

Abstract

The thesis "**The institutional system struggling with underclared work in the Czech Republic**" discusses institutional precautionary measures taken by the Czech republic in the matter of illegal employment. The key institution that has the responsibility to take measures against illegal work is the Ministry of Labour and Social Affairs of the Czech Republic. The fight against illegal employment requires the introduction of a wide range of mechanisms and measures ranging from prevention to repression to discourage employees and employers from benefiting from this phenomenon. Illegal employment jeopardizes economy, weakens the labour market and reduces the number of jobs for citizens who apply for them at the unemployment offices. To combat illegal employment, there have to be precautions against illegal employees on the demand side as well as against employers on the supply side. One of the objectives of the fight against illegal employment is that the measures contribute to the fulfilment of legal obligations, which relates to statutory contributions to social insurance, health insurance and income tax. In order for the combat against illegal employment to be successful, it is imperative to have the support of the whole governing representation including organizational, financial and technical security. As long as the system does not provide enough jobs and the crisis on the European labour market continues, the phenomenon of illegal employment and the need for systematic combat is going to persist.