## Outline

- Beyond GDP: Sustainable development and the 2030 Agenda
- 2. Measuring quality of life and well-being
- 3. Well-being indicators & economic planning

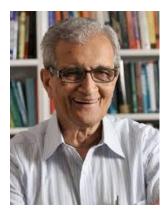
# Focus on well-being and quality of life

- "Beyond GDP": To consider progress not only from the economic point of view, but also in its social and environment aspects
- Not replacing, but complementing GDP



- Commission set up by Sarkozy
- Led by Joseph Stiglitz, Amartya Sen,
  Jean-Paul Fitoussi, with contributions from
  20 international experts
- "Shift emphasis from measuring economic production to measuring people's well-being"







### The Stiglitz, Sen & Fitoussi Report - 1

### **New measures**

- 1. Material well-being: **income and consumption** rather than production
- 2. Emphasize the **household perspective**
- 3. Consider income and consumption jointly with wealth
- Give more prominence to the **distribution** of income. consumption and wealth
- 5. Broaden income measures to **non-market activities**

## The Stiglitz. Sen & Fitoussi Report - 2

# A multi-dimensional approach

- Quality of life depends on personal capacities and living conditions (Health; Education; Personal activities, including work; Political voice and governance; Social connections and relationships; Environment (present and future conditions); Insecurity (economic & physical); Material living standards)
- 7. Consider objective and subjective measures
- 8. Quality of life indicators should assess **inequalities**
- 9. **Links** between various quality of life domains for each person
- 10. A **effort from NSI** is necessary

# The Stiglitz. Sen & Fitoussi Report - 3

# **Sustainability**

11. Consider not only stocks but also their variations



12. The environmental aspects of sustainability deserve a separate follow-up



## Well-being according to OECD

Since **2001** → OECD recognizes that measuring well-being is of the crucial importance for the credibility and accountability of public policies but also for the very functioning of democracy

#### A new commitment

To measuring and fostering the progress of societies in all dimensions, with the ultimate goal of improving policy making, democracy and citizens' well-being

#### Collaboration

Statistical offices, public and private organisations, and academic experts to work alongside representatives of their communities to produce high-quality, facts-based information to form a shared view of **societal well-being** and its evolution over time

