Trends in Disability Policy in Greece 2008-2011: Welfare-Employment-Education

The impact of the economic crisis



- Social protection systems were already quite weak before crisis (2009)
- Reductions in personal income through austerity measures and growing unemployment arguably hit first already socially and economically disadvantaged groups
- Social support mechanisms seem to fall rapidly short of needs due to cuts on social expenditure, at a time when these become even more necessary for disabled people to cope.

Trends in Disability Policy: the impact of the economic crisis

 Data: 18% population are disabled/long-term health conditions, of whom more than half are over 65 years old (National Statistical Service of Greece, Labour Force Survey 2002).

Welfare/ Social Security:

- disability cash benefits
- disability pensions (inc. entitlements for spouses and parents of disabled people for earlier retirement)
- provisions in basic disability aids/ equipment
- community based rehabilitation services

Welfare/ Social Security: Basic Features and Trends



- Total Social Expenditure, including pensions, benefits, health and social care, was **21,13% of GDP** in **2008**.
- **13% of all pensioners** received disability pension (Social Budget 2008).
- The social budget for **2009** planned for an **increase by 11%** of total expenditure (57.7 billion euros).
- National Budget **2010** applied **8.7% decrease** in expenditure for health provisions and social inclusion (excluding pensions)
- **2011: Cuts up to 50%** in aids provision and community-based services (Single Regulation of Health Provisions, 2011)





- Law 2643/1998 placement of individuals from protected social groups in public sector (quota 5%) and private sector (8%) for companies with more than 50 staff
- Funding programs through the Greek Manpower Organization. Most recent (October **2010**) involve funding for a. 600 self-employed disabled people, b. 2,300 placements of unemployed disabled people in private sector and c. 50 workplaces for accommodating needs of disabled employees.
- **2011**: launch of the Social Economy and Social Entrepreneurship policy framework and funding

Employment: Basic features and Trends



- **84% of disabled population** are economically inactive, against 58% of the general population.- **8.9%** of disabled people unemployed compared to 9.6% of general population (Labour Force Survey 2002)
- Out of 885 public agencies, 284 employ disabled people, amounting to 2.232 employees with disability (Ministry of Internal Affairs 2006)
- Only 20% of surveyed private companies with more than 50 staff employed disabled people. (MDA Hellas 2007)
- Unemployment rate has reached **16.3%** in the second quarter **2011** in comparison with **11.8%** in **2010** (National Statistical Service, 2011)
- Unemployment rates: Downward trend 2007-2008 (8.1% to 7.2%) Upward from 2009 (8.9%)





- Law 3699/2008: education for disabled children became compulsory
- Only 9% of all disabled children attended special education, 90% of which complete only primary education (National Statistical Service of Greece, Students in Special Education 2007). It is estimated that 180.000 children with disability or special education needs are excluded from education.
- Higher Education: Entry to university without national examination at 5% of places in each school (Min.Decision 2006; Law 3794/2009 increased quota from 3%)
- Ministry of Education: (School year 2011-2012) 1,500 disabled students entered university, using almost all places made available by the quota of 5%.

Education: Basic features and Trends



 More recent trends (National Reform Program 2011): "restructuring special education" and achieve target of reducing early school leavers to under 10%.

Open calls for:

- creating an electronic record of all disabled pupils in special and mainstream education
- development of accessible educational materials and
- increasing educational support for disabled pupils in inclusive education

Education: Basic features and Trends



- Reductions in disability pensions: pension supplements (equal to 2 extra pensions per year) reduced to 800€ in total. Solidarity fee for pensioners, taxes pensions above 1400€ at different scales, starting from 3%.
- Measures affect disability pensioners with a number of impairments (exc. Para/tetraplegia and blind), as well as pensioners with disabled family members (for instance parents with disabled children).
- Reductions in provisions in kind (medical supplies, technical aids, community rehabilitation services, home-help): September 2011 the Single Regulation of Health Provisions, introduces a horizontal 50% cut on assistive equipment and a further 30% to 50% reduction on medical supplies and specialized health and community based services. The circular is expected to be applied on 1st November onwards, however still under consultation.

2010-2011 Measures The impact of the economic crisis



- In reality, disabled people have been experiencing cuts in provisions in kind by 2010, although not officially announced.
- **Significant delays in payments** of monthly disability benefits (more than two months) and disability provisions, exceeding 6 months
- January 2011, Home help embedded under NSRF 2007-2013 priority for "Harmonising family and professional life", rendered unemployed people (with family members who require assistance) as direct beneficiaries.
- In practice, disabled people living alone or whose family members are working are now excluded from these services. (Ministry of Internal Affairs Circular 64/2010)

2010-2011 measures The impact of the economic crisis



- **Further reduction of income** through:
- Urgent tax tolls (income and property tax)
- Reduced threshold for taxable income and 50% cut on expenses which reduce taxable income, such as for medical and rehabilitation services, aids and special education fees
- Increased VAT along the whole scale of daily goods and services, endangers capacity to cope in an extensive economic crisis in the country.

2010-2011 Measures The impact of the economic crisis



- Current circumstances endanger disabled people's capacity to cope and meet needs on a daily basis; their very survival and quality of life
- "Socially fair" measures should take into account:
- Increased cost of living due to disability
- Support needs
- Disabling barriers that affect educational and employment status



The impact of the economic crisis