



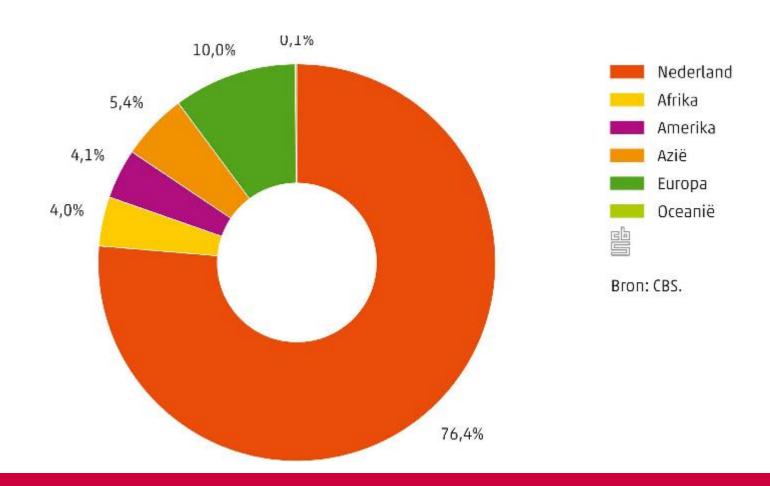
(How) can the government improve the labour market position of refugees/migrants?

A commitment to field experiments

Ministry of Social Affairs and Employment
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# Population by migration background, 01-01-2019



Topic		2019
opulation by migration background		
Total Population	number	17,282,163
Persons with a Dutch background	number	13,196,025
Persons with a migration background		
Total with migration background		
With migration background	number	4,086,138
Western migration background	number	1,774,271
Non-western migration background		
Total non-western	number	2,311,867
Morocco	number	402,492
(former) Neth. Antilles and Aruba	number	161,265
Suriname	number	353,909
First generation migration background		
Total first generation	number	2,161,684
Western first generation	number	876,946
Non-western first generation		
Total non-western	number	1,284,738
Morocco	number	170,357
(former) Neth. Antilles and Aruba	number	86,517
Suriname	number	176,564
Turkey	number	193,698
Other non-western background	number	657,602
Second generation migration background	d	
Total second generation	number	1,924,454
Western second generation	number	897,325
Non-western second generation		
Total non-western	number	1,027,129
Morocco	number	232,135
(former) Neth. Antilles and Aruba	number	74,748
Suriname	number	177,345
Turkey	number	216,179
Other non-western background	number	326,722



### Facts and figures

- Since the Seventies, there has been an increase of non-Western migrants (now standing at 12.7 % of the Dutch population)
- In the two largest cities there are now more young people with a migration background than indigenous youngsters
- In education the extent to which they are **lagging behind** is **decreasing** (in fact girls are hardly lagging behind)
- Unfortunately, this has **not yet** been translated into **better opportunities on the labour market**
- In addition, we face the challenge of trying to get a **substantial group of asylum status holders** into employment
  - A cohort study of Statistics Netherlands (CBS) shows the following worrying number: 84% of the status holders that received their permit in 2014 are (after 30 months) dependent on benefits.

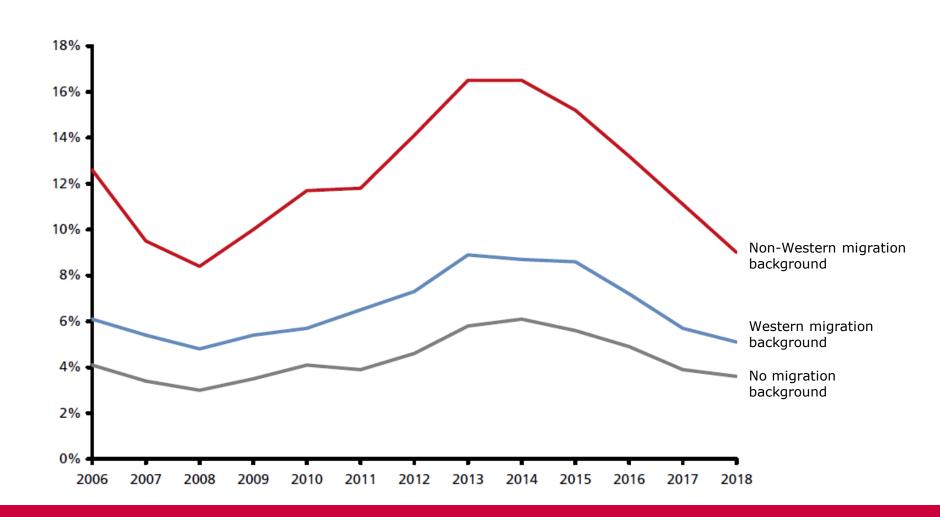


### The gap or disadvantage

- **Higher unemployment rate (**non-Western migrants are 2 to 3 times more often unemployed)
- **Higher benefit dependency** (13 percentage points higher)
- Lower income (on average 3.5 euro lower hourly wage)
- Backlog develops pre-entry, post-entry, re-entry
- Persistent problem: even in the long run the backlog doesn't disappear

