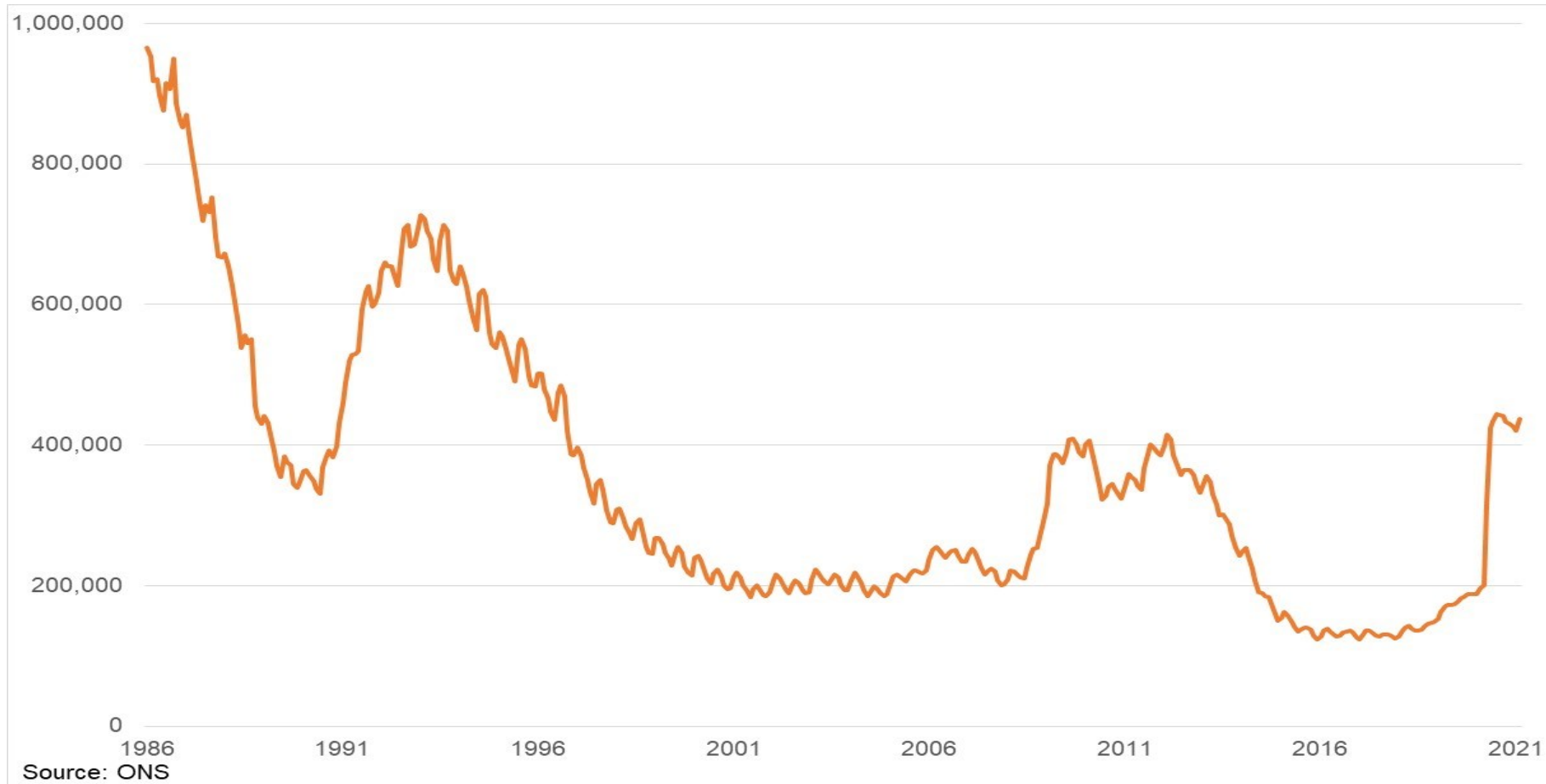