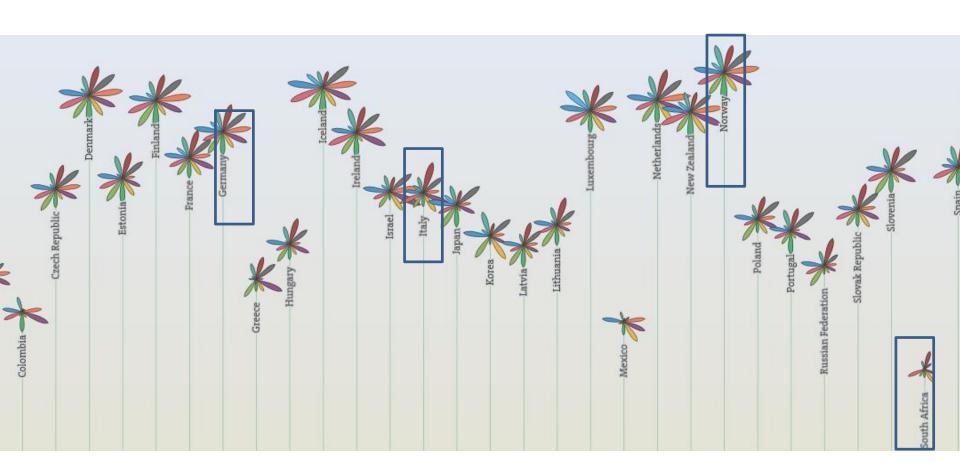
## Well-being according to OECD

#### The Better Life Initiative:

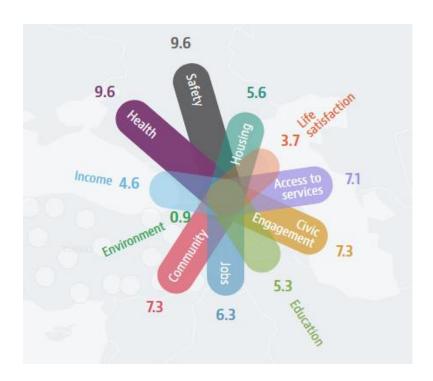
- Studies and analysis about people's well-being and how to measure it
- A Report on well-being evolution in 35
  OECD countries and 6 partner countries (every second year)
- A web tool to visualize and compare countries performance



