Unemployment and mental health

David Finch, Assistant Director, Healthy Lives

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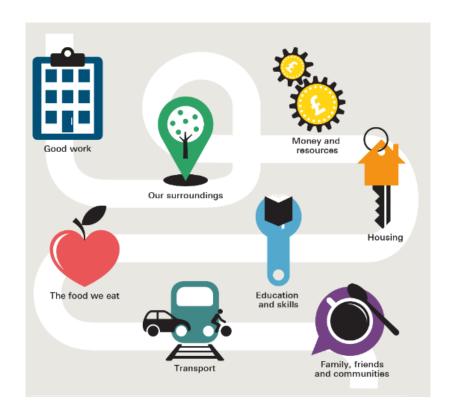




Improving health and reducing health inequalities

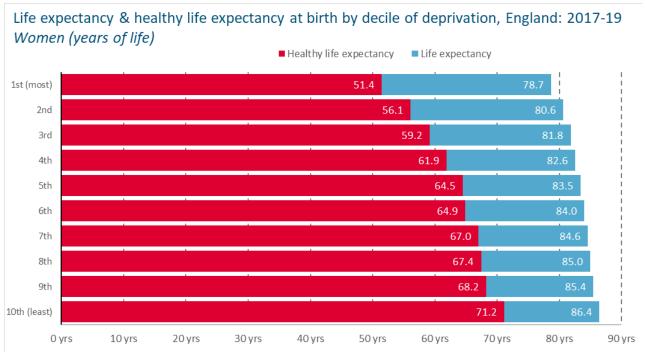
The greatest influences on our health come from outside health care.

These are 'determinants of health' such as education, employment, housing, community and transport





Before the pandemic there was a 20 year gap in healthy life expectancy in England



Source: Health Foundation analysis using ONS, Health State Life Expectancies by decile of deprivation, England: 2017-19



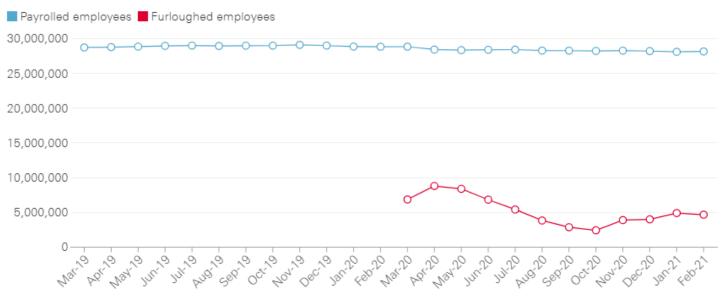
How unemployment influences health

- Stress and reduced self-esteem due to stigma or the loss of the structure of work
- The harm to mental health can result in unhealthy coping behaviours
- Short term financial hardship and insecurity leading to stress and fewer resources to support health
- Reduced chances of future employment or earnings potential leaving people with reduced lifetime resources



Pandemic restrictions led to a large economic shock but headline employment measures mask the impact

Employee payroll and furloughed employees: March 2019 to February 2021

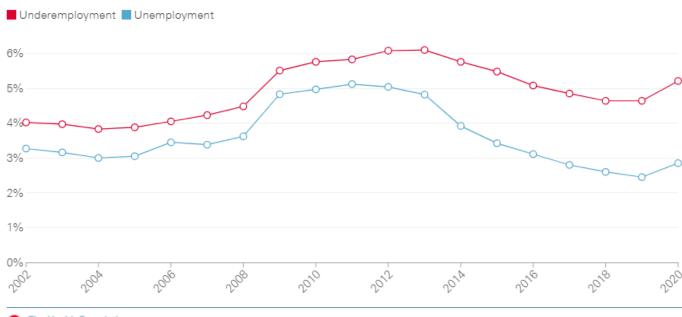






Policy action has prevented a large rise in unemployment but long term unemployment is rising

