

The Value of Job Security across Various Welfare Policies

Authors : Eithan Hourie, Miki Malul, Raphael Bar-El

Abstract : To investigate the relationship between various welfare policies and the value of job security, we conducted a study with 201 people regarding their assessments of the value of job security with respect to three elements: income stability, assurance of continuity of employment, and security in the job. The experiment simulated different welfare policy scenarios, such as the amount and duration of unemployment benefits, workfare, and basic income. The participants evaluated the value of job security in various situations. We found that the value of job security is approximately 22% of the starting salary, which is distributed as follows: 13% reflects income security, 8.7% reflects job security, and about 0.3% is for being able to keep their current employment in the future. To the best of our knowledge, this article is one of the pioneers in trying to quantify the value of job security in different market scenarios and at varying levels of welfare policy. Our conclusions may help decision-makers when deciding on a welfare policy.

Keywords : job security value, employment protection legislation, status quo bias, expanding welfare policy

Conference Title : ICSE 2023 : International Conference on Social Economics and Research

Conference Location : Paris, France

Conference Dates : July 10-11, 2023