

DEPARTMENT OF POLITICAL AND SOCIAL SCIENCES

WORKING PAPERS

Social background and education in occupational attainment in 20th century Italy

Gabriele Ballarino, Carlo Barone, Nazareno Panichella

Ballarino, Barone and Panichella

European University Institute

Department of Social and Political Sciences

Social background and education in occupational attainment in 20th century Italy

Gabriele Ballarino, Carlo Barone, Nazareno Panichella

EUI Working Paper SPS 2014/03

Abstract

The paper addresses four research questions concerning the intergenerational occupational association in Italy. First, is there a direct effect of social background on occupational outcomes over and above the effect of education? Second, has the direct effect declined over time? Third, does it vary depending on the level of education achieved and, more precisely, is it weaker among more educated individuals? Finally, have returns to education changed over time in contemporary Italy?

These questions are addressed using the *Indagine nazionale sulla mobilità sociale* (INMS, 1985), the *Indagine longitudinale sulle famiglie italiane* (ILFI, 1997-2005) and the *Indagine sui bilanci delle famiglie italiane* (SHIW, 1992-2008). Many measures of success in the labour market (LM) are considered: a) ISEI score of the first job; b) ISEI score of the current job; c) net earnings of the current job. Moreover, we also look at class attainment in terms of d) the probability to enter the service class (EGP I-II) in the first job; e) the probability to enter the service class in the first or the current job; f) the probability to avoid the working class (EGP IIIb, V-VI-VIIab) in the first job; g) the probability to avoid the working class in the first and in the current job.

The main findings of the paper are as follows. First, there is a considerable effect of social origins on LM success. When controlling for education, this effect decreases substantially, but it stills remains pronounced. Second, this direct effect is largely stable over time. Third, it shows some variation conditioned on the education, but the sign of the interaction depends on the specific measure of LM success: in the case of social class it is negative, while in the case of income it is positive. Finally, there is strong evidence of credential inflation, involving both secondary and tertiary titles.

Keywords: Intergenerational status transmission; Intergenerational occupational association; Social Background; Returns to education

Acknowledgements: This paper is part of a comparative project on intergenerational occupational association in 14 countries (Edureu, see Bernardi 2012). Previous versions of it were presented at meetings held in the EUI, summer 2012, and in the University of Trento, spring 2013. Authors would like to thank all participants to the project and the referee for this WP series for insightful and useful comments.

Gabriele Ballarino, University of Milan, gabriele.ballarino@unimi.it;

Carlo Barone, University of Trento, carlo.barone@unitn.it;

Nazareno Panichella, University of Milan, nazareno.panichella@unimi.it

1. Introduction

The paper looks at the occupational intergenerational association for the Italian case, studying four key research issues on this topic. First, we assess the direct effect of social background on occupational attainment, controlling for education. Second, we test whether this effect decreases over time, as postulated by modernization theories. Third, the interaction between education and social background is considered, that is to say we study whether the direct effect of social origins is stronger or weaker among more educated individuals. Fourth, the issue of credential inflation is addressed, namely we consider whether the influence of education on labour market success has declined over time. As we show in our literature review, such questions are particularly interesting in the Italian case: differently from its north-western neighbours, Italy was a late industrialisation country, and it is still debated whether the Italian society can be classified among the fully modernized ones. Thus, studying the Italian social stratification from the point of view of modernization theories and their critiques is interesting also from a theoretical point of view.

The paper is structured as follows. The second paragraph briefly recaps the Italian discussion and the previous findings of the sociological and economic literature concerning the intergenerational occupational association and occupational returns to education. The third paragraph presents some descriptive evidence and formulates some hypotheses concerning the four research questions. The fourth paragraph presents the data, the variables and the modelling approach followed in the paper, while the fifth paragraph reports the main results of the empirical analyses. The sixth paragraph briefly discusses the findings and concludes.

2. Late industrialisation and social stratification: the Italian debate

It is well-known that Italy is a relatively newcomer among industrialized countries: as late as in the 1950s, foreign social scientists would travel across Italy to study local communities, particularly in the South, as ideal-type cases of backwardness (e.g. Banfield 1958). More recently, the Italian political economy has been described with the concept of "uneven modernization" (Martinelli et al 1999). In such a context, Italian sociologists and economists have looked at the structural parameters of social stratification as indicators of the level of development achieved by the country.

The first structural parameter to be extensively studied was participation to education. The pioneering contribution by Barbagli (1982), using ecological data because of the lack of adequate individual-level surveys, found for the period from the 1870s to the 1960s an overall negative correlation between economic growth and participation to upper secondary and tertiary education. Participation would increase in periods and areas where the economy grew less and

unemployment was higher. The idea was that in a context offering limited employment opportunities, people would choose to continue their education because of the lack of suitable labour market alternatives. In economic terms, the indirect (opportunity) costs of schooling are low. Thus, schools and universities become "parking lots", where people are educated with a weak relation to external occupational perspectives in a country where the demand for highly skilled workers is low. The expansion of education becomes a self-reinforcing process as the excess of graduates creates an additional incentive to invest more in education, thus reinforcing the devaluation of education.

According to this line of reasoning, what characterises social stratification in Italy is a general backwardness: thus, returns to education in Italy should be quite low (and possibly declining over time because of an excess of graduates with respect to the labour market demand), while the intergenerational occupational association should be correspondingly high. This dire picture was consistent with early evidence at the individual level, at least concerning returns to education: a survey on the university graduates of the academic year 1965-1966 (Censis 1971) found that only 14% of them were employed in manufacturing, while more than 2/3 of the total were employed in the civil service, mostly as teachers.

Occupational achievement: the first wave of studies

Research carried out in the 80s and the 90s brought the occupational intergenerational association into the picture, somehow weakening the "backwardness" paradigm of previous research.

Concerning the gross association between education and occupation, analyses of census data for 1951, 1961 and 1971 found a stable occupational advantage for those holding higher educational qualifications, with the partial exception of lower secondary degrees, whose occupational prospects seemed to be worsening over time (de Lillo and Schizzerotto 1982). The first Italian social mobility survey, fielded in 1985 (Cobalti and Schizzerotto 1994; 1998), allowed to measure both the impact of education and the one of social origin on occupational attainment. Evidence showed that educational degrees are strong predictors of the class position of the first and the current job of Italians, for both men and women and across geographical areas. Controlling for education, the "ascriptive" effect of social class of origin on class attainment was also found to be significant, but its magnitude was substantially smaller than that of the effect of education. This result was consistent across OLS, logit and log-linear analyses.

Concerning trend over time, log-linear analyses of social class did not find any significant change neither for the influence of education nor for the influence of social origin (Cobalti and Schizzerotto 1994). However, the logit models showed a decline over cohorts of the class

position of the first job, controlling for education, suggesting some growing imbalance between educational titles and qualified jobs opportunities for the younger, and more schooled, cohorts (Schizzerotto and Cobalti 1998).

Results from this work were part of the cross-national analysis performed by Müller and Shavit (1998). In comparative perspective, returns to education in Italy were found to be of intermediate magnitude concerning prestige score, high concerning the relative chances to access the service class, but relatively low concerning the probability to be employed.

In their general interpretation, however, the authors somehow held to the backwardness hypothesis, as they attributed the strong impact of education to a "pervasive credentialism", rather than to the working of a modern, meritocratic labour market, and they stressed the low levels of intergenerational relative mobility much more than the high rates of absolute mobility. In addition, they also stressed the relatively high level of unemployment of educated individuals, male tertiary graduates in particular¹, which avoids the labour market displacement of the holders of lower titles on their part, and speculated that this might be the reason why no inflation of educational credentials had yet appeared in the Italian labour market (Cobalti and Schizzerotto 1994; 1998).

Occupational achievement: recent research

In the late 1990s, a set of major labour market reforms took place in Italy, increasing the flexibility of employment contracts in order to fight rising youth unemployment. This circumstance, coupled with the availability of new data from the first wave of the second Italian mobility survey (ILFI, see below), fielded in 1997, and of new techniques of analysis, pushed research on returns to education to concentrate on the labour market performance of individuals, with particular concern to the chances of being unemployed or employed with a non-standard contract. In both cases, the occupational value of education was found to be relatively low: education does not make a difference in the speed of the transition to the first job (Bernardi et al. 2000), and in recent cohorts educated people are even more at risk than the uneducated to end up in an atypical employment contract (Schizzerotto 2002; Barbieri and Scherer 2009). Also, an international comparison using LFS data showed that in Italy the advantage provided by an upper educational title in the chances of finding a job after graduation is much lower than in France, UK and even Spain (Reyneri 2005).

However, scholars who studied occupational achievement in terms of class position kept finding the kind of evidence one would expect from a fully developed country. Bernardi (2003)

¹ In fact, no effect for either own education nor social origin was found on the probability of being employed (Schizzerotto and Cobalti 1998).

analyzed the occupational prestige of dependent workers from the 1997 ILFI sample by means of linear regression models with sample selection, and found a strong effect of education and a smaller, but significant, effect of class of origin. Comparing the cohort who left school in the 50s and 60s with the one who left in the 80s and 90s, he also found evidence of credential inflation: the impact of secondary educational titles on job prestige had significantly decreased, while the impact of educational performance had increased. The effect of social class of origin on class attainment was found to be mostly stable over the two cohorts, with a strong tendency for social reproduction among employers and the self-employed in general. This picture was generally confirmed by the more recent work of Barone (2012), with a unidiff log-linear analysis for the cohorts born between 1925 and 1974. However, a previous analysis by Pisati and Schizzerotto (2004), also based on log-linear modelling, found increasing social fluidity between 1984 and 1997. In the same volume, the comparative analysis by Breen and Luijkx (2004) found Italy to be among the European countries with higher absolute mobility, at least in the case of men, and lower relative mobility (social fluidity) for both genders. Also, the study by Checchi et al (1999) found the intergenerational occupational mobility to be lower in Italy than in the US.

Other studies of the association between social class of origin and occupational achievement measured the latter in linear terms. Results showed the association to be significant, but they were not consistent concerning the time trend: despite similar observation windows, Ballarino and Schizzerotto (2011) judged it to be fairly stable over time, while on the other side Zella (2010) found it to be decreasing. In both cases, the effect of educational achievement on occupational prestige was much higher, as expected, than the one of social origins.

