



# THE REALITY OF POVERTY AND SOCIAL EXCLUSION IN LITHUANIA

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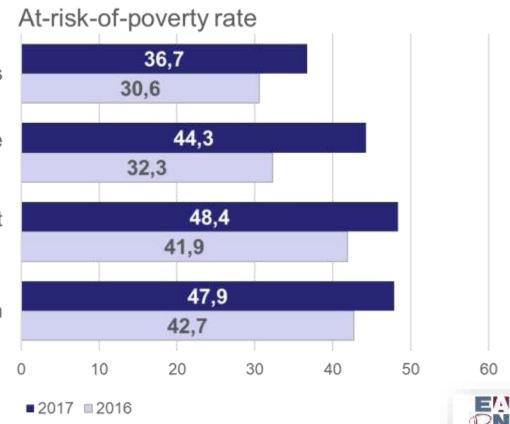
## GROUPS WITH SIGNIFICANT POVERTY INCREASE IN 2017

Old-age pensioners

Two adults with three or more dependent children

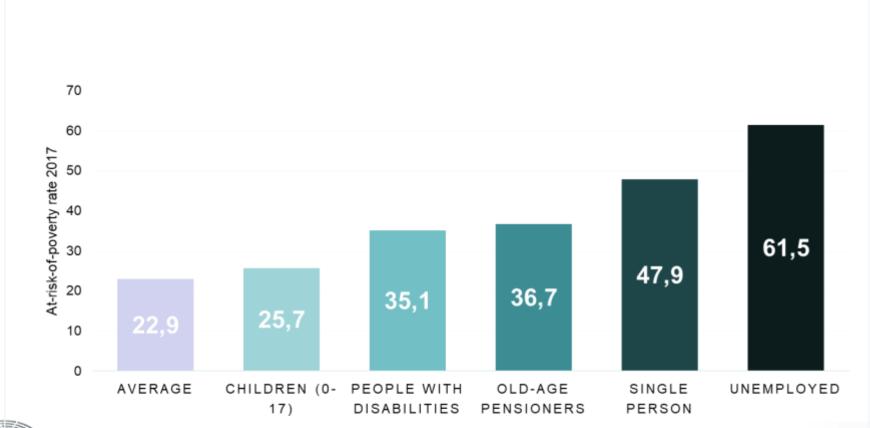
Single person with dependent children

Single person





#### MOST VULNERABLE GROUPS IN LITHUANIA







#### MAIN TOPICS

- Minimum income schemes
- Education Inequalities
- Over-indebtness





#### MINIMUM INCOME: ADEQUACY

- Maximum MI amount €122;
- Average amount for one person €81.1 (2018);
- Social indicators linked with the amount of minimum consumption needs (245€ in 2018). Can not be less than 50 % of this amount.

"You can't really survive from the support [minimum income] alone. Of course it is not enough."

"I would be on the street if my relatives wouldn't have helped me."

[Former] recipients of the minimum income



#### MINIMUM INCOME: AVAILIBILITY

- Number of people on MI drops every year (2,7% of population in 2018).
- Municipalities can use unspent funds at their own discretion.
- In 2017 **63,1%** of the funds allocated for cash social assistance were **not used**.
- Since 2018, the unspent funds must be used for other social necessities.

"<...> my husband's parents gave us a car. Therefore, they considered us as a very rich family. They said we are not entitled to a benefit even though we didn't have any income at all. "

A woman who didn't get MI

#### MINIMUM INCOME: ENABLING

"Socially useful activities": enabling or demeaning?

"If I work, why I can't get a salary? There is a work to do. Therefore, there should be a workplace. If a man sweeps the streets, why he can't be employed? He would feel completely diffrently. Now he just has to work for the benefit."

Former recipient of the minimum income





#### **EDUCATION INEQUALITIES**

- The achievements of the pupils attending smaller schools in the rural areas are much lower than in urban areas;
- Socio-economic status is strongly associated with significant differences in student performance.
- 30% of the audited schools in Lithuania had joint classes.

"Everything depends on the person's education. If I had a better education, I think I would have more opportunities."



A person experiencing poverty



## DEBTS WHICH LEAD TO THE POVERTY TRAP

- Almost 10% of the total population of Lithuania are over indebted.
- Until this year, it was allowed to deduct up to 50 % of the minimum wage, and 70 % of the amount exceeding the minimum wage.

"It's hard to get out. I worked in a one workplace but the salary was very small. Now I've gone to another, so I hope I can pay the debt soon. But I cannot have my own place... I cannot pay for the rent or services as bailiffs deduct half of my salary."

Person who has debts



## DEBTS WHICH LEAD TO THE POVERTY TRAP

 It is now allowed to deduct up to 30 % of the minimum wage, and 50 % of the amount exceeding the minimum wage.

"I heard that they are planning to mitigate the deductions. Finally, there is some hope for me. Now I am considering to start working officially. But of course, it is still a lot."

Person who has debts





### Thank you for your attention!

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