



COPING WITH COVID-19: RETHINKING AUSTRALIA

Taking the Pulse of the Nation 2020

10. Adopting Mitigation Strategies: A Marathon Not a Sprint





Adopting mitigation strategies: A marathon not a sprint

Navigating life during the pandemic

With the absence of a viable and widely available vaccine for COVID-19, and a large proportion of the population willing to take it, mitigation measures are needed to keep Australians healthy and the economy open. Extreme measures, such as the July – October 2020 lockdown in Melbourne, are costly for the economy and the mental health of the population.

How have Australians navigated life with COVID-19? To explore this question, we have utilised the data from the *Taking the Pulse of the Nation* survey. Figure 10.1 shows how perception of compliance with physical distancing guidelines and limiting activities due to COVID-19 have changed week by week between April and November 2020.

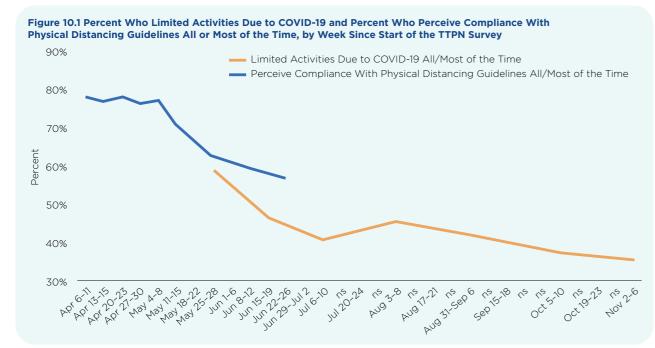
The percent of Australians who report their neighbours complied with physical distancing requirements all or most of the time started at about 80 percent in April but has declined to roughly 55 percent by the end of June. Out of concern for contracting the virus, the share of Australians who limited their activities outside of the house, such as shopping, going to restaurants or using public transport, all or most of the time has dropped by almost half (60 percent to 35 percent) from the end of May to the beginning of November.

The short answer of how Australians have been navigating life is that it has evolved considerably over the course of the pandemic. Australians are venturing out more, yet about one-third have not fully returned to normal activities, even with a general decrease of COVID-19 cases in most Australian states through the second half of the year and most areas having moved to zero cases. Compliance with physical distancing has declined, and this may affect how willing others are to engage in activities if they feel it is unsafe to do so.

Australians' patience for new policies is growing thinner

Mitigation policies to prevent the spread of COVID-19 are still needed to keep Australians safe and willing to engage in the economy. General availability of a vaccine is not expected until the second half of 2021 (McGuirk (2020). What is the emerging view among Australians on the precautionary policies they are willing to accept to balance health and economic recovery during the COVID-19 pandemic?

The Taking the Pulse of the Nation survey asked Australians which mandatory government regulations they would be willing to accept to allow a return to normal activities in the August 3-7 survey and again three months later in the November 2-6 survey (Castillo and Petrie. 2020a).



Source. Taking the Pulse of the Nation survey (Melbourne Institute), waves 1–22 (April 6 – Nov 6, 2020).

Notes for Figure 10.1 Sample sizes are 1,200 for each week. Surveys were administered weekly for waves 1-14, then biweekly from wave 15 onwards "ns" indicates a week without a TTPN survey.

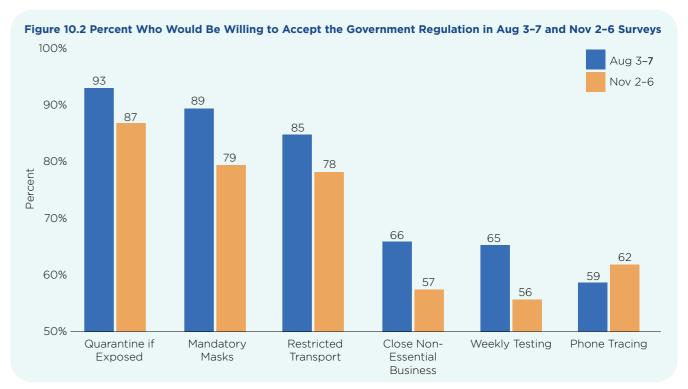
Figure 10.2 shows the percentage of Australians who would accept various regulations in August and November. For all regulations, at least half of Australians would be willing to accept them. Across both periods, support is high (78 percent or higher) for regulations such as mandatory quarantine if exposed, mask wearing in public places and restricting capacity on public transport. For regulations such as closing non-essential businesses, routine weekly testing and contact tracing with mobile phone data, acceptance drops at least 20 percentage points from August to November.