Returns to education were found to be declining by Schizzerotto and Barone (2006) whose logit models find a declining influence of upper secondary degrees in the chances of gaining access to the service class for all the employed of the 5 ILFI waves (1997-2005). Similar results were found on the same dataset also by Ballarino and Schizzerotto (2011) with both an OLS and a cumulative logit model (CLM) finding declining returns for both lower and upper secondary degrees, and by Ballarino and Scherer (2013), estimating CLM models on LFS data from 1985 to 2010, excluding the traditional self-employed. While the latter paper could not estimate the effect of social origin, not available in the LFS data, it found, besides the already known downward trend for secondary education, also a less strong, but significant, decreasing trend for the association between a tertiary degree and the chances to get a position in the service class.

In comparative perspective, Bernardi et al. (2004) looked at the school-to-work transition for dependent workers in Italy, the Netherlands and the US. Also in this case, results concerning returns to education did not show much backwardness for Italy. On the contrary, the main

difference turned out to be the one between the US, where a strong association between education and the timing of the transition to employment was found, and the two European countries, where the effect of education on transition to employment is absent (Netherlands) or even negative (Italy), but the advantage provided by education in terms of ISEI of the first job appears to be stronger than it is in the US, in particular for those with an upper secondary degree.

Finally, to our knowledge, there is very little research for the Italian case concerning the interaction between the effects of social origins and of education on labour market success. The social mobility study by Cobalti and Schizzerotto (1994) reports that this interaction is not significant for class attainment, while a subsequent analysis by Schizzerotto and Barone (2006) finds that returns to education are higher for upper class children, as concerns both the chances of access to the service class and the risks of demotion into the lower classes. A more recent analysis by Barone (2012) suggests that returns to education do not vary substantially by family background.

Income

Research concerning the intergenerational income correlation (or elasticity) is relatively scarce in Italy, because of data problems, among which, in particular, the lack of a longitudinal data set including incomes of both fathers and sons. Indeed, respondents in cross-section data sets, such as the SHIW, are not even asked about their fathers' income when they were younger, because of recollection bias. However, using the available techniques to overcome this problem, two similar papers by Piraino (2007) and Mocetti (2007) show the intergenerational income correlation in Italy to be strong and significant: their preferred estimates (in both cases the SHIW data are used) are just below .5. Controlling for education, the estimate decreases by less than one third (Piraino 2007), while quantile regression shows the correlation to be higher among the upper quantiles of the income distribution of the sons (Mocetti 2007).

The quoted papers compare their estimates for Italy with similar studies for other countries, and find it to be relatively high. This is confirmed by the comparative OECD (2010) study, according to whose estimates Italy shows, with the US and the UK, the highest value of intergenerational correlation.

Research concerning wage returns to education is typically the domain of economists estimating Mincerian equations, that is the effect of years of education on net wages. Early results from the 80s showed wage premia to education in Italy to be comparatively low and generally stable over time, with some variations among different social groups and geographical areas (Brunello et al. 1999, 2001; see also Checchi 2003).

More recent work confirms the comparative picture (OECD 2005; 2011), while the analysis of trends over time does not give fully consistent results. On one side, researchers testing the "skill-biased technological change"² hypothesis (Acemoglu 2002) for the Italian case between the mid-90s and mid-00s found evidence, by means of quantile regression, of decreasing wage premia to both secondary and tertiary education all over the wage distribution of the private sector (Naticchioni *et al.* 2007). The finding was explained by supply-demand interactions, i.e. some kind of imbalance between the distribution of educational qualifications and the occupational structure (Naticchioni and Ricci 2009). On the other side, an instrumental variable analysis for the years 1995-2010 found stable wage premia to education (measured both as years of schooling and titles), with a slightly decreasing trend from 1998 on (Fiaschi and Gabbriellini 2013).

Generally, the economic literature on wage premia to education does not pay much attention to the direct effect of family background on income, controlling for education³. A recent work by Franzini and Raitano (2010), however, studies the effect on income of two measures of family background during the adolescence of the respondents: a situation of familiar financial distress and the occupational class of the father. OLS estimates on EU-SILC data for 13 countries show that in Italy both measures have a significant impact on wages, controlling for the individual's education. In comparative perspective, the situation of the Mediterranean and of some Continental countries included in the study is similar to the Italian one, while in the Scandinavian countries the effects of family background on income, controlling for education, are generally non-significant.

3. Descriptive evidence and hypotheses

Before presenting our hypotheses, it might be of use to present some preliminary descriptive evidence concerning changes in the educational system and in the occupational structure. Indeed, according to modernization theory the intergenerational occupational association should decrease over time because of the increasing occupational relevance of formalized skills and abilities learned in the school system, as opposed to the informal transmission taking place inside the family. In modern societies the occupational outcomes of individuals with a given

 $^{^2}$ The skill-biased technological change (SBTC) argument maintains that current developments in the digitalization of labour processes and in the international division of labour give an increasing occupational advantage to the highly educated with respect to the poorly educated. According to the argument, this is where the increased college wage premium observed in the US since the 80s comes from.

³ Some econometric studies use family background variables, such as father's education and/or occupation, as an instrument for years of schooling in Mincerian regressions of wages. This means assuming family background is not related to income, once education is controlled for. Brunello et al. (2000) acknowledge this assumption might be a problem.

educational title are function of both the number of individuals with the title available on the labour market, and of the skill demands of the economy (Goldin and Katz 2008). The ratio between the two measures can thus be thought of as a rough index of supply-demand (Bernardi 2012).

Figures 1-4 show the pattern over cohorts of birth of some relevant indicators and indices, starting from the pattern of the occupational structure in terms of the EGP social classes (see par. 4 below), reported in figure 1. There is evidence of some upgrading of the occupational structure, as in particular from the cohort born in the 30s to the one born in the 50s the share of the service and of the clerical classes increases notably. In the following cohorts, however, the upward trend gets slower. On the opposite side of the class structure, the agricultural classes almost disappear, while the share of the urban working class decreases from the third cohort on. We are in presence of a modernising occupational structure, in transition from an agricultural to an industrial and then a post-industrial society, but the trend appears to be relatively slow with respect to the expansion of education, as already pointed out by Barbagli (1982).

Figure 2 shows the pattern of education over time. The expansion of educational participation is apparent: participation to primary education became universal with the cohorts born in the 40s, to lower secondary with the one born in the 60s. The expansion of upper secondary is also noteworthy, going from less than 20% in the 20s cohort up to around 60% in the most recent one. The expansion of tertiary education is less pronounced in absolute terms but nevertheless more relevant in relative terms, as participation goes from about 3% to over 16% from the first to the last cohort⁴.

It is worth noting that such an expansion took place in a school system whose design did not change much over time. Compulsory education was set at 8 years as early as in the 20s, but it was not actually implemented until the 60s, and it was brought to 15 and then 16 as late as in the mid-90s. In comparative perspective, the Italian school system is a fully centralized and standardized one, while the level of stratification of the system can be said to be intermediate (Ballarino 2014).

In its lower levels, the system was quite de-stratified over time. The existing exams selecting pupils at the elementary level were abolished at the end of the 50s, and a lower secondary unified track was introduced in the early 60s, substituting for a previous heavily tracked system. However, upper secondary education (from age 14 to 18) remained tracked, with a strong hierarchy and almost no horizontal circulation among tracks. In contrast to this, all upper secondary tracks lead to university, with almost no constraints but those created by universities

 $^{^4}$ Indeed, in relative terms (first cohort=100), the growth of upper secondary is at 484.5%, the one of tertiary at 546.4%.

and departments who introduce *numerus clausus* in their recruitment of students⁵. In postsecondary education, Italy has failed to develop a strong and well-recognised vocational sector and also after the "Bologna process" in recent decades Italian universities have preserved very limited connections with the labour market (Ballarino 2011).

Figure 3 shows the pattern over cohorts of birth of two measures of the balance between education and demand for skills: the ratio between the percentage of university graduates and the percentage of jobs in the service class (EGP I+II) and the ratio between the percentage of upper secondary graduates and the percentage of jobs in the intermediate classes (EGP IIIab+IVab, clerical and self-employed). Both indices show an upward trend, meaning that the expansion of education has been stronger than the upgrading of the occupational structure, in line with findings from previous studies (Schizzerotto and Marzadro 2008; Barone 2012). Figure 4 shows our relation of interest as measured in metric terms, taking for each cohort the ratio between average ISEI and average years of education. Also in this case, the index increases over cohorts.

about here figures 1, 2, 3 and 4

It is now possible to recap the four research question of the paper, and to formulate a set of hypotheses for the Italian case, based on both previous research and our own descriptive evidence. The first question is whether social origin has a direct effect on occupational success over and above education. We expect a positive answer to this question, not just on the basis of the previous research reviewed above but also in the light of two structural features of the Italian labour market. First, the large share of self-employment, where the direct influence of social origin is stronger. Second, the important role of personal and family networks for job search in Italy (Reyneri 2005; Ballarino and Bratti 2010).

Our second question concerns the trend over time of this direct effect of social origins. Results of previous research on this are not consistent. However, because the two features that we have just mentioned have preserved their importance also in recent cohorts, there is little reason to expect that the direct influence of social origins has declined. Indeed, the figures reported above depict a worsening balance between the supply of educated individuals and the demand coming from the labour market. In such a context, the signalling value of educational titles should decrease, which in turn may strengthen the importance of other signals in the employee selection process. Among such signals, those related to the family background might be of

⁵ It is worth noting that universities are prohibited by law to use the upper secondary track the applicant comes from to screen among candidates to programs with *numerus clausus*.

major importance in a service economy where soft skills gain growing importance, as suggested by Goldthorpe and Jackson (2008). We thus hypothesize stability, or even an increase over time of the intergenerational occupational association.

Third, we ask whether this effect interacts with education. As explained above, there is little research on this topic for Italy and the few available studies reach different conclusions. Moreover, we have no specific theoretical hypothesis concerning the Italian case, therefore we simply start from a null hypothesis according to which there is no interaction.

Finally, our fourth question concerns the trend over time of the effect of education on occupational success. Because our analyses focus on absolute returns to education, the previous descriptive evidence on the growing excess of highly educated individuals provides a straightforward argument to expect a major decrease of the occupational premia to education, particularly to secondary degrees which expanded most (see figure 2), while we expect a lower, but nevertheless sizeable, decrease of occupational returns to tertiary titles. Of course, the institutional features of the educational system may counteract these growing structural unbalances between supply and demand for skilled workers. However, this is hardly the case for Italy, where schools and universities entertain weak connections with the labour market: a standardized system, as the Italian one, might be associated with high returns to education, but the weakening over time of the connection between school and labour market might have fully counterbalanced this effect.

