











Prepared by:

MESL Research Team







Minimum Essential Standard of Living



Change in MESL costs



Income adequacy



Policy recommendations







What do people need to live with dignity?



Household Types



Household type

Two Parents, 1 - 4 children

One Parent, 1 - 4 children

Single adult, working-age

Couple, working-age

Older single adult

Older couple

MESL Baskets

Covering everything from socks to wi-fi, school bags to toothpaste, and apples to electricity.

Deliberative focus groups discuss what's required.





Food



Education



Clothes



Transport



Personal Care



Home Energy



Health



Personal Costs



Household Goods



Insurance



Household Services



Savings



Communications



Housing



Social Inclusion



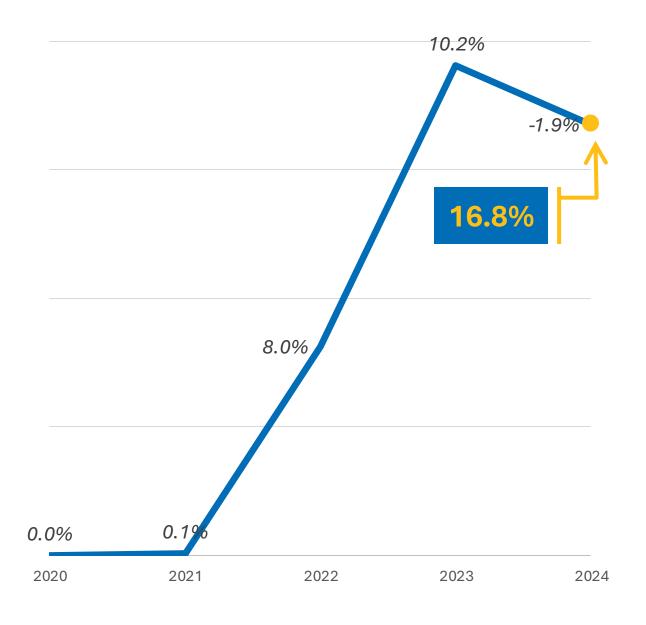
Childcare

Cost of a MESL in 2024



Change in MESL cost

- Stabilisation & slight decline into 2024
 - ↓ 1.9% from 2023 high point
 - ↑ 16.8% from 2020
- 2020 a pre-pandemic and inflation shock reference point
- Food & Energy are substantial proportion of MESL basket







Food



Rising Food Costs 2023 – 2024

URBAN HOUSEHOLDS

RURAL HOUSEHOLDS

1.4% Increase

1.6% Increase



Cumulative Change in Food Costs 2020 – 2024

URBAN HOUSEHOLDS

RURAL HOUSEHOLDS

23.1% Increase

17.8% Increase



Changes in Food Item Prices 2023 – 2024 2020 – 2024

VEGETABLES

- General price increase from 2023 to 2024, further building on increases from past number of years
- Four vegetable items detailed in the report show between a 9-13% price increase from 2023 to 2024
- From 2020 to 2024, these four items show between a 20-36% price increase

MEAT

- General price decrease from 2023 to 2024, however, prices have not returned to what they were in 2020
- Four meat items detailed in the report show between a 5-14% price decrease from 2023 to 2024
- From 2020 to 2024, these four items show between a 4-14% price increase



Infant Child MESL Food Cost

2023 - 2024

7.2% Increase

2020 - 2024

27.3% Increase

- Largest increase across all individual MESL food budgets from 2023 to 2024.
- Largest increase across all individual MESL food budgets from 2020 to 2024.
- Caused by general food inflation, alongside significant price increases in specific infant related items – baby formula, baby food jars, Liga biscuits.
- From 2023 to 2024, these items have increased by between 6-21%
- From 2020 to 2024, these items have increased by between 30-37%
- Overall core MESL costs for the infant child shows the largest increase of all child age-groups from 2020 to 2024 – 22.4%
- Largely caused by the price increase in baby formula, 37%, and nappies, 84%, from 2020-2024.

