent and couple families. Source: OECD (2012), OECD Income and Poverty Database, provisional data.



Different emphases in underlying objectives lead to different national policy mixes

Public spending on family benefits in cash, services and tax measures, in per cent of GDP, 2009



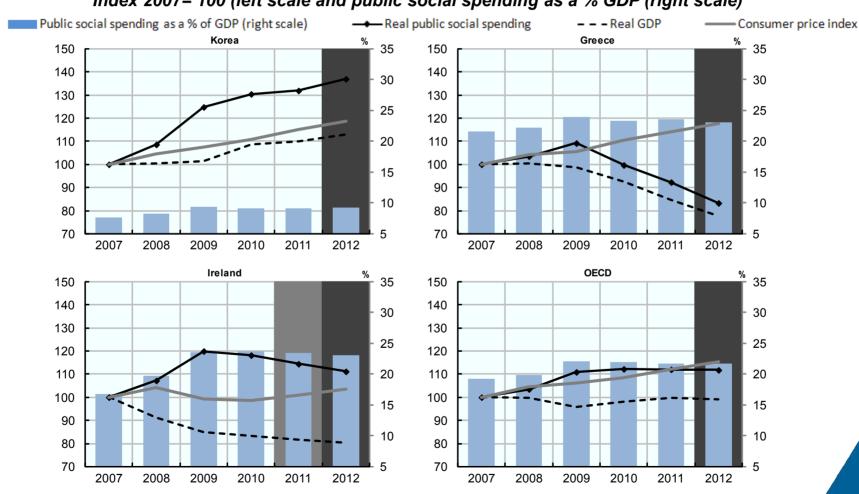
Notes: Public support accounted here only concerns public support that is exclusively for families

Source: OECD Social Expenditure database (www.oecd.org/els/social/expenditure) provisional data



Social spending has increased during the crisis

Annual growth in real public social spending and real GDP, Index 2007= 100 (left scale and public social spending as a % GDP (right scale)



Source: OECD Social Expenditure database (SOCX, www.oecd.org/els/social/expenditure), Is the European Welfare State Really More Expensive? Indicators on Social Spending, 1980-2012; and a Manual to the OECD Social Expenditure Database (SOCX) OECD Social, Employment and Migration Working Papers

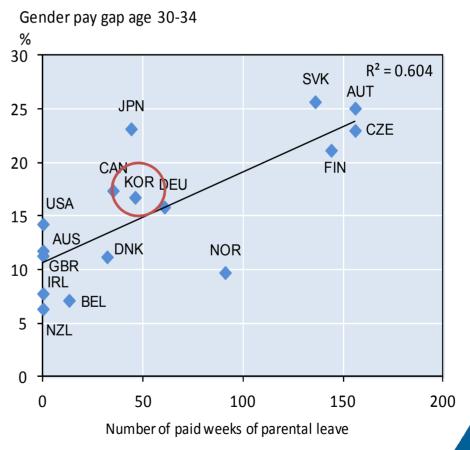


Extending parental leave increases female employment, but is often bad for careers

The OECD gender report shows that extending paid leave, increases:

- Female-to-male employment ratios
- Weekly working hours (reduces PT work)
- Gender pay gaps among full-time earners.

Gender pay gap and paid parental leave (supplementary to paid maternity leave), 2008*

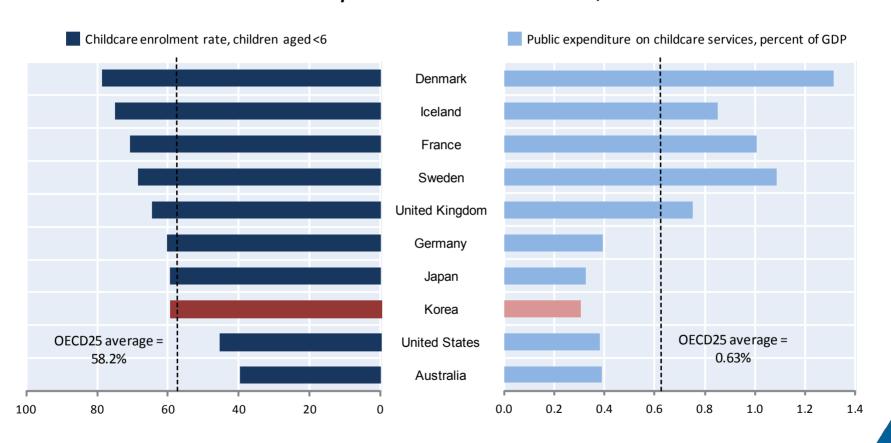


Sources: OECD Family database (www,oecd.org/els/family/database) and OECD Earnings database.