4. Data and variables

The data used in the chapter come from three national surveys: *Indagine nazionale sulla mobilità sociale* (INMS, 1985), *Indagine longitudinale sulle famiglie italiane* (ILFI, 1997-2005) and *Indagine sui Bilanci delle Famiglie Italiane della Banca d'Italia* (SHIW, 1992-2008). The first two are the major social stratification surveys fielded in Italy, including detailed information on subject's current and first job, education and social origins, while the third source, fielded each other year by the Bank of Italy, mainly focuses on income and earnings. Occupational achievement is measured by means of four dependent variables (table 1): a) Isei score of first and current job; b) probability of entering the service class; c) probability of avoiding the working class; d) monthly net income, both linear and logged.

about here table 1

The first dependent variable is the ISEI score of first and current job. Unfortunately the INMS data does not allow to construct the ISEI score, hence in the analyses with this dependent

variable only the ILFI data are used. The analyses include natives aged 28-65 with some work experience. The final sample is made up by 6,258 cases.

Concerning social class of destination, the EGP class schema is used (Erikson and Goldthorpe 1992; Breen 2004). Service class includes the occupations classified in EGP I-II, while the unskilled working class includes EGP IIIb, V-VI-VIIab. When these two variables are used, the INMS and ILFI surveys are merged. After excluding cases with missing information, the final analytical sample consists of 10,866 subjects⁶.

Finally, the SHIW data (1992-2008) are used to study returns to education in terms of income. The analysis includes native born individuals aged 28-65 employed at time of interview. The final analytical sample consists of 172,395 cases.

Two measures of social background are used. The first is the ISEI score of the family of origin. The second is social class of origin. Both are measured, as usual, on the basis of the highest parental occupational class when the respondent was 14 years old⁷. The EGP scheme here is aggregated into six categories: service class, white collars (IIIa), small employers with and without employees, self-employed farmers (IVc), urban working class (IIIb, V-VI-VIIa) and agricultural workers (VIIb).

A second independent variable is respondent's education, which is coded in four categories: a) primary or less (up to 5 years of schooling, including people with no schooling and with some schooling), b) lower secondary (8 years of schooling, this was the compulsory level of education in Italy from the 20s until the mid-90s), c) upper secondary (10 to 13 years of schooling), d) tertiary education (university and other shorter post-secondary courses). In a robustness check we also specified a more detailed classification of educational levels (see below). All analyses also control for gender (0=female; 1=male), age, age-squared, and geographical area of residence (1= North; 2= Centre; 3= South and Islands).

We use OLS regression for ISEI score and monthly labour earnings and linear probability models with robust standard errors for the analysis of occupational class (access into the service class and avoidance of the working class). Our modelling strategy proceeds stepwise for each dependent variable. First, model 1 includes social background, age and age squared (or cohort of birth, see below). Model 2 adds respondent's education, model 3 also gender and area of residence (as a control for labour market conditions, which display show strong geographical

⁶ Italian stratification research often uses a slightly different version of the EGP scheme (see Ballarino and Cobalti 2003), where the lower part of EGP II is included in the clerks and not in the service class. Analyses were also repeated with this scheme, and results did not change (results available from the authors).

⁷ In both cases, if the father was missing respondents were asked about their mother or other heads of the household, and this information was used as family background.

variation in Italy). If results do not change from model 2 to model 3, we drop the results with full controls from the tables.

Model specification is related to the availability of relevant information in the dataset. When it is possible, both first and current job are considered. In the latter case, models control for age and age squared, in the former for cohort of birth, when we consider the first job. To look at the trends over time, separate models of the attainment of the first job are estimated for each cohort of birth. Cohort is coded by decades of birth, starting from 1930–1939 up to 1970–1979. When numbers make it possible, individuals born between 1920 and 1929 are also included in the analysis. Unfortunately, the SHIW data do not include information on the first job, thus the analysis of income is limited to the current job.

A wide range of robustness checks with different models and specifications were performed⁸. They include a) the estimation a logit model instead of a LPM for the analysis of occupational class; b) the replication of the analysis of occupational class and ISEI only for those employed; c) the replication of the analysis separately for men and women and for the youngest cohort (28-45); d) finally, separate analyses across geographical areas. In all cases, results did not differ substantially from those presented in the next paragraph.

5. Empirical results

We move now to the empirical results, which will be presented according to the order of the research questions exposed above. Table 2 shows the results of a set of OLS models whose dependent variable is the ISEI score of the first job. It is clear that the answer to the first research question of the paper is a positive one: there is a significant effect of parental ISEI on respondent's ISEI, over and above own education. Such an intergenerational occupational association is not trivial. According to model 1, where only parental ISEI, age and age squared are included, one point of parental ISEI produces an increase of almost half point of the ISEI score of the first job, while if education is entered into the equation the effect goes down to .20. This point estimate is higher for men but the difference with the estimate for women is not significant. Results for the current job are almost identical for our coefficient of interest⁹. Considering that the distance between top and bottom occupations in the ISEI scale is up to 75 points, a direct effect of .20 means that individuals whose parents work in top occupations enjoy an advantage of 15 points in the ISEI scale over individuals *with the same education* but

⁸ Results are not reported but are available on request from the authors.

⁹ It has to be noticed the lower value for the constant in the model for current job, explained by the fact that among the currently employed the proportion of males is higher, and males have a lower ISEI on average, as shown by models 4 and 5.

originating from a lower occupational group: this is a substantial effect¹⁰. For instance, this is the gap separating a professional from the technician giving her assistance (Ganzeboom and Treiman 1996).

table 2 about here

Tables 3 and 4 specify an analogous set of models where EGP classes are used instead of ISEI. In the models reported in table 3 the dependent variable is the probability to access the upper class (EGP I-II), while in those in table 4 it is the probability to avoid the working class (EGP IIIb, V-VI-VIIab). In both sets of models the service class is the reference category, so the coefficient for each class expresses the difference between the class and the service class in the probability of interest. In this specification the sample is bigger, as data from the INMS 1985 have been included alongside those from the 5 waves of ILFI (1997-2005). The models confirm the results found for ISEI: when education is added to the model, there is a strong reduction of the family background effect, but it nevertheless remains non trivial for all classes.

However, the finer specification of the family background and the bigger numbers allow to see more clearly two details. First, the advantage of an upper or middle class family background with respect to a working class one appears to be stronger with respect to avoiding the working class (table 4) than to moving upward into the service class (table 3). This makes sense, as the latter is an outcome much easier to be achieved than the former. Second, the effect of class origin on the probability to get a job in the service class is significantly lower for women than for men. This "gender gap" is also to be seen in the point estimates concerning access to the first job and avoiding the working class, but in that case it is not significant. The gender gap is likely to depend on the distribution of occupations across genders, where women are more likely than men to be found in occupations belonging to the lower ranks of the upper class (EGP II). In fact, if the analysis is carried out only on the probability of accessing EGP I the gender gap disappears and a class of origin effect can be seen also for women¹¹.

tables 3 and 4 about here

Table 5 reports a set of models where the dependent variable is net income, both linear (upper panel) and logged (lower panel). Unfortunately, the SHIW data do not allow to construct the

¹⁰ This effect does not change at all if one uses another and more detailed specification of education, where 8 educational levels are considered (elementary / lower secondary / upper secondary academic / upp. sec. technical-vocational / upp. sec. other / tertiary humanities / tertiary scientific / tertiary other). Results are available from the authors.

¹¹ Result not shown for lack of space, available on request from the authors.

ISEI score of the family of origin (nor do they provide informations on income, of course), so only EGP classes can be used as the measure of family background. Moreover, the data do not include information referring to the first job, so career effects cannot be fully eliminated from the estimate (as in all models, however, we control for age and age squared). Estimates confirm what found for occupational outcomes, showing a "class wage gap", that is a significant effect of social origin on income, even when education is controlled for. Without this control (model 1), someone with a service class background earns on average some 200 euros per month more than someone with a white collar background, and almost 600 euros per month more than someone with an urban working class background (table 5, upper panel). The class wage gap is reduced to about 140 and 330 euros, respectively, if education is controlled for (model 2), but it is still statistically significant and substantively important¹². Comparing genders, it can be seen that the advantage provided by the class of origin appears to be stronger for women: the class wage gap (measured as difference from the service class) for the white collars is 74 euros for men and 160 for women, while in the case of the urban working class it is 280 euros for men and 360 for women. Thus, in the case of income the gender difference runs the other way round than in the case of social class, where the effect of the family background was found to be stronger in the case of men. While the latter phenomenon is likely to depend, as suggested above, on the gendered distribution of occupations, the former might be related to the lower average wages of women, who allows more room to the boosting effect of having a wealthy family¹³. In turn, this effect might depend on social networks and/or on the transmission of soft skills and other behavioural tracts enhancing performance and/or wages: more detailed information would be required in order to discriminate among possible explanations.

table 5 about here

Having seen that a direct effect of family background on occupation exists even when education is controlled for, we can move to our second research question, concerning the pattern over time

¹² Also in this case, a more detailed specification of education was used as a robustness check, distinguishing 13 levels: up to low. sec. / upp. sec. academic / upp. sec. technical / upp. sec. vocational / upp. sec. other / tertiary science / tert. medicine / tert. technical / tert. law / tert. social science / tert. humanities / tert. economics & business. A slight reduction of the effect of social origins for men with a petty bourgeois and a clerical origin was found, because they graduate less frequently in medicine with respect to those with a bourgeois origin.

