Refugee Labor Market Integration in Sweden



Refugee Integration in Germany & Beyond, FIU October 5, 2017 Dr. Jeff Maslanik

Asylum Applications

ASYLUM APPLICATIONS IN SWEDEN 2007–2016



Source: migrationsverket.se

Refugees accepted by population

Number of accepted asylum applications in EU countries, per 1,000 of population, 2015



Full Fact

Source: Eurostat, press release 75/2016, "Asylum decisions in the EU" 20 April 2016; Population database demo_pjan

Origin and Age of Applicants





Age of asylum seekers arriving in Sweden (2015)



THE SWEDISH ASYLUM PROCESS



First Instance decisions 328 Days or 10.5 Months

Integration *Etableringsplan* (Establishment Plan 2010)—Refugee Status

- At-und—Asylum Seeker Card (automatically grants the right to work)
- Equal rights to Native Swedes
- Case worker with Arbetsförmedlingen (Public Employment Service)
- Language (SFI), Skill/Education evaluation & employment preparation (Training + Internship), civic orientation courses (Swedish norms)
- 40 hours per week
- 24 months
- Types of Employment/Internships
- Elderly care, Cleaning, or other low-skilled employment
- New Law: July 2016
- Three year residency permit.
- Autonomous individuals under 25 must complete upper secondary school to stay.
- No longer automatic family relunification—Refugees must now prove that they are able to provide

Aspects of Sweden's Labor Market

- 95 Percent of all new jobs require at least a secondary education.
- 1/3 of new arrivals, mostly women, have less than 9 years of education.
- High wage settlements, agreed between unions and employers, make it hard for unproductive workers to find employment.

conomist.com

An asset, not a liability Education level of registered refugees* aged 18-65 in the Netherlands, %					
	Primary	Secondary		Higher	
	education	education		education	
0	20	40	60	80	100
Sour	ce: COA	*Based	on sample	in first half	of 2015

Employment Outcomes



Humanitarian migrants should be put in places where jobs are and not where the cheap housing is

- Where humanitarian migrants cannot chose their place of residence, policies ٠ usually aim at an equal 'dispersal' across the country - often paying little attention to employment
- But the costs for neglecting employment-related aspects are high ٠



... eight years after dispersal for refugees subject to a housing-led dispersal policy (Edin et al. 2004)

To be effective, dispersal policies ideally should consider:

- ✓ skills profile of refugees
- local job vacancies
- ✓ structure of local economy
- specific shortages
- ✓ avoid segregation



Sweden's Rising Refugee Cost

Spending on refugees is set to exceed defense spending this year



Source: Swedish Finance Department, Migration Agency Note: 2016-2019 costs are according to Migration Agency Forecast Budget spent on asylum seekers (migration) and refugees with residence permits (integration)

Bloomberg 🗳

Rise of Sweden Democrats



Attitudes toward Refugee Reception

Poll of Swedes: "Would you help asylum seekers in Sweden?"



∧TL∧S | Data: Inizio for Aftenbladet



Challenges to Integration & Recommendations

- 1. 5 percent of available Jobs are low-skilled.
- 2. Skill verification
- 3. Language and vocational training:

*Only 3-4 percent of recent arrivals want to attend additional courses

4. Potential hidden discrimination

"First, I think it is being labeled a refugee. Most never even get an interview. But there is more to it than that. [For instance], we have one volunteer, he is high[ly] educated. He is not a refugee. He came because his wife is employed by one of the big companies. He had been working as a high-level marketer in Iran. I cannot say how many applications he has sent out, but it's a lot. He has not received a single interview. He speaks fluent English, but he can [also] make himself understood in different languages from [the Middle East], and now speaks quite good Swedish. He is now employed in a trainee program at another NGO. It is work, but it has nothing to do with his competence. I think the Swedish labor market is [close-minded], and they look for the people who are like themselves. As far as I can see, Denmark is worse, but Sweden's labor market is moving into their direction. My point is, from what I have seen, if they are named Muhammad or something like that, they have so much difficulty entering a [highly skilled position]." (Representative from the Red Cross, and former Head Mistress of Malmö High).

Recommendations: Civil Society

Greater communication between:

- 1. Organizations and the state and refugees
- 2. Organizations & other organizations
- 3. Actors & Refugees