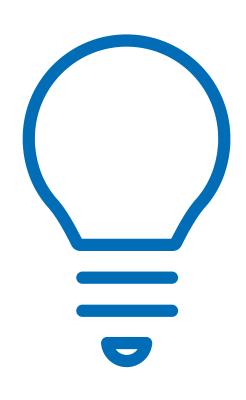




Energy



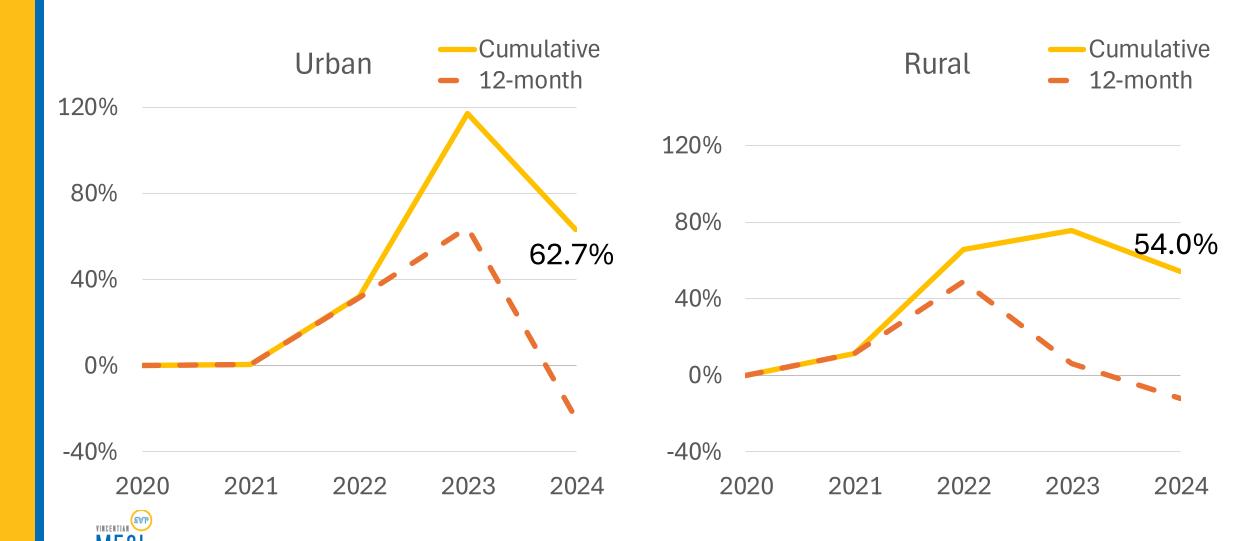
Change from 2023 to 2024



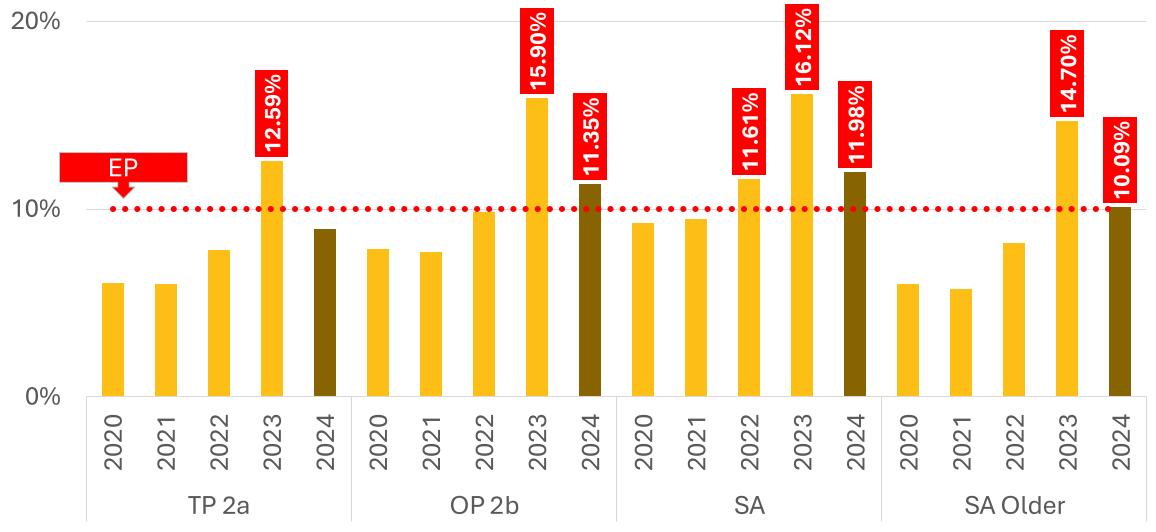
- Urban Household Energy (Natural Gas + Electricity) -24.9%
- Rural Household Energy (Home Heating Oil + Electricity) -12.2%
- Volatility in energy prices has disproportionate effect on minimum living costs
- Urban based gas costs continue to exceed equivalent rural household using oil in 2024