# How's life in OECD countries



# How's life in OECD regions – Tuscany



Regions with similar well-being in other countries









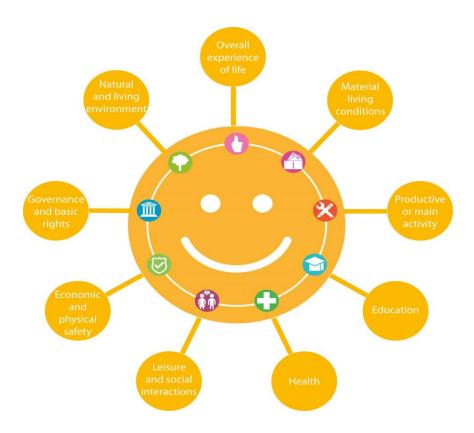




Germany Berlin

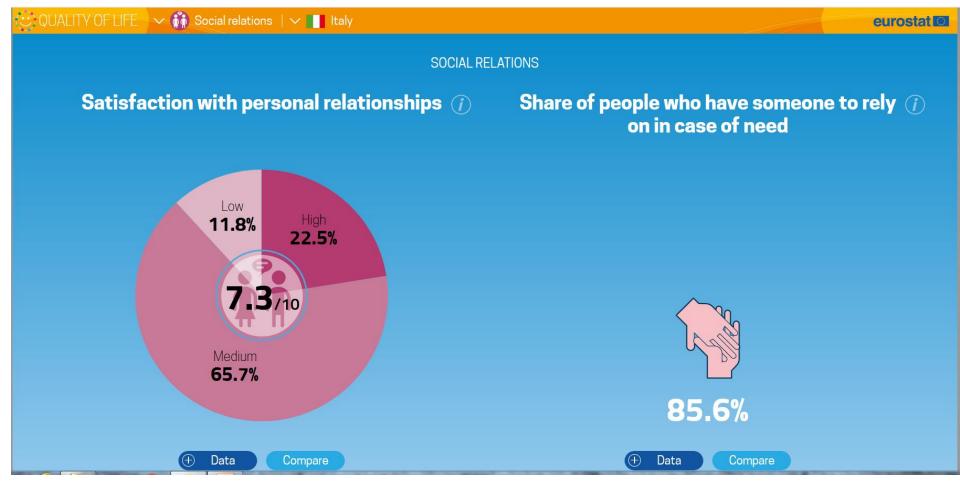
# **Well-being for Eurostat**

# **Quality of Life**

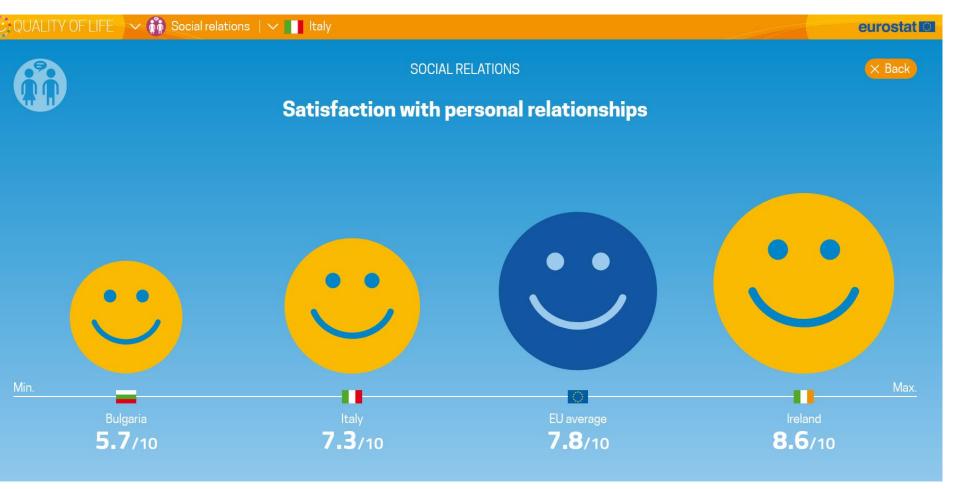


http://ec.europa.eu/eurostat/cache/infographs/qol/index\_en.html

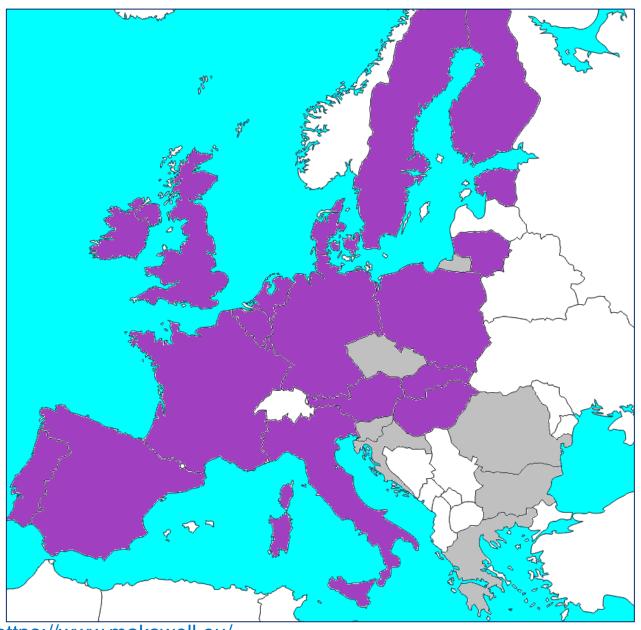
# **Country Indicators**



# International comparisons



# National Well-being initiatives in EU



https://www.makswell.eu/

## In Italy: the BES project

### **Benessere - Well-being**

Measuring the key aspects of quality of life

### **Equo - Equitable**

Focus on distributional aspects

#### Sostenibile - Sustainable

Conditions necessary to ensure well-being for future generations



To complement and integrate indicators on economic activities

- To provide a set of indicators to monitor progress of Italian society
- 2. To support policy making







Public consultation

Scientific Commission

ISTAT, Users, Producers



ANNUAL REPORT AND DATABASE

2019

2010

### **12 Domains**

# ...and their relevance (0 - 10)

1	Health	9.5
2	Education and Training	9.2
3	Work and Life balance	8.9
4	Economic well-being	8.2
5	Social Relationships	8.2
6	Politics and institutions	7.4
7	Safety	9.0
8	Subjective well-being	8.7
9	Landscape and Cultural heritage	8.6
10	Environment	8.9
11	Innovation, Research and Creativity	8.4
12	Quality of services	8.6

# **Defining indicators**

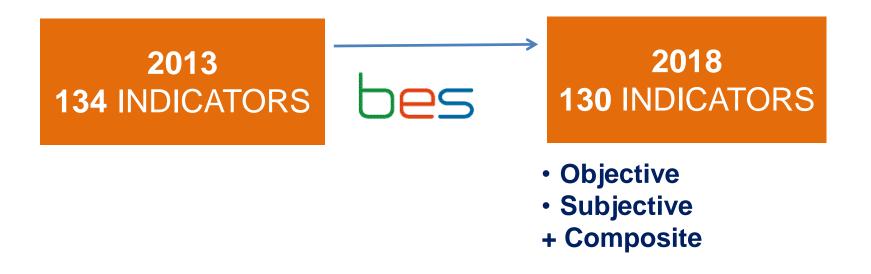
The Scientific Commission (about 80 experts from the academy and institutions) defined the initial set of indicators for each domain

