# ENABLING INCLUSIVE GROWTH FOR WORKERS

The Government strives to enable inclusive growth by supporting lower-wage workers through sustainable wage increases and targeted training, and enhancing the employability and employment of persons with disabilities.

Three schemes have served this purpose to date: the Workfare Training Support scheme; the Progressive Wage Model; and the Special **Employment Credit.** 



# YEARS OF WORKFARE **TRAINING SUPPORT (WTS)**

Introduced to encourage lower-wage workers to upgrade their skills through training.

Over 270,000 individuals and 12,000 companies have benefitted from \$550 mil of WTS payouts1

#### **JUL 2010**

Introduction of WTS scheme

- Provides course fee subsidies and absentee payroll to lower training costs

#### **JUL 2013**

Increase in qualifying salary threshold from \$1,700 to \$1,900 per month

Maximum course fee funding enhanced to 95%

Training allowance for self-initiated trainees introduced

#### **JAN 2017**

Salary threshold further increased to \$2,000 per month

2



#### Mr Syamsaini Ramli, 42

- Sponsored by employer under WTS scheme
- Obtained a Workforce Skills Qualifications (WSQ) Certificate in Security Operations, picking up skills such as handling counter-terrorism activities and managing threatening behaviour
- With new skills, was promoted to Assistant Security Supervisor along with pay increment of 10% in 2019

#### Moving Forward: Workfare Skills Support Scheme (WSS)

Enhanced training support scheme for lower-wage workers:

- Qualifying income cap increased from \$2,000 to \$2,300 per month
- Increase in Training Commitment Award (TCA) for workers who complete WSQ and Academic CET full qualifications from \$200 to \$500
- Increase in annual cap for TCA from \$400 to \$1,000



WTS gave me the opportunity to pick up new skills in areas such as handling counter-terrorism activities. Not only was I able to apply the new skills to my job, I also got promoted to Assistant Security Supervisor with a pay increase!

Mr Syamsaini Ramli, Assistant Security Supervisor at PARKROYAL COLLECTION Marina Bay

# **6** YEARS OF PROGRESSIVE WAGE MODEL (PWM)

Introduced to provide clear progression pathways in selected sectors for workers to progress in their jobs and earn higher wages as they become more skilled, productive and take on higher job functions.

### Cleaning Sector >

Mdm Susie Lim Guek Ngoh, 64

>20 yrs experience

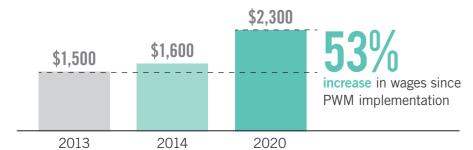
Cleaning Supervisor at One Marina Boulevard

Her monthly basic wage was \$1,500 in 2013, increasing to \$1,600 with the introduction of mandatory PWM in 2014

With yearly PWM wage increments and good performance, her monthly basic wage rose to \$2,300 in 2020



From January 2020, Mdm Lim will also enjoy a mandatory annual two-week bonus



## Security Sector >

Mr Taiga Rajan, 72

>20 yrs experience

Senior Security Supervisor at Twenty Anson

Prior to the Security PWM in 2015, Mr Rajan's monthly basic wage was **\$1,200** as a security supervisor

 Security supervisors were paid at least \$1,500 after the PWM was

implemented in 2016

He subsequently tapped on the **Workfare Training Support Scheme** for his senior security supervisor course and was promoted in 2016



 With his promotion to the next PWM job rung of senior security supervisor, his wages rose to \$1,700



With yearly PWM wage increments since 2019, he is now paid a monthly basic wage of **\$1,820**, and a gross wage of \$3,300



51% increase in basic wages since PWM implementation

## Landscape Sector >

JUN 2016

PWM implemented for landscape maintenance workers

#### JAN 2020

Implementation of an annual two-week mandatory bonus

#### JUL 2020

PWM wage increment of \$150

#### JUL 2021 – JUL 2022

Annual PWM wage increment of \$100

#### 2023 - 2025

Annual PWM wage increments of at least 3%

## Lift & Escalator Sector >

#### MAY 2019

Government only awards lift maintenance tenders to firms that have adopted the PWM PWM implementation phased in over three years to give the industry sufficient time to adjust

