

Effects of active labour market programs for long-term social assistance recipients

A systematic review

SBU ASSESSMENTS | ASSESSMENT OF METHODS IN HEALTH CARE AND SOCIAL SERVICES

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Summary and conclusions

Background

Persons in working age that do not regularly take part on the labour market may need support from the society through labour market interventions. One such group is individuals with lasting social assistance, i.e., long-term social assistance recipients.

For most adults, holding a job means taking part in meaningful tasks and having a better financial situation. Work can also affect health or vice versa.

Aim

The purpose of this project was to investigate the body of evidence regarding labour market interventions for persons outside the labour market. A broad definition of this was adults, aged 18-64 years, on long-term sick



leave or long-term social assistance, respectively. This review presents the results regarding long-term social assistance recipients. Another review presents the results regarding persons on long-term sick leave due to mild or moderate depression, anxiety, or reactions to severe stress.

Conclusions

- Training received at workplaces is more effective than interventions as usual or no intervention for longterm social assistance recipients to take and hold an employment (moderate certainty of evidence).
- Extensive or long-term training is more effective than interventions as usual or no intervention for long-term social assistance recipients to take and hold an employment (moderate certainty of evidence).
- Work supporting program in regular municipal activities is more effective than work supporting programs outside regular work activities for long-term social assistance recipients to take and hold an employment (moderate certainty of evidence). The effect of working in business that are government controlled during recession can be non-existent or negligible for young people compared to no intervention (low certainty of evidence).
- Reduced case manager workload i.e., less clients and a possibility of intensified management for each client, supports long-term social assistance recipients

to take and hold an employment compared to working as usual (low certainty of evidence).

- The effect on entry or return to work for long-term social assistance recipients can be non-existent or negligible regarding the following interventions:
 - classroom training (low certainty of evidence)
 - work program with bonus (low certainty of evidence)
 - employer subsidies (low certainty of evidence)
 - extensive case manager assessment and follow up (low certainty of evidence).
- The effect on entry or return to work for long-term social assistance recipients could not be assessed regarding following interventions:
 - various supportive preparatory programs including start-up-capital intervention (very low certainty of evidence)
 - job search assistance (very low certainty of evidence).

Method

This systematic review is conducted in accordance with the PRISMA statement and SBU's methodology (www.sbu.se/en/method). The protocol is registered in Prospero, CRD42021235586. Quantitative and qualitative studies with low or moderate risk of bias published during the period 2000 to 2021 were included. Dialogues were held with reference groups representing client or patient perspectives, as well as perspectives from some different Swedish authorities of relevance. The certainty of evidence was assessed according to the GRADE-system.

Inclusion criteria

Population

Adult persons, aged 18-64 years being outside of the labour market, receiving social assistance during at least six months, alone or combined with other financial replacements. They should be assessed as having the ability to work.

Intervention

Labour market interventions that are, or could be, used in Sweden. Four types of interventions, lasting for at least one month, were defined as:

- preparatory programs, e.g., job search assistance or counselling
- training
- workplace practice
- other interventions such as work-related rehabilitation, self-employment, etc.

Control

No intervention, intervention as usual, or other measures.



Outcome

Primary: employment in the labour market, started or finalized education, income. Secondary: health measures such as sleep, depression, anxiety, stress, quality of life or capacity for work.

Study design

Randomized controlled studies, RCT, quasi-experimental observation studies based on register data as well as studies based on qualitative data.

Language: English, Swedish, Norwegian, Danish.

Search period: 1995 to 2022. Final search was conducted on February 2, 2022.

Databases searched:

- Scopus (Elsevier)
- Ebsco Multi-Search (SocINDEX with Full Text; Academic Search Premier; ERIC)

• Sociological Abstracts (ProQuest)

• EconLit (Ebsco).

Client involvement: No.

Results

The effects of one or more active labour market interventions are based on 26 quantitative studies, seven randomized controlled studies and 19 studies based on register data. The studies were from ten countries, seven from Germany, four from USA and Denmark, respectively, three from the Netherlands, two from Norway and Argentina, respectively, and one from Australia, UK, Spain and Sweden, respectively. In total, about 5.8 million persons participated in the studies. 14 studies with qualitative data were also included in the review, out of which five were relevant to a Swedish context.

Table 1	Summary	of findings -	preparatory programs.
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Outcome	Effect	GRADE – assessed certainty of evidence
Employment Intervention = preparatory program	Various preparatory program interventions result in more persons to take and hold an employment for follow up at ≤20 months compared to job search support.	Low certainty of evidence
Employment Intervention = support + training	The effect of preparatory program in the form of individual support and work-training could not be assessed on employment.	Very low certainty of evidence
Employment Intervention = support + start your own business-capital	The effect of preparatory program in the form of work-support and capital to start your own business on employment could not be assessed.	Very low certainty of evidence
Income Intervention = temporary job	Preparatory program in the form of temporary job interventions results in higher income for the participant for follow up at ≤ 2 years compared to direct hire.	Low certainty of evidence
Income Intervention = support + training	The effect of preparatory programs in the form of individual support and training on income could not be assessed.	Very low certainty of evidence
Income Intervention = support + start- up-capital	The effect of preparatory programs in the form of support and capital to start your own business on income could not be assessed.	Very low certainty of evidence

Table 2 Summary of findings – training programs.