Proportion of adults (16+) who are unemployed or underemployed: UK, 2002-2020

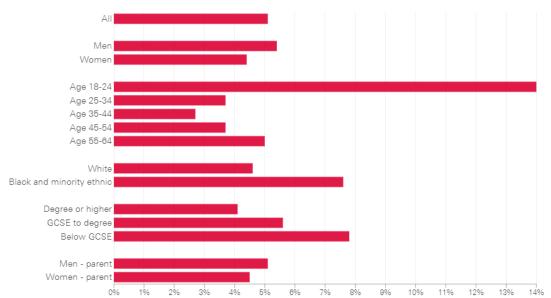






Unemployment has been higher for young and old, ethnic minority groups and workers with low qualifications

Unemployment rate for working age adults (age 18-65), UK, January 2021

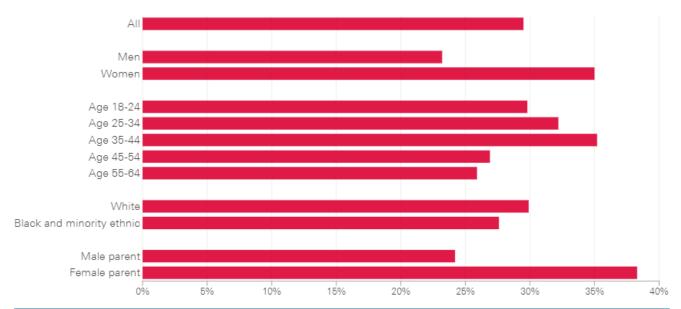






Women, mothers and younger people were more likely to have poor mental health

Proportion of working age adults (age 18-65) with poor mental health, UK, January 2021

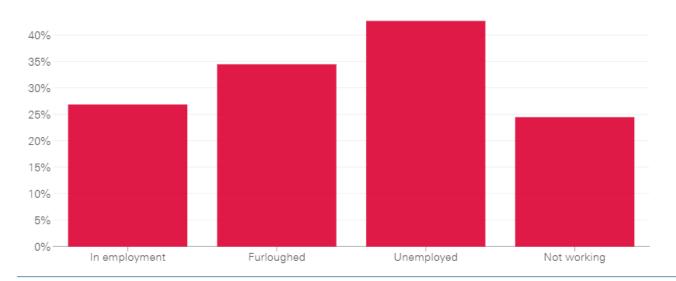






Mental health worsened with unemployed people more likely to have poor mental health

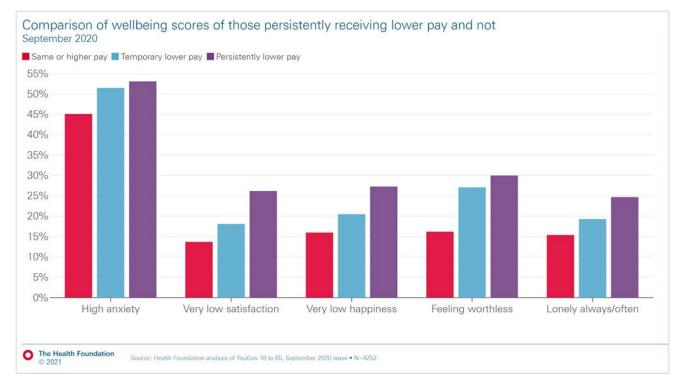
Proportion of working age adults (age 18-65) with poor mental health by economic status: UK, January 2021







Persistent reductions in pay through the pandemic are linked to lower wellbeing





Supporting people into work is crucial for health but existing policies can reduce rather than improve health

- Unemployment benefit provides only 12% replacement rate of average wage
- Social security system has strict conditionality and difficult claims process which has been found to increase psychological distress
- Employment programmes have little explicit focus or recognition of poor mental health



Designing employment programmes to support mental health

- Regular and intensive support that provides stability for individuals
- Targeting high quality and lasting employment, pay progression and addressing skill gaps
- Providers held accountable to outcome metrics that include mental health and wellbeing
- Integrating personalised support services in employment provision

Thank you

https://www.health.org.uk/publications/long-reads/unemployment-and-mental-health

https://www.health.org.uk/publications/reports/unequal-pandemic-fairer-recovery