¹³ The constant of the models for linear income in table 4 does not make substantive sense because age and age squared are included in the model. If the two terms are excluded, the constant, i. e. the average monthly income, is about 1,832 euros for women and 1,916 for men.

of this effect¹⁴. Does the intergenerational occupational association decrease over time, as modernization theories would suggest? Results are presented in figures 5 to 7. The first one reports the coefficients for parental ISEI provided by separate estimates for the five cohorts of birth of model 3 of table 1 (where respondent's education is controlled for). As the graph shows, the confidence intervals are large, despite the relatively high numbers, and they overlap for all cohorts. Even if one looks only at the point estimates there is no trend over time to be seen.

about here figures 5, 6 and 7

This result is generally confirmed when social background is measured with the EGP class scheme. Figures 6 and 7 show the pattern over time of the difference between the service class and the other classes in the probability to enter the service class (figure 6) and to avoid the working class (figure 7). In all graphs, the horizontal axis at point 0 represents the service class (reference category). A problem with sample numbers can be easily noticed: when the sample is disaggregated by birth cohort, the estimates tend to lose their statistical significance, despite being significant if the whole sample is considered (as seen in tables 2 and 3). In any case, the pattern over time confirms what was suggested by the ISEI analysis, with just a (minor) exception: those born in the agricultural petty bourgeoisie (independent farmers, EGP IVcd) show a significant downward trend in their chances to avoid a working class destination, when education is controlled for (figure 7, last panel on the right). This difference might be tentatively explained with the changing market situation of farmers, in particular with the decreasing life opportunities allowed by farming with respect to the urban classes¹⁵: while among the cohort born in the 20s independent farmers can be thought of as a part of the middle classes, one would surely not say the same for the cohort born in the 70s. This might have produced a negative selection into immobility in this class, decreasing in the process the capacity of its members to be of help to their own offspring on the labour market.

We come now to the third research question of the paper, concerning a possible interaction effect between social origins, education and occupational achievement: does the intergenerational occupational association change according to the level of education?

In order to answer this question, we estimate separate full control models (model 3) for each educational level. Table 6 shows models where respondent's ISEI is regressed on parental ISEI: it can be seen that the coefficients for parental ISEI do not change significantly over the models.

¹⁴ Unfortunately, this question cannot be answered for what income is concerned, as the SHIW dataset does not include information on the first job, making it impossible to distinguish between the income effect of education and the one of career.

¹⁵ The main reason for this worsening market condition lies in the mechanization of farming, who dramatically lowers the value of labor.

There are some differences in point estimates, in particular concerning the ISEI of the first job, where the effect of social origin is weaker among tertiary graduates, but the difference is not statistically significant (but notice the low numbers). When social class is used as a measure of family background (tables 7 and 8), however, more reliable evidence is found for the hypothesized interaction: as for the probability to avoid the working class, the advantage of the service class with respect to the other classes is not significant among tertiary graduates, while among the other educational strata those from the service class have a significant advantage over the other classes (excluding the white collars). Such a negative interaction between social origin and education might be explained with the argument suggested by Bernardi (2012): individuals with a good family background get more occupational help on the part of their families when their educational achievement is low, as families try to compensate the labour market weakness associated to a relatively low school title. However, when occupational success is measured with income the sign of the interaction is reversed.

about here tables 6-7-8-9

Indeed, according to the analysis reported in table 9, it is among tertiary graduates that the wage gap is stronger, i.e. that social origin has a stronger impact on income. In their case, those with a white collar background earn on average about 150 euro per month less than those who come from the service class, while for those with an urban working class origin the wage gap amounts to almost 390 euro. In the case of the lower secondary educated, however, there is no gap for those with a white collar background, while for the urban working class the gap reduces by two thirds, to about 130 euro. In the case of the primary educated there is almost no wage gap.

Thus, different measures of occupational achievement lead to opposite results. In the case of social class (and, very weakly, of ISEI), there is some evidence that class of origin has a stronger effect on the occupational success of the less educated ("compensatory effect"), in particular for avoiding demotion into the working class. In the case of income, a high social background provides almost no occupational advantage among the less educated, while it gives a significant advantage among the university graduates ("boosting effect"). How can such diverging results be made consistent? The substantive difference between the two measures has to be considered. On one side, a wealthy family of origin can intervene to help those of their sons and daughters who do badly at school, providing them with relatively good occupational opportunities by means of family contacts and networks. But this intervention can hardly concern wages. Against any backwardness argument, in Italy as in every other developed country only exceptionally those with low educational titles can access the upper ranks of the

occupational stratification. When this is the case, they rely on outstanding personal qualities and skills, something not usually found among the offspring of the upper classes who do bad at school. On the other side, however, when someone with a good family background has a good school performance, achieving a title who allows her to enter the upper ranks of the social stratification, it is likely that her origins will give an extra boost to her job performance and/or her income, maybe via direct heritage, or career-enhancing networks, or soft skills developed in the family environment.

An additional argument is that in Italy, as in many other European countries, wages at the lower and intermediate qualification levels are largely set by collective agreements, who put upper boundaries to wages, while the top tier of the labour market is less regulated, so that among the more educated, who are more frequently to be found in the top tier, there is more variation and thus more space for family background to affect wages.

We come now, finally, to the fourth research question of the paper, regarding the trend over time of the association between own education and occupational success, controlling for class of origin. Also in this case, income cannot be used as a measure of occupational success, as the SHIW data set lacks information on the first job achieved.

In this case, we have to adjudicate between two theories: while the theory of the inflation of educational credentials (IEC, Collins 1979; 2000) states that occupational returns to education decline over time, because of the expansion of educational participation, the theory of skill-biased technological change (SBTC, Acemoglu 2002; Goldin and Katz 2008) suggests an increasing occupational advantage to the highly educated with respect to the poorly educated. As seen from the literature reviewed above, previous results for the Italian case point clearly towards a situation of IEC.

Before entering the analysis, it is useful to observe that the two theories address the phenomenon from two different points of view, and are thus not mutually exclusive. IEC theory, indeed, is substantially interested in the comparison over time of returns to a given educational level, and in presence of educational expansion it forecasts diminishing returns to the same title. SBTC theory, on the contrary, is more interested in comparing over time wage returns to different titles. In other words, one could say that IEC theory is more interested in absolute returns, while SBTC is more interested in relative returns (Bernardi 2012, p. 5)¹⁶.

¹⁶ It has to be noted that the absolute-relative distinction is used here in a way that differs from the common use in stratification research (eg Breen 2004, pp. 20 ff.). Indeed, we use OLS and linear probability models, who – differently from logit and log-linear models - do not control for the marginal distribution of the variables of interest, as it should be according to the common use of the term when relative inequalities are examined. For a brief discussion on this topic, see Bernardi and Ballarino (2014). In any case, logit specifications of the models reported were also estimated, and the pattern of the logit coefficients over cohorts is quite similar to the one of the OLS coefficients.

Thus, figure 8 shows the pattern over time of the ISEI of the first job by level of education, as provided by model 3 (table 2) estimated separately for each cohort (models control for class of origin, geographical area and gender). The panel on the left reports the "predicted values", i.e. the pattern over cohorts of the average ISEI score of the first job for each educational title, that is absolute returns, while the panel on the right reports the relative returns, i.e. the difference in probabilities with respect to lower secondary as the reference category. Given the flat pattern of the predicted probabilities for the lower secondary educated, whose average ISEI score appears stable over time, there is no big difference between the two panels. In both, a decreasing trend for the ISEI of the tertiary educated can be easily seen, confirming the previous findings of the literature reviewed above. The average ISEI score of the first job of a tertiary educated born in the 30s was around 51.8 points, compared to about 39.0 for a tertiary educated born in the 70s. The difference is significant. For the other educational titles, however, there is not much of a trend to be seen.

Moving to social class as a measure of family background, figure 9 shows the pattern of relative returns with respect to the service class, while figure 10 shows the pattern of absolute returns for all classes. In both cases, the panel on the left refers to the probability of accessing a first job in the service class, and the one on the right to the probability of avoiding the working class. Concerning the former outcome, a strong downward trend appears for those with an upper secondary degree. In absolute terms, for the cohort born in the 20s¹⁷ the average probability to access the service class was 0.53, while for the cohort born in the 70s the same probability amounts to 0.26 (fig. 10, left panel). The difference is significant. In the case of the tertiary educated there are also signs of decreasing returns, but the trend is not so strong and the confidence intervals are larger. However, in absolute terms, a tertiary educated born in the 20s and the 30s had a probability of well over .8 to enter the service class with her first job, while the same probability goes down to about .75 for someone born from the 60s on (fig. 10, left panel). The difference is significant with respect to the 30s cohort only, because of low numbers of the preceding one.

Concerning the probability to avoid the working class, in relative terms (fig. 9, right panel) we see increasing relative returns for tertiary education and stability for the other classes. However, absolute returns show a different picture (fig. 10, right panel): while the pattern is stable for the tertiary educated, there are clear downward trends for both the lower and the upper secondary educated. In the case of the former, the probability of avoiding the working class goes is almost halved, from about 0.38 to about 0.19, while for the latter the same probability decreases by a

¹⁷ When using social class, we can include in the analysis the cohort born in the 20s, available mostly in the INMS 85 dataset, while when we use ISEI, available in ILFI only, we have to exclude it because of low numbers.

factor of ¹/₄, from 0.81 to about 0.58. In relative terms, returns to tertiary education are thus increasing.

Also in this case, apparent inconsistencies between analyses using different measures of occupational success have to be addressed. In the case of ISEI, a clear downward trend for the tertiary educated and stability for the secondary educated have been found, while in the case of occupational class the opposite happens, and evidence points to (some) stability for the tertiary educated and a strong decrease for the secondary educated. In order to make those findings consistent, again the substantive meaning of the variables has to be taken into account. While looking at the ISEI we are actually observing the average of the distribution of occupations, social class analysis gives more weight to the extremes, in particular when access to the upper class is used. Thus, the average ISEI of the first job of the secondary educated might have stayed the same over cohorts despite their decreasing probability of accessing the service class because the bottom of the occupational distribution has risen, compensating their loss at the top with a gain at the bottom. In a similar way, the average ISEI of the first job of entry in the labour market, but their advantage with respect to the holders of lower educational titles in accessing a stable number of service class positions might have increased over time.

According to the preceding analysis, the general answer to our research question is that returns to education in Italy tend to diminish over time, in particular for those with a secondary education, but there are also some signs, for the younger cohorts, of a decrease of the returns to tertiary education for what access to the service class is concerned¹⁸. Our expectations are thus fully supported. Between the two competing theories briefly recalled above, our analysis supports to the ICE theory. However, if one compares returns to tertiary and secondary education over the last cohorts, it can be added that also the SBTC theory got it right, as the distance between the two groups has clearly increased to the advantage of the tertiary educated.