Overall, acceptance of these precautionary policies has fallen from August to November. The largest drops in support are for routine weekly testing (9.8 percentage points), mandatory mask wearing (9.6) and closing non-essential businesses (8.6). There is a slight increase in the willingness to accept contact tracing using mobile phone data.

Holding on until the vaccine arrives

A full return to normal activities in Australia will not be achieved until the population reaches herd immunity (at least 50 percent of the population under optimistic scenarios). The most acceptable path to attain this goal is through vaccination. Roughly three-quarters (73.8 percent) of Australians are willing to take a vaccine for COVID-19 if developed and approved for use by the Australian Government (Castillo and Petrie, 2020b). Unfortunately, full access to vaccines is not likely to take place in the immediate future.

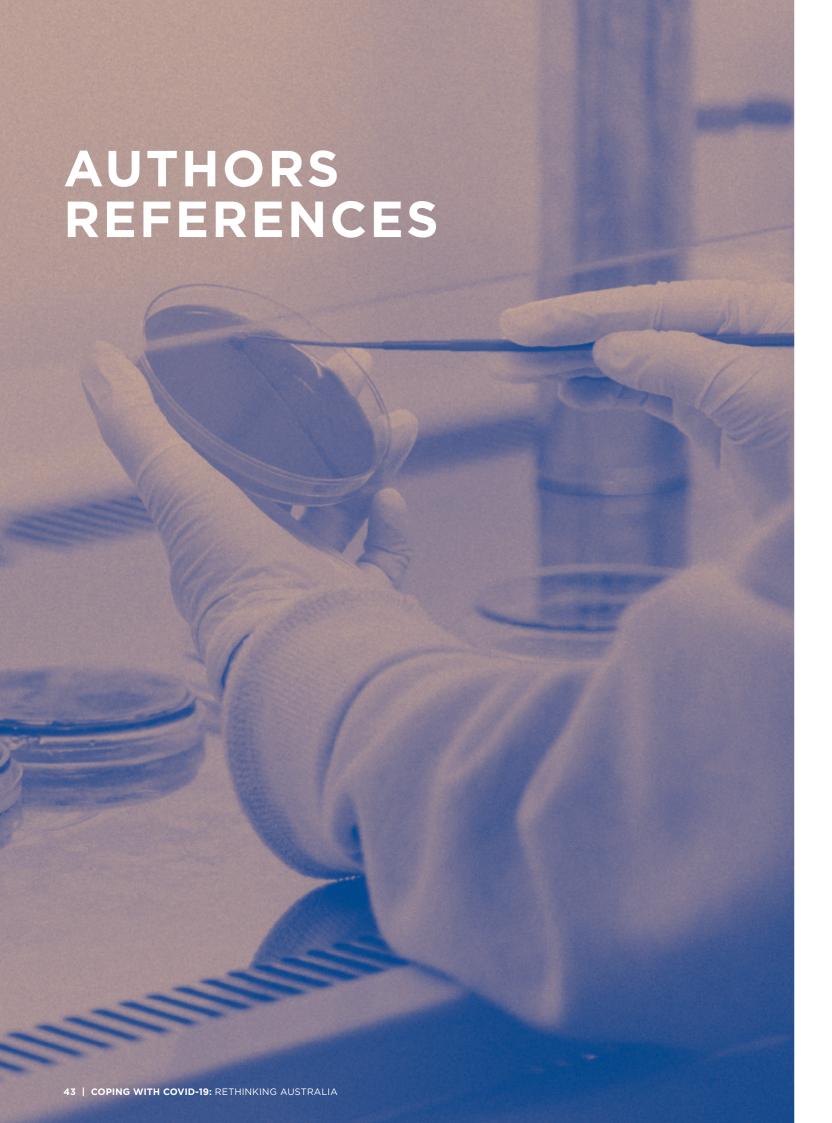
With almost one-third of the population constraining their economic activity under current mitigation policies and no or limited access to a vaccine in the coming months, the Australian economy is likely to face prolonged hardship for the foreseeable future. Given the relative acceptability of some measures (like mask wearing) that have shown to be effective at reducing the spread of the virus, mandating their usage might increase the population's willingness to engage in economic activities. Given that Australians are becoming less and less willing to accept constraints on their behaviour, the window of opportunity for policy changes is closing.



