

Center for Academic & Professional Career Development and Research (CAPCDR)



**THE UNEMPLOYMENT SHARPLY INCREASED
FINANCIAL CRISIS OF ALBANIAN DURING PANDEMIC**

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Introduction

- Knowledge of personal financial management intertwined with the objectives of each family is the first step to family financial success.
- Family budget is another opportunity to manage risk and identify family needs in time.
- A good budget management and focus on priority would enable a well-being and a standard of living in a family.
- The loss of the job of the head of the family or family members due to the pandemic caused a great impact on the family finances.



Impact of pandemic

Labour Market

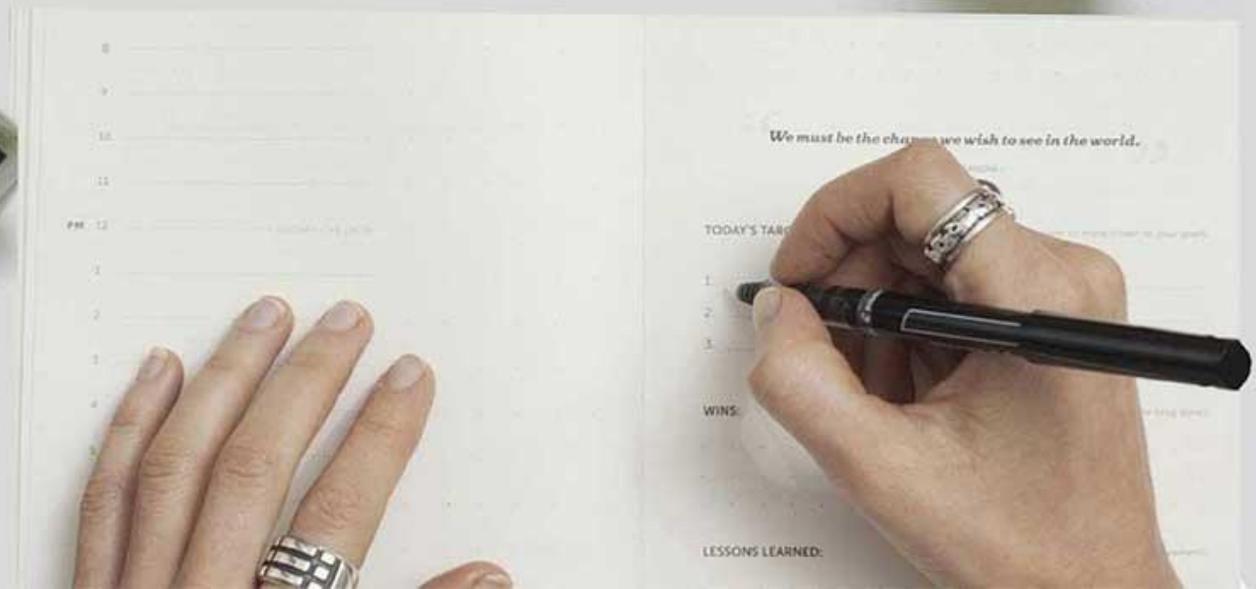
Tourism

Transport Industry

Private Sector

Family Finance

This study **aims** to determine the impact of unemployment on family finances during the pandemic.

