

MEASURING WHAT MATTERS TO PEOPLE

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Trustworthy numbers for a strong democracy
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The OECD Better Life Initiative: measuring what matters to people



The OECD response to the need to go beyond GDP



- → Developing "alternative" indicators of people's wellbeing and societies' progress beyond GDP and integrating them into the mainstream statistical system
- → Improving the evidence base available to policy-makers and citizens
- → Promoting integrated, multidimensional policy approaches to address what matters most to people



The OECD well-being framework

INDIVIDUAL WELL-BEING

[Populations averages and differences across groups]

Quality of Life

- Health status
- Work-life balance
- Education and skills
- Social connections
- © Civic engagement and governance
- Environmental quality
- Personal security
- Subjective well-being

Material Conditions

- Income and wealth
- Jobs and earnings
- Housing

SUSTAINABILITY OF WELL-BEING OVER TIME Requires preserving different types of capital:

Natural capital Economic capital Human capital Social capital

- A focus on people rather than the economic system or GDP
- Measures outcomes rather than inputs and outputs
- Examines both averages and inequalities
- Considers both objective and subjective aspects
- Concerned with wellbeing both today and tomorrow



How's Life? 2017

Overview of levels and trends:

- 25 headline indicators of current wellbeing
- 32 indicators of resources for future well-being (natural, human, economic and social capital)

Detailed country notes for 35 OECD countries and 6 partners

Thematic chapters on:

- Inequalities in well-being
- Migrants' well-being
- Governance and well-being



How does Belgium compare?





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How's Life in Belgium?

Relative to other countries, Seigium performs above or close to the OSCD average across the different wellbeing cimerations. Household net adjusted deposable ancome and household net well the serions that top third in the OSCD in 2015 and 2014 reaspectively. While both job strain and labour market insecurity are comparatively low in Seigium, in 2016 the employment nativation of 20%, 5 percentage points lower than the OSCD average, and the long-term unemployment nativates 4%, double the OSCD average rate. In terms of work-life basinos, the time off (i.e. time agent on letture and personal care) of full-time employees is among the top tier in the OSCD average and only 4% of employees regularly worked 5% hours or more per week in 2016, less than one-third of the OSCD average. While air quality in Seigium is close to the OSCD average level, 54% of Seigians reported feeling satisfied with the quality of the waster in the period 2014-16, slightly higher than the OSCD average (17%). Seigium's personal security social support and life satisfaction also stand slightly above the OSCD average.

Belgrum's evening level of current well-being: Comparative strengths and weaknesses



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Additional information, including the data used in this country note, can be found at:

www.pecd.pro/statistics/Setter-Life-Initiative-2017-country-notes-date size

-1

Belgium's comparative strengths and weaknesses in average well-being





(Selected) changes in Belgium's well-being relative to 2005

Cumulative gains in well-being since 2005...



Long-term unemployment has fallen from 4.4% in 2005, to 4.0% in 2016 ... and the **employment rate** is 1.2 percentage points higher than in 2005.



Annual average exposure to PM 2.5 air pollution has fallen by 7% overall since 2005



Homicides have fallen (from 1.5 per 100 000 people, to 1.0)



In 2014, **household net wealth** was 7% higher (in real terms) than in 2010. *However*, **household income** in 2015 was just 2% higher, in real terms, than in 2005.

Cumulative losses in well-being since 2005...



Labour market insecurity in 2015 was 50% higher than in 2007 (when first measured)



Housing affordability has declined: the share of household disposable income spent on housing costs has increase from 19.7% in 2005, to 20.5% in 2015.



Although voting is compulsory, voter turnout fell from 91% in 2007, to 89% in 2014



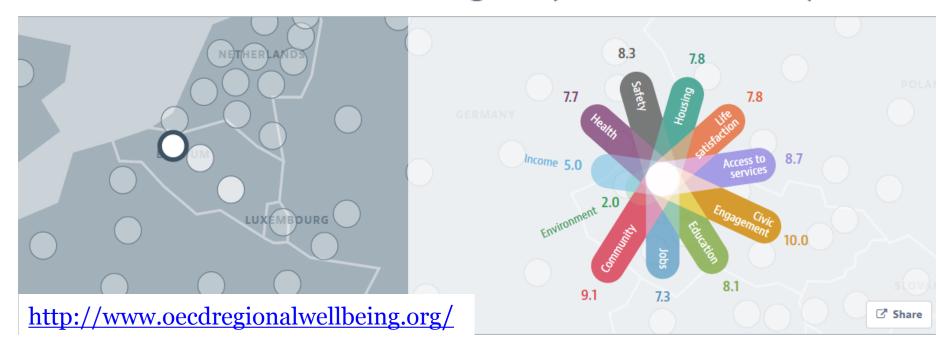
Life satisfaction has fallen from 7.2 to 6.9, on a 0-10 scale



But where you live matters...