Source. Taking the Pulse of the Nation survey (Melbourne Institute), wave 16 (Aug 3–7, 2020) and wave 22 (Nov 2–6, 2020).

Notes for Figure 10.2 Each week includes a representative sample of Australians (n = 1,200).

41 | COPING WITH COVID-19: RETHINKING AUSTRALIA



References

Adam, M.L. and Flatau, P. (2006). Job Insecurity and Mental Health Outcomes: An Analysis using Waves 1 and 2 of HILDA. *The Economic and Labor Relations Review*, 17(1), pp.143-170. Available at: https://journals.sagepub.com/doi/abs/10.1177/103530460601700106

Ananyev, M, Payne, A.A. and Samarage, R. (2020). Measuring Individual Poverty: Correlates and Variation Over Time. *Breaking Down Barriers Report 3*. Melbourne Institute: Applied Economic & Social Research. University of Melbourne. Available at: https://melbourneinstitute.unimelb.edu.au/data/assets/pdf_file/0009/3560256/Breaking-Down-Barriers-Report-3-December-2020.pdf

Australian Bureau of Statistics. (2016). 2016 Census QuickStats. [online] Available at: https://quickstats.censusdata.abs.gov.au/census_services/getproduct/census/2016/quickstat/036?opendocument

Australian Bureau of Statistics. (2019). Survey of Income and Housing 2017-18. [online] Available at: https://www.abs.gov.au/statistics/economy/finance/household-income-and-wealth-australia/2017-18

Australian Bureau of Statistics. (2020). Table 20. Household Income Account, Current Prices. Australian National Accounts: National Income, Expenditure and Product. [online] Available at: https://www.abs.gov.au/statistics/economy/national-accounts/australian-national-accounts-national-income-expenditure-and-product/sep-2020

Australian Government - Services Australia. (2020). Requested Medicare Items Processed from March 2020 to June 2020. [online]. Available at: http://medicarestatistics.humanservices.gov.au/statistics/mbs_item.jsp.

Australian Institute of Health and Welfare. (2020). How much does Australia spend on health? [online]. Available at: https://www.aihw.gov.au/reports/australias-health/health-expenditure.

Australian Red Cross (2020) COVID-19 Impacts Us All: Ensuring the safety and well-being of people on temporary visas during COVID-19. Available on: https://www.redcross.org.au/getmedia/0a4ca4bb-c5b9-4b6b-89e9-ff90df3a01fc/Australian-Red-Cross-COVID-19-TempVisa-Report-web.pdf.aspx

Azpitarte, F. and Kalb, G. (2019). Measuring Income Poverty in Australia: A Review of Methods and Recent Trends. In: P. Saunders, ed. *Revisiting Henderson: Poverty, Social Security and Basic Income*. Melbourne: Melbourne University Press. March 2019.

Badgery-Parker, T., Pearson, S.-A., Chalmers, K., Brett, J., Scott, I.A., Dunn, S., Onley, N. and Elshaug, A.G. (2019). Low-value Care in Australian Public Hospitals: Prevalence and Trends Over Time. *BMJ Quality & Safety*, 28(3), pp. 205-214. Available at: https://qualitysafety.bmj.com/content/28/3/205

Belot, M, Choi, S, Jamison, J.C., Papageorge, N.W., Tripodi, E and van den Broek-Altenburg, E. (2020). Unequal Consequences of Covid-19 Across Age and Income: Representative Evidence from Six Countries. CEPR Discussion Paper No. DP14908, Available at SSRN: https://ssrn.com/abstract=3638012

Brandily, P., Brebion, C., Briole, S. and Khoury, L. (2020). A Poorly Understood Disease? The Unequal Distribution of Excess Mortality Due to COVID-19 Across French Municipalities. NHH Dept. of Economics Discussion Paper No. 15/2020, Available at SSRN: https://ssrn.com/abstract=3682513

Broadway, B., Méndez, S. and Moschion, J. (2020). Behind Closed Doors: The Surge in Mental Distress of Parents. *Melbourne Institute Research Insights, 21/20*, Melbourne Institute: Applied Economic & Social Research, the University of Melbourne. Available at: https://melbourneinstitute.unimelb.edu.au/publications/research-insights/search/result?paper=3456866

Butterworth, P. (2020). How to Protect Mental Health Through the COVID-19 Crisis? *Melbourne Institute Research Insights, 06/20.* Available at: https://melbourneinstitute.unimelb.edu.au/ publications/research-insights/search/result?paper=3369973

