

# Global Compact on Migration: Roadmap from A Development Viewpoint

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MIGRATION AND  
DEVELOPMENT

A Role for the  
World Bank Group



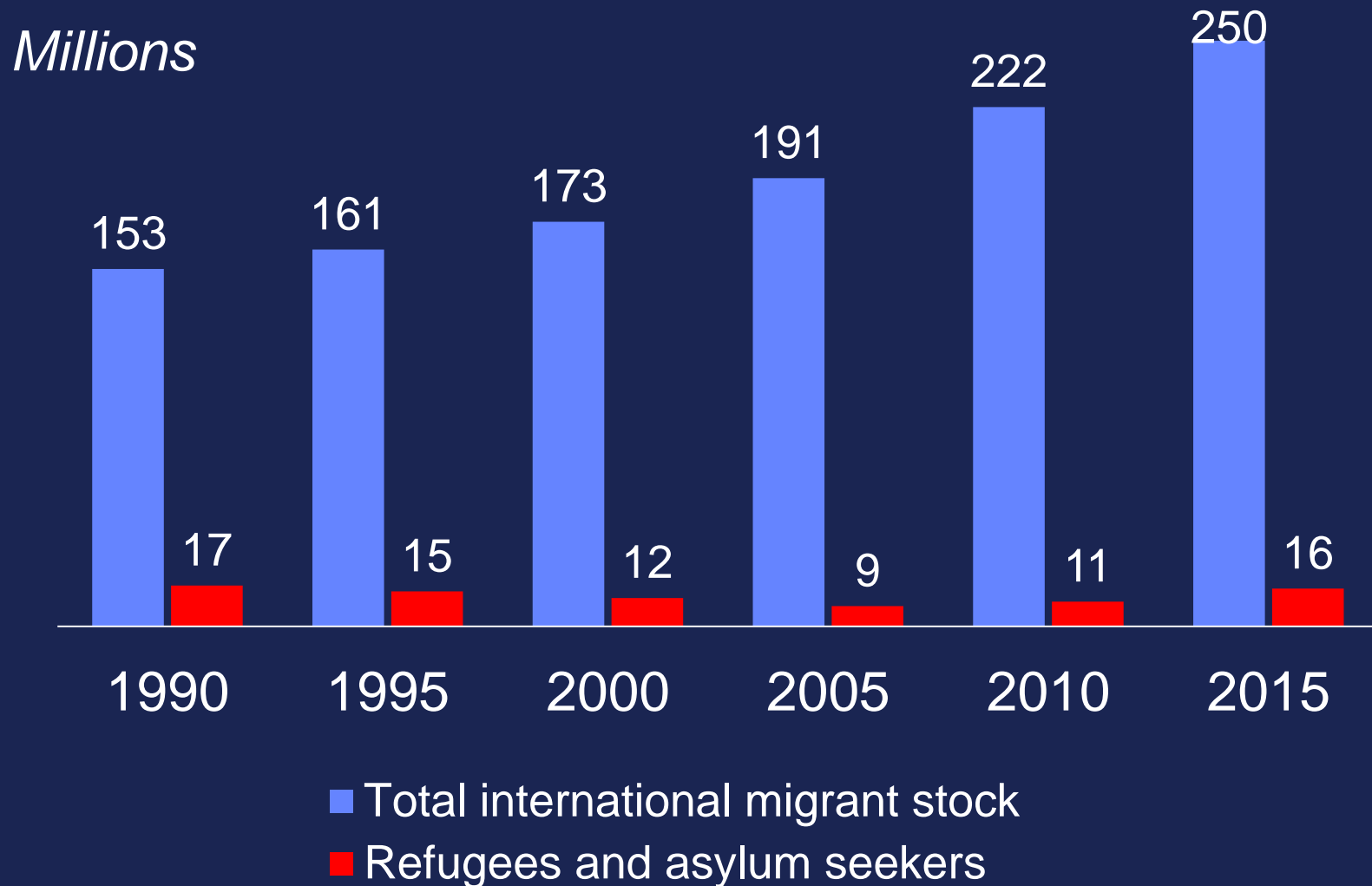
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SEPTEMBER 2016

