

Europe and the Politics of Capabilities

The social agenda of the European Union is shifting towards broad social initiatives that align social and economic objectives with the promotion of employment. This calls for an action framework that permits social dialogue and political deliberation to inform and complement legislative action at all levels. The debate, however, has been dominated by advocates of market-based solutions and their opponents, the supporters of traditional welfare states. This book, to break out of this sterile stalemate, demonstrates how an employment-oriented social policy in Europe can develop from a new, different set of policy principles, specifically 'a capability approach'. Taking inspiration from the work of Amartya Sen, this book focuses on the effective freedom people need to achieve their goals in life and work. The result of ongoing collaboration between researchers and social actors, it will appeal to social scientists, students, policy-makers and all those concerned with the building of Europe.

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Europe and the Politics of Capabilities

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Preface

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In June 2000, the Lisbon European Council set out an integrated and complementary strategy for achieving the three-fold aims of a knowledge-based economy, full employment and social inclusion. This triangular approach reflected the ongoing predominance of the European Social Model (ESM), and constituted the basis of the Social Policy Agenda adopted at Nice in December 2000, which was upheld as the right direction in the mid-term review of the Social Agenda in 2003.

A chief characteristic of this approach is the emphasis on quality – both quality of employment and quality of policies - supported by open and transparent processes. Quality also implies the commitment and involvement of different actors, in order to achieve the objective of a thriving knowledge-based economy, beginning at the local level. The quality of the interrelation between the local and territorial actors and their national or European-level representatives is an essential determinant of the quality and pertinence of decision-making and policy formulation at higher levels. The effective participation of territorial social partners, as with the national and European levels, in the various decision-making and implementation processes, depends on a well-functioning social dialogue. Social dialogue is an essential component of the European Social Model and, as such, is given specific recognition in the European treaties. Of the multifarious civil society players, the social partners hold a unique position, because they are best placed to address issues related to work and to negotiate binding agreements. This confers upon them a crucial role in promoting better governance, particularly in view of the enlargement of the Union in May 2004.

The European social dialogue has now achieved a new degree of maturity, evidenced by the social partners' adoption of their first autonomous multi-annual work programme for 2003–5. The work programme defines a range of themes of common interest to both sides of industry, and outlines a number of initiatives for the three-year period. These initiatives represent a vital contribution of the social partners to the implementation of the necessary measures for achieving economic and social progress.

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They are now in a position to exercise influence over a wide range of areas, including the issue of social protection, and are taking an active part in the ongoing debate on the vitally important issue of the future of pension systems across the European Union.

Looking ahead, two clear trends can be identified. The first is the involvement of diverse civil society actors, and particularly the social partners, in an increasingly broad spectrum of issues, covering not only employment but social inclusion, social protection, skills and mobility, health and safety and living and working conditions. These different domains have acquired a new degree of interconnection in the framework of the Commission's Social Policy Agenda, which underlines the interrelation and mutual dependence between the three objectives of economic reform, employment and social cohesion. The relevant actors therefore have an important role in ensuring the positive correlation between the different issues in which they are involved, in order to optimise the quality and efficiency of the outcomes.

The second trend is the growing strategic importance of local actors at the territorial level, which demands a reinforcement of their capability for action. As the Commission's White Paper on Governance, published in 2001, demonstrates, today's society is characterised by increasing interdependence, requiring the commitment and active participation of all stakeholders, as the developments in the field of corporate social responsibility clearly illustrate. The work undertaken on the politics of capabilities, supported by European Community funding, has been extremely valuable, precisely because it has brought academic researchers together with the actors. This innovative approach represents the added value of the work which is encapsulated in this volume. It is therefore a welcome contribution to the policy debate, and strengthens the case for continued efforts to develop the capacity of actors to participate in the conception, implementation and follow-up of employment and social policies in the European Union.



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