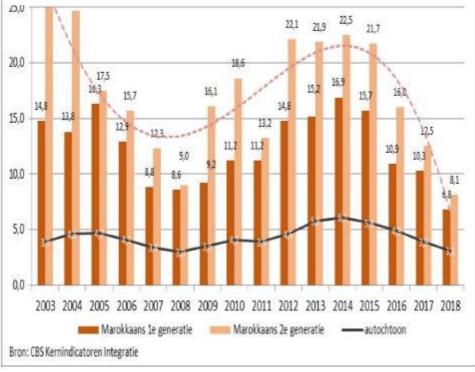


# Unemployment by ethnic background and year

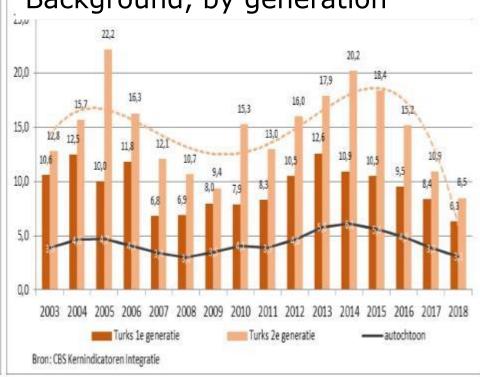








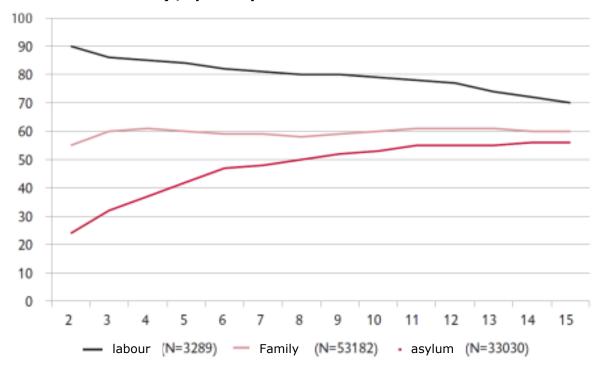
# Unemployment Turkish Background, by generation





## Labour market participation among (new) migrants

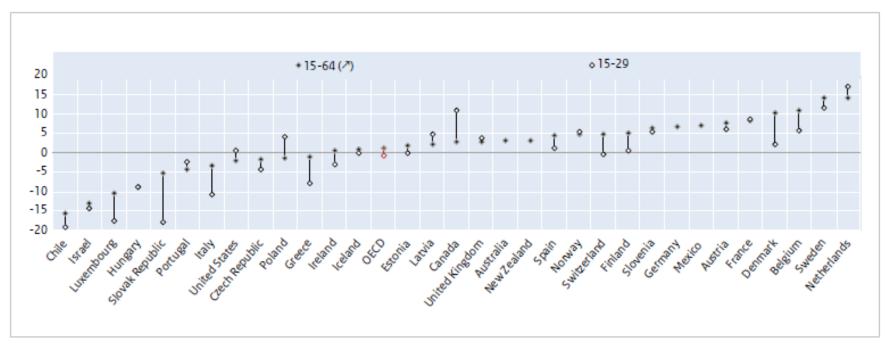
Employed (> 8 hrs/week), by reason for migration (cohort 95-99), per year of residence



Bron: Stelsel van Sociaal-statistische Bestanden (SSB)<sup>12</sup>



### Difference in participation between foreign born and native born



Bron: OECD, 2016



### Efforts to improve the integration

- We are currently focussing on changing the Integration law for newcomers / status holders (wet Inburgering)
- We are also searching for evidence on how we can positively influence the labour market position of Dutch residents with a non-Western migration background (verdere integratie op de arbeidsmarkt)



### Our commitment: Further Integration into the labour market

- Cut back the extent to which Dutch residents with a non-Western migration background lag behind on the labour market (1<sup>st</sup> and 2<sup>nd</sup> generation)
- Get more status holders to work, decrease their dependency on benefits

<u>How?</u> By evidence based approach.