# Outline

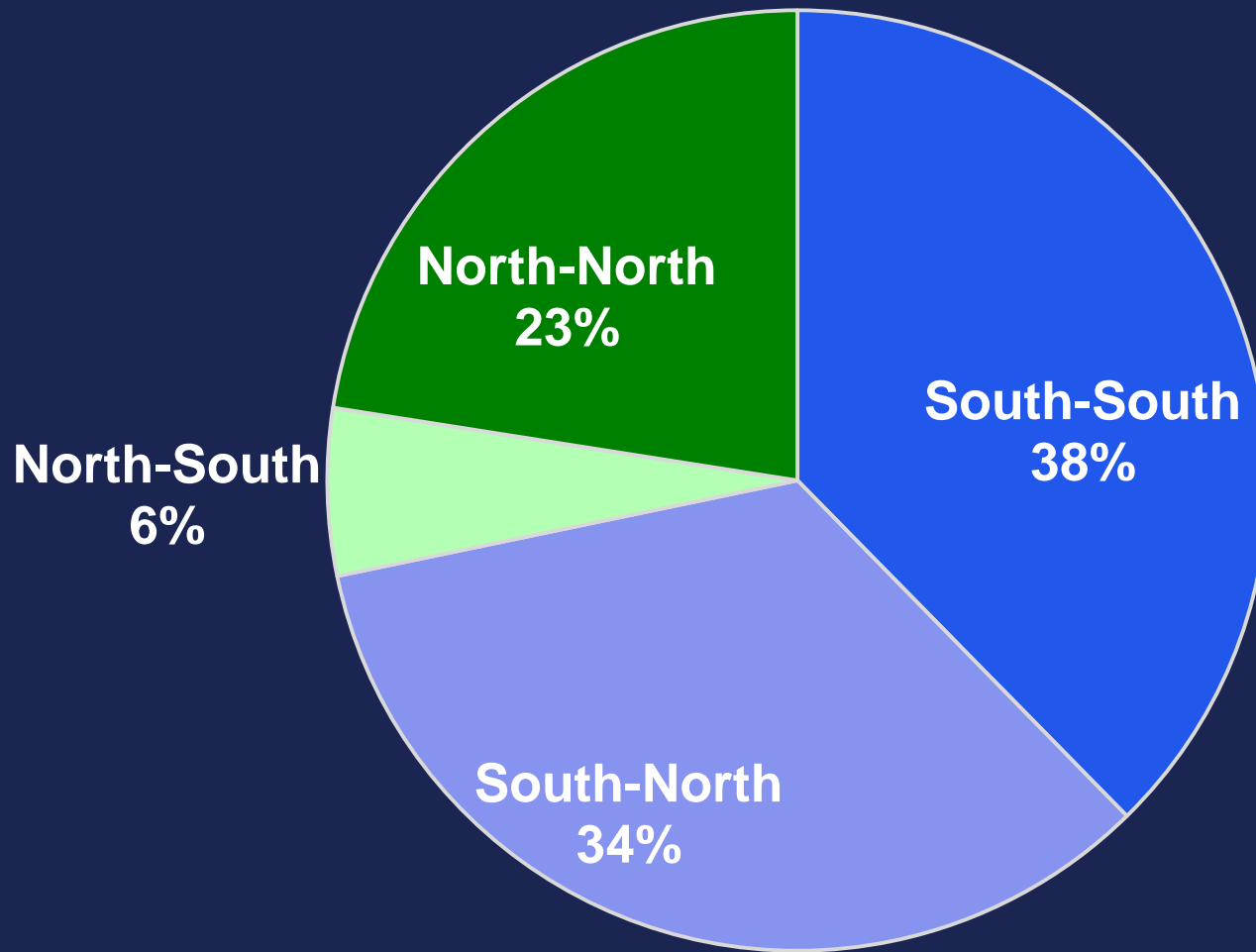
- Data and drivers of migration
- Benefits and challenges of migration
- Roadmap to a global compact on migration

