

490,000 workers can be integrated into the labour market through a more inclusive work culture if Germany reaches the Swiss level

Objective

Achieving a more inclusive work culture through enhanced education for people with disabilities and a more targeted compensation levy

Implementation in Switzerland 🛨

- BehiG effective since 2004, undergoing revisions by end of 2023
- Revisions ensure explicit protection against disability discrimination and employers required to implement measures for equal work
- 83% of individuals aged 25 to 64 with disabilities hold a vocational qualification or a high school diploma
- Public employers have an exemplary role in creating an inclusive work environment

Outcome of Switzerlands measures

- 67% of individuals with disabilities are employed; disparity with the proportion holding qualifications. Relatively high on a global scale
- Comprehensive approach to inclusivity for people with disabilities, with a particular focus on proper education and promoting an inclusive work culture rather than specific quotas

Germany's status

- 57% of individuals with disabilities are employed
- New Law 2023, penalty for non-compliance with the 5% employment quota for people with disabilities is increased
- The main reason for companies not reaching the quota is the missing of qualified applications (77% of companies)

Policy recommendations for Germany

- **Enhance education opportunities** for people with disabilities
- **Revise the compensation levy** to more effectively promote inclusive employment without restricting companies in their actions
- Reduce workplace discrimination

Possible Scenario

- Objective: Increase employment by 10%, mirroring the Swiss model
- Impact: 490,000 more individuals with disabilities employed
- Costs: Primarily allocated for education and training, with a potential decrease in compensation levy revenue. The costs are estimated to be in the high seven-figure range



Background information about: Achieving a more inclusive work culture through enhanced education for people with disabilities

Object	Additional information
Implemen tation in Switzerlan d	 Behindertengleichstellungsgesetz (BehiG) enacted in 2004 to eliminate discrimination, particularly in specified areas outlined by the law. Federal Council's push for comprehensive and swift revisions to address workplace protection and accessibility to public services for individuals with disabilities Emphasis on creating a more inclusive environment for both private and public employers Focus on reducing discrimination and facilitating the transition of individuals with disabilities from sheltered workshops to the general job market Importance of addressing the mismatch between the needs of companies and the skills offered by employees
Outcome	 Ongoing efforts in Switzerland for the integration of people with disabilities indicate room for improvement, prompting a planned revision Despite challenges, Switzerland has achieved a relatively high rate of employment among people with disabilities Revision aims to enhance the existing employment rate by reducing discrimination and promoting a more inclusive work culture Government adopts an approach that refrains from specifying specific measures for companies, allowing flexibility in their actions The success of this flexible approach is acknowledged, and the upcoming revision will likely shape its evolution
Germany 's status	 Lower employment rates of people with severe disabilities highlight ongoing societal challenges in achieving full inclusion The Law for the Promotion of an Inclusive Job Market in Germany, effective in 2023/24, involves a revision and increase in the compensation levy Legal quota provides incentives for employers to hire individuals with severe disabilities, and compensation levy revenue supports state initiatives for their training and employment Despite the legal framework, many employers fall short of the quota, citing a lack of suitable applicants with severe disabilities Concerns exist that an increased compensation levy might lead businesses to stay below the legal threshold, potentially impeding their employment growth



Background information about: Achieving a more inclusive work culture through enhanced education for people with disabilities

Object	Additional information
Policy recomme ndations for Germany	 Dismantling remaining prejudices is a crucial first step for better integration of individuals with severe disabilities into businesses 18% of companies not paying the compensation levy cite concerns about the potentially limited performance of individuals with severe disabilities as a reason for their insufficient employment Opportunities for potential reforms include expanding qualification programs and providing additional incentives for companies to hire individuals with disabilities Intensifying and targeted support for the (further) qualification of individuals with disabilities, both in the education system and the workforce, is essential Addressing the disparity between operational requirements and the qualifications of individuals with severe disabilities is a key goal of reform efforts Increasing training positions for people with disabilities can be a practical measure to enhance their qualifications and improve their integration into the workforce
Possible scenario	 Approximately 4.9 million individuals with disabilities and of working age (15 to 64 years) are considered in the context 57% of this population equals 2,793,000 individuals; 67% (Switzerland's quota) of this population equals 3,283,000 individuals The difference between these percentages is 490,000 people Due to the diverse range of measures, specifying costs precisely is challenging. An estimate for the costs is in the high seven-figure range