OECD countries / Belgium

Flemish Region (Vlaams Gewest)



Explore the map to find out how life is across OECD regions and discover regions with similar well-being.

Each region is measured in eleven topics important for well-being. The values of the indicators are expressed as a score between 0 and 10. A high score indicates better performance relative to the other regions.



Regions with similar well-being in other countries





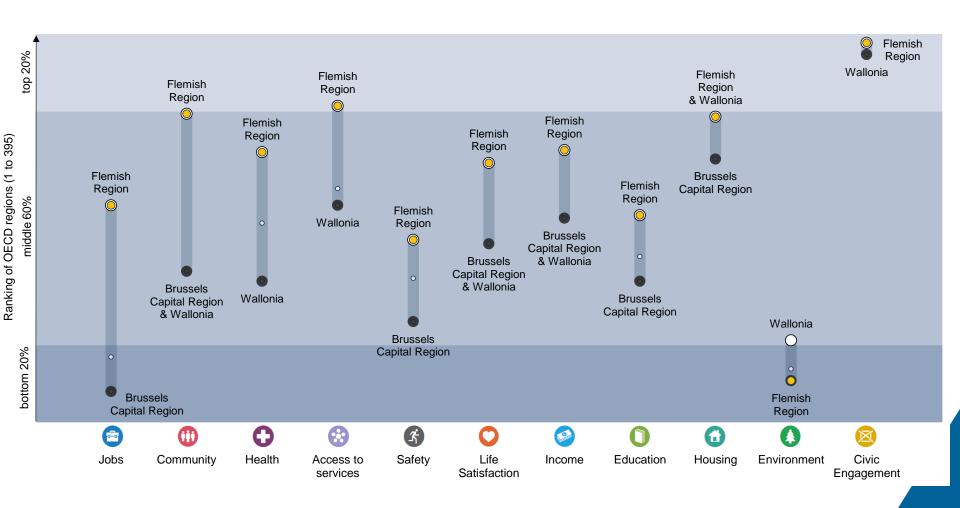
France

Alsace





Relative performance of the three Belgian regions by well-being dimensions

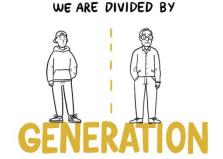




How's Life? 2017 explores other well-being divides...

...within OECD countries, including by:

- gender
- age
- education
- wealth
- migrant status







...and between people and the public institutions that serve them

Dispersion of income and other well-being outcomes across individuals

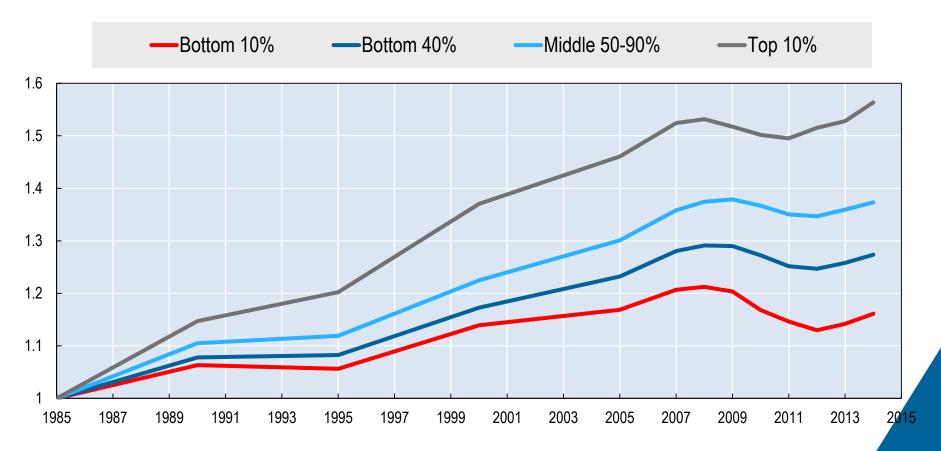






Widening income gap between rich and poor

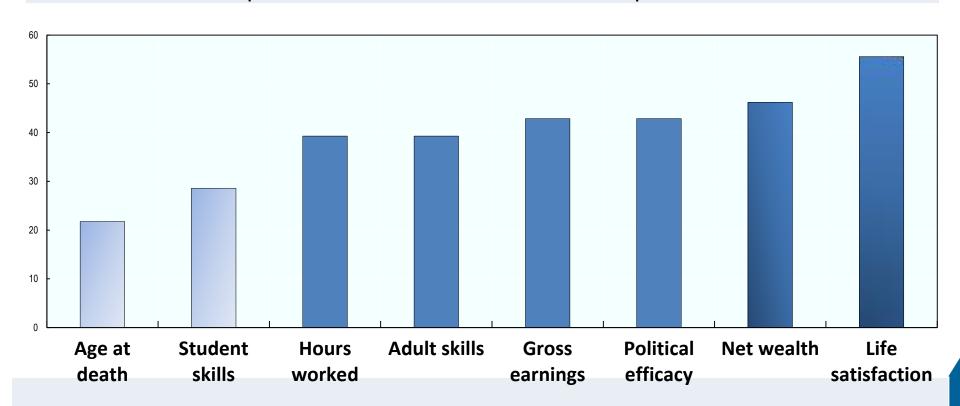
Household income has increased more rapidly at the top of the distribution (data from 17 OECD countries; OECD 1985 = 1)



Source: OECD Income Distribution Database; Unweighted average over 17 countries

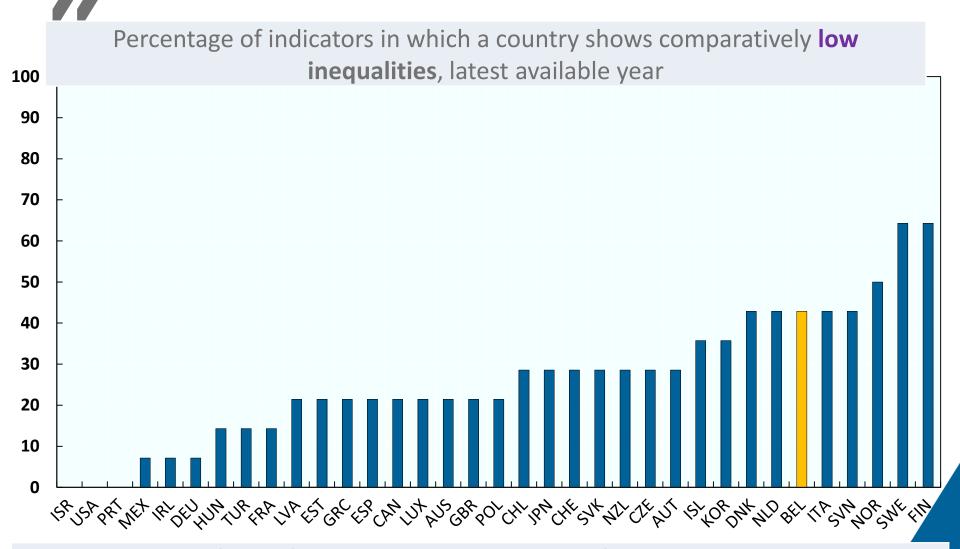
Patterns of income inequality are not perfectly mirrored in other dimensions

Percentage of countries for which performance in income inequality is similar to performance in other "vertical" inequalities



For a given country, the performance in income inequality is considered "similar to" performance in other vertical inequalities if they **both fall in the same third** when OECD countries are divided into least equal, middle equal and most equal thirds.

Which OECD countries have the lowest dispersions in well-being outcomes across individuals?

