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## AI, Ageing workers and labour shortages – Implications for OSH and Policy

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#### Content

- Al and ageing workers: Will there be work for older workers?
- Labour shortages and population ageing: More older workers needed
- Older workers and implications for OSH policies



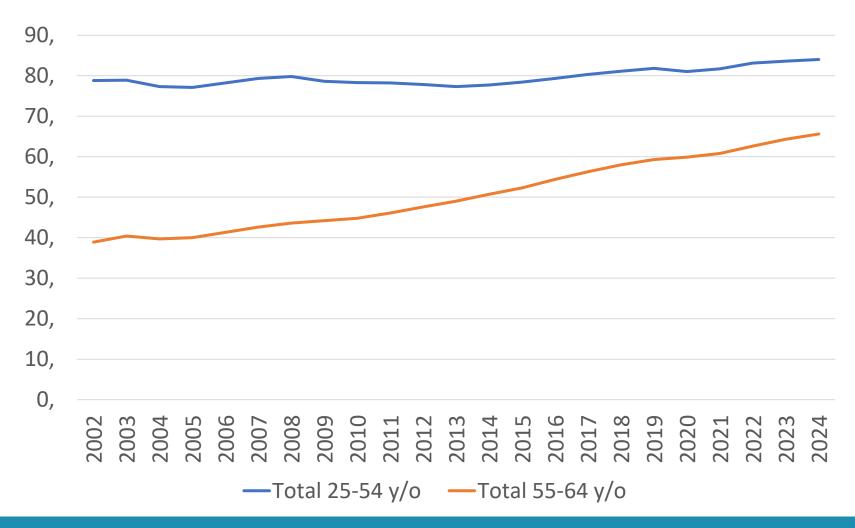
## Al and ageing workers: Will there be work for older workers?

#### Let us go back 25 years in time

- No smartphones, no tablets
- No work from home, no Teams, fewer emails
- No card payments in Brussels
- No home delivery
- 'Experience with MS office' would suffice
- And few older workers
- Think about how this has changed......

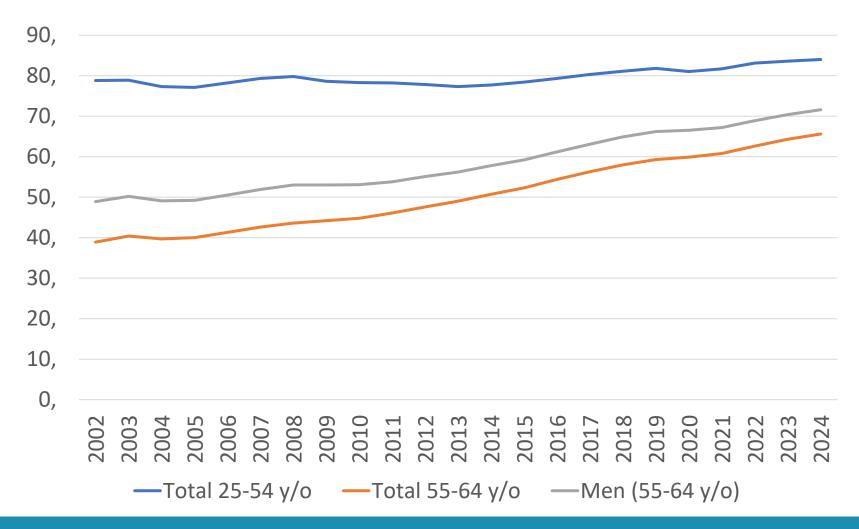


#### Older workers work more (EU27)



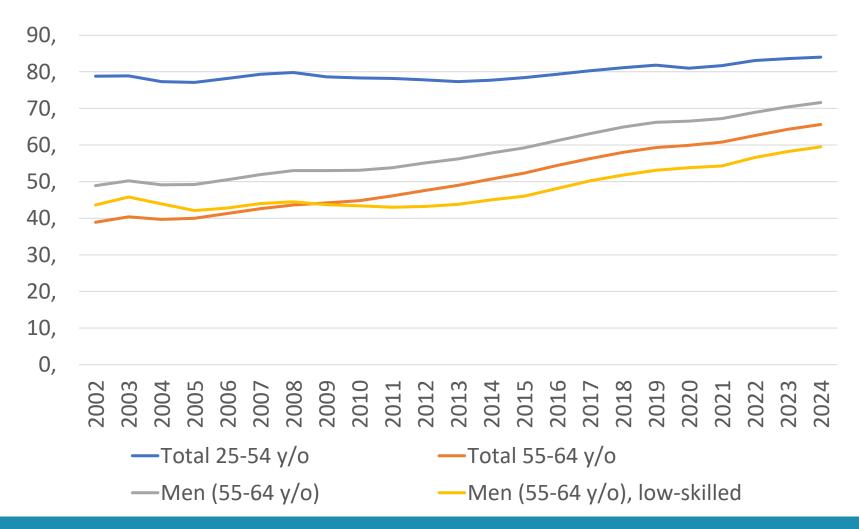


#### And it is not only women





#### Also so-called 'low-skilled'





#### This is not the whole story (of course)

- Many things are going on (changes to pension, early retirement rules)
- Policy! More age-friendly workplaces
- We don't know the counterfactual: Maybe digitalisation has caused job loss among older workers (relative to what it would have been).
- "These are not the same people"