Calton, B., Abedini, N. and Fratkin, M. (2020). Telemedicine in the Time of Coronavirus. Journal of Pain and Symptom Management, 60(1): pp. e12-e14. Available at: https://pubmed.ncbi.nlm.nih.gov/32240756/

Castillo, M. and Petrie, R. (2020a). Is There a Clear Pathway Out of the Pandemic? Australians Disagree. *Melbourne Institute Research Insight, No. 22/20*. Melbourne Institute: Applied Economic & Social Research, the University of Melbourne. Available at: https://melbourneinstitute.unimelb.edu.au/ publications/research-insights/search/result?paper=3468179

Castillo, M. and Petrie, R. (2020b). How Does Your View of Government Affect Your Willingness to be Vaccinated Against COVID-19? *Melbourne Institute Research Insight, No. 29/20*. Melbourne Institute: Applied Economic & Social Research, the University of Melbourne. Available at: https://melbourneinstitute.unimelb.edu.au/publications/research-insights/search/result?paper=3518465

Chen, J. T. and Krieger, N. (2020). Revealing the Unequal Burden of COVID-19 by Income, Race/ Ethnicity, and Household Crowding: US County Versus Zip Code Analyses, Journal of Public Health Management and Practice, 27(1), pp. S43-S56. doi: 10.1097/PHH.000000000001263

Cortes, G.M. and Forsythe, E. (2020). The Heterogeneous Labor Market Impacts of the Covid-19 Pandemic. Available at: SSRN: https://ssrn.com/abstract=3634715

Department of Social Services and Melbourne Institute: Applied Economic & Social Research. (2020). The Household, Income and Labour Dynamics in Australia (HILDA) Survey – GENERAL RELEASE 19 (Waves 1-19). Canberra: Australian Data Archives Dataverse, Australian National University. Available at: https://melbourneinstitute.unimelb.edu.au/ __data/assets/pdf_file/0009/3537441/HILDA-Statistical-report-2020.pdf

Engzell, P., Frey, A., and Verhagen, M. (2020). Learning inequality during the COVID-19 pandemic. https://doi.org/10.31235/osf.io/ve4z7

Hand, K., Baxter, J., Carroll, M. and Budinski, M. (2020). *Early findings. Families in Australia Survey – Life During COVID-19, Report No. 1.* [online] Melbourne: Australian Institute of Family Studies. Available at: https://aifs.gov.au/publications/families-australia-survey-life-during-covid-19.

Hérault, N., Kabatek, J., Kalb, G. and Meekes, J. (2020). Did JobSeeker and JobKeeper Achieve Their Aims? *Melbourne Institute Research Insights, 12/20*, Melbourne Institute: Applied Economic & Social Research, the University of Melbourne. Available at: https://melbourneinstitute.unimelb.edu.au/ publications/research-insights/search/result?paper=3396415

Hollander, J. E. and Carr, B.G. (2020). Virtually Perfect? Telemedicine for Covid-19. New England Journal of Medicine, 382(18): pp. 1679-1681. https://www.nejm.org/doi/10.1056/NEJMp2003539

Holmes, E.A., O'Connor, R.C., Perry, V.H., Tracey, I., Wessely, S., Arseneault, L., Ballard, C., Christensen, H., Silver, R.C., Everall, I., Ford, T., John, A., Kabir, T., King, K., Madan, I., Michie, S., Przybylski, A.K., Shafran, R., Sweeney, A., Worthman, C.M., Yardley, L., Cowan, K., Cope, C., Hotopf, M. and Bullmore, E. (2020). Multidisciplinary Research Priorities for the COVID-19 Pandemic: A call for Action for Mental Health Science. *Lancet Psychiatry*, 7, 547-560. Available at: https://pubmed.ncbi.nlm.nih.gov/32304649/

Kalb, G., Guillou, M. and Meekes, J. (2020) The Ups and Downs of the COVID-19 Crisis. A Gender Divide? *Melbourne Institute Research Insights, 32/20.* Melbourne Institute: Applied Economic & Social Research, the University of Melbourne. Available at: https://melbourneinstitute.unimelb.edu.au/ publications/research-insights/search/result?paper=3554918

Laß, I. (2019). Work-Family Conflict. In: R. Wilkins, I. Laß, P. Butterworth, and E. Vera-Toscano, ed. *The Household, Income and Labour Dynamics in Australia Survey: Selected Findings from Waves 1 to 17.* Melbourne Institute: Applied Economic & Social Research, University of Melbourne. Available at: https://melbourneinstitute.unimelb.edu.au/_data/assets/pdf_file/0011/3127664/HILDA-Statistical-Report-2019.pdf

McGuirk, R. (2020). Australia Expects COVID-19 Vaccination is Still a Year Away. *Associated Press (AP)*, [online]. Available at: https://apnews.com/article/virus-outbreak-australia-archive-economy-a0e3a25 6f87ad0ef4205dd1baeb84765 [Accessed 7 Oct. 2020].