Public investment in formal childcare can help generate high participation rates

Proportion of children aged less than 6 enrolled in formal childcare, 2008 Public expenditure in formal childcare, 2007



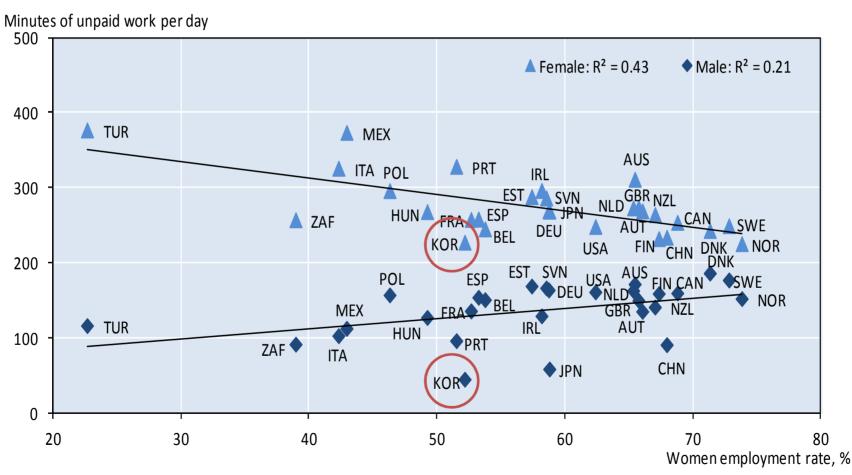
Notes: Numbers do not reflect the intensity of participation; each child is counted regardless of hours of participation.

Source: OECD Family database (www.oecd.org/social/family/database)



Countries with smaller gender gaps in unpaid work have higher female employment rates.

Unpaid work and female employment rates, recent years



Source: OECD (2012), Gender Equality in Education, Employment and Entrepreneurship (www.oecd.org/gender)



Workplace cultures can affect men's use of family-friendly policies....

- As long as women take more leave and/or are more likely to reduce their working hours, some employers will continue to perceive women as less committed to their careers and will invest less in them: such employers do not use potential labour force resources efficiently.
- Parental leave is one of the few direct policy levers governments have to get men and women to *de facto* share care commitments. Therefore, many governments try to achieve a greater gender balance in the duration of entitlements to parental leave for the exclusive use either parent: "Father quota" or "Daddy bonuses", e.g. Iceland, Germany.
- Fathers also need to spend more time on home care and less time socialising



..., and contribute to women being underrepresented in senior management...

Main barriers to women's rise to corporate leadership:

- General norms and culture in a country
- Masculine/patriarchal corporate culture
- Lack of role models
- Lack of critical work experience opportunities
- Lack of adequate work/life balance policies

Women's shares of the labour force and of Senior Managers, 2010.