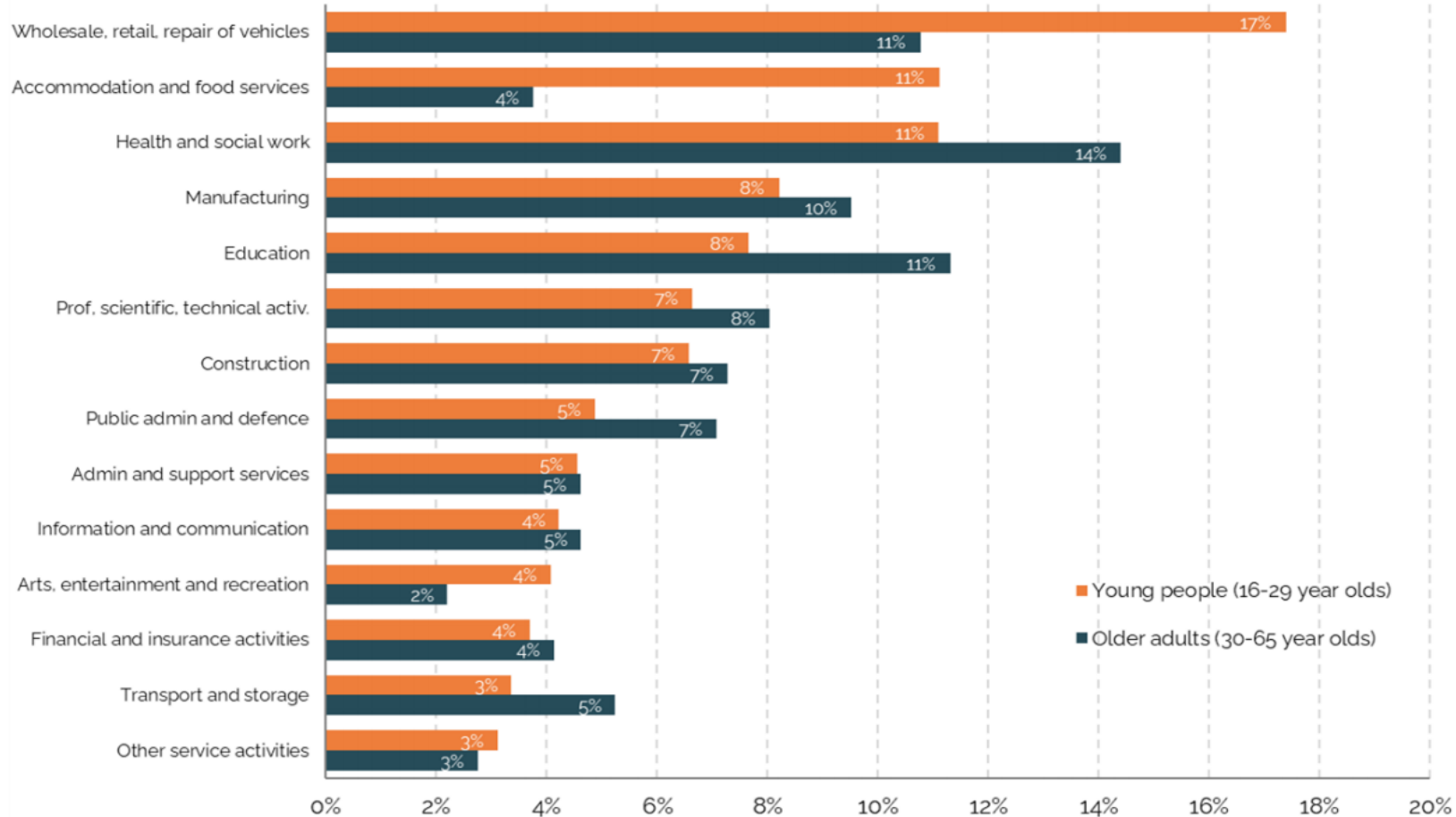