Outcome	Effect	GRADE
Employment Intervention = classroom training	The effect on employment from classroom training can be non-existent or negligible compared to a usual or no intervention.	Low certainty of evidence
Employment Intervention = workplace training	Workplace training results in more persons holding an employment after 12-28 months compared to a usual or no intervention.	Moderate certainty of evidence
Employment Intervention = extensive training	Workplace training results in more persons holding an employment after 12-28 months, compared to a usual or no intervention.	Moderate certainty of evidence
Income All forms of training	All forms of training leads to increased income after 12 months compared to usual intervention. The effect was more pronounced for males.	Low certainty of evidence

 Table 3 Summary of findings – workplace practice.

Outcome	Effect	GRADE
Employment Intervention = workplace practice + a direct financial incentive for the person	The effect on employment from workplace practice combined with a direct financial incentive for the person can be non-existent or negligible compared to a usual or no intervention.	Low certainty of evidence
Employment Intervention = workplace practice <i>without</i> a direct financial incentive for the person	Workplace practice without a direct financial incentive for the person results in more adults and young people holding an employment for follow up at \leq 3 years.	Moderate certainty of evidence
Employment Intervention = workplace practice <i>without</i> a direct financial incentive for the person	Workplace practice in the public sector without a direct financial incentive for the person results in more immigrants receiving and holding an employment for follow up at ≤ 5 years.	Low certainty of evidence
Employment Intervention = workplace practice <i>without</i> a direct financial incentive for the person (recession)	The effect on employment or education from workplace practice (without a direct financial incentive for the person) can be non- existent or negligible, for young persons during a recession, for follow up at ≤ 3 years compared to no intervention.	Low certainty of evidence
Income Intervention = workplace practice + a direct financial incentive for the person	The effect on income from workplace practice combined with a direct financial incentive for the person can be non-existent or negligible for follow up at ≤ 5 years compared to a usual or no intervention.	Low certainty of evidence
Income Intervention = workplace practice without a direct financial incentive for the person	Workplace practice without a direct financial incentive for the person results in higher income for both adults and young persons for follow up at \leq 3 years compared to a usual intervention.	Low certainty of evidence

Table 4 Summary of findings – employer subsidies.

Outcome	Effect	GRADE
Employment Intervention = employer subsidies	The effect of employer subsidies compared to a usual or no intervention on employment can be non-existent or negligible at follow up \leq 12 months compared to a usual or no intervention.	Low certainty of evidence
Income Intervention = employer subsidies	The effect on income from employer subsidies could not be assessed.	Very low certainty of evidence

Table 5 Summary of findings – case manager interventions.

Outcome	Effect	GRADE
Employment Intervention = less clients per case manager	Fewer clients per case manager results in persons having the ability to work more hours per week at 12 months follow up compared to case manager routine work.	Low certainty of evidence
Employment Intervention = comprehensive assessment and client follow up	The effect on employment can be non-existent or negligible from comprehensive assessment and client follow-up at ≤30 months compared to case manager routine work or no intervention.	Low certainty of evidence
Income Intervention = comprehensive assessment and client follow up	The effect on income can be non-existent or negligible from comprehensive assessment and client follow-up after six months compared to other case manager intervention.	Low certainty of evidence

Health Economic Assessment

Two financial evaluations of the studied labour market interventions were included. Both studies evaluated interventions in the category workplace practice combined with financial bonus for the individual. Both evaluations were simpler financial analyses focusing on whether the income increase for the participants exceeds the intervention costs.

Ethics

The main purpose of a labour market intervention is to increase the possibility that an individual, who are outside of the labour market, receives an employment. From an ethical perspective, however, this purpose is an instrumental goal whose fulfilment is only of value if it in turn leads to other states that have final value. There are two different perspectives on what could constitute this final value. One perspective is strictly socioeconomical and the other is an individual perspective based on the needs of the individual.

Discussion

The studies were performed in the Nordic countries, other European countries, North and South America and Australia. These countries have different labour market policy and welfare subsidies. Thus, the study results from the different studies should be interpreted with some caution, particularly results from studies in countries with welfare systems which obviously differ from the ones in Swedish and other Nordic countries.

The results in this review indicate that immigrants may benefit more from training and workplace practice than non-immigrants. Further, there is very little information in the included studies concerning participant employment quality.

For a number of active labour market interventions, effects on entry or return to work could not be assessed. It depends, among other things, on that the interventions differ from one another and thereby their results cannot be added together. Other reasons are the various measurement of effect and insufficient study data that cannot be used for statistical syntheses. When the data about effects on employment from the interventions are insufficient, the authors have not assessed the certainty of evidence. A very low certainty of evidence should, however, does not necessarily mean that there is no effect. Instead, it emphasizes the need for further intervention evaluation in well performed studies.

It would be valuable with a consensus regarding what is most important to measure and how it may be measured in an agreed list of prioritized results, a Core Outcome Set (COS). According to the organization COMET (Core Outcome Measures in Effectiveness Trials), there is ongoing work to bring forth a COS for "work participation", but at present nothing is yet published.

From studies based on qualitative data, there appears to be a discrepancy between official ambitions and descriptions of intervention designs and effects on the one hand, and participant experiences and skepticism on the other hand.

Conflicts of Interest

In accordance with SBU's requirements, the experts and scientific reviewers participating in this project have submitted statements about conflicts of interest. These documents are available at SBU's secretariat. SBU has determined that the conditions described in the submissions are compatible with SBU's requirements for objectivity and impartiality.

Appendices at www.sbu.se/en

- Search strategies
- Excluded studies and studies with high risk of bias
- Characteristics of quantitative studies
- Characteristics of qualitative studies

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