

The French Personal Account of Activity

26 April 2022

Nicole Maggi-Germain

University of Paris I, Panthéon-Sorbonne (ISST – http://www.univ-paris1.fr/en/ufr/isst/)

Droit et changement social (http://www.droit.univ-nantes.fr/labos/dcs/)

Nicole.Maggi-Germain@univ-paris I.fr



WHAT IS THE PHILOSOPHY OF THE PAA (CPA)?

✓ The originality - and undoubtedly the ambiguity - of the personal activity account is to recognize the existence of rights attached to the individual and to bring them together in an "account".

✓ Rights acquired under different legal statuses could thus be combined, thanks to a points system, in order to open up new rights (training, childcare assistance, assistance in setting up a business, retirement rights, time off work, etc.).

The aim of universalization of social rights



- Remove some ambiguities
 - ✓ Around the concept of universality
 - the PAA was firstly closed (Act of 2016) when the person reached the age of retirement;
 - No contribution firstly required?

- ✓ Around the scop of the law
 - Labour law or social security law ?

✓ Around purposes : a political communication tool and only it ?



> The stakes in building a new device promoting a new legal model:

✓ Carrying a risk to create a huge gap between the measures announced and the actual conditions of their implementation

✓ Fixing the device on a substantive law



- > The French PAA is not a « right to »
 - √ « The whole package » of portable rights ?
 - "Position commune" (common stance) on the PAA, the security for career path and career mobility, 8 February 2016, art. I-a).

Enhancing a job mobility in a flexicurity approach?



What could be the PAA :

✓ A mechanism shaping to a "right to" that remains to be defined

based, for instance, on the French civil servants right to career development

- The right for any worker to be out of work and having a paid leave in order, for example, to undergo training designed to maintain his or her professional capacity, to change a job or to raise children
- The payment of remuneration or replacement income
- Maintaining employment rights: pay and benefits rising with seniority, for example.



- What are we trying to recognize and establish through the PAA?
 - Social rights?
 - Social rights attached to the person? to the status of worker? Employee? All of them?

- > The impossibility of merging different social rights
 - Each of these rights has its own rationality/logic which determines the applicable rules and the funding

The French PAA aim to connect or combine different social rights which are not exclusive



I- THE PAA

- ✓ Created by the Act n° <u>2016-1088</u>, of August 8, 2016, concerning Work, Modernisation of Social Dialogue and Security of Path Career; reviewed by the Act n° <u>2018-771</u>, 5 September 2018 for the freedom to choose one's professional future
 - Heading III of the Act (2016): Secure the Paths and Build the Basis for a New Social
 Pattern at the Digital Age (Articles 39 to 60)
 - Labour Code : art. <u>L5151-1 to L5151-12</u>. Codified in a section of the Code devoted to the employment

the PAA, a way to preserve employment? how?



Labour Code

Article L5151-1

- Individualization of the use of social rights

- increasing flexibility
- Personal development and social promotion

The *purpose* of the personal account of activity is to *strengthen*, by the use of the rights registered therein, the *autonomy* and *freedom of action of its holder* and *to secure his or her career path by removing obstacles to mobility*. It *contributes to the right to professional qualification* mentioned in article L. 6314-1.

It allows for the recognition of citizen commitment.

A personal account embedded in priorities set up at different collective levels

The *holder* of the personal activity account *decides* how to use his or her rights *under the conditions set in* this chapter [PAA and citizen commitment account], in Part 6, Book 3, Title 2, Chapter 3 [personal account for training] and in Part 4, Book 1, Title 6, Chapter 2 [professional account for prevention].

The holder of the personal activity account is entitled to comprehensive and personalized support to help him/her exercise his/her rights to implement his/her career plan. This support is provided in particular within the framework of the professional development advice mentioned in article L. 6111-6.



I- WHAT IS THE PAA?

- ✓ The PAA is made up of 3 legal devices (not yet « the whole package » of portable rights):
 - The personal account for training (500 € per year/max. 5000 €)
 - The <u>professional account for prevention</u> (by contributing to keep workers 'health)
 - The citizen commitment account (different types of volunteer activities listed)

- ✓ The PAA is open from 16 years (15 for an apprentice) until the death of the person
 - Be employed
 - Person looking for a job
 - Certain workers with disabilities (hosted in CAT work-based support centre)
- UNIVERSITÉ PARIS 1
 PANTHÉON SORBONNE
 INSTITUT DES SCIENCES

A retired person

I- WHAT IS THE PAA?

✓ Functioning

- The PAA brings together social rights acquired (in time or in euros) under different status of employment (employee; self-employed; unemployed) or as a citizen
- It aims to achieve a pooling/mutualization and then a conversion of acquired rights...
- ... To open up new rights (to training, retiring earlier, taking a leave, etc.)

✓ How to fund the acquired rights

- Private (employer's contribution; employees; social contribution for self-employed workers);
- Public
- "Paritarisme" (joint representation)



Example

Risk factors

(registered in the professional account of prevention)
Category: "pace of work"

Lab. Cod. L3122-2 to 5

Action/Situation Minimum intensity Risk factors from

Between midnight and 5 AM



1 hour of work

120 nights per year

Example

Risk factors

(registered in the professional account of prevention)

Category: "pace of work"

Lab. Cod. L3122-2 to 5

3 months of exposure to **1 risk** factor = **1 points** (*2 if born before 1956*)

3 months of exposure to several risk factors = 2 points

- 10 points = reduction of 50 % of working time for 90 days without loss of pay
- 1 point = 375 € of training funding to get a less exposed job



- ✓ The purpose of the rights attached to the person
 - From the civil law approach: protecting the individual (ex. Image right Civ. Cod. Art. 9; intellectual property rights moral right Intellectual property code, art.L121-1)
- ✓ The particular legal framework: a specific protection
 - The exercise of the right : only by its holder
 - The rights attached to the person are extra patrimonial rights, i.e.
 - Out of trade
 - Inalienable
 - Non-transferable
 - privileged from seizure [insaississables]
 - Perpetual



✓ The purpose of the rights attached to the person *from a social law* approach

Labour law and social security law :

- Contribution to the development of a professional status for the *people*
- Connecting social rights attached to the person with collective or general interest

Giving her or him prerogatives

- conditions for acquiring rights
 - conditions for using rights
- collectively guaranteed according to the principle of *solidarity* (national social security / professional, in particular)
- > Out of trade (no social rights market)



✓ Social rights attached to the person, collectively guaranteed according to the principle of solidarity

The principle of solidarity:

- A legal mechanism at the basement of the French pension scheme (Soc. Secur. Cod. art. <u>L111-1</u>)
- A legal mechanism which allows 1/ to activate operating principles like mutualization and fungibility of funding; 2/ the application of rules that may be derogatory (to competition law instance e.g. to preserve a monopoly system).



✓ Social rights attached to the person, collectively guaranteed according to the principle of solidarity

The PAA:

- A legal device
- Gathering different social rights
- According to principles laid down (solidarity) and rules that must to be set up:
 - Promoting equality or equity?
 - Promoting an asymmetric fungibility?



Logical ordering of different categories of rights

(based on Alain Supiot's works)





- ✓ A PAA embedded in the debate around the *universal income*
 - An old idea : the "time bank" of the seventies
 - A proposal included in different politic projects
 - The socialist Benoit Hamon, at the time of the last presidential elections (2017)
 - The President and current candidate, Emmanuel Macron: the universal income for activity
 - merging housing subsidies and minimum social benefits



THANK YOU FOR YOUR ATTENTION