Cumulative & 12-month change



Household Energy as % of SW Income





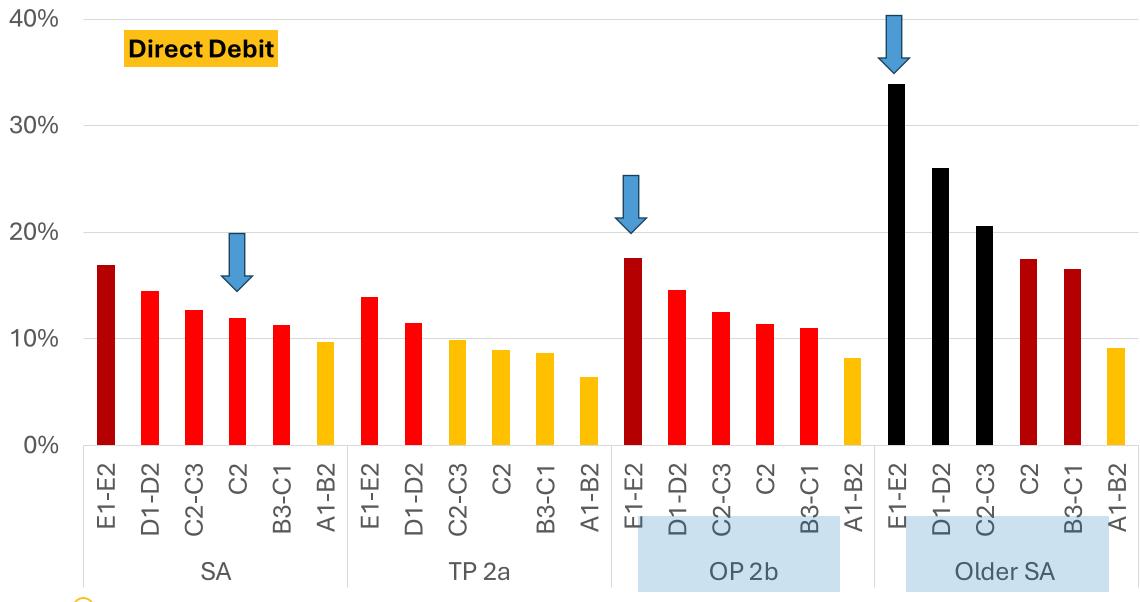
Energy Poverty in 2024

Energy poverty results from poor energy efficiency, high energy costs and low household income

'The cost of adequately heating the home' Working Paper found that in 2023, 47 of 48 social welfare dependent scenarios demonstrated energy poverty

