

A Basic Income for the

18 - 26:

Inventing tomorrow's

solidarities

The gaps in the belgian social security system:

- Structural gaps
- Political gaps
- Evolution of society

Filling the gaps:

- Universality
- Individualization
- Unconditionality
- Boundaries: poverty, financing, completing social security, regulation of the labour market

Many concrete propositions:

- Tax credit
- Guaranteed income
- Basic income:
 - how much ?
 - Replacing what ?
 - Who pays ?

A Basic Income for the 18 - 26

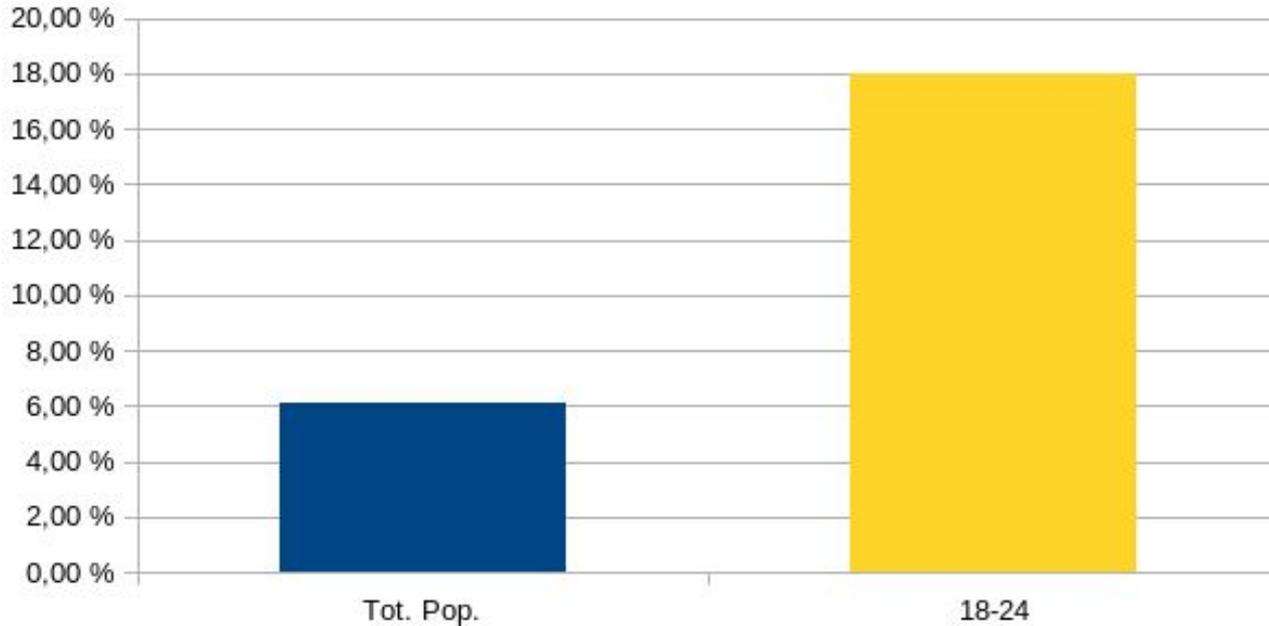
- Unconditional
- 460 per month - for every person between 18 and 26 years old

1. Why focusing on the young ?

- Small step strategy
- Disadvantaged category
- Many young people not benefiting from the existing social security system