<u>BUT:</u> Literature and scientists gave insight in how big the problem was but gave **very little insight in possible evidence based solutions** 

Therefore our approach became: development of the evidence base



# **Experiments**

- 1. Barometer cultural diversity
- 2. Nudging of pre-entry discrimination
- 3. Retain and advancement of staff
- 4. Combining learning and working
- 5. Intensive coaching for vulnerable groups
- 6. Unemployment Employee Insurance Agency (UWV)
- 7. study choice pre-vocational students (VMBO)
- 8. Work orientation / getting job ready for vocational students (MBO)



### 1. Barometer Cultural Diversity

- Tool developed by Statistics Netherlands
- Larger employers (> 250 employees) can (voluntarily and GDPR-proof!) give the social security numbers of their employees to Statistics Netherlands and receive a report on the company's cultural diversity
- This report is anonymous and where possible looks at paygrade and sub-divisions within a organisation
- Successfully tested wit 10 employers and now looking at possibilities to make it available for all larger employers



### 2. Nudging of pre-entry discrimination

- Pre-entry discrimination is context dependent and is often unconscious.
   References, work experience, network etc play a role. Therefore we can influence the outcome
- With this experiment we testing different interventions ('nudges')
  regarding selection and recruitment with 20 30 employers in de public
  and private sector
  - For example: structure job interviews, re-writing job descriptions
  - Within a company 2 departments are selected (experiment group and control group)
  - May 2019 March 2021
  - Later this year: vignette study, experiments with algorithms and (temporary) employment agencies.



### 3. Retain and advancement of staff

- Experiment similar to nudging of pre-entry discrimination
- Looks at the effect of interventions and tools within companies to retain staff with a migrant background and improving their chances for advancement.
- Starts this month with 20 employers, runs until March 2021

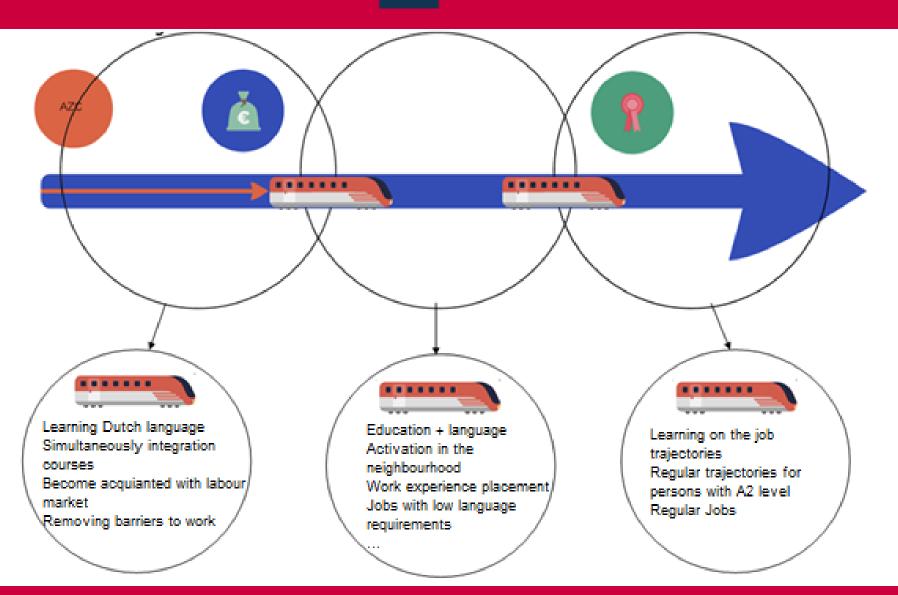


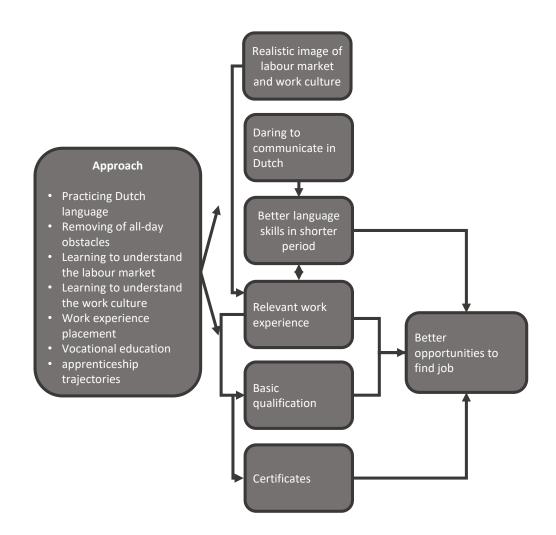
### 4. Combining Learning & Working

- Evaluate how combinations of learning and working can lead to sustainable participation
- 3 projects right now
  - Alliander technicians (10 refugees)
  - Railroad technicians (30 refugees)
  - Municipality Utrecht (300 status holders)
- 2 other municipalities join later with focus on older migrants