# Data: International Refugees and Migrants

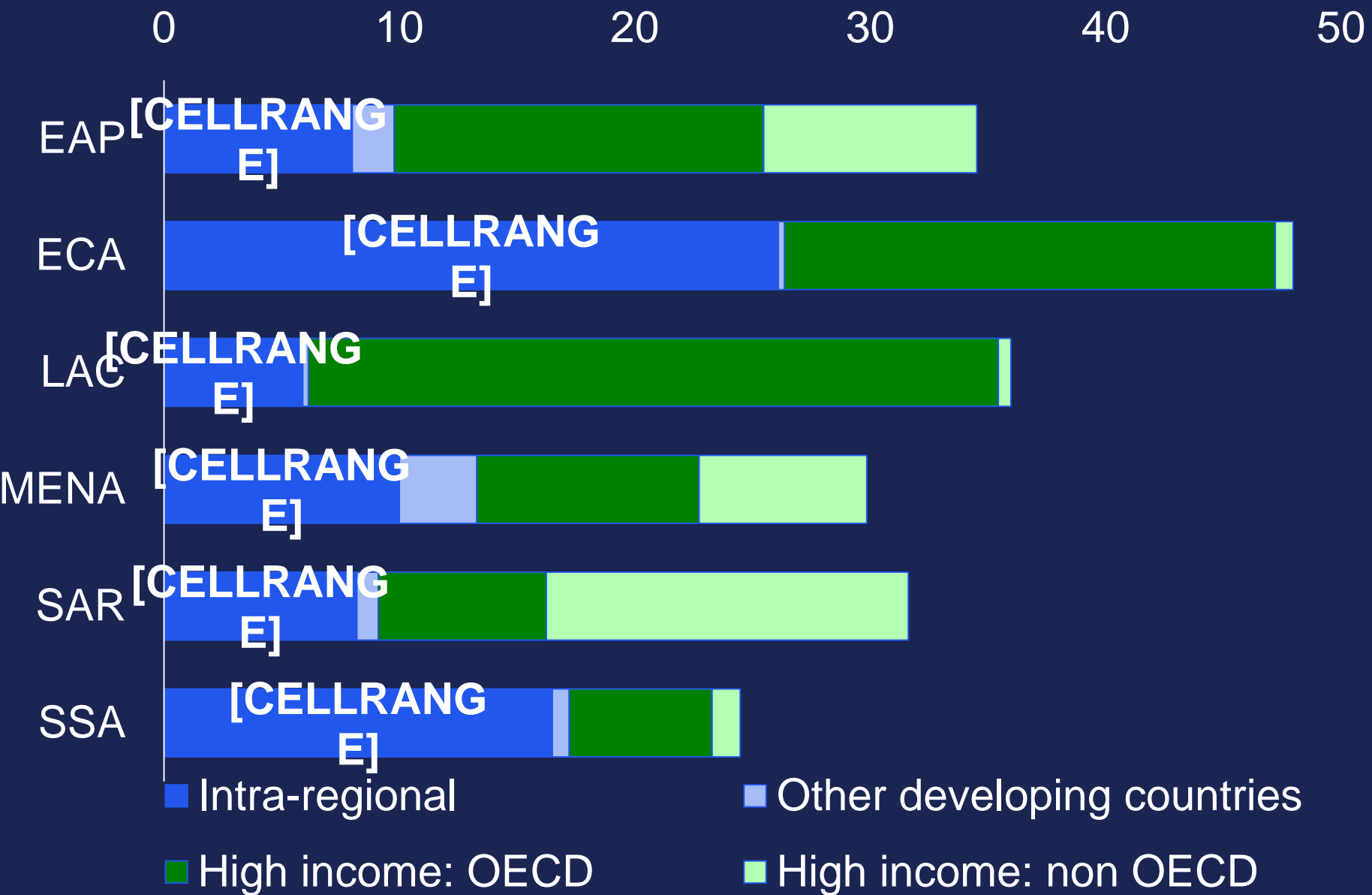


Refugee data excludes 5.2 mn Palestinian refugees reported by UNRWA  
Source: World Bank, Migration and Remittances Factbook 2016