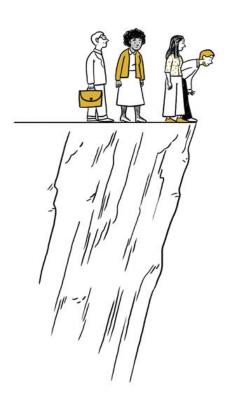


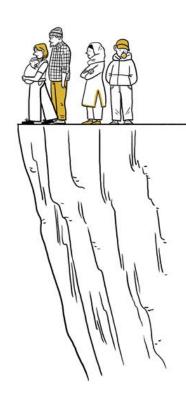
Low inequalities are defined as falling within the **most equal third** of OECD countries. Indicators are weighted so that the different dimensions of well-being are accorded equal weights.

Differences in well-being outcomes among population groups

...consider differences among groups e.g.

- by gender
- by age
- by education level
- by migrant status
- by the region people live in

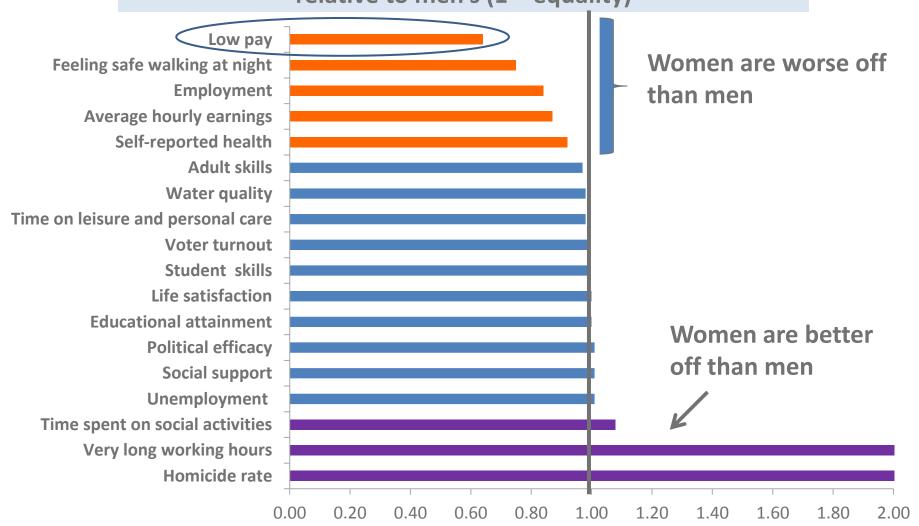






The OECD average gender divide

OECD average ratio of women's well-being low pay outcomes, relative to men's (1 = equality)



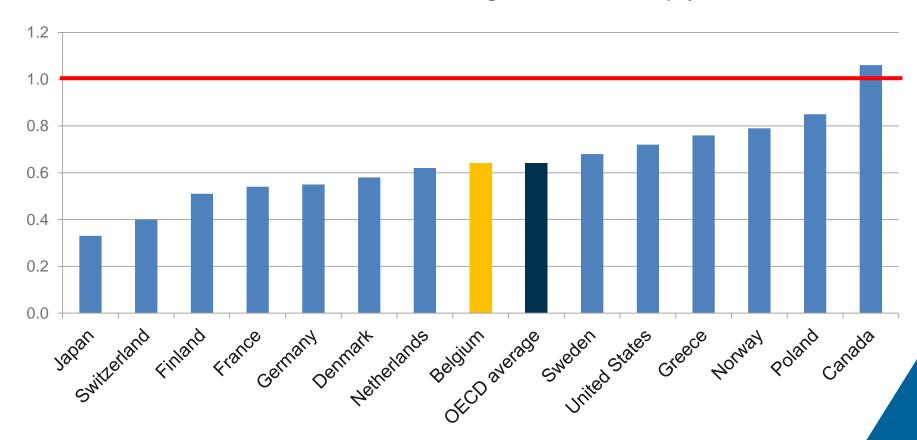


Women are much more likely than men to be in jobs with low pay

Low pay (full-time workers earning less than 2/3rd gross median income) ratio

1.0 = Equality between men and women.