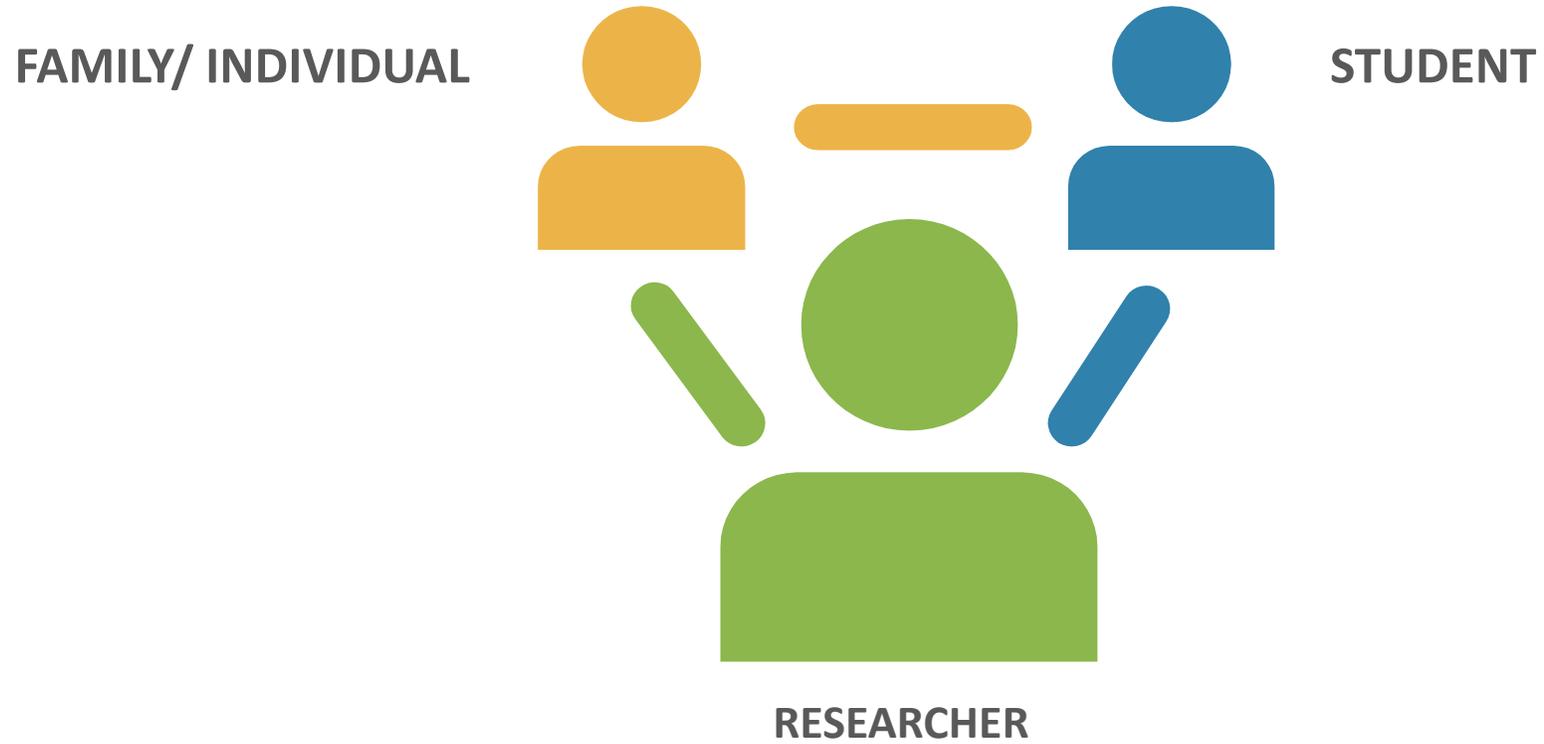


Study Objectives



- 01** To identify the connection that exists between the labor market and family finances.
- 02** To understand the situation of unemployed during the pandemic