6. Conclusions

It might be useful to start this final paragraph with a brief recap of the main findings from the analyses reported above. First, a considerable direct effect of social origin on LM success was found, as expected, whichever the chosen measure of both variables. This effect is, however, much weaker than the direct effect of education, and it shows a gendered pattern, depending on the chosen outcome. When social class is considered, the family of origin effect is stronger in the case of men, while when income is considered, it is stronger among women.

¹⁸ The strong resemblance of these findings with those obtained by Ballarino and Scherer (2013) with a different data set is worth noting.

Second, this intergenerational occupational correlation is substantially stable over time. This pattern is clear with both ISEI and social class, with the only minor exception of a significant decrease for the offspring of farmers, whose probability to avoid the working class has significantly decreased over cohorts.

Third, the effect of interest changes according to the individual level of education. However, the pattern of change depends, again, on the chosen measure of achievement. When occupationbased measures are used, a stronger direct effect of social origins is found among the lower educated, albeit significant only in the case of avoiding the working class (in the case of ISEI and access to the service class differences among educational levels are not significant, but the pattern is the same). When income is chosen, the direct effect of social origins is significantly higher among the more educated. In substantive terms, one could state that a privileged class origin can guarantee a decent occupation even to those who fail at school, compensating for the failure, but can hardly guarantee access to the privileged class itself or a higher income. However, when school performance is good and high levels of education are reached, the effect of the family of origin manages to boost success, making income higher.

Finally, with all the considered outcomes there is evidence of diminishing returns to education over time (inflation of educational credentials), involving both secondary and tertiary titles. Also in this case different outcomes give different perspectives on the phenomenon. When ISEI is used, a significant downward trend for tertiary education and stability for secondary education appear, while when social class is used there is a strong downward trend for both lower and upper secondary education, and tertiary education is more stable. In absolute terms, class returns to tertiary education have decreased in the latest cohorts, in particular for the access to the service class, while in relative terms they increase with respect to those guaranteed by secondary education. However, also in this case different results might be made consistent by considering that ISEI, as a synthetic measure, is less influenced by variations in the extremes of the occupational distribution, differently from class-based measures.

A methodological discussion should follow, concerning the relative merits of the different measures of occupational success used in the paper. In fact, the analyses above have shown diverging, and sometimes opposite, results for different measures. While space for a full discussion is not available here, there are a couple of points emerging from the findings of this paper, as well as from other papers in the project (Bernardi 2012) who might be worth mentioning. The first point is that one does not have to choose *the* better measure of labour market success, on the line of previous debates counterpoising categorical versus metric, or occupation-based against income-based measures. It might be more useful, on the contrary, to look at a wide range of measures, each of whom has limits which can be overcome only with a

comparison with results obtained with other measures. The second point is almost trivial, but worthwhile to be stated: while metric measures such as ISEI and income give a synthetic and parsimonious picture of the processes reproducing social stratification across generations, categorical measures as the neo-weberian occupational class scheme give a more detailed account of the processes of social stratification, and in particular of changes therein. While the former might be more useful for comparative purposes, it seems unlikely that the detailed investigation of the changes in the social stratification processes can proceed without using a categorical scheme such as the EGP. This is also acknowledged by economists, who increasingly use quantile regression to allow for heterogeneity of effects of variables of interest among individuals located in different points of the social stratification¹⁹.

Finally, the findings of this paper might be related to the substantive discussion on the Italian case. As the brief review in paragraph 3 showed, a major part of the discussion on the relation between education and social stratification in Italy still takes place in a frame defined by the early hypotheses concerning the late industrialization and the related backwardness of the country. Even parameters typical of modern societies, such as the occupational advantage provided by education, have been explained as remnants from the past. This paper, as other recent work on this and related topics, suggests this kind of arguments to have lost their grip on empirical reality. Whichever point of view is chosen, contemporary Italy appears as a fully modern country, whose (strong) differences with respect to its Northern and Western neighbours should not be understood as legacies of a pre-modern past, but as the specific socio-economic configuration of the Italian way to a modern social stratification.

¹⁹ See Piketty (2014: 266 ff.) for similar considerations.

References

- Acemoglu, D. (2002), Technical Change, Inequality and the labour Market. *Journal of Economic Literature* 40, pp. 7-72.
- Ballarino, G. (2011), Redesigning curricula: the involvement of economic actors, in M. Regini, ed., *European Universities and the Challenge of the Market*, Edward Elgar, Cheltenham, pp. 11-27.
- Ballarino, G. (2014), School in contemporary Italy. Structural features and current policies, in Ascoli, U., Pavolini, E., eds, *Falling apart? The Italian Welfare State in a European perspective*, Bristol: Policy Press.
- Ballarino, G., Bratti, M. (2010), Reperimento del lavoro e disuguaglianza sociale, in D. Checchi, ed., *Immobilità diffusa. Perché la mobilità generazionale è così bassa in Italia*, Bologna: il Mulino, pp. 155-186.
- Ballarino, G., Cobalti, A. (2003), Mobilità sociale, Rome: Carocci.
- Ballarino, G., Scherer, S. (2013), More investment but less returns? Changing returns to education in Italy across three decades, *Stato e mercato*, in print.
- Ballarino, G., Schizzerotto, A. (2011), Le disuguaglianze intergenerazionali di istruzione, in A. Schizzerotto, U. Trivellato, N. Sartor, eds., *Generazioni disuguali. Le condizioni di vita dei giovani di ieri e di oggi: un confronto*, il Mulino, Bologna, pp. 71-110.

Banfield, E. (1958), The Moral Basis of a Backward Society, New York: The Free Press.

- Barbagli, M. (1982), Educating for Unemployment. Politics, Labor Markets, and the School System – Italy, 1859-1973, New York: Columbia UP.
- Barbieri P., Scherer S. (2009), Labour Market Flexibilisation and its Consequences in Italy. *European Sociological Review*, 25 (6), pp. 677-692.
- Barone, C. (2012), Le trappole della meritocrazia, Bologna: il Mulino.
- Bernardi, F. (2003), Returns to Educational Performance at Entry into the Italian Labour Market. *European Sociological Review*, 19 (1), pp. 25-40.
- Bernardi, F. (2012), Social Origins and Inequality in Educational Returns in the Labour Market in Spain, EUI Working Paper SPS 2012/05.
- Bernardi, F., Ballarino, G. (2014), Participation, equality of opportunity and returns to tertiary education in contemporary Europe, *European Societies*, forthcoming.
- Bernardi, F., Gangl, M., van de Werfhorst, H. G. (2004), The From-School-to-Work Dynamics. Timing of Work and Quality of Work in Italy, the Netherlands and the United States, 1980-1998, Ceacs Estudio/Working Paper 2004/201.
- Bernardi, F., Layte, R., Schizzerotto, A., Jacobs, S. (2000), Who Exits Unemployment? Institutional Features, Individual Characteristics and Chances of Getting a Job, in D. Gallie

and S. Paugam, eds., *Welfare Regimes and the Experience of Unemployment in Europe*, Oxford: Oxford UP, pp. 218-239.

- Breen, R. (2004, ed.), Social Mobility in Europe, Oxford: Oxford UP.
- Breen, R., Luijkx, R. (2004), Social Mobility in Europe between 1970 and 2000 in R. Breen, ed., *Social Mobility in Europe*, Oxford: Oxford UP., pp. 38-75.
- Brunello G., Comi S., Lucifora C. (2001), "The Returns to Education in Italy: A New Look at the Evidence", in Harmon C., Walker I. and Westergard-Nielsen N. (eds), *The Returns to Education in Europe*, Cheltenham (UK) Edward Elgar, pp. 157-178.
- Brunello, G., Comi, L., Lucifora, C. (1999), Returns to Education in Italy: A Review of the Applied Literature, in R. Asplund and P. Telhado Pereira, eds., *Returns to Human Capital in Europe. A literature Review*, Helsinki: ETLA, pp. 184-208.
- Censis (1971), Rapporto sugli aspetti sociali ed economici della situazione universitaria *italiana*, Milano: Franco Angeli.
- Checchi, D., Ichino, A., Rustichini, A. (1999), More equal but less mobile? Intergenerational mobility and inequality in Italy and in the US, *Journal of Public Economics* 1999, 74, pp. 331-352.
- Checchi, D. (2003), Scelte di scolarizzazione ed effetti sul mercato del lavoro, in C. Lucifora (a cura di), *Mercato, occupazione e salari: la ricerca sul lavoro in Italia. 1. Capitale umano, occupazione e disoccupazione*, Milano: Isfol-Mondadori Università, pp. 7-29.
- Cobalti, A., Schizzerotto, A. (1994), La mobilità sociale in Italia, Bologna: il Mulino.
- Collins, R. (1979), *The credential society: An historical sociology of education and stratification*, New York: Academic Press.
- Collins, R. (2000), Comparative and Historical Patterns of Education, in M. T. Hallinan, ed. *Handbook of the Sociology of Education*, New York: Kluwer, pp. 213-239.
- de Lillo, A., Schizzerotto, A. (1982), Disuguaglianze educative e disuguaglianze occupazionali:
 il caso italiano (1951-1971), in F. S. Cappello, M. Dei e M. Rossi, eds., *L'immobilità sociale*,
 Bologna, il Mulino, pp. 201-255.
- Erikson, R., Goldthorpe, J. (1992), *The Constant Flux. A Study of Class Mobility in Industrial Societies*, Oxford: Clarendon Press.
- Fiaschi, D., Gabbriellini, C. (2013), *Wage Functions and Rates of Return to Education in Italy*, unpublished paper.
- Franzini, M., Raitano, M. (2010), Non solo istruzione. Condizioni economiche dei genitori e successo dei figli nei paesi europei, in D. Checchi, ed., *Immobilità diffusa. Perché la mobilità generazionale è così bassa in Italia*, Bologna: il Mulino, pp. 11-51.