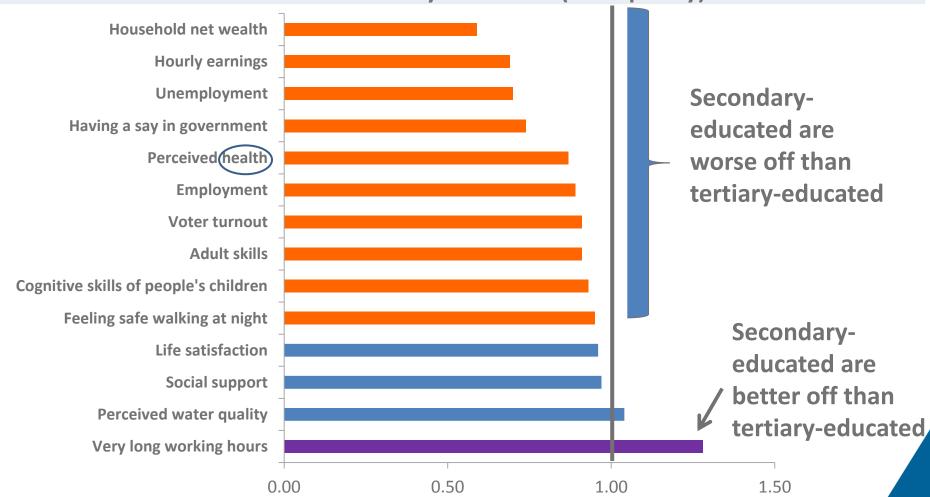
Scores below 1.0 = Women have a higher incidence of low pay Scores above 1.0 = Men have a higher incidence of low pay



Source: adapted from Table 2.A.3, How's Life? 2017

The OECD average educational divide

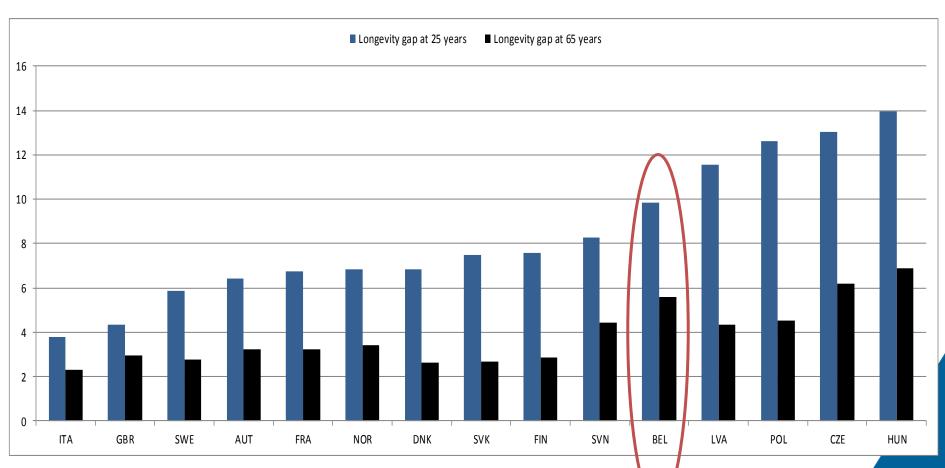
OECD average ratio of outcomes for people with a secondary education, relative to those with a tertiary education (1 = equality)





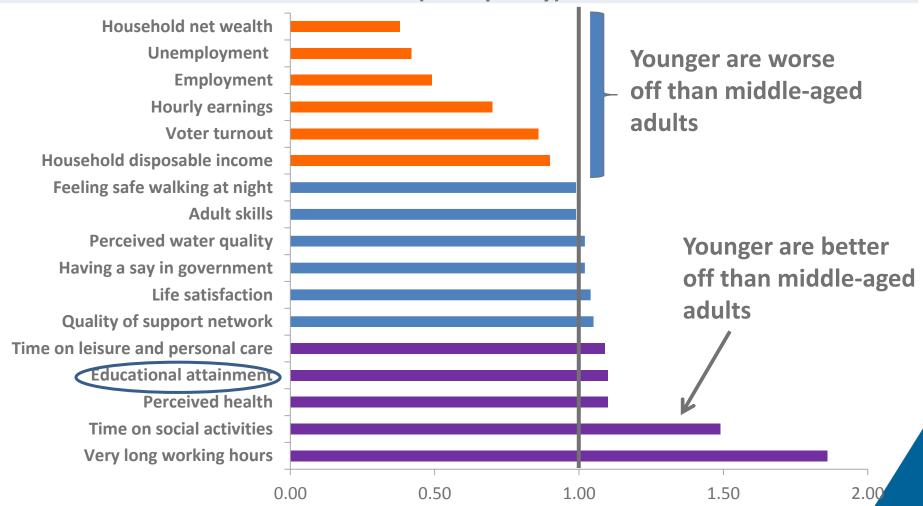
Large differences in longevity in European countries