#### Criteria:

- To include both objective and subjective measures
- To refer to Official Statistics as much as possible
- Parsimony
- Availability of time series
- Regional data
- Clear and unambiguous interpretation
- Attention to international recommendations

# A project in progress

- New data sources to fill data gaps
- Revision of methodology
- Updating the conceptual framework
- New analysis



# An example

1 Employment rate (20-64 years old)
2 Non-participation rate
3 Transition rate from non-standard to standard employment (in 12 months)
4 Share of employed persons with temporary jobs for at least 5 years
5 Share of employees with hourly earnings below 2/3 of the median
6 Share of over-qualified employed persons
7 Rate of fatal occupational injuries or injuries leading to permanent disability
8 Share of employed persons not in regular occupation
Ratio of employment rate for women aged 25-49 with at least one child aged 0-5 to the employment rate of women 25-49 years without children
Share of population aged 15-64 years that works over 60 hours per week (including paid work and household work)
Share of the household work time carried out by women (in a couple) on the total of the household work time
12 Share of employed persons who feel satisfied with their work <b>S</b>
13 Share of employed persons who feel their work unsecure <b>S</b>
14 Involuntary part time

## **Composite indicators**

One figure for each domain

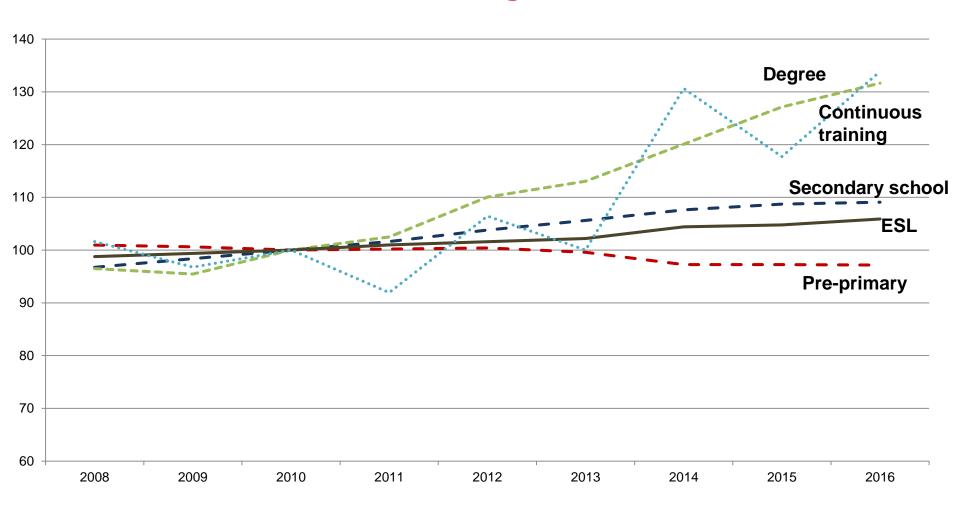
- → Synthesis of the overall evolution
- → Easier comparison among Regions
- → Easier communication

