## Health and Long-Term Care for Aging Populations: Are International Workers the Solution?

Donald L. Redfoot, Ph.D. AARP Public Policy Institute

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#### The Issue

- OECD long-term care survey found "staff shortages and staff qualifications" were by far the most frequently mentioned concerns
- Nurse shortages are predicted worldwide in almost all developed countries
- Many African countries have <20 nurses per 100,000 (>1,000 in Norway and Finland)
- Disproportionate numbers of migrating healthcare workers are in LTC settings



# Social, Economic, and Demographic Features

- Demographic Factors
- Skill Levels and Working Conditions
- Gender and Race
- Historical and Geographic Relations



## Demographic Factors in Developed Countries

- Number of very old increasing
- Number of working age decreasing
- Italy and Japan, the percentage of people age 80 and older is projected to more than triple, from 5 percent to nearly 17 percent by 2050; however, the number of working age people (age 15–64) is projected to decline by 38 percent during that period.



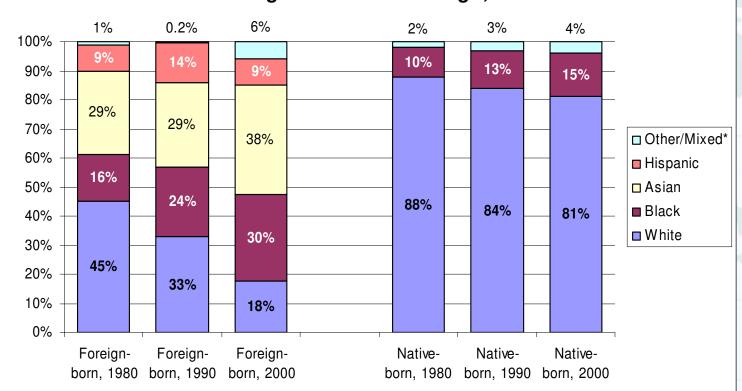
## Skill Levels and Working Conditions

- High skill market The UK and the US each licensed more than 15,000 foreign-trained nurses last year.
- Lower skill market Over half of foreign-born LTC aides in US come from Latin America and the Caribbean islands.
- Gray market Half a million international workers, mostly irregular, provide supportive services to older people in their homes in Italy.



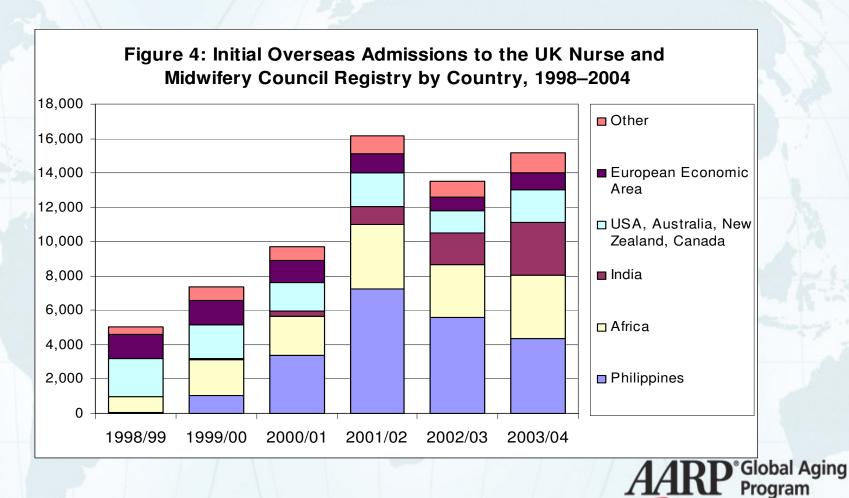
#### Gender and Race







## Historical and Geographical Relations



## **Policy Decisions**

- Long-Term Care Financing Policies
- Immigration Policies
- Education and Credentialing
- Worker Recruitment



## Long-Term Care Financing Policies

- Higher percentage of public spending for LTC, professional services – Scandinavia
- Moderate public pay, cash benefits Germany, Austria
- Moderate public pay, means-tested UK, US
- Low public pay, strong family responsibility Italy, Spain