Gap in life expectancy among men at age 25 and 65 by education (LE of men with tertiary education less that for men with below upper secondary education)



The OECD average generational divide

OECD average ratio of young people's well-being outcomes, relative to middle-aged adults (1 = equality)

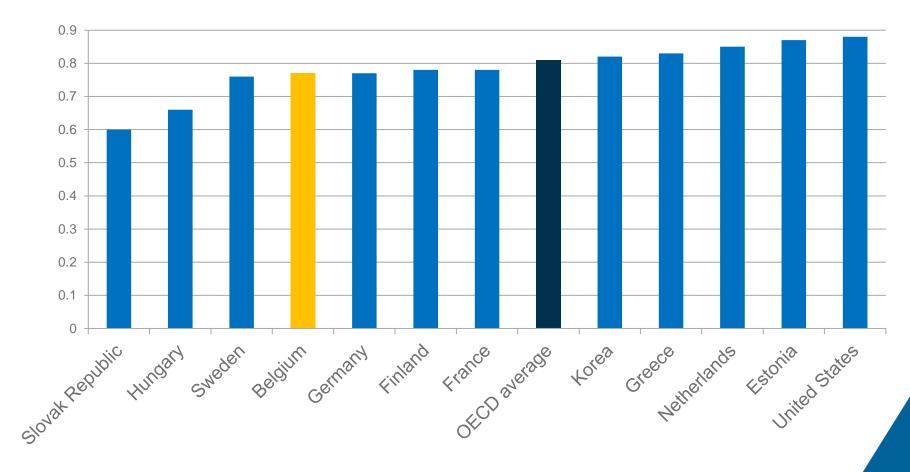


The age ranges considered vary slightly by indicator, but typically concern persons aged around 15-24, relative to persons aged around 25-54. For further detailed, see How's Life? 2017, Table 2.A.4.



Impact of parental education on cognitive skills of 15-old students

Ratio of cognitive skills (PISA scores on reading, mathematics and science) among students whose parents attained only a primary education, relative to those among students whose parents attained tertiary level



Source: adapted from Table 2.A.6, How's Life? 2017



2. The Better Life Index: learning about people's preferences

Engaging with citizens on what matters to them



www.oecdbetterlifeindex.org

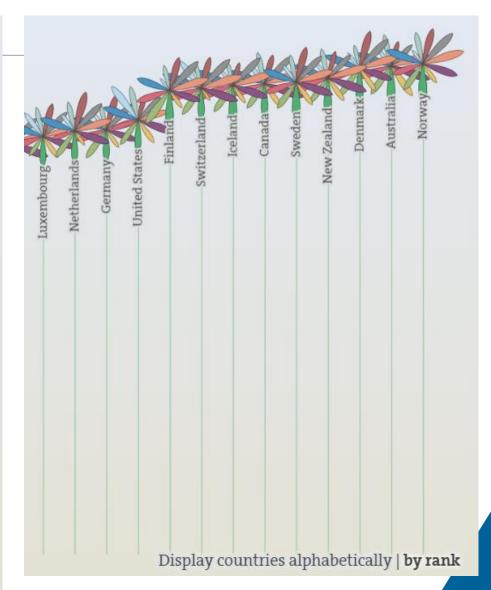
Share your index



Creating your own Better Life Index

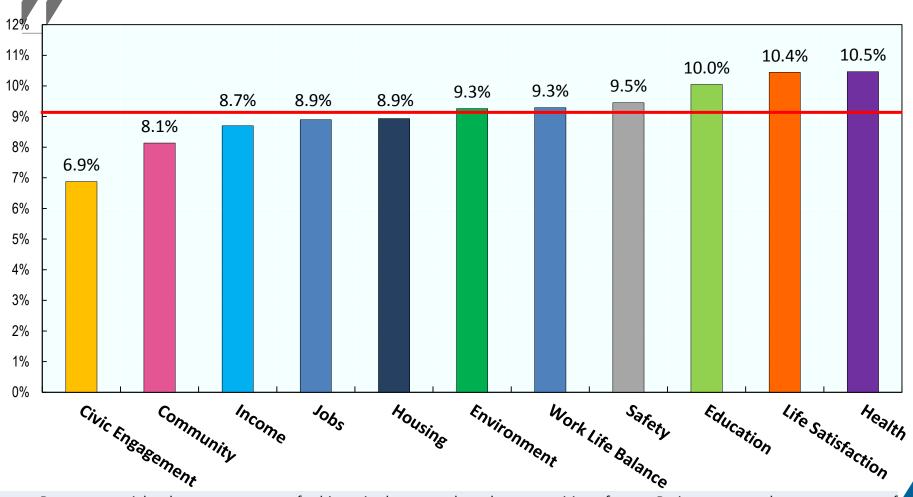
Rate the topics according to their importance to you:





. 3

and learning from what OECD BLI users tell us



Notes: Responses weighted ex post to correct for biases in the age and gender composition of users. Ratings expressed as a percentage of the total ratings assigned; with equal weights to all 11 dimensions, each would attract 9.09% (shown as the red line). N = 73,761 people in OECD countries only.

Source: OECD (2015), How's Life? 2015: Measuring Well-being,



Ingredients of the "good life": Belgium, France, United States



Notes: Responses have **not** been weighted to correct for biases in the age and gender composition of the sample of users. Source: OECD Better Life Index http://www.oecdbetterlifeindex.org/



Understanding what matters is key to restore trust in institutions

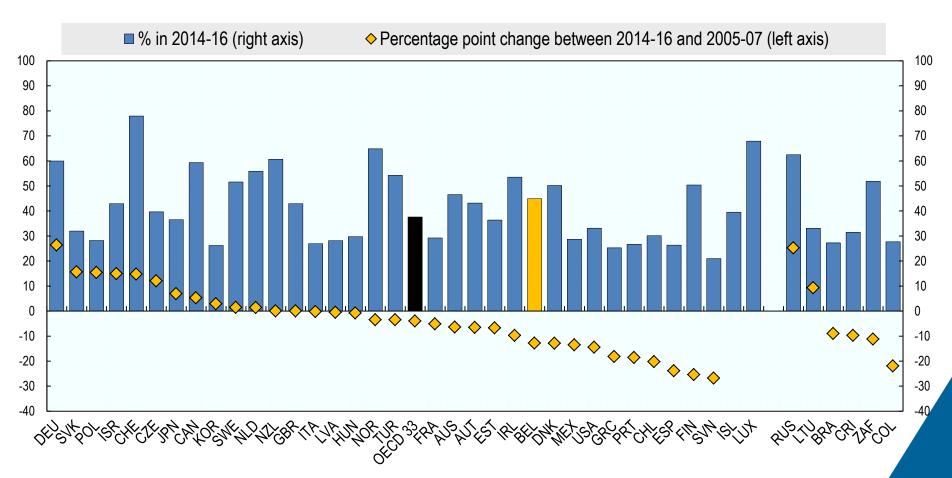
Distance between people and the public institutions that serve them





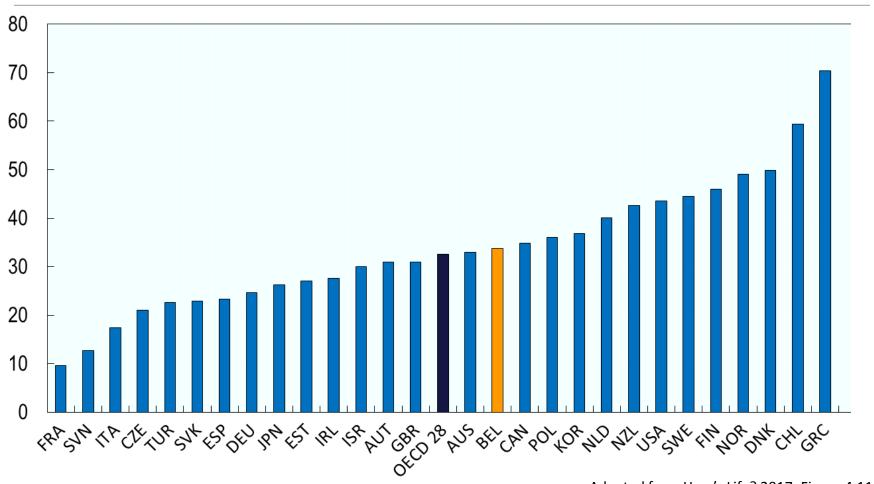
Declining trust in governments

Confidence in national government 2014-16 and changes since 2005-07





Only one in three people in the OECD feel that they have a say in what the government does

