



Citizenship and Immigration Canada

Recent Changes to Canada's Economic Immigration Programs

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Languages Canada, March 3, 2015







Today's presentation

Purpose: To provide an update on recent changes to Canada's Economic Immigration Policies and Programs

Outline:

- ✓ Overview
- ✓ Reforming the Temporary Foreign Worker Program
- ✓ The International Student Program
- Focussing on Immigrant Selection and the Provincial Nominee Program
- ✓ Introducing a New Online Application Management System Known as *Express Entry*



Canada's current immigration program

Temporary Residents:

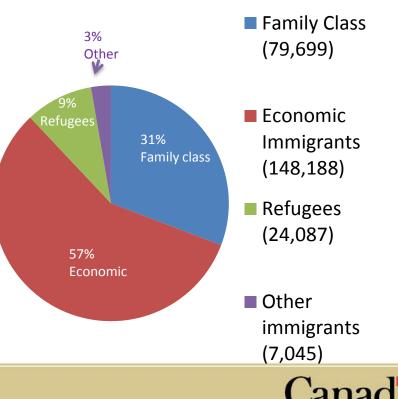
- In Canada for a limited time:
 - Visitors and business travellers
 - International students
 - Temporary Foreign Workers (TFWs)
- Intake responds to demand
- Qualified students and TFWs can access bridges to permanent residence

Permanent Residents:

- Foreign nationals who settle in Canada permanently and can eventually apply for citizenship
- Intake is managed subject to an annual levels plan tabled in Parliament
- Planning range of 240,000-265,000 admissions per year since 2007

In 2013: 259,019 New permanent residents

Permanent residents by category



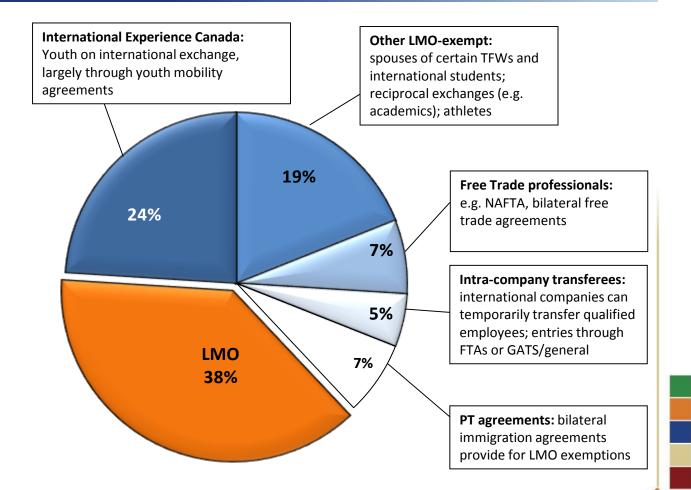
How temporary foreign workers entered Canada in 2013?

LMO Exempt 62% of TFWs (137,533 entries in 2013)

Promotes and facilitates broader Canadian interests. No labour market test.

LMO Required 38% of TFWs (83,740 entries in 2013)

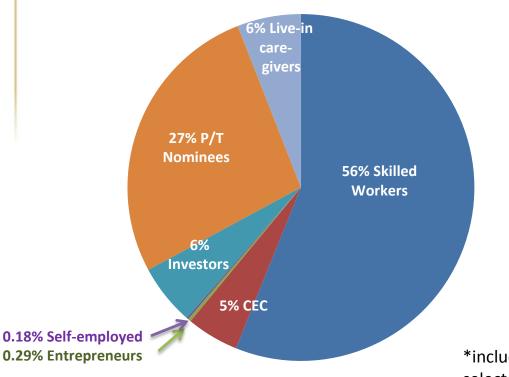
Addresses specific labour shortages. Employers must undergo a labour market test.





Permanent economic admissions by category 2013

Admissions of principal applicants, their spouses and dependants



- Skilled Workers* (83,162)
- Canadian Experience Class (CEC) (7,216)
- Entrepreneurs (426)
- Self-employed (264)
- Investors (8,403)
- Provincial/Territorial Nominees (39,918)
- Live-in caregivers (8,799)

*includes Federal Skilled Workers, Quebecselected Skilled Workers and Federal Skilled Trades



Building a fast and flexible immigration system to meet Canada's economic and labour market needs...