Step 1 Methodology

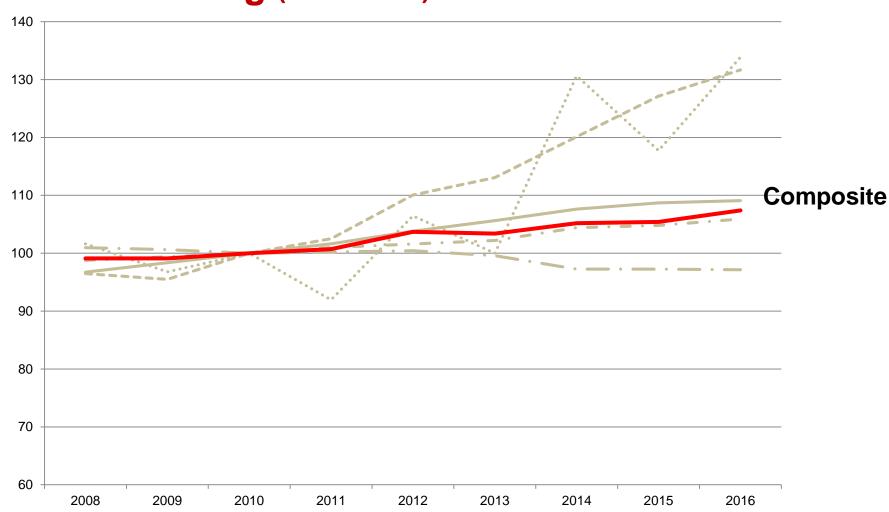
Step 2 Indicators' selection

Step 3 Analysis and dissemination

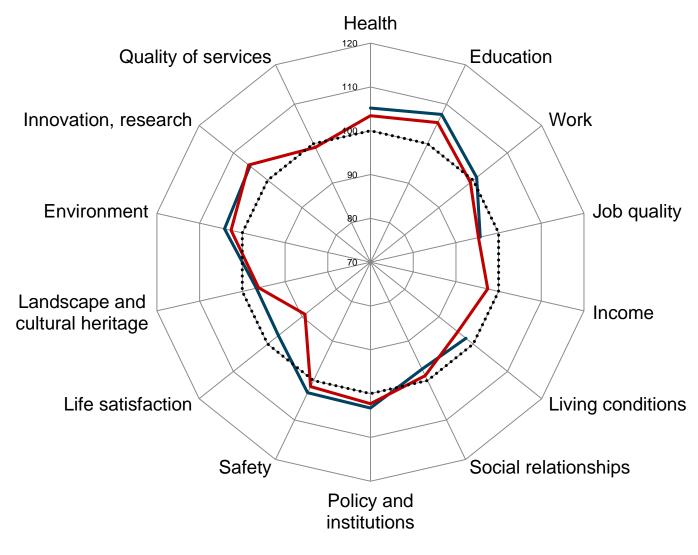
# Italy – Single indicators in the domain Education and Training (100=2010)



# Italy – The composite indicator for Education and Training (base=2010)



## Composite indicators for all Well-being domains



**—**2016 **—**2015 ······ 2010

### Bes for the users

Annual Reports







Data files



Dashboard



https://www.istat.it/en/well-being-and-sustainability

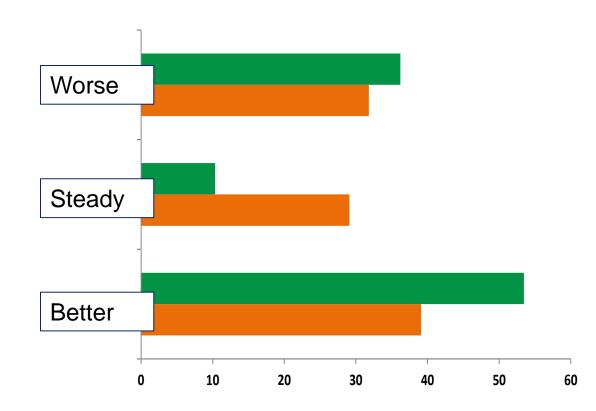
## The 2019 BES Report

#### **Recent evolution**

- Almost 40% of the indicators improve compared to the previous year.
- A significant proportion is getting worse (31.8%)
- The domains improving more are: Innovation. research and creativity (86% of indicators);
   Economic well-being (80%);
   Work and life balance (67%)
- Critical evolution for the domain Social relationships