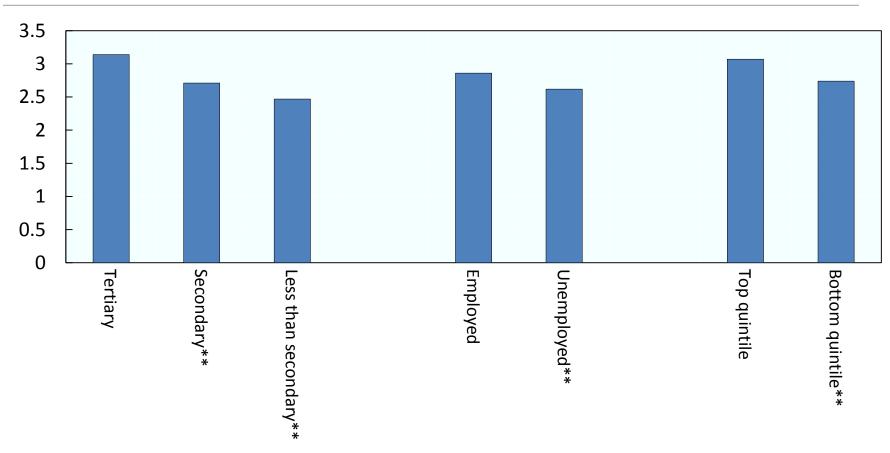


Adapted from How's Life? 2017, Figure 4.11.

...over half believe that corruption is widespread, and only 38% have confidence in their national government



People with fewer economic resources are less likely to feel they have a say in what the government does



OECD average mean score on a 1 - 5 scale (higher scores indicate higher feeling of having a say in what the government does)

^{**} indicates a statistically significant difference at the 95% confidence level, with tertiary-educated, employed and the top income quintile serving as the reference groups, respectively.

Adapted from How's Life? 2017, Figure 4.12.



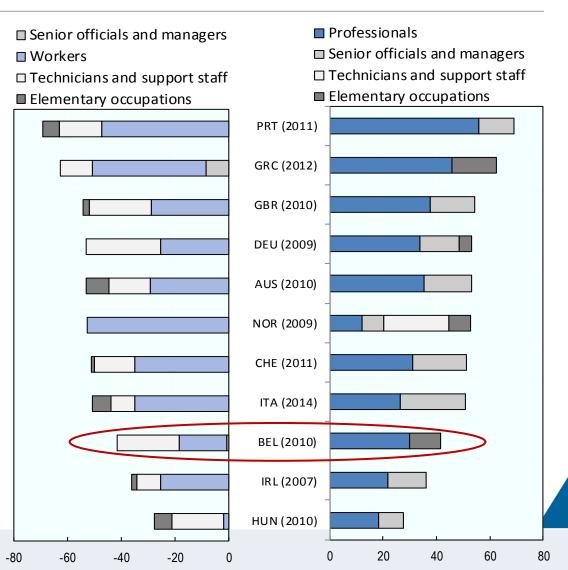
o politicians represent the people they serve?

Groups under-represented

Groups over-represented

A study of 11 OECD countries found that manual, agricultural and service workers make up 44% of the population at large, but only 13% of members of parliament.

... in Belgium the figures are 32% and 15%, respectively (2010 elections)





Better Life Initiative: Different media for different audiences

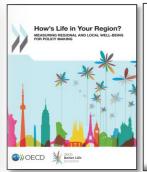
Public outreach

Control formula (Indian Personal Indian Integrate follows Control to morting)

Report Life
Indian Report Lif

Data Collection
Reporting, Analysis
Communication







Research & methodological work





Bottom line: Measuring what matters for better policies



A more complete picture of progress – capturing aspects of life often missed by more conventional measures)

Highlighting the diversity of experiences at a granular, people-centred level





Supporting the **strategic alignment** of outcomes across government departments

Forward-looking: resources for future well-being, not just outcomes here and now





Thank you for your attention!

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- www.oecd.org/measuringprogress
- www.oecd.org/howslife
- www.oecdbetterlifeindex.org
- http://www.oecd.org/inclusive-growth/