# WP5: Labour Market/Public Service Impacts

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## Researchers

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## **Big Objectives**



Quantify the LM impacts of EU and non-EU mobility in 5 top destination countries using a unified methodology



Focus on broader implications for the host economy: government revenues, use of social benefits, demand for public services such as healthcare

#### Previous Evidence

Inflows of low-skilled immigrants push local workers into more complex occupations Which require more cultural knowledge and are less manual intensive (Ortega & Verdugo, 2011; Peri and Sparber, 2009)

Natives have higher wages and better working conditions

## Specific Questions

Do they have w better/worse LT health the outcomes that affect their use of health services?

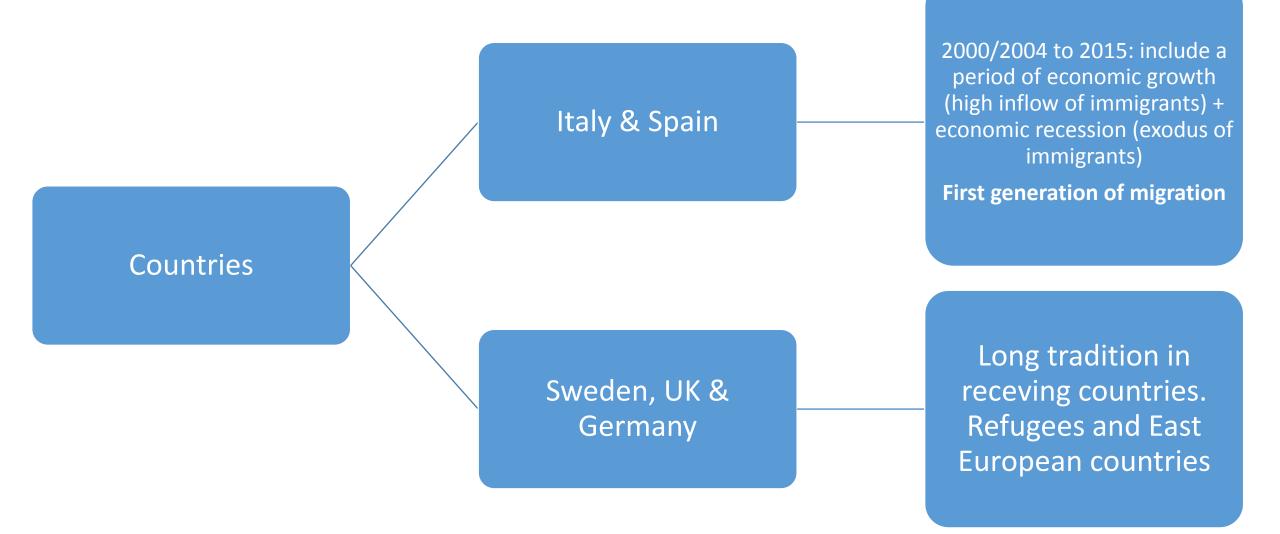
To what extent do these impacts differ between immigration from within the EU and from outside the EU?

to claim social benefits?

Are natives less/more likely

Impact of immigrant flows on the occupationsl distribution of native workers? Do native workers move into less risky occupations (health)?

### Countries included in the analysis



## Methodology: Steps

#### First

- Impact of immigration on occupational choice of natives
- Construct an indicator of physical intensity and occupational risk of the job (ISCO)

#### Second

- Effects on working accidents and sickness absences
- Effects on permanent disability inflows
- Effects on health care use (hospitalizations, waiting time, quality)

## Methodology: Identification

#### Main Problem: Endogeneity

- Immigrants locate in regions which are more prosperous
- Changes in native type of jobs may not be due to immigrants but to regional economic conditions

#### Solution: Instrument (Card, 2001)

- Historical concentrations of immigrants are a good predictor of current migrant flows
- Use the instrument to identify impact of immigration on changes in natives occupations at the regional level

#### Data

Labour Force Surveys: Employment and occupational category Administrative Records: SS administration: employment, occupational category, sickness absence, working accidents, permanent disability



Hospital records: Health and injuries

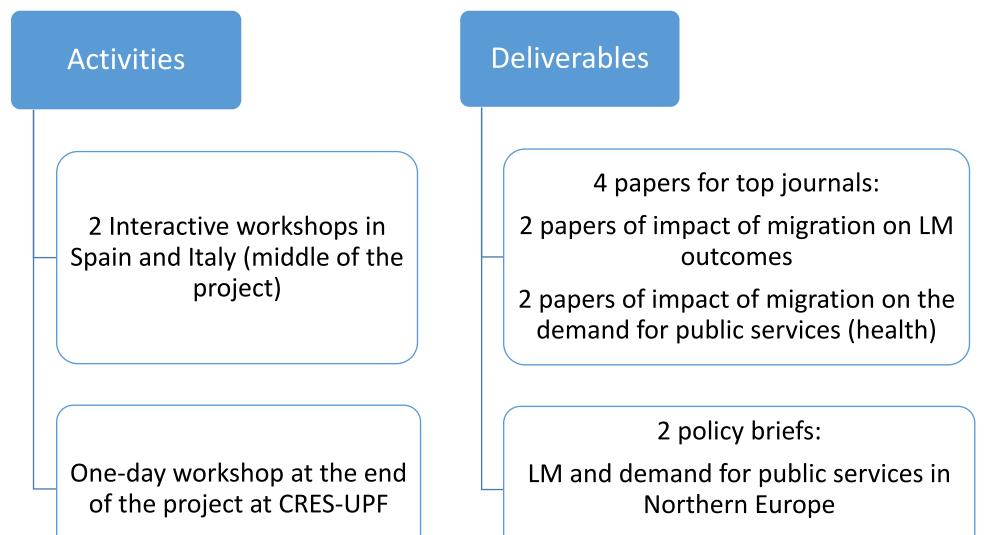
#### Distribution of tasks

Southern Europe Team: Judit Vall, Catia Nicodemo, Nicolau Martin and RA (Italy)

Northern Europe Team:

Osea Guintella, Carlos Vargas, Catia Nicodemo and RA

## Planned Activities and Deliverables



Idem in Southern Europe

## Let's do it!!!!!!!!!

