Labour market and mobility in the Brussels
Capital Region: an assessment of the Region's fiscal policy instruments

Center for Applied Public Economics (CAPE)

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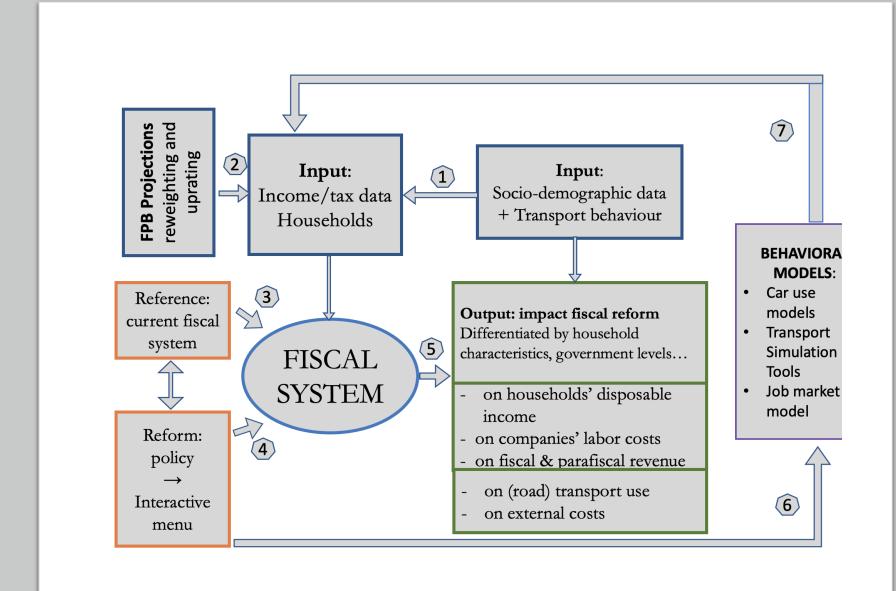




### CAPE @USL-B

- Research center founded 2019
- 15 members (4 professors, 1 postdocs, 10 doctoral students)
- 1 central research project: Beamm (<u>Be</u>lgian <u>Arithmetic Micro-simulation Model</u>)
- Online, open-access tax-benefit microsimulation?
  - Simulation of fiscal system on micro-data
  - Computes consequences fiscal reform for all individuals in representative sample of population
  - With behavioral modules
- Spearhead: Beamm.brussels → MSM for BCR

Tax-benefit microsimulation model



# Louvain4city Project focus

- Labor market challenges
  - high unemployment
  - qualification mismatch, spatial mismatch
- Mobility
  - road congestion
  - air pollution
- Project: documentation of principal tax-benefit instruments of BCR w.r.t. both policy domains

# Louvain4city Project: 4 steps

### 1. Identify

construct a list of important tax-benefit policy instruments of the BCR w.r.t. both policy domains.

#### 2. Describe

provide a detailed description of how each instrument works - what authority responsible, what beneficiaries, how computed...

#### 3. Qualitative assessment

what are the strengths and limitations of the instrument from a policy viewpoint?

#### 4. Quantitative assessment

we confront the policy instrument with our data to estimate its impact. What is its budgetary importance for the Region and for the impacted households and companies? How many households or companies are affected by this policy instrument? What impact has the instrument on these households and companies?

## Louvain4city Project: output

Output

The redaction of 2 research reports, publishable in *Brussels Studies* or a similar outlet, that present our findings in a fashion that is accessible to a public of non-specialists.

#### Status:

- paper labor market → preliminary version
- paper mobility → in progress

|                         | April<br>'20                     | May<br>'20 | June<br>'20 | July<br>'20                               | August '20   | September '20 | October '20 | November<br>'20    | December '20 | January<br>'21 |
|-------------------------|----------------------------------|------------|-------------|---|--|---------------|-------------|--------------------|--------------|----------------|
| Louvain4city<br>project | Documentation policy instruments |            |             |   | Qualitative and quantitative assessment policy instruments |               |             | Redaction 2 papers |              |                |
| Context                 | Construction micro-dataset       |            |             | Development fiscal micro-simulation model |  |               |             |                    |              |                |