Source: OECD Employment database; ILO, and KILM data

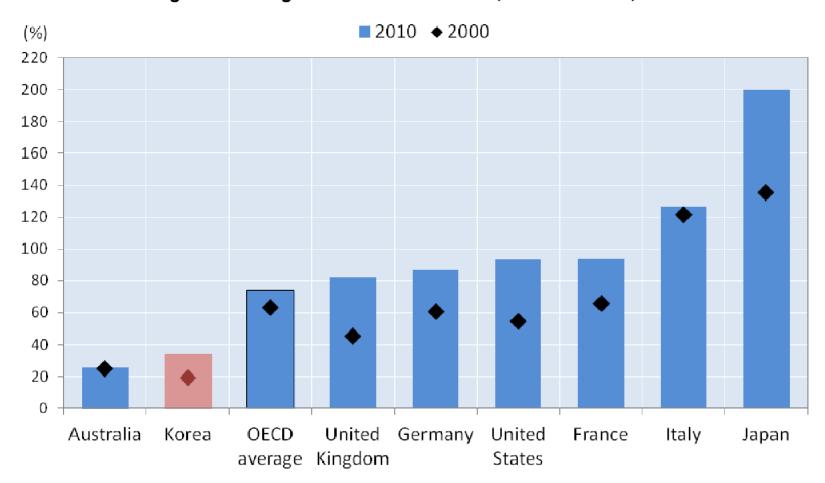


3. Looking Ahead



Korea's public debt position is better than in most OECD countries

General government gross financial liabilities, as a % of GDP, 2000 and 2010

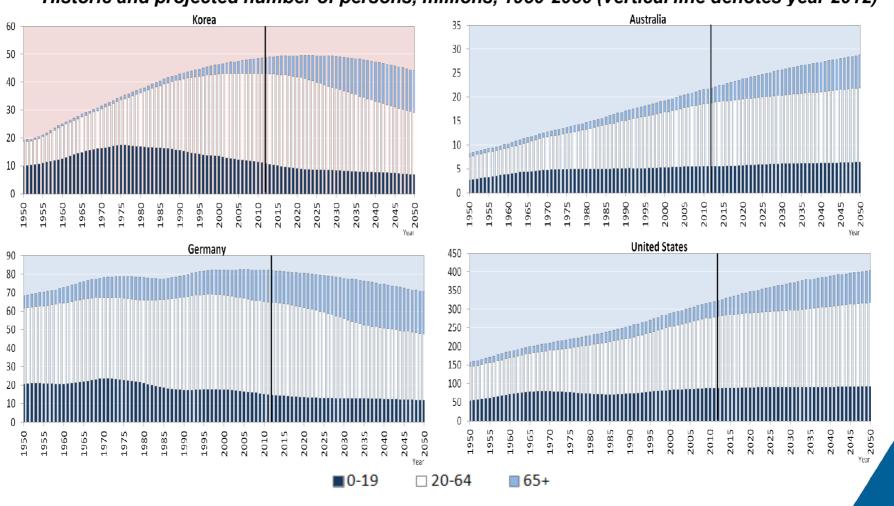


Source: OECD (2011), OECD Factbook 2011: Economic, Environmental and Social Statistics.



Persistently low fertility rates will lead to shrinking labour forces in some countries...

Historic and projected number of persons, millions, 1950-2050 (vertical line denotes year 2012)

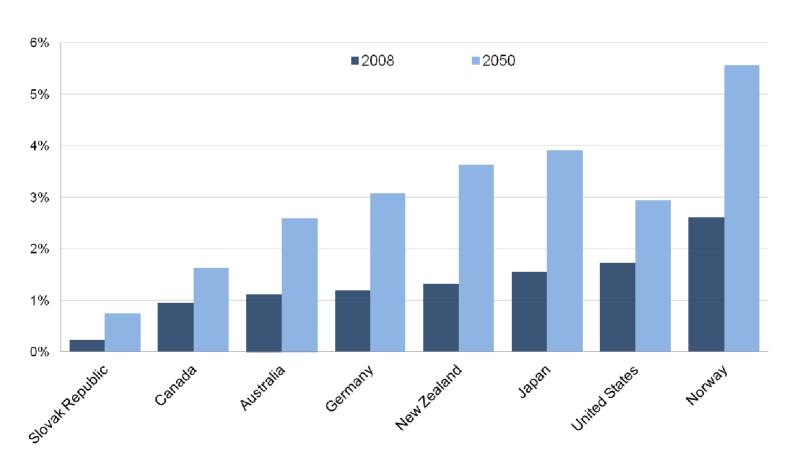


Source: OECD (2012), OECD Demography and Population database.



...while population ageing is expected to at least double the demand for long-term care workers by 2050 in many countries.