In 2024, 40 of the 48 cases examined demonstrated some level of energy poverty

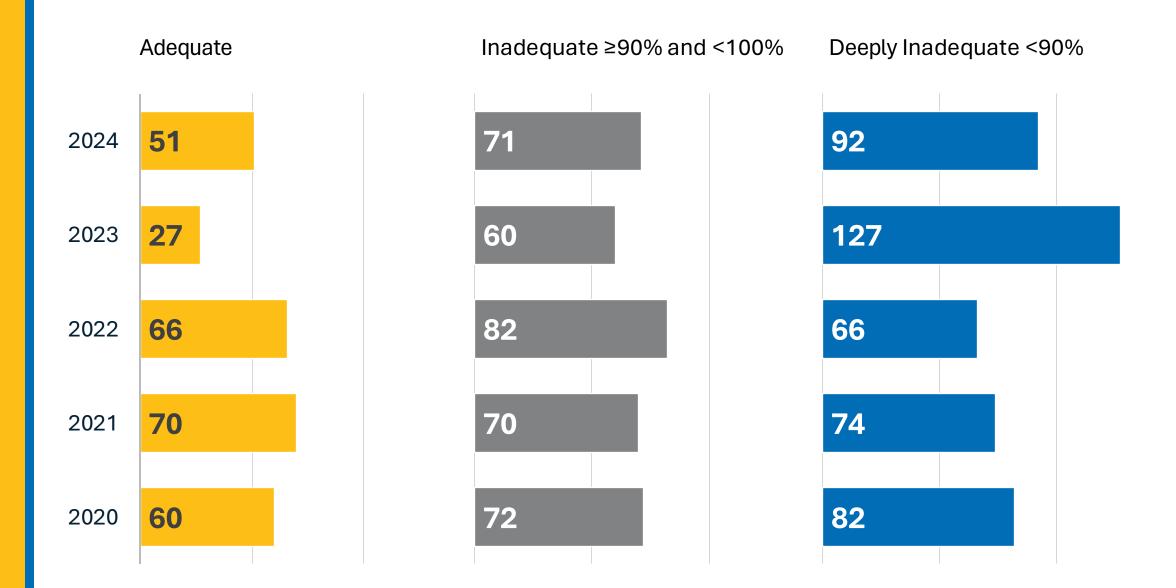






Social Welfare









Working-Age Single Adult

MESL €280

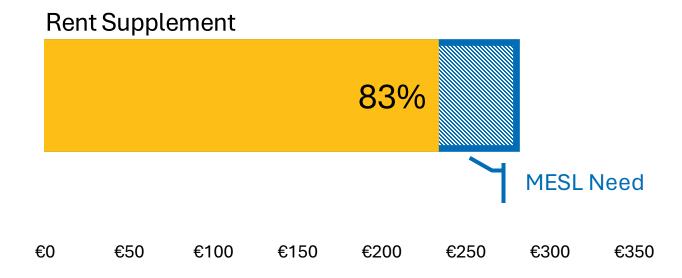
SW Income €232

Shortfall (RS) €48

Shortfall (HAP) €86

Consistently demonstrates deep income inadequacy







Households with children

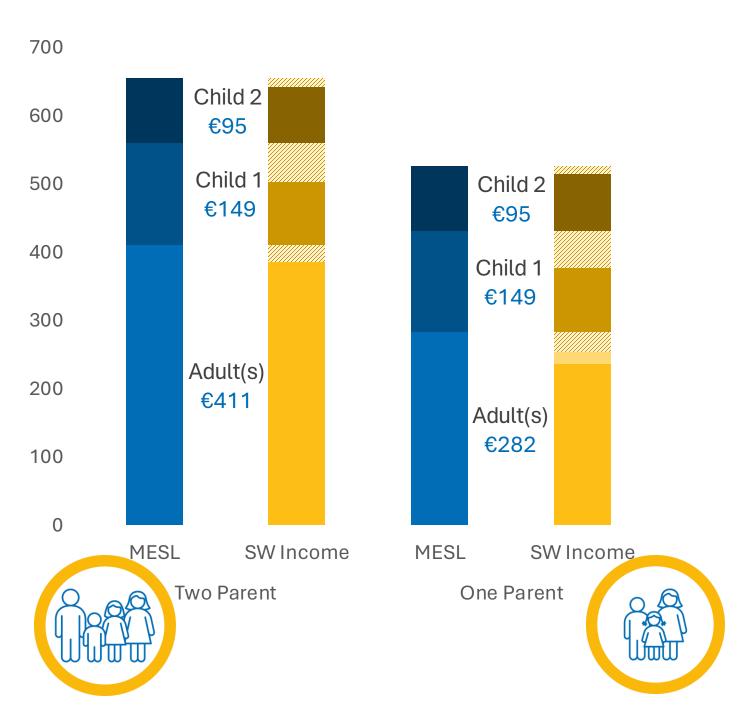
Household with two children (primary school & second level age)