Contribution of study





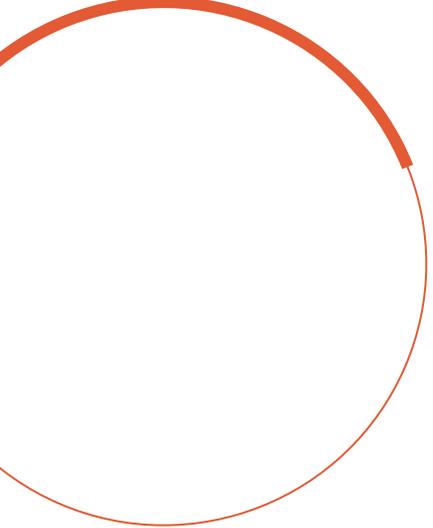
Study limitations

01

Lack of literature

02

Size of Sample



Methodology



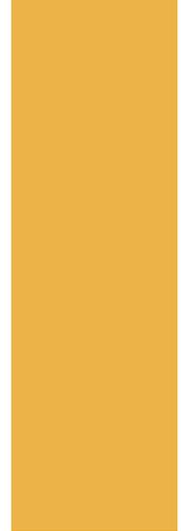
Sample

Unemployed



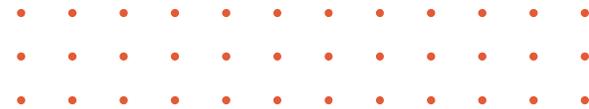
Research
instrument

Questionnaire

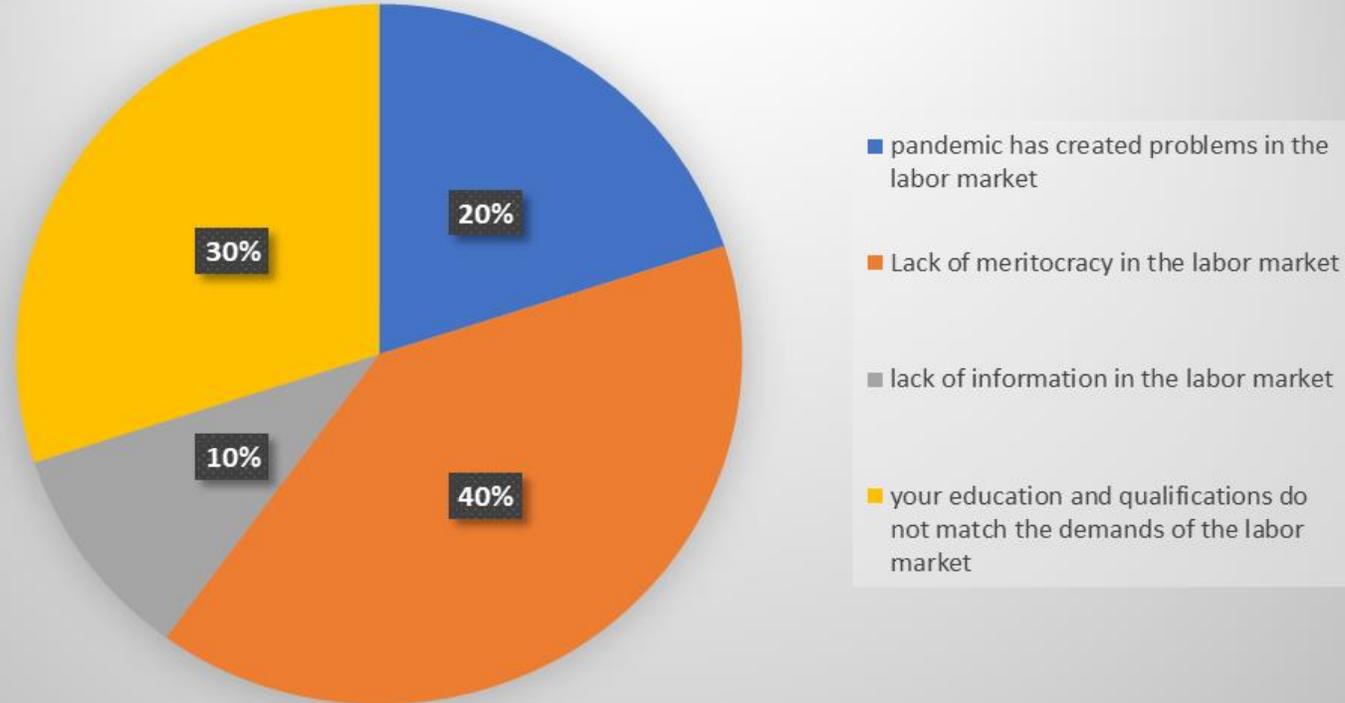