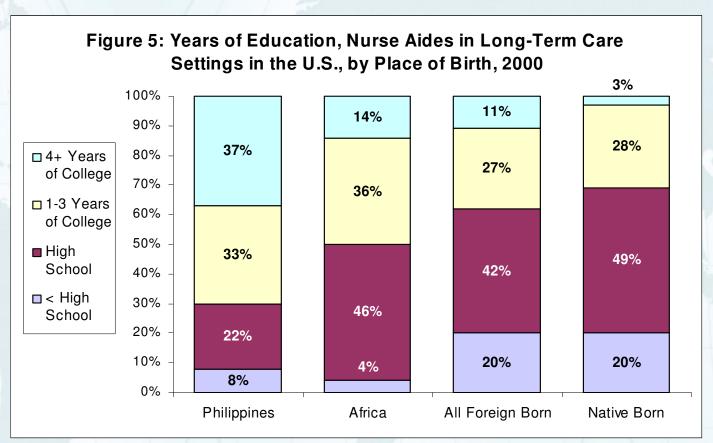


## Immigration Policies

- Unilateral e.g., special visa incentives for healthcare workers, UK and US
- Multi-lateral e.g., EU expansion, though labor markets remained restricted
- Bi-lateral e.g., UK/South Africa agreement



### **Education and Credentialing**





#### Worker Recruitment

- Many codes of ethics from governmental, international agreements, and NGOs, but...
- Study found "support systems, incentives and sanctions, and monitoring systems necessary for effective implementation and sustainability are currently weak or have not been planned"
- For example, one in four overseas nurses qualified in the UK in 2002–2003 was from a country on its proscribed list

#### Japan

- Old age dependency ratio 30 people 65+ for every 100 15-64; will rise to 77 by 2050
- Number needing LTC will rise from 2.8 million to 5.2 million in 2025
- Percent GDP spent on LTC 0.83%
- Percent of country foreign 1%, only 110 foreign "medical service" workers
- Percent opposed to allowing foreign workers 83%
- Recent agreement with Philippines allows 100 nurses in first year, but opposed by Japanese Nurses Association

  AARP Global Aging Program

#### Scandinavian Countries

- Old age dependency ratio Sweden, 26 will rise to 68 in 2050; Norway, 23 will rise to 42
- Percent of GDP spent on LTC Sweden, 2.89%; Norway, 2.15%
- Percent of population foreign Sweden, 12.0%;
   Norway, 7.3%
- Both taking steps to increase foreign workers, mostly from Eastern Europe

## Italy

- Old age dependency ratio 30 projected to rise to 75 in 2050
- Percent of population foreign 2.5%
- Percent 65+ in institutions 2.2%
- Percent domestic workers who are foreign 80%
- Number of foreign domestic workers serving older persons – Roughly one half million

#### Austria

- Old age dependency ratio 25 projected to rise to 55 in 2050
- Older persons receiving institutional care 3.6%
- Percent receiving LTC allowances for home care – 15%
- Percent of population foreign-born 12.5%
- Many short-term in-home workers from Central and Eastern Europe

#### United Kingdom

- Old age dependency ratio 24 projected to rise to 38 in 2050
- Percent of GDP spent on LTC 1.37%
- Percent of population foreign-born 8.3%
- Percent of newly licensed nurses foreign-trained (2003/04) – 43.8%
- Percent of newly licensed nurses from developing countries – approx. 80%

#### **United States**

- Old age dependency ratio 15 projected to rise to 32 in 2050
- Percent GDP spent on LTC 1.29%
- Percent population foreign-born 12.3%
- Percent of newly licensed RNs foreign-trained –
   15%
- Percent of nurses in LTC settings who are foreign-born – 16% (up from 6% in 1980)

#### Conclusions

#### No one solution fits all situations

- Different migration patterns
- Different labor needs in developed countries
- Different needs in the developing countries that are the source of long-term care workers
- Different skill levels reflect different needs
- Different policy areas and objectives

## Call for different types of engagement between developed and developing countries



## **Contact Information**

Dr. Donald L. Redfoot AARP Public Policy Institute

dredfoot@aarp.org

