

How Temporary Were Canada's Temporary Foreign Workers?

Elena Prokopenko and Feng Hou

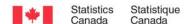
Statistics Canada

January 16, 2018



Telling Canada's story in numbers







Background

- Temporary foreign worker programs have become a key component of international labour migration to Western developed countries.
- Little knowledge on how long foreign workers stay in the receiving country and the determinants of their migratory trajectories.
- The rate and length of stay of TFWs can strongly influence the receiving country's immigration and labour policies.



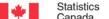


Canada's TFW programs

Abut 310,000 temporary work permit holders were in Canada in 2015, accounted for 1.7% of the national employed work force. The number more than quadrupled since 2000

Two overarching programs:

- Temporary Foreign Worker Program (TFWP): to fill short-term labour shortages, requires a labour market impact assessment
- International Mobility Program (IMP): to advance
 Canada's broad economic and cultural national interest







Research Questions:

- How long did TFWs stay in Canada?
- Among those who stayed long, how many remained as temporary residents or obtained permanent residence?
- What were the factors affecting the length and type of TWFs' stay in Canada?

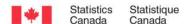






Possible determinants of TFWs' stay in the receiving country

- Motivations: individual characteristics and source-county socioeconomic conditions
- Constraints: receiving country policies and regulations
- Enabling factors: local labour market conditions and existing own-ethnic communities





Data

Data: the Temporary Residents File linked with the Immigrant Landing File

Study population: individuals aged 18 to 64 at arrival, first admission to Canada was primarily for work purposes, arrived between 1990 and 2009

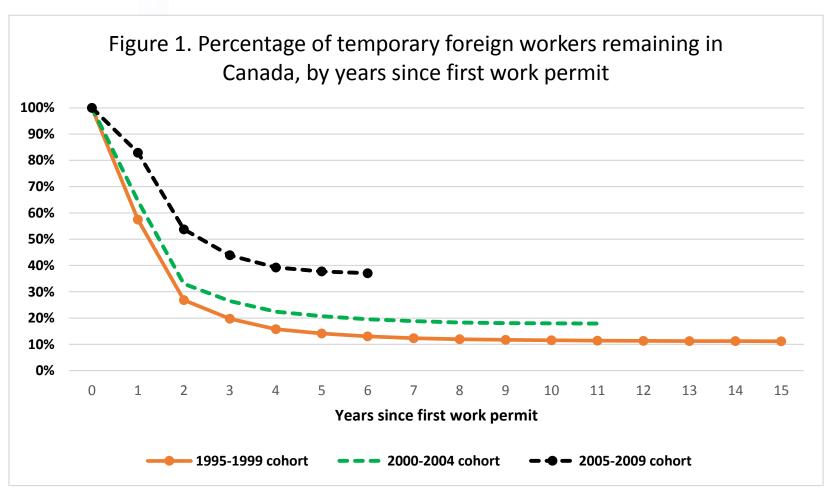
Outcome: annual TFW residence status (temporary resident, permanent resident, or absence)

Determinants: source-country standard of living, social stability, distance to Canada, and official language; arrival periods and work permit types; regional unemployment rates and co-ethnic concentration





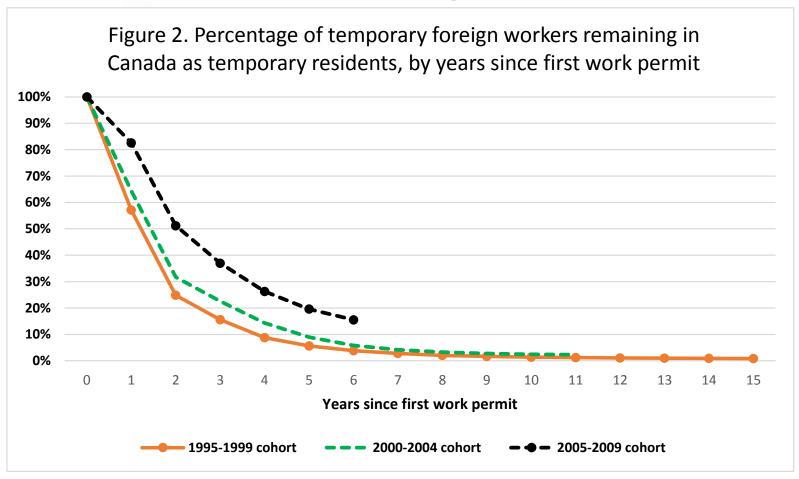
Most TFWs left within three years





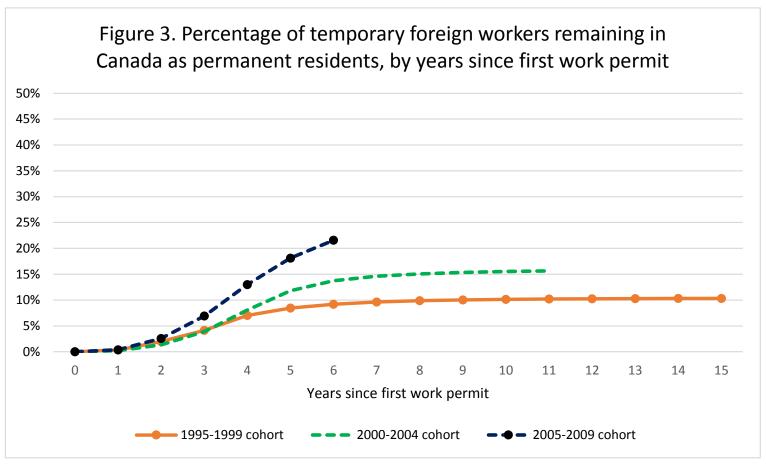


Few remained as temporary residents after 10 years





Most long-term stayers gained permanent residence









Large differences by TFW program

Residence status among temporary foreign workers by program										
	3 year	rs after arriva	al _	10 years after arrival						
	Temporary	Permanent		Temporary	Permanent					
	residents	residents	Left	residents	residents	Left				
Temporary Foreign Worker Prog	gram									
Live-in Caregiver	57%	35%	8%	1%	87%	13%				
Seasonal Agricultural Worker	45%	1%	54%	23%	2%	75%				
Low-skill TFWs	47%	17%	36%							
Other TFWP	13%	12%	75%	1%	13%	86%				
International Mobility Program										
International Agreement	10%	5%	85%	1%	5%	94%				
Significant Benefit	14%	7%	78%	1%	10%	90%				
Reciprocal Employment	7%	5%	89%	0%	6%	94%				
Research and Studies Related	16%	14%	70%	0%	23%	77%				



Differences by source-country factors

	3 years after arrival			10 years after arrival			
	Temporary residents	Permanent residents	Left	Temporary residents	Permanent residents	Left	
Source country GDP per capita							
Low	37%	25%	37%	2%	48%	49%	
Medium	25%	10%	66%	8%	13%	79%	
High	9%	6%	85%	1%	6%	93%	
Source country social stability							
Low	37%	22%	40%	5%	42%	54%	
Medium	12%	8%	80%	1%	9%	90%	
High	8%	5%	87%	1%	6%	93%	
Distance to Canada							
Short	15%	3%	81%	3%	4%	92%	
Medium	10%	11%	78%	0%	13%	87%	
Long	26%	17%	58%	0%	30%	69%	







Conclusion

- The majority of TFWs left Canada within 3 years
- Long-term stayers obtained permanent residence
- Government policies and regulations played the key role in determining TFWs' length and type of stay
- TFWs' motivations to stay also mattered