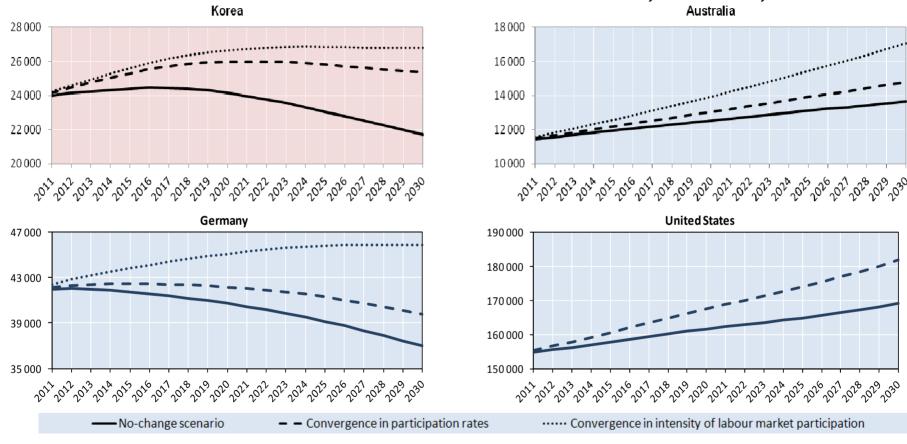
Percentage of FTE nurses and personal carers to total projected working population



Source: OECD (2011), Help Wanted? Proving and Paying for Long-Term Care

Greater gender equality can prop up the labour supply...



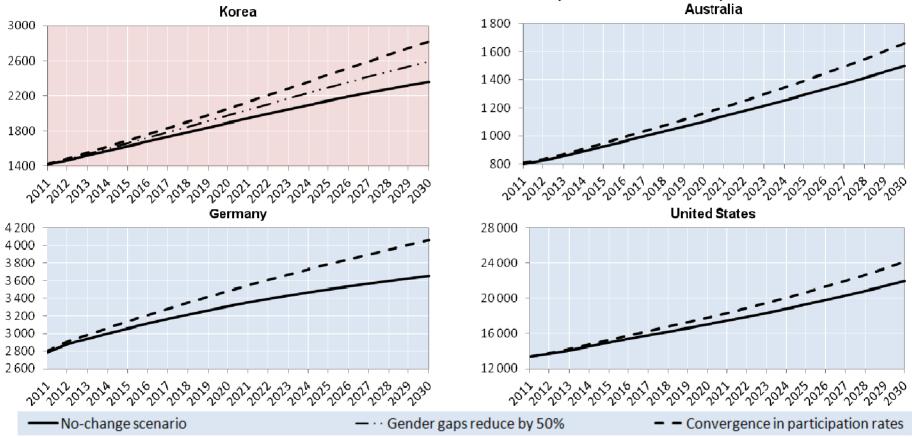


No-change scenario: Male and female participation rates remain at their 2010 levels over the whole period; convergence in participation rates: Female participation rate increases over the period to the 2010 male participation levels by 2030; and, convergence in intensity of labour market participation: Female full-time equivalent participation rate increases to equal the 2010 full-time equivalent rate for men by 2030. Source: OECD (2012), *Gender Equality in Education, Employment and Entrepreneurship*,



... and boost the economy

Proiected size of the economy in GDP. USD 2005 PPP, in 1 000 000 000s, 2011-2030



No-change scenario: The gap between male and female labour force participation rate remains at the levels observed in 2010. **Gender gaps reduce by 50%**: The gap between male and female labour force participation levels observed in 2010 is reduced by 50% by 2030.

Convergence in participation rates: The gap between male and female labour force participation levels observed in 2010 disappears by 2030.

Source: OECD (2012), Gender equality in education, employment and entrepreneurship, OECD publishing, forthcoming.



Concluding remarks - general

 Socio-economic outcomes have become more "gender equal", but much remains to be done.

 Gender equality policy is often not prioritised, and policy levers with immediate effect are few.

 Address stereotyping in educational choices at school from a young age; encourage girls to choose STEM.



Concluding remarks - Korea

- In public financing terms Korea's position is better than most OECD countries, but there are demographic challenges due to low fertility and aging population
- Gains in education not reflected in employment
- Need to make better use of women in the economy to shore up the labour supply and help economic growth
- Korean workplace practices, for both men and women, need to change: more unpaid work men and more paid work for women; flexible and part-time working arrangements; take-up of paternity leave; performance-related pay within regular employment



THANK YOU and FURTHER READING!

"Closing the Gender Gap: Act Now"

(to be released 17 December at www.oecd.org/gender)





www.oecd.org/gender



www.oecd.org/els/social/inequality/