- Two Parent 94%
- One Parent 92%
- Child 1, second level 63%
- Child 2, primary school 88%

Cumulative Inadequacy

- Two Parent household 85%
- One Parent household 83%





Cost of Living supports

Multiple sets of supplementary supports and payment, including

- Electricity Credits
- Targeted lump sums
- Adjustments to VAT and excise
- 2024
- January 'Cost of Living' double payment
- Two €150 electricity credits

	Adequacy	Inadequate	Deeply Inadequate
2022	13 pp ↑	8 pp ↑	21 pp ↓
2023	8 pp ↑	13 pp ↑	21 pp ↓
2024	4 pp ↑	1 pp ↑	5 pp ↓



Real value of core social protection rates

Real value has fallen, relative to MESL 2024 remains below previous high points

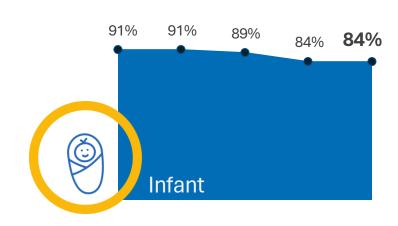
MESL costs highest at Second Level
Infant MESL costs have largest increase

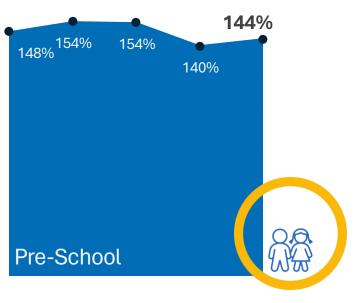
•	Infant	€94
	HHAHL	00-

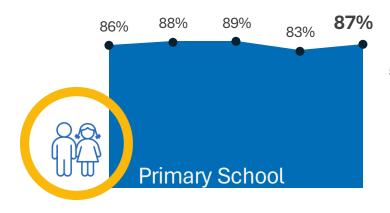
 Pre-School 	€55
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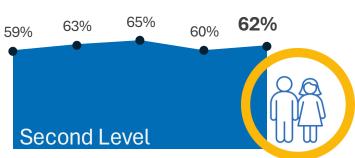
Primary School €95

• Second Level €149











Employment



Single Adult



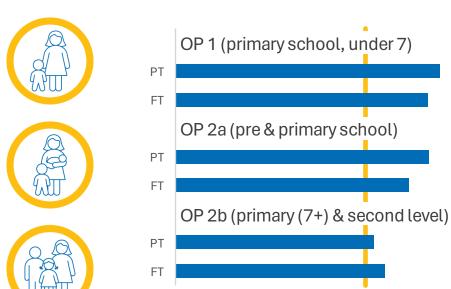
	Market Rent	
MESL Core	252	
Housing	320	
Total MESL	572	
Net Income	442	
Adequacy Gap	-130	

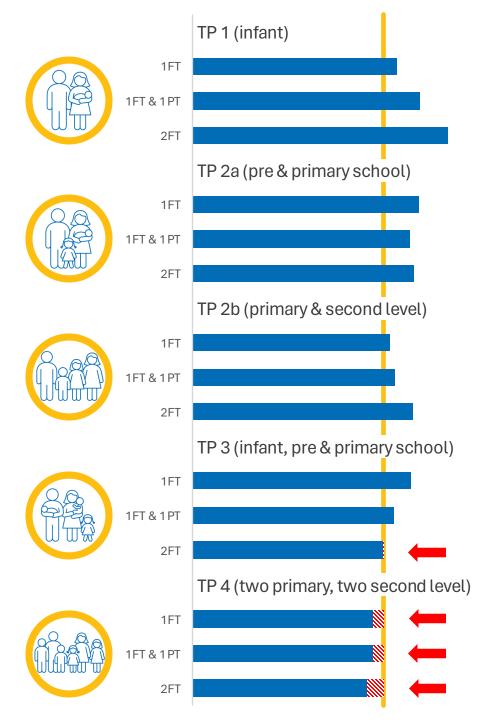
HAP + top-up
269
99
368
428
+60

MIS, per week	679
MIS, per hour	18.10

Households with children

- 21 NMW employment cases examined
 - Full-time & part-time
 - Single & dual income
 - Social Housing 17 of 21 cases adequate