#### **Since 2010**

 Most progress is in the domains Health and Environment Indicators evolution with respect to 2010 (green) and previous year (orange) (%). Italy 2017 (or latest year available)



#### **REGIONAL PROFILES**

#### **Indicators by Regions and quintiles**

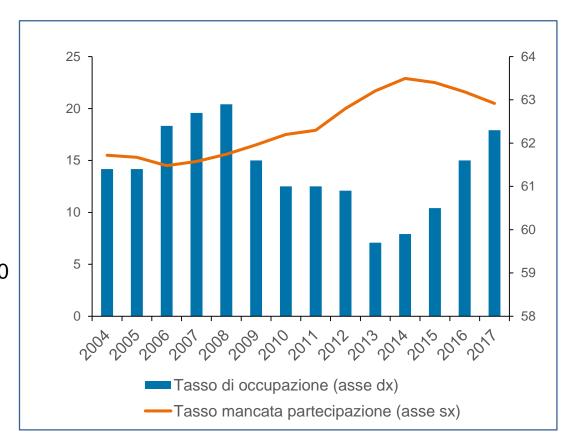
(percentage distribution – last available year)

	Indicatori per quintile							
REGIONI	1	II	III	IV	V	Totale indicator disponibili		
	% (0-20)	% (20-40)	% (40-60)	% (60-80)	% (80-100)			
Piemonte	9,9	19,8	31,4	27,3	11,6	121		
Valle d'Aosta/Vallée d'Aoste	17,1	12,8	18,8	14,5	36,8	117		
Liguria	13,9	18,9	27,0	32,8	7,4	122		
Lombardia	14,0	10,7	24,0	27,3	24,0	121		
Bolzano/Bozen	9,3	12,0	12,0	9,3	57,4	108		
Trento	5,3	5,3	13,3	13,3	62,8	113		
Veneto	12,4	14,0	24,0	24,8	24,8	121		
Friuli-Venezia Giulia	4,9	11,5	14,8	36,9	32,0	122		
Emilia-Romagna	12,4	19,8	16,5	24,0	27,3	121		
Toscana	6,6	15,7	35,5	30,6	11,6	121		
Umbria	10,0	25,0	25,8	23,3	15,8	120		
Marche	8,2	23,8	27,9	32,8	7,4	122		
Lazio	21,3	31,1	18,0	13,1	16,4	122		
Abruzzo	22,3	36,4	19,0	14,9	7,4	121		
Molise	34,5	31,9	10,1	11,8	11,8	119		
Campania	55,7	18,9	9,8	6,6	9,0	122		
Puglia	48,8	24,0	12,4	10,7	4,1	121		
Basilicata	35,0	30,0	10,8	10,8	13,3	120		
Calabria	60,3	9,1	5,8	9,1	15,7	121		
Sicilia	58,7	14,9	12,4	5,8	8,3	121		
Sardegna	30,3	21,3	20,5	17,2	10,7	122		

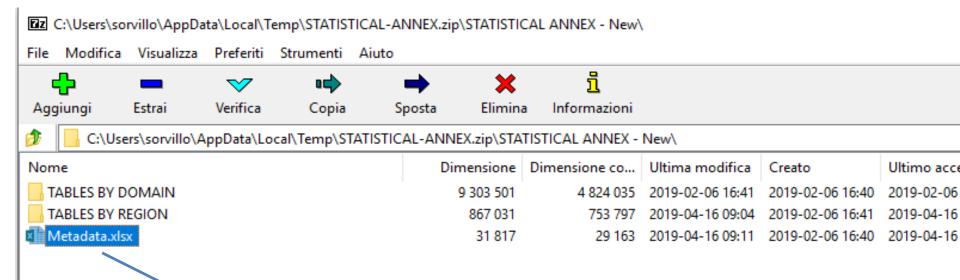
## **Analysis for each domain**

# Dimensions more strictly linked to economics show positive signals: the labour market

- Improvements in the labor market: the employment rate of 20-64 year olds is on the rise (62.3% in 2017) and the rate of non-participation in the labor market decreases.
- Work is less insecure: the rate of fatal accidents and permanent disability drops to 11.6 per 10,000 workers (from 12.1 in 2015); the percentage of employed people who think they could lose their current without finding another one decreases by 0.8 points in 2017