 Key point: extensive digitalisation has not led to lower employment among older workers



#### Many further thoughts in the literature

- Al can offset age-related decline (<u>Aisa & Cabeza, 2025</u>)
  - Facilitates longer working lives
- Entry-level jobs are most affected (<u>Brynjolfsson et al., 2025</u>)
- We don't know, yet! (Gimbel et al., 2025 US data)
- Structural job change may not be 'higher than usual' (Eurofound, 2025)



# Labour shortages and population ageing: More older workers needed

## Labour shortages are widespread and structural

- Participation and employment rates are at or above pre-pandemic levels, yet shortages persist.
- Even with technological advances, EU faces persistent labour shortages.
- Job vacancy rate: 2.2% (Q2 2025), down from 3.1% peak but above pre-pandemic levels.
- EU unemployment at historic low: 6.3% (August 2025).
- Shortages are structural, not just cyclical many of the same occupations in shortage for years.
- Occupations: Health and long-term care, Construction, ICT, Hospitality, and Administrative services

#### What drives these structural shortages?

#### Three long-term drivers:

- Demographic ageing: shrinking working-age population
- Growing demand for health and long-term care
- Green transition: increase in investment in construction/retrofitting
- Digitalisation/automation: rising demand for tech skills
- Poor conditions/low pay: workers avoid hazardous/low-quality jobs.

#### We need older workers to work longer

- Or rather: we need older workers who can work to work longer
- Al unlikely to change this
- Solution:
- Extending working lives keep workers healthy and productive longer.
- Activate other groups less represented in the labour market (women, people with disabilities, immigrants).

#### The link to OSH

- Firms with poor working conditions face higher turnover.
- Vicious circle: shortages → intensity → worse OSH → exits → deeper shortages.
- → Harder to integrate groups outside the labour market
- → Harder to extend working lives
- Opportunity: better OSH to attract and retain thinking OSH as part of the solution to shortages.

## Older workers and implications for OSH policies

#### How labour shortages worsen OSH

- Increased work intensity: more tasks, faster pace, longer hours; breaks eroded.
- Increase in physical/ergonomic risks: faster manual handling; maintenance and security checks may be postponed.
- Risk assessment and prevention time is diverted; psychosocial risks may be overlooked.
- Training/onboarding rushed; inexperienced workers in new roles.
- Safety protocols skipped/scaled down under time pressure.
- Reminder: ~25% of establishments don't do regular risk assessments.

#### **OSH** risks create more shortages

- ≈3 million non-fatal workplace accidents/year in the EU → >50 million lost days.
- Days lost to psychosocial 'accidents' comes on top
- Vicious circle: shortages → accidents/illness → absence/quit → deeper shortages.
- OSH Prevention is a direct labour-supply policy.

### Why older workers face heightened OSH risks

- 70% of healthcare workers aged 55+ report high physical demands.
- Greater susceptibility to MSDs; slower recovery from injuries; higher heat stress risk.
- Chronic conditions are more prevalent with age.
- Shortages place more strain on remaining (older) staff.

## The opportunity – OSH as a labour-supply tool

- Retention: fewer early exits → experienced staff stay
- Attraction: better conditions to improve image of shortage sectors
- Extended careers: age-sensitive design and rehabilitation keep older workers active
- Faster integration: structured safety training reduces accident risk for newcomers

#### What we should work towards (1/2)

- OSH practitioners: include understaffing/fatigue in risk assessments; deploy ergonomic aids; protect training time.
- Workers' representatives: recognise chronic understaffing as an OSH hazard; safeguard voluntary overtime; uphold refusal of unsafe work.
- Employers: compete on job quality (pay, rosters, ergonomics, careers); strengthen supervision and safety culture; collaborate on training.

#### What we should work towards (2/2)

#### Policymakers:

- Include OSH in labour-shortage strategies with measurable targets
- Use public procurement to reward good OSH
- Improve data collection on the OSH–retention link

#### Inspectorates:

- Pay attention to labour shortage sectors
- Check working time, training and supervision
- Increase psychosocial-risk capability
- Provide guidance for safe operations under staffing pressure
- Work with social partners

#### **Finally**

View labour shortages as an:

- opportunity to improve OSH
- opportunity to get more people into paid employment

Many thanks for your attention.

## Questions and remarks are very welcome!

Based on results from the <u>H2020 Untangled Project</u>, <u>HEU WeLar Project</u>, and work with EU-OSHA Contact: Mikkel.Barslund@kuleuven.be

