# **Employment Insurance System**

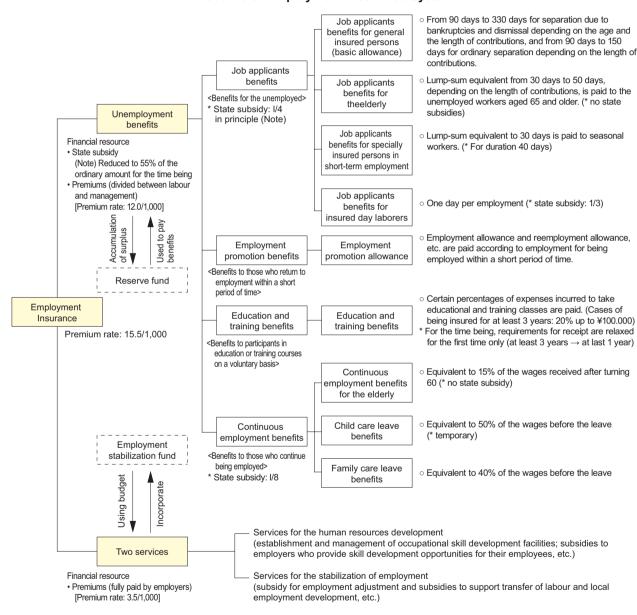
#### Overview

#### **Outline of Employment Insurance System**

- 1. Employment Insurance is an obligatory insurance managed by the government (the insurance compulsorily applies to any enterprise which employs more than one worker in principle.)

  [Covered establishments: 2,03 million, insured workers: 38.24 million, beneficiaries: 730,000 (FY 2010 average)]
- 2. Employment insurance is a system which has comprehensive employment-related functions. It
  - [1] Grants benefits to the unemployed, to workers having difficulty continuing their employment, and to workers and the unemployed who voluntarily receive vocational training, with the aim of stabilizing their well being and employment or promoting reemployment, and
  - [2] Aims to prevent unemployment, rectify the employment situation and increase employment opportunities, develop and improve workers' potential, and promote the welfare of workers.

#### **Outline of Employment Insurance System**



### **Detailed Data 1**

## **Balance Sheet of Unemployment Benefits**

(Unit: ¥100 million)

				FY2010	FY2011
	FY2007	FY2008	FY2009	budget	budget
Revenue	22,214	22,896	20,508	22,258	21,439
Premium revenue (included)	) 19,402	19,664	12,790	18,843	18,670
State subsidy for unemployn benefits, etc. (included)	nent 1,190	1,604	5,887	3,002	2,147
State subsidy for employmer support projects (included)	nt _	_	_	-	173
Expenditure	14,917	15,907	22,481	29,459	23,096
(Unemployment benefits, etc; incl	uded) (12,598)	(13,496)	(19,805)	(26,790)	(20,298)
Benefits for supporting the transfer of job seekers (included)	aining _	_	-	_	(376)
Subsidy for promoting vocational tra certified designated job seekers (inc		_	-	_	(250)
Surplus	7,297	6,989	▲1,973	▲7,201	▲1,657
Outstanding stability fund	48,832	55,821	53,870	42,269	40,112

- (Note) 1. The figures for "Expenditure" for FY2010 and FY2011 budgets include contingency funds (¥139 billion for FY2010 and ¥97 billion for FY2011).
  - After the settlement of accounts, outstanding reserve includes the amount to be set aside as reserve fund in the next fiscal year.
  - 3. Reserve funds for FY2010 and FY2011 budget have been reduced by ¥440 billion and ¥50 billion, respectively, which was required for payment of the employment stability expenses under a special measure.
  - 4. The figures are rounded numbers.

### **Detailed Data 2**

### Balance Sheet of Two Services (Three Services) of Unemployment Insurance

(Unit: ¥100 million)

		FY2007	FY2008	FY2009	FY2010 (first supplementary budget added)	FY2011 budget
Revenue		5,168	5,230	5,022	10,039	6,192
Exp	penditure	3,195	5,649	10,235	12,420	8,295
	Services for the stabilization of employment	1,846	4,362	8,785	10,417	6,579
	Services for the human resources development	1,294	1,262	1,428	1,300	1,283
	Services for employees' welfare	_	_	_	-	-
Surplus		1,972	▲419	<b>▲</b> 5,212	▲2,381	▲2,103
Outstanding reserve		10,679	10,260	5,048	2,666	563

- (Note) 1. The figures for "Expenditure" for FY2010 and FY2011 budgets include contingency funds (¥69 billion for FY2010 and ¥42 billion for FY2011).
  - 2. The figures for "Revenue" for FY2010 and FY2011 budgets include the amount transfered from reserve funds under a special measure (¥440 billion for FY2010 and ¥50 billion for FY2011).
  - 3. After the settlement of accounts, outstanding stability fund includes the amount to be included in employment stability fund in the next fiscal year.
  - 4. The figures are rounded numbers.