#### Labour Migration and Development: The Philippine Experience



Presented by Rebecca J. Calzado Department of Labor and Employment, Philippines Intersessional Workshop on "Making Global Labour Mobility a Catalyst for Development" Session II, 08 October 2007

## **CONTENTS OF PRESENTATION**

OFWs: The New Development Actors
Managing Migration Flows
Reaping Development Gains
Toward Sustainable Development Gains
Challenge to All Migration Actors

# **MIGRATION TODAY**

Restauto Advance

#### Growth in migratory streams



#### **Diversity of people**





#### **Push and pull factors**

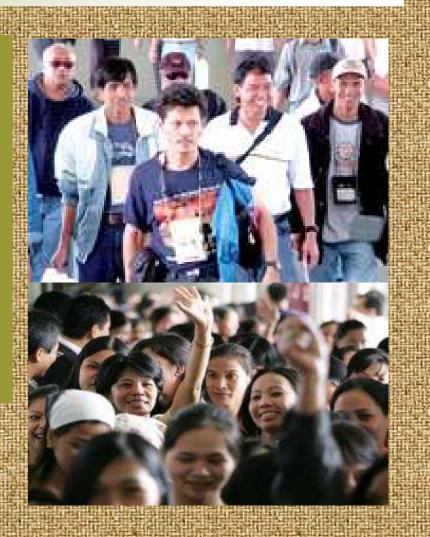


#### **Migration and development**

# THE OFW: DEVELOPMENT ACTOR

### **8 M OVERSEAS**

- > 43% permanent residents abroad
- > 46% temporary migrants
- > 10% undocumented workers



#### INCREASING PRESENCE OF FILIPINO MIGRANTS IN HIGH-PAYING ECONOMIES

81 % of permanent overseas Filipinos in US and Trust Territories in 2006 More contractbased Filipinos in Europe

45 % of Filipinos with temporary contracts in Middle-East

State policy to promote and protect the welfare of Filipinos abroad Maximize the benefits and minimize the costs Preference for circular or temporary migration

PHILIPPINES

### REGULATION

### PROTECTION

### REINTEGRATION

### FAMILY SUPPORT

#### REGULATION

Licensing Standards Posting of bonds Employment contracts Bilateral agreements 6-month notice for deployment of critical skills

#### PROTECTION

Pre-employment and pre-departure orientation Health, life insurance, housing and social security

#### On-site assistance

- Contract violations
- Maltreatment
- Reintegration
- Training

#### REINTEGRATION

Loans Counseling Training Scholarships Socio-economic policies:

- o Property rights
- Rights to vote and political participation
- Remittance facilities
- o Investment

### **FAMILY SUPPORT**

OFW Family
Circles
Communication
facilities
Entrepreneurship
assistance
Scholarships

#### MANAGED MIGRATION





•3rd biggest receiving country • US\$13.4 B • 10 % of GNP

## Table 1. Remittances and Share in GNP2001-2005

Year	Remittances (in million U.S. \$)	Share of Remittances in GNP (%)
2001	6,031	9.3
2002	7,189	9.7
2003	7,578	10.1
2004	8,550	10.3
2005	10,689	10.6
Average	8,007	10.0

- **Micro-view**
- Education of children
- Housing
- Higher household income
- Lower poverty incidence in areas with high concentration of OFW households
- Spillover effects on communities
- Community support from diaspora

Limited productive use of remittances High remittance transaction costs



Services and technology to lower costs





### TOWARD SUSTAINABLE DEVELOPMENT GAINS

Preparing the labor supply for global demand Labor market intelligence Better and decent markets Advocacy on productive use of remittances Innovations in money transfer systems

# CHALLENGE TO ACTORS

#### ACTION AREAS



- Follow-through ASEAN declaration commitments
- Support for knowledge and skills acquisition
- Facilitating remittance flows
- Access to technology
- Reasonable communication costs
- Integration during work tenure

Preparing for return and reintegration

### THANK YOU VERY MUCH

### End of presentation