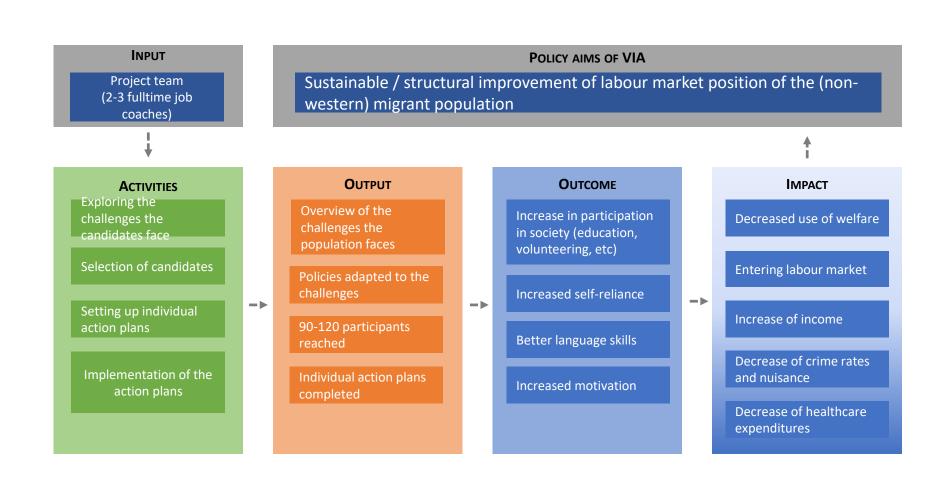






### 5. Intensive coaching for vulnerable groups

- Focus on vulnerable groups with multiple problems, for example
   Dutch residents with a Somali background
- Intensive coaching combined with putting work first has proven itself for other groups
- 1 municipality with focus on Somali, 3/4 municipalities will focus on a broader group
- Additional research in municipalities which already run programmes
- Starts this Quarter, until the end of 2020





## 6. Unemployment Employee Insurance Agency (UWV)

- Research shows that people with a non-western migrant background have less chance to find work from unemployment benefits (up to 30 % less).
- More research is being carried out to find out more about the causes.
- This will lead to a pilot that will test several adjustments in the services of the Unemployment Insurance Agency (UWV)
- Start end 2019/ beginning 2020



# 7 & 8 Youngsters: study choice and getting job ready

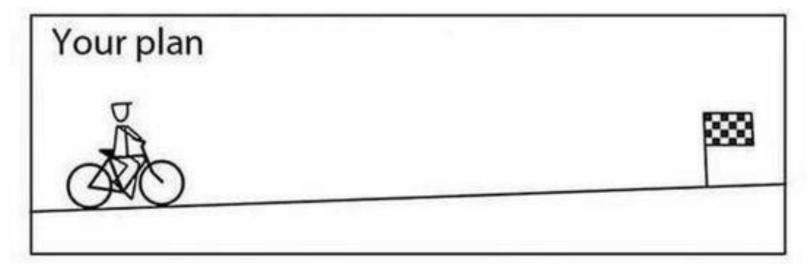
- Most 2nd generation youngsters (12-20) are in (pre-)vocational education
- The often following field of study that have little labour market perspectives
- And even if they are in a field of study with labour market perspectives, they are 4 times more likely to be unemployed with one year after finishing school and their Dutch friends without a migration background
- These pilots focus on interventions to improve study-choice and improve the entry on the labour market
- Start beginning of 2020, until the end of 2022

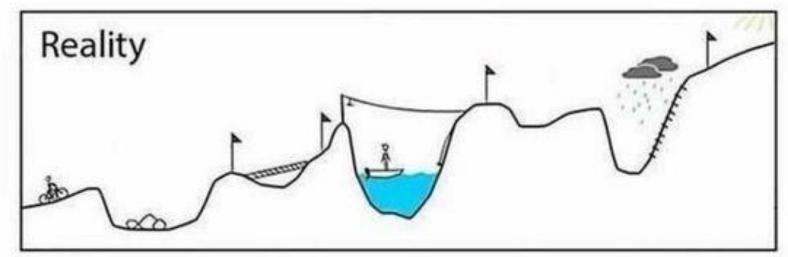


### Challenges

- Getting partners to co-create experiments (municipalities, employers, education institutions)
  - with a focus on monitoring, evaluation and measuring effectiveness
  - and our aim to randomize participants (experiment and control group)
- Privacy laws (GDPR)
- We are focussing on gathering evidence and not (yet) on a macroeconomic effect, however that is what is sometimes expected of us
- Funds & Time
- Scale-up!









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