OECD. (2016). Survey of Adult Skills (PIAAC). Paris. [online] Paris: OECD. Available at: https://www.oecd.org/skills/piaac/

Payne, A. A. and Samarage, S. (2020). Spatial and Community Dimensions of Income Poverty. *Breaking Down Barriers Report 2.* Melbourne Institute: Applied Economic & Social Research. University of Melbourne. Available at: https://melbourneinstitute.unimelb.edu.au/_data/assets/pdf file/0003/3533205/Breaking-Down-Barriers-Report-2-November-2020.pdf

Paul, K.I. and Moser, K. (2009). Unemployment Impairs Mental Health: Meta-analyses. *Journal of Vocational Behavior*, 74(3), pp. 264-282. Available at: https://psycnet.apa.org/record/2009-06258-005

Productivity Commission. (2020). *Mental Health, Report no. 95*, [online] Canberra. Australian Government: Available at: https://www.pc.gov.au/inquiries/completed/mental-health/report/mental-health.pdf

United Nations. (2011). Canberra Group Handbook on Household Income Statistics. 2nd ed. Geneva: United Nations Economic Commission for Europe. Available at: http://www.unece.org/index.php?id=28894

Wilkins, R., Botha, F., Vera-Toscana, E. and Wooden, M. (2020) The Household, Income and Labour Dynamics in Australia Survey: Selected Findings from Waves 1 to 18. Melbourne Institute: Applied Economic & Social Research, University of Melbourne. https://melbourneinstitute.unimelb.edu.au/hilda/publications/hilda-statistical-reports

Zakaria, F. (2020). A Pandemic Should be the Great Equalizer. This One Had the Opposite Effect. The Washington Post, [online]. Available at: https://www.washingtonpost.com/opinions/a-pandemic-should-be-the-great-equalizer-this-one-had-the-opposite-effect/2020/10/15/ca5af870-0f20-11eb-8074-0e943a91bf08_story.html [accessed 30 Nov. 2020]

45 | COPING WITH COVID-19: RETHINKING AUSTRALIA

Acknowledgments

Coping with COVID-19: Rethinking Australia reflects the endeavour of many Melbourne Institute staff members. Special thanks go to the Taking the Pulse of the Nation (TTPN) Steering Committee (A. Abigail Payne, Guay Lim, Mark Wooden, Anthony Scott, Marco Castillo and Ragan Petrie) responsible for the conception and design of the Survey, to Guay Lim for writing the TTPN Reports, to Viet Hoang Nguyen for the preparation of the survey data for analysis and to Rajeev Samarage for the TTPN tracker. Many academic staff contributed to the Taking the Pulse of the Nation Research Insights, ably edited by Barbara Broadway and Nicolás Salamanca. The work was also efficiently supported by the Melbourne Institute Professional Staff (especially Logan Jacobs and Emily Wrethman), the University of Melbourne design team and the Faculty of Business and Economics Media

To draw comparisons with Australian's economic and social outcomes before COVID-19, this report also uses other survey data collected in the years before the pandemic. This report uses unit record data from the Household, Income and Labou Dynamics in Australia (HILDA) Survey. The HILDA Project was initiated and is funded by the Australian Government Department of Social Services (DSS) and is managed by the Melbourne Institute: Applied Economic & Social Research (Melbourne Institute). The findings and views reported in this report, however, are those of the authors and should not be attributed to either DSS or the Melbourne Institute.

Melbourne Institute: Applied Economic & Social Research
Faculty of Business and Economics
Level 5, 111 Barry Street
FBE Building
The University of Melbourne
Victoria 3010 Australia
Tel: +61 3 8344 2100

ISBN: 978 0 7340 5619 1

© The University of Melbourne, Melbourne Institute: Applied Economic & Social Research, 2020

Suggested citation: Broadway, B, Payne A. A. & Salamanca N. (Eds.) (2020). *Coping with COVID-19: Rethinking Australia*. Melbourne Institute: Applied Economic & Social Research, the University of Melbourne.