Data

Qualitative

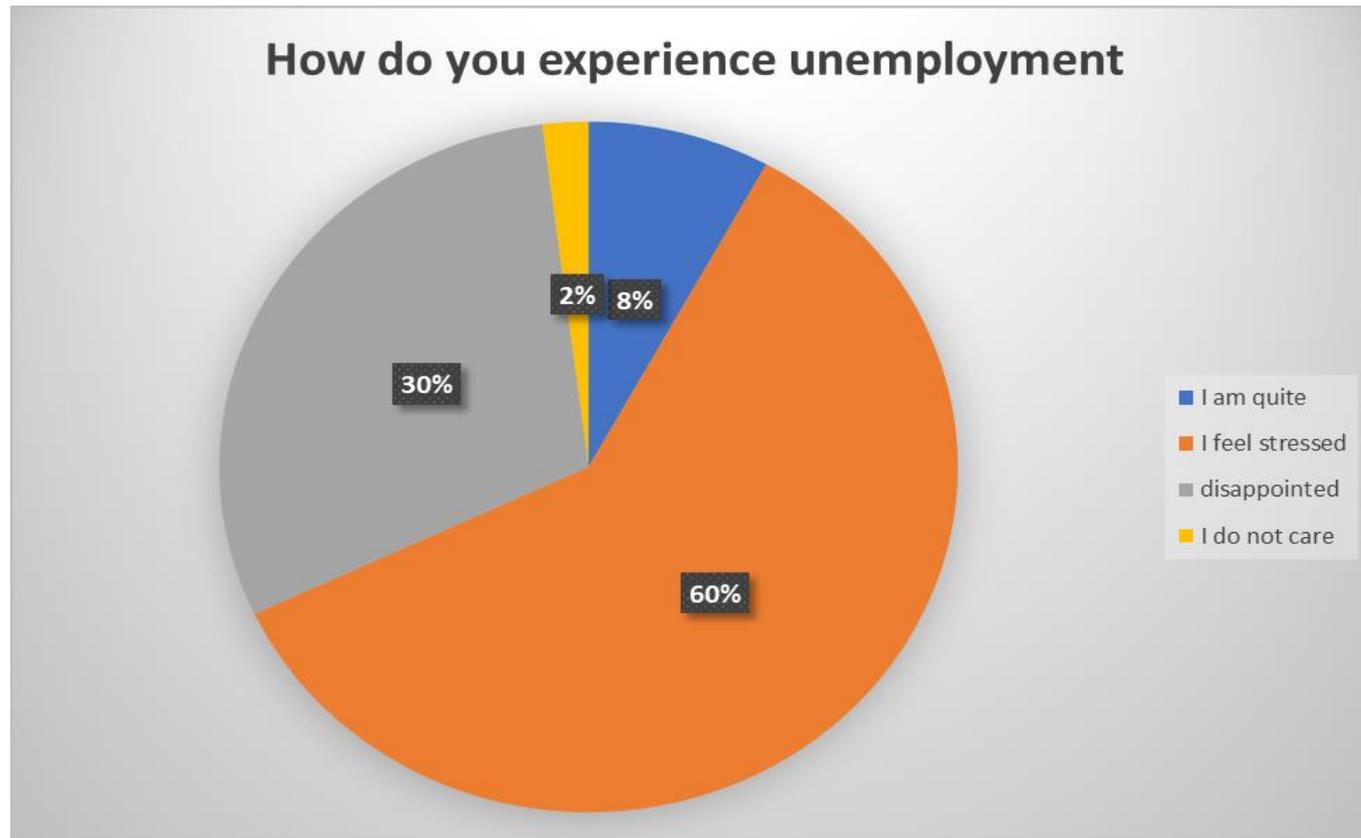


The reasons of unemployment



Source : Author, 2021

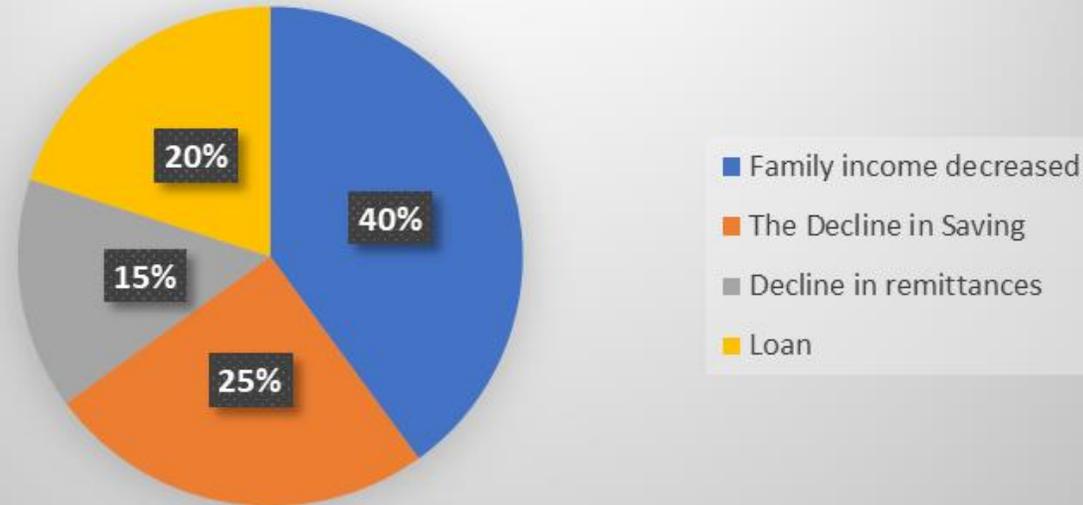
Based on the data of the questionnaire, it is noted that the reasons for unemployment are complex and that the coronavirus adds even more negative effects on the labor market.



