





Integrating measurement of SDG 10.7.1 in official statistics: **Progress and lessons learned**

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ILO Fair Recruitment & SDG 2030 Agenda

- ILO General principles and Operational Guidelines for Fair Recruitment (2019)
 - No fees or related costs should be charged, directly or indirectly, in whole or in part, to workers or jobseekers
- Global Compact on Migration (2018)
 - OBJECTIVE 6: Facilitate fair and ethical recruitment and safeguard conditions that ensure decent work
- **SDG Goal 10:** Reduce inequalities within and among countries
 - Target 10.7 Facilitate orderly, safe, regular and responsible migration and mobility of people, including through the implementation of planned & well managed migration policies
 - Indicator 10.7.1: Recruitment costs borne by employees as a proportion of monthly income earned in country of destination
 - One of four indicators to monitor Target 10.7
 - ILO co-custodian with WB-KNOMAD

SDG 10.7.1 : Current status

Tier II indicator

- Conceptually clear, internationally established methodology & standards, but data not yet regularly produced
- Growing national pilot experience, some countries starting to officially report
- Ongoing review of accumulated NSO experience by ILO
- Guidance and Operational Manual to measure SDG 10.7.1
 - Developed by ILO & WB KNOMAD in consultation with National Statistical Offices
 - Endorsed as draft Guidelines by National Statistical Offices through a TWG in 2019
 - Operational Manual includes: key concepts and definitions, recommended reference periods and data collection strategies, 3 alternative model survey questionnaires (short, medium, long)

SDG 10.7.1 What does it refer to?

Recruitment costs (RC) borne by employee [migrant workers] as a proportion of monthly income earned in country of destination

- A ratio between a "cost" measure and an "income" measure (RCI = Costs / Earnings)
- A measure of the costs of obtaining an employee job abroad, expressed in terms of the amount of work-months it would take employee migrant workers to pay off.

Recruitment Cost indicator (RCI) – SDG 10.7.1 calculation

- RCI = Proportion of recruitment costs in monthly employment earnings
- Requires to convert costs and earnings to a single currency (use country of origin)
- Use official exchange rate at the time of first monthly earnings

Calculation:

$$RCI = fM\left(\frac{C_k}{E_k}\right)$$

Where:

f may take on various functions forms: mean, median, or quintiles

 C_k = is the recruitment costs paid by individual migrant worker *k*;

 E_k = is the monthly earnings (first full month of work abroad) of the same migrant worker k;

M = for the total number of migrant workers, whose costs & monthly earnings are **not zero**.

Recruitment costs

Any fees or costs incurred by the migrant worker in the recruitment process to secure employment or placement, regardless of the manner, timing, or location of their imposition or collection

Pre-travel preparations

- Visa costs
- Passport fees
- Medical fees
- Insurance fees
- Security clearance
- Pre-departure briefing
- Language training*
- Skills assessments*
- Contract approval fees
- *If required by the job/employer

Agency or broker fees

Placement fees

May include public or private agencies

Travel from origin to destination

- Inland travel
- International transport
- Accommodation
 during travel
- Travel clearance

Other fees

- Payments to friends, families, acquaintances who helped find the job
- Interest on money borrowed

SDG 10.7.1 + complementary indicators

- Recruitment Cost Indicator –RCI (SDG 10.7.1)
 - Average, median and relevant percentiles measure of RCI (when expressed in months)

Components of RCI

- Total, average, median and other relevant percentiles of **recruitment costs**
- Total, average, median and other relevant percentiles of **earnings abroad**

Complementary indicators

- Proportion of migrant workers with no recruitment costs
- Proportion of migrant workers with no earnings

RCI Example, Bangladesh 2020

9.3.1 SDG 10.7.1-Recruitment Cost Indicator by sex

Mean recruitment cost and monthly earnings of the migrant workers is presented below:

Table-9.1: SDG Indicator 10.7.1 - Proportion of recruitment costs in the monthly employment earnings, by sex

Sex of migrants	Average cost of migration (in taka)	Average monthly income (in taka)	SDG indicator 10.7.1
National	416789	23693	17.6
Male	471668	24673	19.1
Female	100102	18033	5.6





