

Women in Informal Employment Globalizing and Organizing

THE FUTURE OF INFORMAL WORK, THE FUTURE OF STATISTICS ON INFORMAL WORK

MARTY CHEN
WIEGO NETWORK
HARVARD UNIVERSITY

REMARKS

- Informal Work: Today New Worldwide Data (ILO 2018)
- Informal Work: In the Future
- Statistics on Informal Work: Future Directions

INFORMAL WORK TODAY: SIGNIFICANCE

% of Total, Rural & Urban Employment Globally & by Country Income Group & Geographic Region

Country Income Groups *	Total	Rural	Urban
World	61	80	44
Developing	90	90	79
Emerging	67	83	51
Developed	18	22	17

^{*2018} World Bank classification based on country levels of gross income per capita

Geographic Regions (excluding developed countries)		
Sub-Saharan Africa (excluding Southern Africa)	92	
Sub-Saharan Africa as a whole	89	
South Asia	88	
Southeast & East Asia (excluding China)	77	
Middle East and North Africa	68	
Latin America and the Caribbean	54	
Eastern Europe and Central Asia	37	

Source: ILO 2018

INFORMAL WORK TODAY: COMPOSITION By Status in Employment & Branch of Industry Globally & Country Income Group (%)

Country Income Groups	Wage Workers	Self- Employed	Employers	Own Account Workers	Contributing Family Workers
World	36	64	3	45	16
Developing	21	79	2	54	22
Emerging	37	63	3	44	16
Developed	51	49	6	36	6

Country Income Groups	Agriculture	Services	Manufacturing
World	38	44	18
Developing	69	21	10
Emerging	36	46	19
Developed	10	71	19

Source: ILO 2018

THE FUTURE OF INFORMAL WORK

- existing informal self-employment: likely to persist with some shifts across branches of industry, unless significant increase in formal jobs
- existing informal wage employment: likely to persist with some shifts across branches of industry, unless significant increase in formal jobs
- informalization of once-formal wage jobs: likely to continue in current climate of de-regulation & flexibilization of labour, unless labour markets are regulated or re-regulated
- new forms of informal wage jobs and/or dependent contractors: likely to emerge & increase with growth of outsourcing, offshoring and digital platforms/gig economy, unless regulation of new forms of work
- workers displaced by automation: likely to resort to self-employment in the informal economy in absence of unemployment insurance, employment guarantee schemes and safety nets, unless they acquire skills for new technology jobs and occupations

In sum, the future of work is informal.

STATISTICS ON INFORMAL WORK: FUTURE DIRECTIONS

- □ Frontiers of Statistics on Informal Work...
 - improved definition & international standards for measurement of informal employment - being discussed at 2018 ICLS
 - □ city-level data for an urbanized world
 - data on specific groups of informal workers to inform policies see WIEGO guide http://www.wiego.org/publications/guide-obtaining-data-types-informal-workers-official-statistics
 - data on informal enterprises (as share of all enterprises across different branches of industry + by size, ownership & place of work) to inform enterprise development policies & schemes
 - data on GDP contribution of informal workers inside and outside informal enterprises to convince policy makers that they contribute to economic growth
 - more & better data on informal employment in developed countries: using common framework for measuring informal employment in developed & developing countries

WAY FORWARD

□ Future of Work

- o informal employment is, and is likely to remain, the norm
- informal workers should not be ignored or stigmatized but recognized & supported
- appropriate policies & laws in support of informal workers should be developed

The first step is good statistics on informal employment

□ Future of Labour Statistics

- increased data on informal work more countries, including developed countries, measuring informal employment + making micro-data sets available to ILO and others
- improved data on informal work more & better use of official international definitions and standards for measurement
- expanded data on informal work city-level + specific groups of workers +informal enterprises

THANK YOU!

On behalf of WIEGO and our Statistics Programme,

Joann Vanek & Francoise Carré, I would like to thank...

ICLS – for recognizing informal employment as an important
component of labour force statistics

ILO Statistics – for promoting improved statistics on informal employment

Delhi Group – for promoting improved statistics on informal employment

National Statistical Offices – for collecting statistics on informal employment

WIEGO has enjoyed working with all of you for over two decades and we look forward to continuing to work together!