All material presented in this publication is provided under a Creative Commons CC-BY Attribution 3.0 Australia creativecommons.org/licenses/by/3.0/au/deed.en licence. For the avoidance of doubt, this means this licence only applies to material as set out in this document.

The opinions, comments and analysis expressed in this document are those of the authors and do not necessarily represent the views of the Melbourne Institute: Applied Economic & Social Research, the University of Melbourne.

Photo credits: ©iStock.com

Contents

Foreword

| | Ab | out Taking the Pulse of the Nation | iv |
|---------------|-----|--|------------|
| | 1. | The New Normal: Navigating an Economic Recovery Guay Lim, Viet Nguyen, Tim Robinson, and Sam Tsiaplias | y 1 |
| | 2. | Changing Labour Force Status: COVID-19 Impacts by Gender and Age Guyonne Kalb and Jordy Meekes | 5 |
| | 3. | Working from Home: Is It Here to Stay? Mark Wooden and Guay Lim | 9 |
| | 4. | Heightened Mental Distress: Can Addressing Financial Stress Help? Ferdi Botha, Peter Butterworth and Roger Wilkins | 13 |
| | 5. | Help! High Levels of Parents' Mental Distress Barbara Broadway, Susan Méndez and Julie Moschion | 17 |
| | 6. | Household Incomes: The Real Test is Yet to Come Roger Wilkins | 21 |
| | 7. | Is Poverty in Australia Increasing? Poverty Across Regions and the potential for COVID-19 to increase poverty A. Abigail Payne & Rajeev Samarage | 25 |
| | 8. | Training for New Skills: Next Steps for Improving Employment Opportunities Nicolás Salamanca and Cain Polidano | 31 |
| | 9. | The Future of Healthcare After COVID-19 Yuting Zhang, Anthony Scott, Judith Liu, and Susan J. Méndez | 35 |
| | 10. | Adopting Mitigation Strategies: A Marathon Not a Sprint Marco Castillo and Ragan Petrie | 39 |
| References 45 | | | |
| | The | e Authors | 47 |
| | | | |





Melbourne Institute: Applied Economic & Social Research

The Melbourne Institute is a longstanding research-only department in the Faculty of Business and Economics at the University of Melbourne. The Melbourne Institute is home to more than 50 economic researchers that are supported by survey methodologists and data scientists. Their work is recognised internationally by both academic and policy communities and all work undertaken by the Melbourne Institute is independent and impartial.

Researchers at the Melbourne Institute have been informing and shaping economic and social policy in Australia since its establishment in 1962. The Melbourne Institute's list of longstanding accomplishments includes the creation of such things as: the Henderson Poverty line, the blueprint for Medicare, the Household, Income and Labour Dynamics in Australia (HILDA) Survey, the Australian Economic Review, and the Consumer Sentiment Index. Melbourne Institute researchers have engaged in analyses on critical issues such as poverty, economic growth and inflation, housing and family structure, healthcare and wellbeing, employment and skill development, and tax and transfer policies.

Notable conferences and forums run by the Melbourne Institute include the Economic and Social Outlook Conference (which brings together thought leaders and policy influencers to discuss the issues facing Australia today), the Melbourne Economic Forum (led by economic experts from the University of Melbourne and Victoria University), Canberra-based Public Economics Forums, and the Melbourne Institute's Director's Conference, and in 2020, the Melbourne Institute Virtual Colloquium (where researchers from the Institute present their findings on a range of topics that inform and shape Australian economic and social policy).

The Taking the Pulse of the Nation survey was created for the purpose of being able to track the economic and social wellbeing of Australians and to provide measures of attitudes and willingness to take on risk given the coronavirus pandemic. These data have been used to provide timely insights that track behaviour and inform policy.

CONTACT US:

Address

Melbourne Institute Level 5 FBE Building 111 Barry Street CARLTON VIC 3053

Mailing Address

Melbourne Institute, Level 5 Building 105 The University of Melbourne VIC 3010

Email: melb-inst@unimelb.edu.au

Phone: +61 3 8344 2100 **Fax:** +61 3 8344 2111

FOLLOW US:

Twitter: @MelbInstUOM

LinkedIn: melbourne-institute-applied-economic-social-research