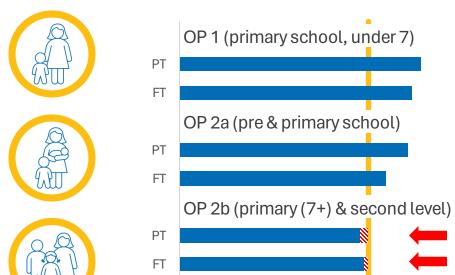


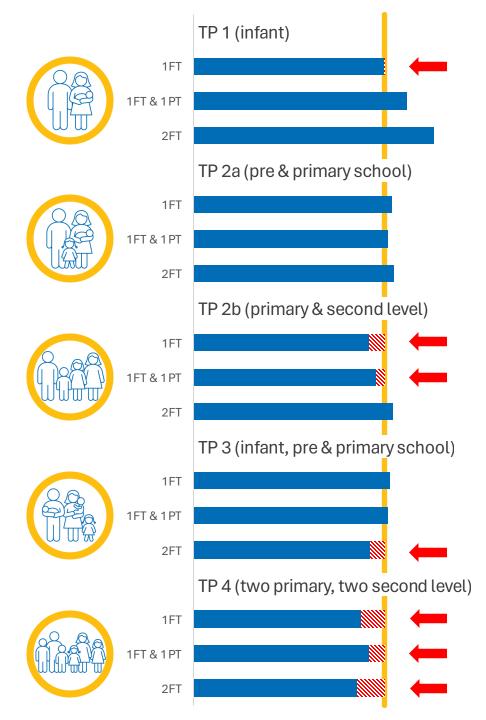




Households with children

- 21 NMW employment cases examined
 - Full-time & part-time
 - Single & dual income
 - HAP 12 of 21 cases adequate









In-work supports

Income Supports

- Back to School Clothing & Footwear
 - Income limits remained at 2023 levels
- Working Family Payment
 - Income thresholds adjusted for 1 full-time NMW
- One-Parent Family Payment & Jobseeker's Transitional

Earnings disregard not updated since 2020

Services

- Medical Card
 - Income limits not changed since 2006
- National Childcare Scheme
 - Means test income limits unchanged since 2020

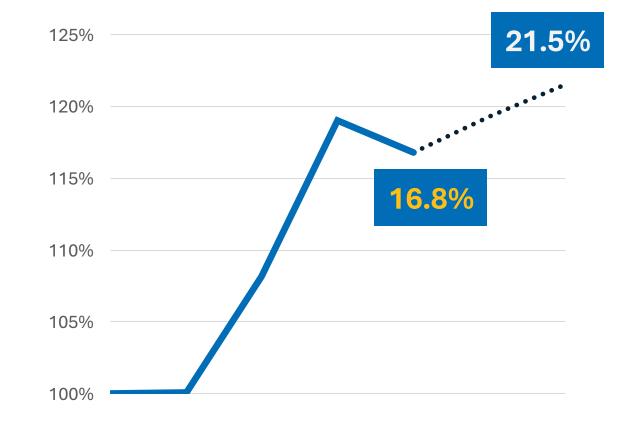


Budget 2025



Cost of MESL basket in 2025

- Stabilisation & slight decline into 2024
 - Cumulative impact, 16.8% from 2020
 - Food ↑ 21.2%
 - Energy ↑ 64.5%
- Forecast
 - Energy prices stabilise
 - Food continues to increase
 - Spill over into other areas
- Potential ↑ 21.5% in 2025 (from 2020)





Budget 2025 Recommendations

Working Age Rate

↑ €20 to €252

Fuel Allowance

↑€7 €40

Qualified Child, under 12

↑ €6 **→** €52

International Protection

Child Payment

Qualified Child, 12 plus

↑ €15 **→** €69

In-Work Supports

Maintain value

















MESL 2024

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