#### FEB 2020

Tripartite Cluster for the Lift & Escalator Industry formed to include escalator technicians under a combined lift and escalator PWM

#### TO BE ANNOUNCED

Industry-wide PWM implementation for lift and escalator technicians

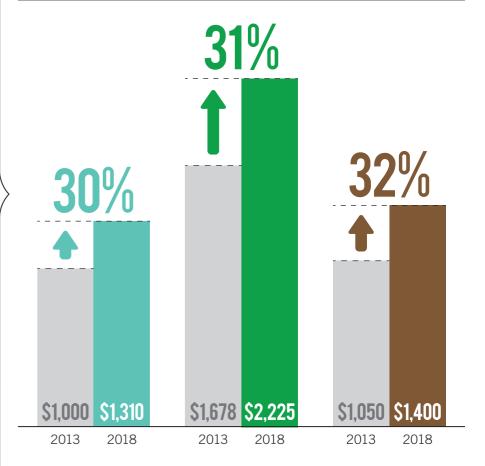
3 UPCOMING CHANGES

#### **MOVING FORWARD**

MOM is exploring a new approach for PWM which will:

- Be voluntary for companies
- Involve the community at large:
- Consumers can support companies with progressive practices
- Public recognition can help the company attract and retain talented staff

# MEDIAN GROSS MONTHLY INCOME FOR FULL-TIME RESIDENT EMPLOYEES IN PWM OCCUPATIONS<sup>2</sup>





Around **40,000** cleaners benefitted



Around **2,700** park and garden maintenance workers benefitted



Around **35,900** security officers benefitted



Around **1,300** lift and escalator technicians will benefit

[2] Income excludes Employer CPF. Cleaners comprise a cluster of SSOC 2015 codes. Income growth figures cited (i.e. 30%, 31% and 32%) indicate real\* cumulative median gross monthly income growth. \*Deflated by CPI for all items at 2014 prices. Source: Occupational Wage Survey, MRSD, MOM.

Note: Number of workers who benefitted in PWM occupations are based on figures provided by lead agencies (i.e. NEA, SPF, NParks) and are accurate as of end-December 2019.

# YEARS OF SPECIAL EMPLOYMENT CREDIT (SEC) FOR PERSONS WITH DISABILITIES (PwDs)

Introduced to provide wage support to employers of PwDs.

More than 5,900 employers
hiring over 9,000 Singaporeans
with disabilities benefitted
from SEC in 2019<sup>3</sup>

2011

SEC introduced to encourage employers to hire and retain older workers

#### 2012

SEC extended to cover employers hiring PwDs aged 13 and above

#### 2015

Additional Special Employment Credit (ASEC) introduced to enhance support for employers retaining workers, including those with disabilities, beyond the re-employment age



#### Faith Music Centre (FMC)

- Social enterprise which teaches music to PwDs
- Hired several of the centre's learners with disabilities as its music instructors and stage masters
- Currently has 15 employees with varied disabilities, including autism spectrum disorder, sensory impairments, and intellectual disabilities
- SEC helps FMC manage wage costs, which frees up resources for them to fund performances by their PwD musicians



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While there are challenges in hiring PwDs, the SEC provides support and encouragement for employers, and is an added incentive that contributed to our eventual decision to hire PwDs.

77

Mr Alvin Yeo, Founder of Faith Music Centre

#### **Moving Forward: Enabling Employment Credit (EEC)**

New wage offset scheme designed specially to support PwD employment:

- Given to employers that hire Singaporean PwDs earning below \$4,000 per month
- Provides a wage offset up to 20% of the employee's monthly income, capped at \$400 per month
- Employers hiring PwDs who have not been working for at least six months will receive an additional 10% wage offset, capped at \$200 per month, for the first 6 months of employment



For more information, visit www.mom.gov.sg/cos2020