- Ganzeboom, H., Treiman, D. (1996), Internationally Comparable Measures of Occupational Status for the 1988 International Standard Classification of Occupations, *Social Science Research*, pp. 201–239.
- Goldin, C. and L. Katz, (2008). *The Race between Education and Technology*. Cambridge, MA: Harvard University Press.
- Goldthorpe, J., Jackson, M. (2008), Education-based Meritocracy: The Barriers to Its Realization, in A. Lareau, D. Conley, eds., *Social Class. How Does It Work?*, New York, Russel Sage Foundation.
- Martinelli, A., Chiesi, A., Stefanizzi, S. (1999), *Recent Social Trends in Italy 1960-1995*, Montreal: McGill-Queens's UP.
- Mocetti, S. (2007), Intergenerational income mobility in Italy, *The B.E. Journal of Economic Analysis & Policy*, 7, 2, DOI: 10.2202/1935-1682.1794.
- Müller, W., Shavit, Y., The Institutional Embeddedness of the Stratification Process. A Comparative Study of Qualifications and Occupations in Thirteen Countries, in Shavit, Y, Müller, W., eds., From School to Work. A Comparative Study of Educational Qualifications and Occupational Destinations, Oxford: Clarendon, pp. 1-48.
- Naticchioni, P., Ricci, A. (2009), *Decreasing Wage Inequality in Italy: The Role of Supply and Demand for Education*, DE-Isfol discussion paper n. 9.
- Naticchioni, P., Ricci, A., Rustichelli, E. (2007), *Far Away From a Skill-Biased Change: Falling Educational Wage Premia in Italy*, unpublished paper.
- OECD (2005), Education at a glance, Paris: OECD.
- OECD (2010), Economic policy reforms. Going for growth. Paris: OECD.
- OECD (2011), Education at a glance, Paris: OECD.
- Piraino, P. (2007), Comparable Estimates of Intergenerational Income Mobility in Italy, *The B.E. Journal of Economic Analysis & Policy*, 7, 2, DOI: 10.2202/1935-1682.1711.
- Pisati, M., Schizzerotto, A. (2004), The Italian Mobility Regime, in R. Breen, ed., Social Mobility in Europe, Oxford: Oxford UP., pp. 149-174.
- Reyneri, E. (2005), *Sociologia del mercato del lavoro. Vol 1. Il mercato del lavoro tra famiglia e welfare*, Bologna: il Mulino.
- Schizzerotto, A. (2002), Lavori protetti e non protetti, in A. Schizzerotto, ed., *Vite ineguali. Disuguaglianze e corsi di vita nell'Italia contemporanea*, Bologna: il Mulino, pp. 235-280.
- Schizzerotto, A., Barone, C. (2006), Sociologia dell'istruzione, Bologna: il Mulino.
- Schizzerotto, A., Cobalti, A. (1998), Occupational Returns to Education in Contemporary Italy, in Shavit, Y, Müller, W., eds., From School to Work. A Comparative Study of Educational Qualifications and Occupational Destinations, Oxford: Clarendon, pp. 253-286.

- Schizzerotto, A., Marzadro, S. (2008), Social Mobility in Italy since the Beginning of the 20th Century, *Rivista di politica economica*, 5: 5-40.
- Zella, S. (2010), Changes in the role of educational qualifications on entry into the labour market: evidence from the Italian case, *Italian Journal of Sociology of Education*, 2:81-106.

Figures



Figure 1 – Social class of the first job, by cohort of birth

source: ILFI (1997-2005) + INMS 1985

Occupational attainment in Italy



Figure 2 – Educational attainment over cohorts of birth. Cumulative percentages.

source: ILFI (1997-2005) + INMS 1985



Figure 3 - Ratio between educational levels and occupational structure, by cohort of birth.

source: ILFI (1997-2005) + INMS 1985



Figure 4 – Ratio between average years of education and ISEI score, by cohort of birth.

source: ILFI (1997-2005)



Figure 5 – Direct effect of parental ISEI on the ISEI score of first job, controlling for education, by cohort of birth

source: ILFI (1997-2005)



Figure 6 – Probability that the first job is in EGP I-II, by cohort of birth.

source: ILFI (1997-2005) + INMS 1985



Figure 7 – Probability that the first job is not in the unskilled working class, by cohort of birth.

source: ILFI (1997-2005) + INMS 1985



Figure 8 – ISEI score of the first job, by cohort of birth. Absolute and relative returns.

source: ILFI (1997-2005) + INMS 1985

Figure 9 – Probability that the first job is in EGP I-II and that the first job is not in the unskilled working class, by cohort of birth. Relative returns (beta coefficients).



source: ILFI (1997-2005) + INMS 1985





source: ILFI (1997-2005) + INMS 1985

Tables

Dependent variable	Definition	Sample	Dataset
ISEI score	ISEI score of first and current job		ILFI (6,258 cases) (Cohort 20-29 is lost)
Probability of accessing the service class	a) Probability that firstjob is in EGP I-IIb) Probability that firstor current job is in EGPI-II.	Native born aged 28-65	
Probability of avoiding the working class	 a) Probability that first job is not in EGP IIIb, V-VI-VIIab b) Probability that first or current job is not in EGP IIIb, V-VI-VIIab 	with at least one work experience	NMS-ILFI (10,866 cases)
Income	Monthly net income of current job.	Native born aged 28-65, employed at the time of interview	SHIW (172,395 cases)

Table 1 – Dependent variables, datasets and sample selection

ISEI First job							
	Mod1	Mod2	Mod3	Men	Women		
Parental							
ISEI	0,47***	0,20***	0,20***	0,20***	0,20***		
	(0,45 - 0,50)	(0,18 - 0,22)	(0,18 - 0,22)	(0,17 - 0,23)	(0,16 - 0,23)		
Constant	10,93***	15,90***	15,37***	13,92***	18,60***		
	(9,28 - 12,58)	(14,42 - 17,39)	(13,85 - 16,89)	(12,02 - 15,82)	(16,19 - 21,02)		
Ν	5532	5532	5532	2825	2707		
R-squared	0,22	0,46	0,46	0,49	0,43		
		ISEI Cu	urrent job				
	Mod1	Mod2	Mod3	Men	Women		
Parental ISEI	0,48***	0,19***	0,19***	0,20***	0,18***		
	(0,45 - 0,51)	(0,16 - 0,22)	(0,16 - 0,22)	(0,16 - 0,23)	(0,13 - 0,22)		
Constant	6,10	7,59*	7,96**	4,86	8,40		
	(-3,52 - 15,7)	(-0,23 - 15,41)	(0,13 - 15,78)	(-4,82 - 14,53)	(-4,84 - 21,65)		
Ν	3773	3773	3773	2188	1585		
R-squared	0,20	0,48	0,48	0,52	0,43		

Table 2	Icoi	cooro	of	first	and	ourront	inh
$1 a \cup c \ge 2 -$	ISCI	SCOLE	UI.	mst	anu	Current	IUU.

source: ILFI (1997-2005)

			P(first job in EGP I-II)			
	A	.11	М	en	Wo	men
-	Model 1	Model 2	Model 1	Model 2	Model 1	Model 2
White collars (IIIa)	-0,19***	-0,05**	-0,22***	-0,08**	-0,17***	-0,03
	(-0,240,15)	(-0,090,01)	(-0,280,15)	(-0,130,02)	(-0,240,10)	(-0,08 - 0,03)
Urban petite bourg (IVab)	-0,32***	-0,09***	-0,38***	-0,12***	-0,26***	-0,06**
	(-0,360,28)	(-0,120,06)	(-0,430,33)	(-0,170,07)	(-0,310,20)	(-0,110,01)
I Indep. farmers (IVcd)	-0,44***	-0,10***	-0,47***	-0,12***	-0,41***	-0,08***
	(-0,470,40)	(-0,140,07)	(-0,520,42)	(-0,170,08)	(-0,460,36)	(-0,130,03)
Urban wc (IIIb, V-VIIa)	-0,40***	-0,09***	-0,44***	-0,12***	-0,36***	-0,05**
	(-0,430,37)	(-0,120,06)	(-0,480,39)	(-0,170,08)	(-0,410,31)	(-0,100,01)
Farm workers (VIIb)	-0,49***	-0,10***	-0,50***	-0,12***	-0,49***	-0,08***
	(-0,530,45)	(-0,140,07)	(-0,560,45)	(-0,170,07)	(-0,540,43)	(-0,130,03)
Observations	8823	8823	4792	4792	4031	4031
			P(access to EGP I-II)			
	A	.11	М	len	Wo	men
-	Model 1	Model 2	Model 1	Model 2	Model 1	Model 2
White collars (IIIa)	-0,21***	-0,06***	-0,25***	-0,10***	-0,17***	-0,02
	(-0,260,16)	(-0,100,02)	(-0,320,18)	(-0,150,04)	(-0,240,10)	(-0,08 - 0,04)
Urban petite bourg (IVab)	-0,35***	-0,09***	-0,44***	-0,15***	-0,25***	-0,03
	(-0,390,31)	(-0,130,06)	(-0,490,39)	(-0,190,10)	(-0,310,20)	(-0,08 - 0,01)
I Indep. farmers (IVcd)	-0,49***	-0,10***	-0,56***	-0,15***	-0,43***	-0,05**
	(-0,530,46)	(-0,140,07)	(-0,610,51)	(-0,200,11)	(-0,480,37)	(-0,100,00)
Urban wc (IIIb, V-VIIa)	-0,43***	-0,08***	-0,49***	-0,13***	-0,38***	-0,03
	(-0,470,40)	(-0,110,05)	(-0,530,44)	(-0,170,08)	(-0,430,33)	(-0,08 - 0,01)
Farm workers (VIIb)	-0,56***	-0,10***	-0,60***	-0,14***	-0,52***	-0,05**
	(-0,590,52)	(-0,140,07)	(-0,650,55)	(-0,190,10)	(-0,570,46)	(-0,110,00)
Observations	8827	8827	4794	4794	4033	4033

Table 3 – Probability of accessing the service class (first and current job)