# South-South vs. South-North Migration



# Intra-regional migration is substantial in Africa, Europe and Central Asia, and MENA



# Migration pressures will increase in future

	Change in working age population, 2015-2050 (million)	Change in employment needed to keep employment rates at 2015 level (million)	"Migration pressure" created by the unemployed (million)
	(A)	(B)	(A-B)
<b>Developing countries</b>	<b>2,119</b>	<b>1,243</b>	<b>875</b>
East Asia & Pacific	200	135	65
Europe & Central Asia	8	4	4
Latin America & Carib,	179	109	70
Middle East & N. Africa	204	84	120
South Asia	600	317	283
Sub-Saharan Africa	928	595	333
<b>High income OECD</b>	<b>78</b>	<b>44</b>	<b>35</b>

Source: International Labour Organization calculations based on ILO Trends Econometric Models and UN World Population Prospects (2015 Revision).

# Drivers of migration

- Income gaps
- Demographic changes
- Environmental Change
- [Fragility, Conflict, Violence]

# Income Gap 70:1

*Per capita income, 2015*

High-Income \$43,000



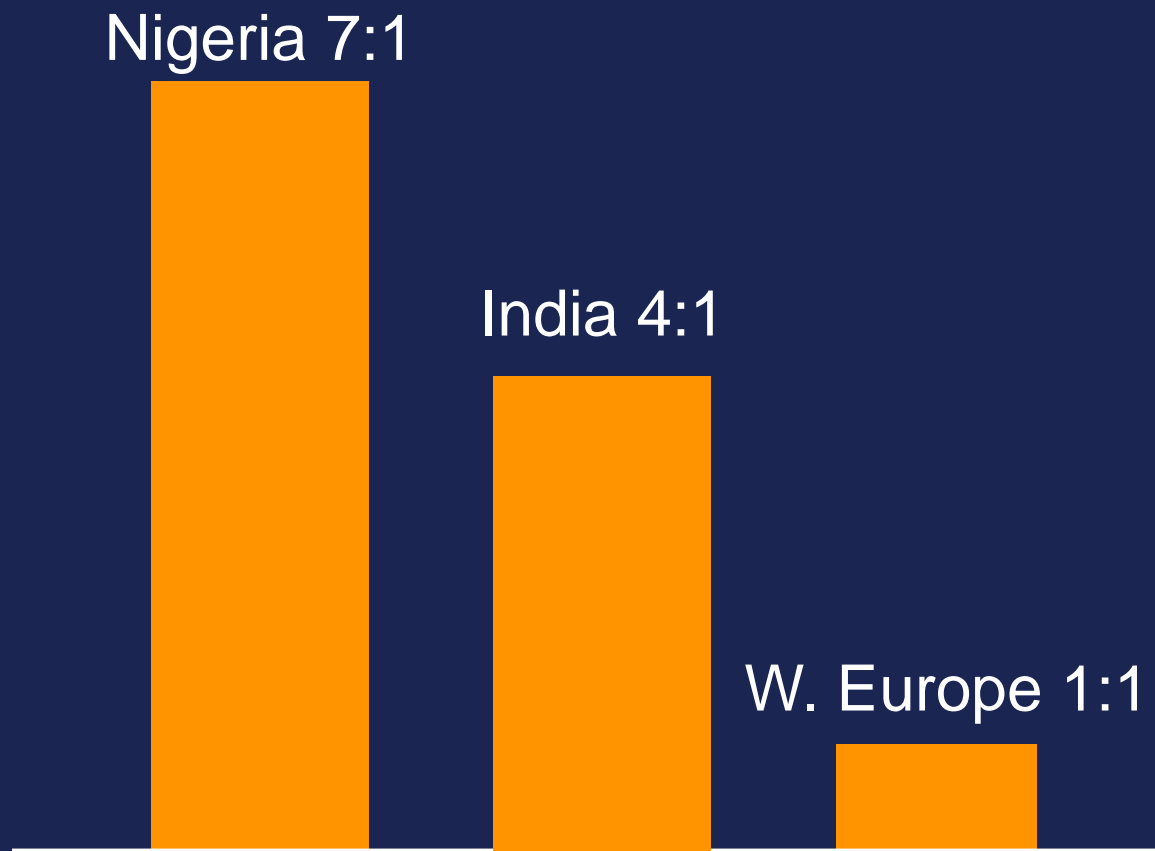
Low-income \$600





# Demographic divergence

*Ratio of # of 20-year olds to # of 65-year old*



# Benefits and Costs to Migrants

## Benefits after migration

- Migrants' income increased by 15-fold
- School enrollment doubled
- Child mortality reduced by 16-fold
- Women are empowered
- Better access to health, education, services