Source : Author, 2021

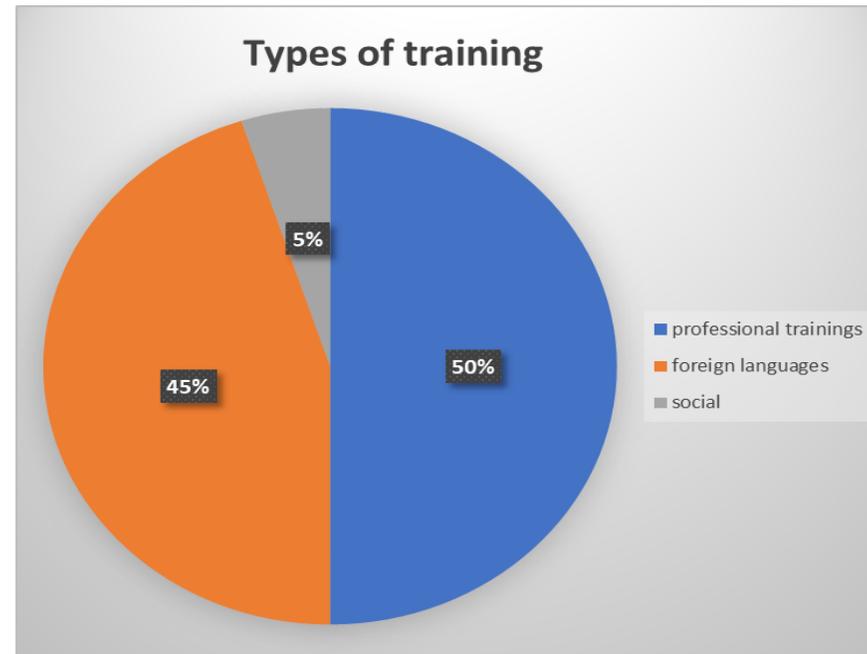
Stress and Disappointment were more prevalent among unemployed respondents. About 60% say they are stressed and some of them have sought specialized help from a psychologist or doctor. And 30% of them say they are disappointed because they have invested so much in education and training, the coronavirus situation has aggravated the situation even more and they have lost hope that they can find a job in this difficult economic situation.

The impact of pandemic in family finance



Source : Author, 2021

According to the data, the pandemic had multiple negative effects which affected the family financial crisis and found them prepared. Families who made a monthly budget found it easier to get out of the crisis. Most of individuals say that in their families they managed this situation by reducing costs which means that they paid more attention to basic products and services.



Source : Author, 2021

The pandemic had a positive effect because online teaching was developed. As a result about 60% of respondents have stated that they have completed trainings during the pandemic period, but these trainings have been online and mainly focused on professional trainings, about 50% and 30% in foreign languages, which leads back into opportunities for professional growth.

Conclusions and Recommendations

Albanians have problems with managing family finances or personal finances, they are not guided by the planning of finances and most Albanian families or individuals do not make a monthly budget to identify in all sources of income, monthly income and expenses.

Lack of good management of family finances or lack of financial planning negatively affects crisis periods. Corona virus had two negative effects, firstly it increased unemployment and secondly it found these families who had problems managing their finances unprepared.

We conclude that there is a link between unemployment and family finances, as unemployment is associated with a low level of well-being. Under these conditions, family financial management is the most important component of risk and uncertainty management.

Albanians faced great challenges and realized that they had to be more vigilant with family finances, they had to make rational and realistic analyzes in order to overcome the problems of unemployment or financial crises easily.

Thank You!