*** p<0.01, ** p<0.05, * p<0.1 source: ILFI (1997-2005) + INMS 1985

Occupational attainment in Italy

	P(first job is not in the unskilled working class)					
	All		Mei	Men		nen
	Model 1	Model 2	Model 1	Model 2	Model 1	Model 2
White collars (IIIa)	-0,17***	-0,05**	-0,20***	-0,07**	-0,14***	-0,02
	(-0,220,13)	(-0,090,01)	(-0,260,13)	(-0,130,01)	(-0,210,08)	(-0,07 - 0,04)
Urban petite bourg (IVab)	-0,21***	0,01	-0,20***	0,05**	-0,22***	-0,04
	(-0,250,17)	(-0,03 - 0,04)	(-0,250,15)	(0,00 - 0,10)	(-0,270,17)	(-0,09 - 0,01)
I Indep. farmers (IVcd)	-0,32***	0,01	-0,30***	0,04	-0,34***	-0,01
	(-0,360,28)	(-0,03 - 0,05)	(-0,360,25)	(-0,02 - 0,09)	(-0,390,28)	(-0,06 - 0,05)
Urban wc (IIIb, V-VIIa)	-0,48***	-0,18***	-0,49***	-0,19***	-0,46***	-0,16***
	(-0,510,45)	(-0,210,15)	(-0,540,45)	(-0,230,14)	(-0,510,42)	(-0,210,12)
Farm workers (VIIb)	-0,63***	-0,25***	-0,62***	-0,24***	-0,65***	-0,25***
	(-0,670,60)	(-0,290,21)	(-0,670,57)	(-0,290,19)	(-0,710,60)	(-0,300,19)
Observations	8,823	8,823	4,792	4,792	4,031	4,031
			P(avoiding the ur	nskilled working class)		
		All	Ν	/Ien	Wo	men
	Model 1	Model 2	Model 1	Model 2	Model 1	Model 2
White collars (IIIa)	-0,15***	-0,04**	-0,17***	-0,07***	-0,12***	-0,00
	(-0,190,11)	(-0,080,01)	(-0,220,11)	(-0,120,02)	(-0,180,06)	(-0,05 - 0,05)
Urban petite bourg (IVab)	-0,17***	0,02	-0,15***	0,05**	-0,19***	-0,02
	(-0,200,14)	(-0,01 - 0,05)	(-0,190,11)	(0,01 - 0,09)	(-0,240,14)	(-0,06 - 0,03)
I Indep. farmers (IVcd)	-0,28***	0,02	-0,27***	0,02	-0,29***	0,03
	(-0,320,24)	(-0,02 - 0,06)	(-0,320,22)	(-0,03 - 0,07)	(-0,350,24)	(-0,02 - 0,09)
Urban wc (IIIb, V-VIIa)	-0,41***	-0,15***	-0,41***	-0,16***	-0,40***	-0,11***
	(-0,440,38)	(-0,170,12)	(-0,450,37)	(-0,200,12)	(-0,440,36)	(-0,150,07)
Farm workers (VIIb)	-0,58***	-0,23***	-0,56***	-0,24***	-0,60***	-0,19***
	(-0,620,54)	(-0,270,18)	(-0,620,51)	(-0,300,19)	(-0,660,54)	(-0,250,13)
Observations	8,829	8,829	4,795	4,795	4,034	4,034
*** p<0.01, ** p<0.05, * p<0).1					

Table 4 – Probability of avoiding the unskilled working class (first and current job).

*** p<0.01, ** p<0.05, * p<0.1 source: ILFI (1997-2005) + INMS 1985

			Linear income		
	Model 1	Model 2	Model 3	Male	Female
White collars (IIIa)	-205.92***	-137.80***	-119.46***	-73.98**	-157.54***
	(-247.60164.24)	(-178.4897.12)	(-159.6479.27)	(-133.5314.43)	(-211.03104.05)
Urban petite bourgeoisie (Ivab)	-414.07***	-246.41***	-227.56***	-188.14***	-253.46***
	(-457.40370.73)	(-289.04203.78)	(-269.67185.45)	(-250.66125.62)	(-309.40197.51)
Independent farmers (IVc)	-615.91***	-338.25***	-315.41***	-288.84***	-323.11***
-	(-661.26570.57)	(-383.41293.08)	(-360.11270.72)	(-355.10222.59)	(-382.58263.65)
Urban working class (IIIb, V-VIIa)	-594.59***	-331.57***	-328.33***	-281.05***	-359.48***
	(-634.02555.16)	(-371.08292.07)	(-367.34289.32)	(-339.04223.06)	(-411.26307.69)
Farm workers (VIIb)	-783.22***	-462.79***	-439.29***	-403.31***	-453.42***
	(-825.43741.02)	(-505.35420.24)	(-481.46397.12)	(-465.85340.76)	(-509.52397.32)
Observations	55,267	55,267	55,267	27,428	27,839
R-squared	0.06	0.11	0.14	0.17	0.08
			Logged income		
	Model 1	Model 2	Model 3	Male	Female
White collars (IIIa)	-0.06***	-0.03**	-0.02	0.02	-0.04**
Urben notite hourspoisie (Iveh)	(-0.090.03)	(-0.060.00)	(-0.04 - 0.01)	(-0.02 - 0.05)	(-0.080.00)
Orban petite bourgeoisie (1vab)	(-0.21 - 0.15)	(-0.12 - 0.06)	(-0.110.05)	(-0.090.01)	(-0.150.07)
Independent farmers (IVc)	-0.30***	-0.15***	-0.13***	-0.11***	-0.15***
F ()	(-0.330.27)	(-0.180.12)	(-0.160.10)	(-0.150.07)	(-0.190.11)
Urban working class (IIIb, V-VIIa)	-0.26***	-0.12***	-0.12***	-0.09***	-0.16***
-	(-0.290.24)	(-0.150.10)	(-0.150.10)	(-0.120.05)	(-0.190.12)
Farm workers (VIIb)	-0.40***	-0.22***	-0.20***	-0.17***	-0.22***
	(-0.430.37)	(-0.250.19)	(-0.230.17)	(-0.210.13)	(-0.260.18)
Observations	55 265	55 265	55 265	27 428	27 837
R-squared	0.04	0.08	0.11	0.14	0.07

Table 5 – Effect of class of origin on net monthly labour income.

*** p<0.01, ** p<0.05, * p<0.1; source: SHIW, 1992-2008

ISEI First job							
	Primary	Low sec.	Upper sec	Tertiary			
Parental ISEI	0,21*** (0,16 - 0,27)	0,21*** (0,17 - 0,25)	0,21*** (0,17 - 0,24)	0,14*** (0,07 - 0,21)			
Constant	8,38***	15,43***	25,82***	48,85***			
	(6,67 - 10,09)	(12,93 - 17,94)	(21,66 - 29,99)	(41,08 - 56,62)			
Observations R-squared	1,024 0,06	2,100 0,09	1,754 0,08	654 0,07			
*		ISEI Current job					
	Primary	Low sec.	Upper sec	Tertiary			
Parental ISEI	0,15*** (0,04 - 0,25)	0,22*** (0,16 - 0,27)	0,20*** (0,15 - 0,24)	0,15*** (0,08 - 0,22)			
Constant	-15,61 (-45,29 - 14,08)	5,96 (-6,74 - 18,67)	26,56*** (13,70 - 39,42)	26,71** (2,81 - 50,62)			
Observations R-squared *** p<0.01 ** p<0	$375 \\ 0.08 \\ 0.05 * n < 0.1$	1,417 0,06	1,412 0,07	569 0,07			

Table 6 - Effect of parental ISEI on ISEI of first and current job	, by education
--	----------------

source: ILFI (1997-2005)