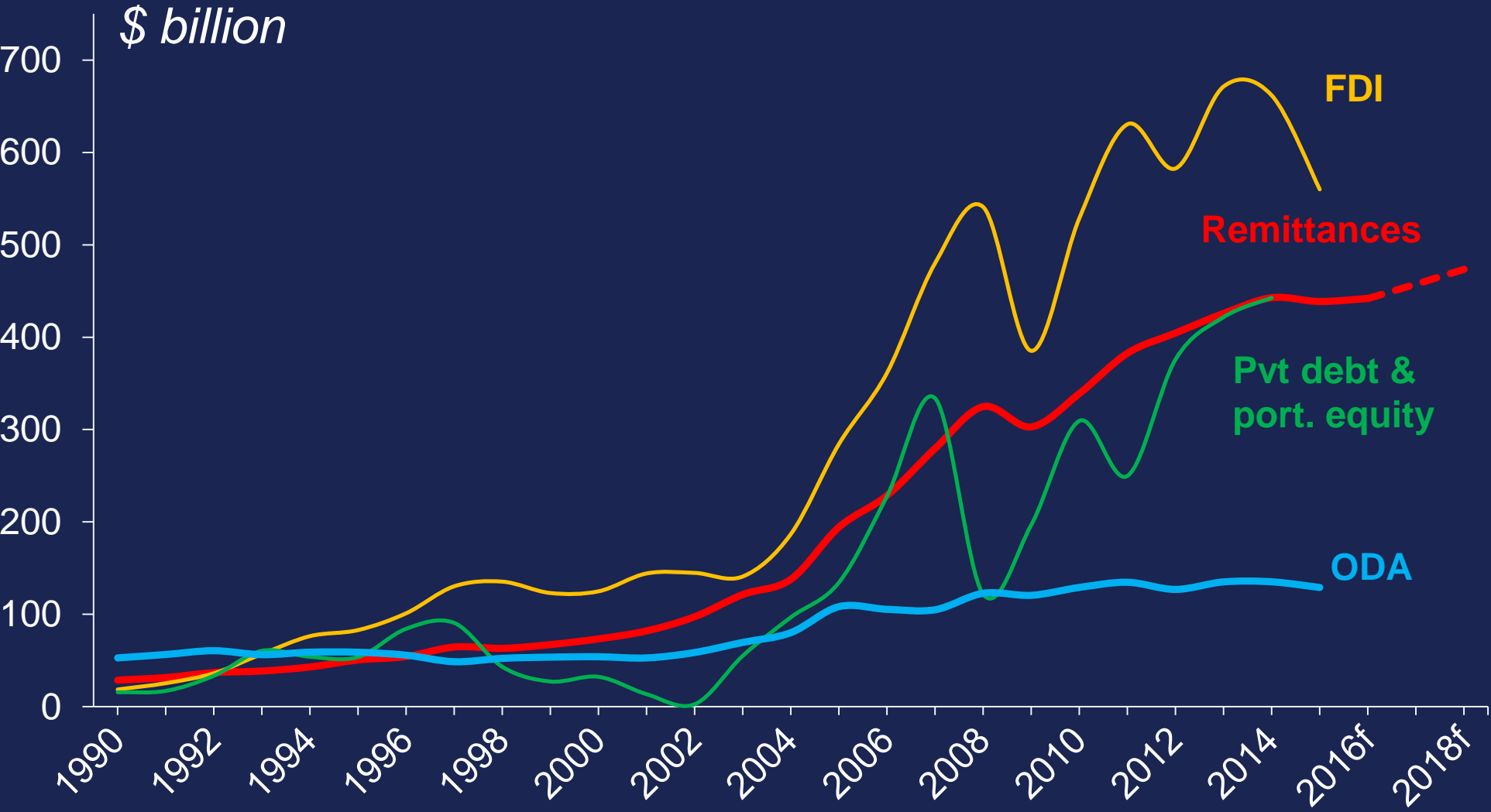
## Costs

- Risks: health, trafficking, abusive employers and recruiters
- Exclusion, discrimination, xenophobic attacks
- Family left behind (children and old parents)

# Benefits: Sending Countries

- Reduced unemployment, reduced poverty
- Remittances and diaspora investments
- Trade and FDI
- Skill and technology transfer

# Remittance flows to developing countries to reach \$442 billion in 2016



# Challenges: Sending Countries

- Family left behind
- Loss of skills
- Dutch disease

# Benefits: Receiving Countries

- Increased incomes
- Increases in labor supply
- Increases in skills, entrepreneurship and innovation
- Alleviates aging problem
- Fiscal contributions often positive
- Diversity

# Challenges: Receiving Countries

- Job competition for native workers
- Congestion and fiscal costs of social services
- Crime
- [National security]
- [National identity]
- Negative public perceptions

# Public Perceptions: Myth vs Reality

*Perception of share of migrants in population*

	<u>Perception</u>	<u>Reality</u>
United States	32%	13%
France	28%	10%
Spain	24%	12%
United Kingdom	24%	13%

*Source: German Marshall Fund 2015*



# Ten challenges – elements for the Global Compact

## *Migrants*

1. Risks: health, trafficking, abusive employers and recruiters
2. Exclusion, discrimination, xenophobic attacks
3. Family left behind (children and old parents)

## *Origin countries*

1. Family left behind
2. Loss of skills