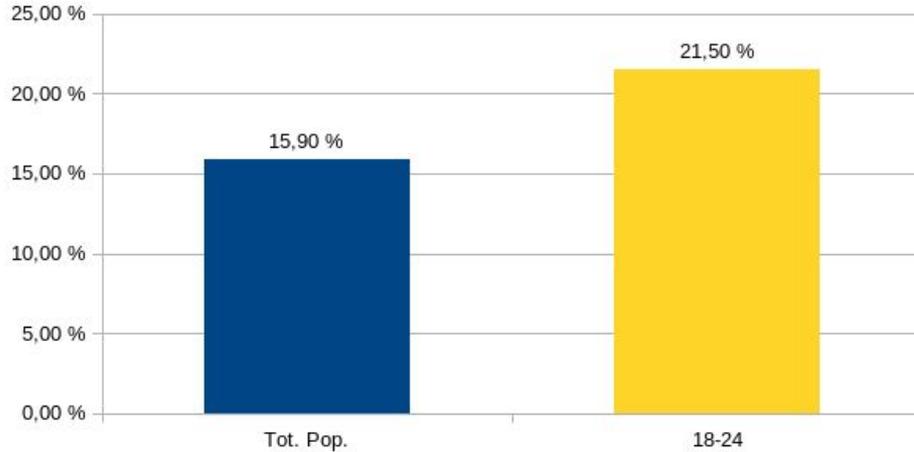
Unemployment rate is higher

Unemployment rates by age

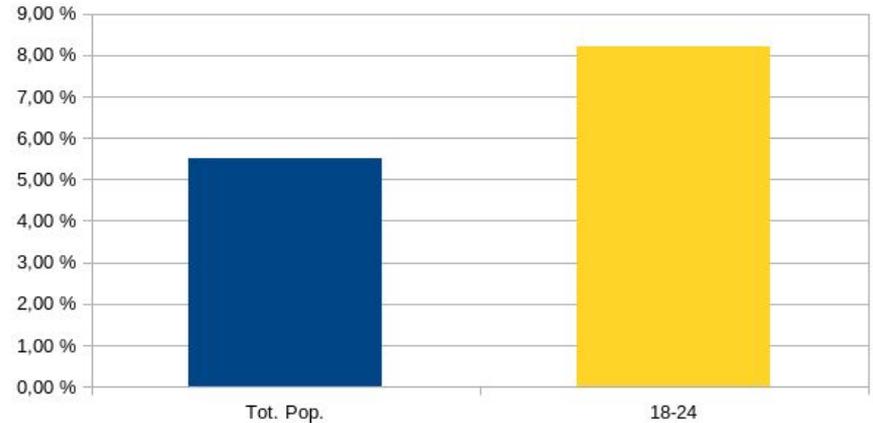


Poverty risk is higher

At-risk-of-poverty rate (60 % of med. Inc.)