## **Data file**



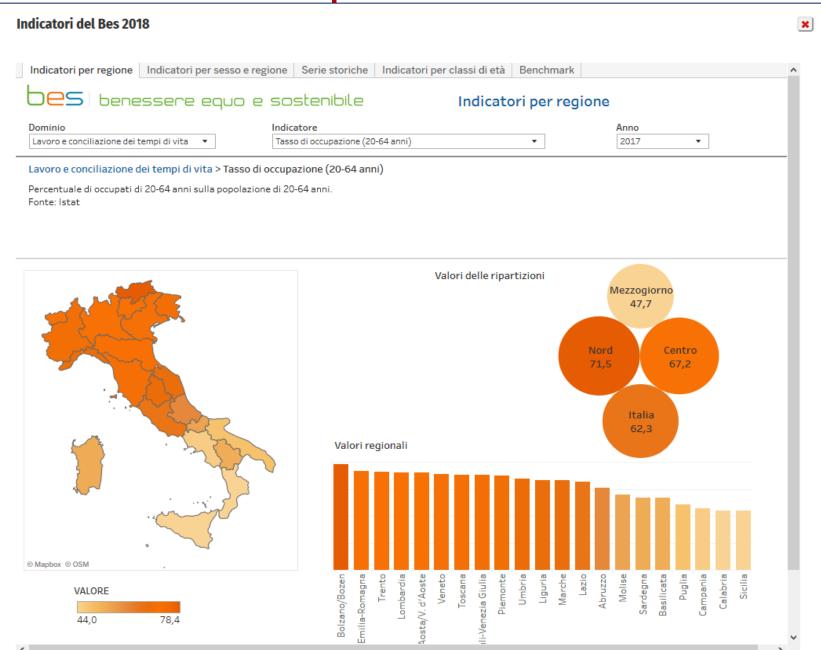
#### Non-participation in the labour market (rate)

Percentage of unemployed people aged 15-74 plus part of the potential labour force aged 15-74 who are inactive (not having looked for a job in the past 4 weeks) but willing to work

divided by

The total labour force aged 15-74 plus part of the potential labour force

Visualizations and comparisons: the BES dashboard



catori p	per regione Serie storio	che su base regionale	Indicatori per sess	so e regione   Indica	tori per classi di età	Benchmark
25	benessere ed	juo e sostenit	Serie s	storiche su bas	se regionale	
NIO		INDICATORE		REGIONI	7⊀ ▼	RIPARTIZIONI
ente	*	Soddisfazione per la situ	uazione ambientale	(Multiple values)	*	(All) •
ente > :	Soddisfazione per la situ	azione ambientale				
ne di 14	l anni e più molto o abbasta	anza soddisfatte della si	ituazione ambientale (	(aria, acqua,rumore) de	ella zona in cui vivono	sul totale delle persone di 14
e: Istat, i	Indagine Aspetti della vita	quotidiana.				
		Andame	nto in serie storica p	er regioni e ripartizio	oni	
80,0 –						- 80,0
50,0						50,0
	Sardegna					
75,0 –					<b>\</b>	Nord - 75,0
		<b>///</b>				Centro
70,0 –			/		<b>\</b>	- 70,0 Italia
		<b>~</b> //				
65,0-						- 65,0
	Lazio	/			<b>\</b>	
60,0 –				<b>\</b>	<b>\</b>	Mezzogiorno - 60,0
00,0						Mezzogiorno - 60,0