## *Receiving countries*

1. Job competition for native workers
2. Congestion and fiscal costs of social services
3. [National security]
4. Integration of migrants [National identity]
5. Negative public perceptions

# A Role for IFIs

- 1. Financing development projects**
- 2. Addressing fundamental drivers**
- 3. Maximizing benefits in line with the SDGS**
  - Reducing recruitment costs
  - Reducing remittance costs
  - Improve data by migratory status
- 4. Knowledge for policy making and countering negative public perceptions**

# Roadmap for the Global Compact on Migration – for IFIs

- **Migration diagnostic tool**
- **Knowledge and data**
- **Financing – pilots**
- **Convening – facilitate dialogue among states**
- **Need for innovative, game-changing solutions**
- **World Development Report?**

# Roadmap – for States

- **Leverage Global Forum on Migration and Development, and Regional Communities and Processes**
- **Different, Coordinated, and Accelerated approach**
- **Game-changing ideas needed**

# Core Elements for the Global Compact

- **Migrants' safety, trafficking, abusive employers and recruiters**
- **Exclusion, discrimination, xenophobic attacks on migrants; Integration in host community; National identity**
- **Family left behind (especially children and old parents)**

# Core Elements for the Global Compact

- **Loss of skills in origin countries**
- **Job competition for native workers in receiving countries**
- **Congestion and fiscal costs of social services**

**Time is short!**