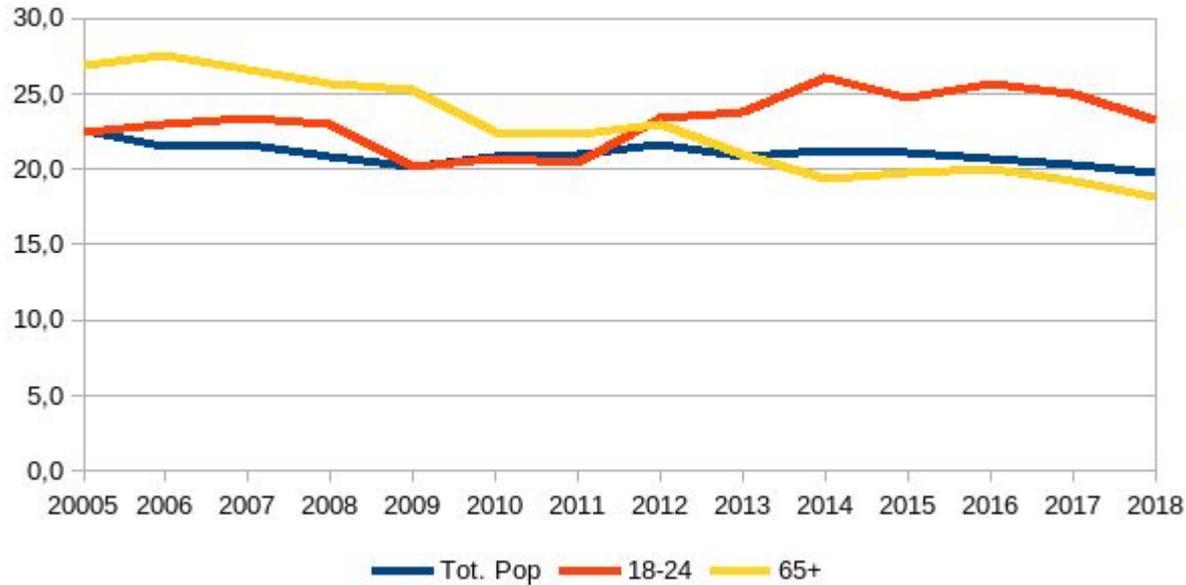


Severe material deprivation rate by age



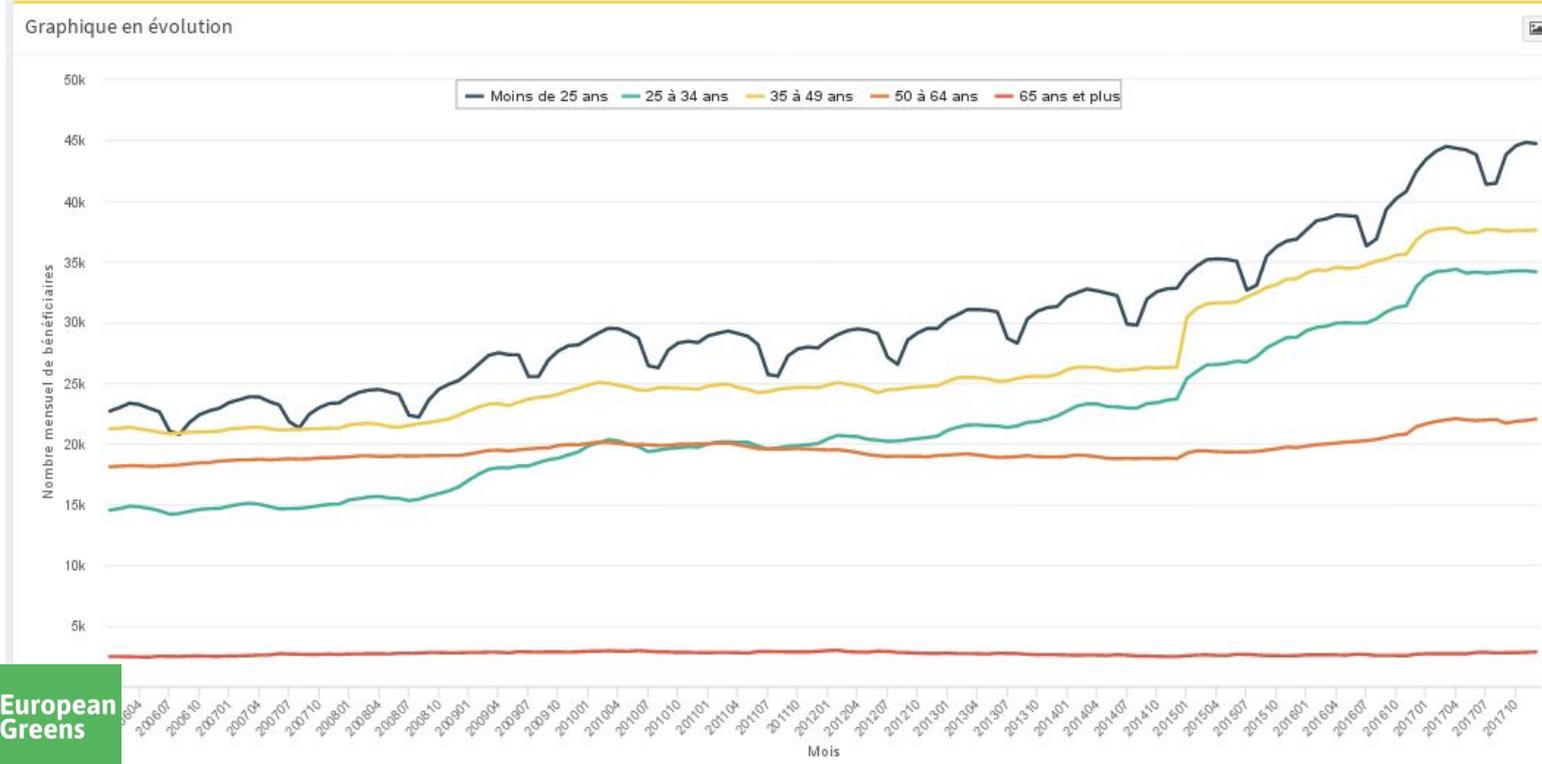
Poverty risk is higher

People at risk of poverty or social exclusion by age



Exclusion from the system is higher

Evolution mensuelle du nombre de RIS selon la tranche d'âge Données du 27/04/2018



2. Why 26 years old as a limit ?

- Arbitrary decision
- Threshold for many existing social transfers
- Tipping threshold in income and labour participation

Open to discussion of course

3. Why 460 euros a month ?

- 460 euros is the lowest level inside the boundaries
- Trade off between impact on individual income and the financing of the proposition

Respecting the boundaries ?

- No young beneficiary is worse off
- No impact on other social transfers
- Decrease in poverty and inequality
- Total cost of the proposition is limited

How much does it cost ?

**What are the
redistributive effects ?**

Total “gross” cost:

- 460 euros x 12 onths x 1,35 millions people = 7,4 billion euros

Total “net” cost:

- BI is taxed
- BI replaces family allowances and tax credit
- Positive effect on the economy

Net cost = 3,1 billion euros

Redistributive effects (Net UBI received):

- No income and living with his parents: +309,45 eur
- Receiving unemployment benefits: +360 eur
- Receiving the minimum insertion revenue: +460 eur
- Working full time at median wage: +295,2 eur