Data collection strategy

National household survey

- Recommended as best source
- Because information on costs, earnings needed for the **same individual migrant worker**
- Can cover migrant workers living in households, regardless of migration channel
- To promote long-term sustainability recommended to
 - Consider an existing national household survey covering related topics
 - Specialized migration surveys
 - Labour force surveys
 - If parent survey is not designed to capture the target population (migrant workers)
 - Need to review the sampling design to ensure adequate coverage and precision of estimates
 - Oversampling, subsampling and similar techniques may be necessary in origin countries
 - Use of dual frames (to capture migrants in group quarters) may be necessary in destination countries

Target population for SDG 10.7.1

Can be measured in countries of destination and countries of origin

Country of destination

- International migrant workers (usually) resident in the country
- Who arrived with the intention to work in a recent past period (1, 3 or 5 yrs.)
- And whose **first job** (since last arrival) **to destination** country was as an employee

Country of origin

- Recent return international migrant workers
 - Who moved abroad to work as employees in a recent past period, and have since returned
- + Recent emigrant migrant workers, visiting at the time of the survey

Regardless of mode of recruitment (formal / informal), migration (documented / undocumented) **Excludes:** migrants who travelled for other reasons, but ended-up working or seeking work; those taking on self-employment abroad; those who did not change country of usual residence (border workers, etc)

Minimum RCI survey contents

groups)

asked (Age

are

for which questions

Persons



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Country NSO Implementation

- Bangladesh: 2020 stand-alone survey; official data published; 2022 included in LFS
- **Cambodia:** module within LFS 2019; official data published
- **Ghana:** 2019 pilot test, seeking funding for national level survey
- Indonesia: pilot tests in LFS; module included February 2020 February 2022; review ongoing
- Lao PDR: pilot in LFS 2017; module included in LFS 2022; in analysis phase
- **Maldives:** module in HIES 2019; Final report forthcoming
- **Philippines**: pilot in 2019 Survey on Overseas Filipinos (SOF); Final report forthcoming
- Samoa: module in LFS 2022
- **Vietnam:** pilot in LFS 2019 Q4; module in LFS 2021, official data published 2022

Ongoing plans:

- Korea (Republic of): cognitive tests conducted; considering inclusion in 2024 Survey of Immigrants
- **Nepal:** stand-alone survey; data collection planned for Q2 2023
- Morocco: field test in Q2 2023, considering inclusion in national household survey in 2024
- South Africa: field test in Q2 2023, considering independent migration survey or as add-on to QLFS
- Egypt, Ethiopia, Guatemala, Pakistan, Nigeria, Sri Lanka: expressed interest, early discussions

ILO next steps to support official measurement of SDG 10.7.1

- Qualitative validation of SDG 10.7.1 survey modules
 - Cognitive test (with survey firm) to validate model questionnaires in origin and destination countries
 - Round I: South Africa Mozambique (results forthcoming Jan 2023)
 - Round II: Morocco Spain (TBC as per results from round I)
- Quantitative review of accumulated country pilot survey experience
 - Sampling approaches, migrant worker coverage, data quality
- Update ILO-WB: SDG 10.7.1 Guidelines and operations manual
 - Revised manuals, modular survey tool kit
 - Integrate as part of ILO practical survey resources
- Technical support, capacity building for NSOs
 - National adaptation of SDG 10.7.1 modules, pilot testing, national survey implementation, analysis, reporting
- Advocacy for wider SDG 10.7.1 measurement, expand user demand
 - In origin countries and importantly in destination countries as a priority

Resources

- ILO Fair recruitment initiative
 - <u>https://www.ilo.org/global/topics/fair-recruitment/WCMS_536755</u>
- SDG 10.7.1 Guidelines for data collection
 - https://www.ilo.org/wcmsp5/groups/public/---ed_protect/--protrav/---migrant/documents/publication/wcms_670175.pdf
- SDG 10.7.1 Operational manual
 - https://www.ilo.org/wcmsp5/groups/public/---ed_protect/--protrav/---migrant/documents/publication/wcms_745663.pdf
- ILO ILOSTAT MIGRATION STATISTICS DATABASE
 - https://ilostat.ilo.org/topics/labour-migration/