		x 1	XX: 1 1	The state of the s			
	Primary	Low secondary	High secondary	Tertiary			
Social class of origin							
[ref.I-II]							
IIIab	-0,11	-0,04	-0,03	-0,08*			
	(-0,25 - 0,03)	(-0,11 - 0,02)	(-0,10 - 0,04)	(-0,16 - 0,00)			
IVab	-0,13*	-0,05*	-0,12***	-0,08**			
	(-0,27 - 0,01)	(-0,11 - 0,01)	(-0,180,06)	(-0,150,01)			
IVcd	-0,13*	-0,08**	-0,14***	-0,04			
	(-0,27 - 0,01)	(-0,130,02)	(-0,220,06)	(-0,14 - 0,05)			
V-VIIa	-0,13*	-0,06**	-0,12***	-0,06*			
	(-0,27 - 0,01)	(-0,120,00)	(-0,170,06)	(-0,12 - 0,01)			
VIIb	-0,13*	-0,09***	-0,12*	0,11***			
	(-0,27 - 0,01)	(-0,140,03)	(-0,24 - 0,01)	(0,03 - 0,19)			
Observations	2430	3013	2438	942			
Current job to EGP I-II							
	C	urrent job to EGP I-I	I				
	Primary Ci	urrent job to EGP I-I Low secondary	I High secondary	Tertiary			
IIIab	Primary -0,09	urrent job to EGP I-I Low secondary -0,09**	High secondary -0,03	Tertiary -0,10***			
IIIab	<u>Primary</u> -0,09 (-0,24 - 0,05)	urrent job to EGP I-I Low secondary -0,09** (-0,170,01)	I High secondary -0,03 (-0,10 - 0,04)	Tertiary -0,10*** (-0,170,03)			
IIIab IVab	Primary -0,09 (-0,24 - 0,05) -0,12*	urrent job to EGP I-I Low secondary -0,09** (-0,170,01) -0,10**	I High secondary -0,03 (-0,10 - 0,04) -0,13***	Tertiary -0,10*** (-0,170,03) -0,05*			
IIIab IVab	Primary -0,09 (-0,24 - 0,05) -0,12* (-0,26 - 0,02)	urrent job to EGP I-I Low secondary -0,09** (-0,170,01) -0,10** (-0,170,02)	High secondary -0,03 (-0,10 - 0,04) -0,13*** (-0,190,07)	Tertiary -0,10*** (-0,170,03) -0,05* (-0,10 - 0,00)			
IIIab IVab IVcd	Primary -0,09 (-0,24 - 0,05) -0,12* (-0,26 - 0,02) -0,12*	urrent job to EGP I-I Low secondary -0,09** (-0,170,01) -0,10** (-0,170,02) -0,13***	I High secondary -0,03 (-0,10 - 0,04) -0,13*** (-0,190,07) -0,12***	Tertiary -0,10*** (-0,170,03) -0,05* (-0,10 - 0,00) -0,11**			
IIIab IVab IVcd	Primary -0,09 (-0,24 - 0,05) -0,12* (-0,26 - 0,02) -0,12* (-0,26 - 0,01)	urrent job to EGP I-I Low secondary -0,09** (-0,170,01) -0,10** (-0,170,02) -0,13*** (-0,210,06)	High secondary -0,03 (-0,10 - 0,04) -0,13*** (-0,190,07) -0,12*** (-0,200,03)	Tertiary -0,10*** (-0,170,03) -0,05* (-0,10 - 0,00) -0,11** (-0,190,02)			
IIIab IVab IVcd V-VIIa	Primary -0,09 (-0,24 - 0,05) -0,12* (-0,26 - 0,02) -0,12* (-0,26 - 0,01) -0,12*	urrent job to EGP I-I Low secondary -0,09** (-0,170,01) -0,10** (-0,170,02) -0,13*** (-0,210,06) -0,11***	I High secondary -0,03 (-0,10 - 0,04) -0,13*** (-0,190,07) -0,12*** (-0,200,03) -0,08***	Tertiary -0,10*** (-0,170,03) -0,05* (-0,10 - 0,00) -0,11** (-0,190,02) -0,02			
IIIab IVab IVcd V-VIIa	Primary -0,09 (-0,24 - 0,05) -0,12* (-0,26 - 0,02) -0,12* (-0,26 - 0,01) -0,12* (-0,26 - 0,01)	urrent job to EGP I-I Low secondary -0,09** (-0,170,01) -0,10** (-0,170,02) -0,13*** (-0,210,06) -0,11*** (-0,180,03)	High secondary -0,03 (-0,10 - 0,04) -0,13*** (-0,190,07) -0,12*** (-0,200,03) -0,08*** (-0,140,02)	Tertiary -0,10*** (-0,170,03) -0,05* (-0,10 - 0,00) -0,11** (-0,190,02) -0,02 (-0,07 - 0,02)			
IIIab IVab IVcd V-VIIa VIIb	Primary -0,09 (-0,24 - 0,05) -0,12* (-0,26 - 0,02) -0,12* (-0,26 - 0,01) -0,12* (-0,26 - 0,01) -0,13*	urrent job to EGP I-I Low secondary -0,09** (-0,170,01) -0,10** (-0,170,02) -0,13*** (-0,210,06) -0,11*** (-0,180,03) -0,13***	High secondary -0,03 (-0,10 - 0,04) -0,13*** (-0,190,07) -0,12*** (-0,200,03) -0,08*** (-0,140,02) -0,09	Tertiary -0,10*** (-0,170,03) -0,05* (-0,10 - 0,00) -0,11** (-0,190,02) -0,02 (-0,07 - 0,02) 0,02			
IIIab IVab IVcd V-VIIa VIIb	$\begin{array}{r} \hline Primary \\ -0,09 \\ (-0,24 - 0,05) \\ -0,12* \\ (-0,26 - 0,02) \\ -0,12* \\ (-0,26 - 0,01) \\ -0,12* \\ (-0,26 - 0,01) \\ -0,13* \\ (-0,26 - 0,01) \end{array}$	urrent job to EGP I-I Low secondary -0,09** (-0,170,01) -0,10** (-0,170,02) -0,13*** (-0,210,06) -0,11*** (-0,180,03) -0,13*** (-0,210,06)	High secondary -0,03 (-0,10 - 0,04) -0,13*** (-0,190,07) -0,12*** (-0,200,03) -0,08*** (-0,140,02) -0,09 (-0,22 - 0,03)	Tertiary -0,10*** (-0,170,03) -0,05* (-0,10 - 0,00) -0,11** (-0,190,02) -0,02 (-0,07 - 0,02) 0,02 (-0,02 - 0,07)			
IIIab IVab IVcd V-VIIa VIIb	$\begin{array}{r} \hline Primary \\ -0,09 \\ (-0,24 - 0,05) \\ -0,12* \\ (-0,26 - 0,02) \\ -0,12* \\ (-0,26 - 0,01) \\ -0,12* \\ (-0,26 - 0,01) \\ -0,13* \\ (-0,26 - 0,01) \end{array}$	urrent job to EGP I-I Low secondary -0,09** (-0,170,01) -0,10** (-0,170,02) -0,13*** (-0,210,06) -0,11*** (-0,180,03) -0,13*** (-0,210,06)	$\begin{array}{r} \hline \\ \hline \\ High secondary \\ -0,03 \\ (-0,10 - 0,04) \\ -0,13^{***} \\ (-0,190,07) \\ -0,12^{***} \\ (-0,200,03) \\ -0,08^{***} \\ (-0,140,02) \\ -0,09 \\ (-0,22 - 0,03) \\ \end{array}$	Tertiary -0,10*** (-0,170,03) -0,05* (-0,10 - 0,00) -0,11** (-0,190,02) -0,02 (-0,07 - 0,02) 0,02 (-0,02 - 0,07)			
IIIab IVab IVcd V-VIIa VIIb Observations	$\begin{array}{r} \hline Primary \\ -0,09 \\ (-0,24 - 0,05) \\ -0,12* \\ (-0,26 - 0,02) \\ -0,12* \\ (-0,26 - 0,01) \\ -0,12* \\ (-0,26 - 0,01) \\ -0,13* \\ (-0,26 - 0,01) \\ 2430 \\ \end{array}$	urrent job to EGP I-I Low secondary -0,09** (-0,170,01) -0,10** (-0,170,02) -0,13*** (-0,210,06) -0,13*** (-0,210,03) -0,13*** (-0,210,06) 3013	High secondary -0,03 (-0,10 - 0,04) -0,13*** (-0,190,07) -0,12*** (-0,200,03) -0,08*** (-0,140,02) -0,09 (-0,22 - 0,03) 2439	Tertiary -0,10*** (-0,170,03) -0,05* (-0,10 - 0,00) -0,11** (-0,190,02) -0,02 (-0,07 - 0,02) 0,02 (-0,02 - 0,07) 945			

Table 7 – Effect of social class of origin on the probability of entering in the service class, by education First job in EGP I-II

*** p<0.01, ** p<0.05, * p<0.1 source: ILFI (1997-2005) + INMS 1985

	Primary	Low secondary	High secondary	Tertiary				
IIIab	-0,19*	-0,07	-0,05	-0,01				
	(-0,38 - 0,01)	(-0,18 - 0,03)	(-0,11 - 0,01)	(-0,07 - 0,05)				
IVab	-0,06	0,05	-0,06**	0,01				
	(-0,24 - 0,12)	(-0,04 - 0,15)	(-0,110,00)	(-0,03 - 0,06)				
IVcd	0,10	-0,09*	-0,17***	-0,00				
	(-0,08 - 0,27)	(-0,18 - 0,01)	(-0,240,09)	(-0,07 - 0,06)				
V-VIIa	-0,23***	-0,20***	-0,19***	-0,02				
	(-0,400,06)	(-0,290,11)	(-0,240,14)	(-0,07 - 0,03)				
VIIb	-0,27***	-0,26***	-0,27***	0,07***				
	(-0,440,09)	(-0,350,16)	(-0,400,14)	(0,02 - 0,12)				
Observations	2,430	3,013	2,438	942				
	Probabil	ity of avoiding the wo	orking class					
	Primary	Low secondary	High secondary	Tertiary				
IIIab	-0,13	-0,07	-0,04	-0,04*				
	(-0,34 - 0,08)	(-0,18 - 0,04)	(-0,09 - 0,01)	(-0,08 - 0,01)				
IVab	0,02	0,03	-0,04*	-0,00				
	(-0,16 - 0,21)	(-0,06 - 0,13)	(-0,08 - 0,00)	(-0,02 - 0,02)				
IVcd	0,13	-0,10*	-0,12***	-0,04				
	(-0,05 - 0,31)	(-0,20 - 0,00)	(-0,180,05)	(-0,09 - 0,01)				
V-VIIa	-0,16*	-0,20***	-0,13***	-0,01				
	(-0,33 - 0,02)	(-0,290,11)	(-0,170,08)	(-0,04 - 0,01)				
VIIb	-0,22**	-0,24***	-0,22***	0,01				
	(-0,400,04)	(-0,340,13)	(-0,340,10)	(-0,01 - 0,03)				
Observations	2,430	3,013	2,440	946				

 Table 8 – Effect of social class of origin on the probability of avoiding the working class, by education

 Probability that the first job is not in the working class

*** p<0.01, ** p<0.05, * p<0.1 source: ILFI (1997-2005) + INMS 1985

	Linear income					
	Primary	Low secondary	Upper secondary	Tertiary		
White collars (IIIa)	-8,25	114,53*	-78,27**	-153,91***		
	(-100,85 - 84,35)	(-17,88 - 246,93)	(-155,471,08)	(-267,5640,27)		
Urban petite bourgeoisie (IVab)	-159,48***	-37,51	-178,17***	-235,07***		
	(-251,0367,94)	(-161,67 - 86,64)	(-260,7095,65)	(-362,26107,87)		
Independent farmers (IVc)	-215,69***	-86,13	-287,51***	-461,14***		
	(-307,87123,51)	(-206,80 - 34,54)	(-374,52200,49)	(-597,07325,21)		
Urban working class (IIIb, V-						
VIIa)	-131,08***	-40,20	-296,24***	-387,91***		
	(-219,0643,09)	(-157,74 - 77,34)	(-370,89221,59)	(-503,68272,15)		
Farm workers (VIIb)	-233,03***	-95,16	-348,13***	-541,88***		
	(-322,47143,59)	(-213,92 - 23,60)	(-428,41267,85)	(-676,13407,62)		
Observations	21.081	10 408	17 563	6.215		
R-squared	0.26	0.16	0.25	0.27		
<u>It squared</u>	0,20	Log income	0,20	0,27		
	Primary	Low secondary	Upper secondary	Tertiary		
White collars (IIIa)	0.04	0.05	-0.00	-0.03		
	(-0,03 - 0,10)	(-0,07 - 0,18)	(-0,04 - 0,04)	(-0,08 - 0,01)		
Urban petite bourgeoisie						
(IVab)	-0,07**	-0,06	-0,06***	-0,08***		
	(-0,140,01)	(-0,18 - 0,05)	(-0,100,02)	(-0,140,03)		
Independent farmers (IVc)	-0,12***	-0,11*	-0,13***	-0,15***		
-	(-0,190,05)	(-0,22 - 0,00)	(-0,170,08)	(-0,230,08)		
Urban working class (IIIb,						
V-VIIa)	-0,04	-0,05	-0,12***	-0,13***		
	(-0,10 - 0,02)	(-0,16 - 0,06)	(-0,160,08)	(-0,190,08)		
Farm workers (VIIb)	-0,11***	-0,10*	-0,14***	-0,20***		
	(-0,180,05)	(-0,22 - 0,01)	(-0,180,10)	(-0,280,13)		
Observations	21.081	10,406	17,563	6.215		
R-squared	0,18	0,12	0,23	0,25		

Table 9 – Effect of social class of origin on income, by education

*** p<0.01, ** p<0.05, * p<0.1 source: SHIW, 1992-2008