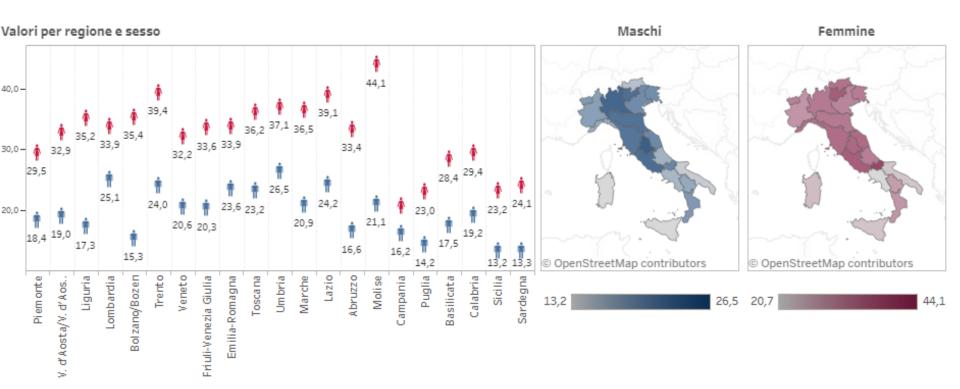
#### DES | benessere equo e sostenibile

#### Indicatori per sesso e regione

DOMINIO		INDICATORE	ANNO		
Istruzione e formazione		Persone che hanno conseguito un titolo universitario ▼	2015	*	

#### Istruzione e formazione > Persone che hanno conseguito un titolo universitario

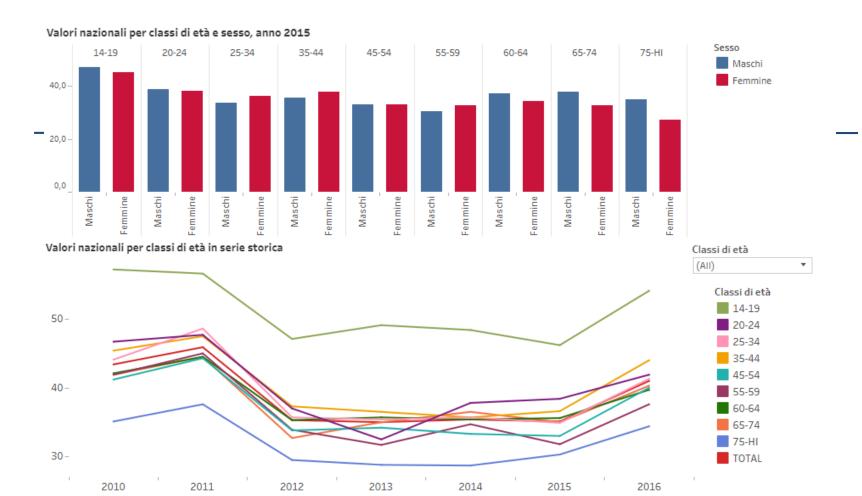
Percentuale di persone di 30-34 anni che hanno conseguito un titolo di livello terziario (ISCED 5, 6, 7 o 8) sul totale delle persone di 30-34 anni. Fonte: Istat, Rilevazione sulle Forze di lavoro.





#### Benessere soggettivo > Soddisfazione per la propria vita

Percentuale di persone di 14 anni e più che hanno espresso un punteggio di soddisfazione per la vita tra 8 e 10 sul totale delle persone di 14 anni e più. Istat, Indagine Aspetti della vita quotidiana.







#### Confronto fra indicatori per regione > Lazio rispetto a Italia, anno 2017

Dominio	Indicatore								
Salute	Speranza di vita alla nascita								
	Speranza di vita in buona salute alla nascita								
	Indice di salute mentale (SF36)								
	Mortalità per incidenti stradali (15-34 anni)								
	Eccesso di peso								
Relazioni sociali	Soddisfazione per le relazioni familiari								
	Soddisfazione per le relazioni amicali								
	Fiducia generalizzata								
		-100	-80	-60	) -	40	-20	0	20

variazione percentuale dal riferimento