Facing the future: levelling up opportunity for young people

BIGGER SPIKE IN CLAIMANT COUNT...

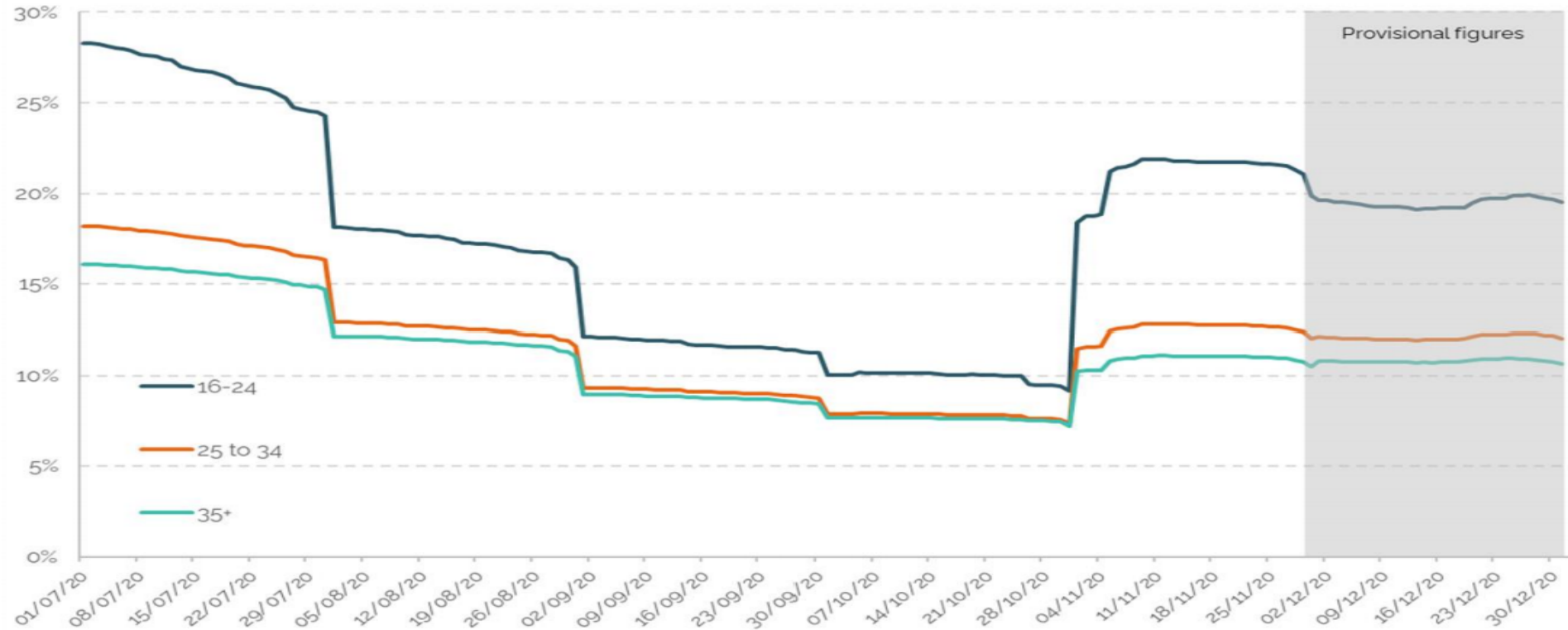


...AS MORE LIKELY TO WORK IN SHUTDOWN SECTORS...



Source: Labour Force Survey (2019)

...AND THEREFORE ALSO MORE LIKELY TO BE FURLOUGHED



Source: HMRC Furlough data (July to December 2020)

THIS RISKS HUGE COSTS

Year	Economic Cost (£bn)	Fiscal Cost (£bn)	Long-run scarring costs (£bn)
2021	5.9	2.5	14.4
2022	6.9	2.9	
2023	4.4	1.9	10.4
2024	2.4	1.1	
2025	2.1	0.9	5.4

Source: L&W Calculations

AND WE HAD PRE-PANDEMIC CHALLENGES TOO

84%

of 19 yr olds have a



qualification

68%

of 19 yr olds have a



qualification



lower than in other countries

SO WE MUST ACT

1. Protecting jobs.

Match furlough to restrictions & support young people who are furloughed to update their skills and retrain if necessary

2. Youth Guarantee.

Make sure ALL young people are offered a job, training place or apprenticeship

3. Employment growth.

Build in employment support and training to public investment & introduce a hiring subsidy for employers taking on long-term unemployed young people.