- *Economic Action Plans 2012, 2013, 2014* have made immigration a key priority for the Government of Canada
- The Government's vision for immigration
 - Prime Minister Harper stated that we "will... undertake significant reform of our immigration system [and will] make our economic and labour force needs the central goal of our immigration efforts in the future." [Davos, 2012]
 - New application management system "just in time" processing to quickly respond to changing priorities and needs
 - Eliminate application backlogs
 - A greater focus on economic immigration
- Recent policy and program changes to deliver on the Government's immigration agenda
 - Reforms to the Temporary Foreign Worker Program
 - Improvements to the permanent resident programs
 - Planned introduction of the Express Entry system



...while increasing immigration levels ...

- The Government of Canada is planning to welcome between 260,000-285,000 new permanent residents in 2015
 - An increase of approximately 19,000 planned admissions compared to 2014
- Higher immigration levels in the 2015 levels plan will:
 - Respond to the government's strategy of supporting economic growth by addressing labour and skills shortages as well as helping to ensure labour force growth
 - Support transition to new *Express Entry* system, which launched in January 2015
 - Accelerate backlog reduction in key categories –continue aggressive Parent and Grandparent backlog reduction
 - Support reforms to Canada's Caregiver Program including aggressive backlog reduction
 - Make progress on Government's goal of 70 % economic immigration almost 65 % of overall admissions will be in the Economic Class



... and improving the Caregiver Program

Improvements announced on October 31, 2014, to address key concerns

- the potential vulnerability of caregivers living in the homes of employers
- the long periods of family separation faced by caregivers
- the need to improve the long-term outcomes of caregivers in the Canadian labour market

Program improvements

- Reducing the backlog ramping up processing to admit 30,000 permanent resident caregivers and their family members already in the queue in 2015 an all-time high
- Ending the live-in requirement removing the live-in requirement will reduce workplace vulnerability and result in greater opportunities and higher wages for caregivers. If employers and caregivers wish to agree to live-in arrangements, they can continue to do so
- Improving the pathways to permanent residence for caregivers on November 30, 2014, the government launched two new pathways for caregivers
 - **Caring for Children Pathway** a pathway to permanent residence for caregivers providing child care in a home, but without a mandatory live-in requirement
 - Caring for People with High Medical Needs Pathway a pathway to permanent residence for caregivers providing care for the elderly or those with disabilities or chronic disease at higher skill levels in health facilities or in a home



Reforming the Temporary Foreign Worker Program

- Review of the Temporary Foreign Worker Program (TFWP) launched in 2012 to address concerns
 - Reports of abuse and exploitation of foreign workers
 - Some distortion of wages
 - Companies applying for foreign workers even when Canadians applying for the same jobs
 - Business models based on presumption of hiring foreign workers
- Reforms announced on June 20, 2014
- The objective of the changes has been to ensure that the TFWP operates in Canada's economic interest, is only used as a last and limited resort for jobs for which qualified Canadians clearly are not available
- The reforms have also been designed to facilitate legitimate international labour mobility that is in Canada's economic interests, and to ensure employers are complying with program requirements



Reforming the Temporary Foreign Worker Program

- The TFWP been reorganized into two distinct streams to increase clarity, transparency, accountability, and accuracy
- LMO (LMIA)-required streams have retained the name **Temporary** Foreign Worker Program (led by ESDC)
 - focussed on providing access to temporary labour to sectors and regions experiencing labour shortages
 - responsive to economic and labour market changes
 - employers could hire from any country, subject to a labour market opinion by Employment and Social Development Canada (ESDC)
- LMO (LMIA)-exempt streams now form the International Mobility Program (led by CIC)
 - support broader Canadian interests (e.g., NAFTA, youth mobility agreements, persons awaiting finalization of permanent residence) and were exempt from any labour market test
- Other key changes include
 - A new compliance and enforcement regime for the IMP, including fees collection
 - A new regulatory charge and collection of employment information from employers of LMIA-exempt employer-specific work permit applicants
 - A new privilege fee on open work permit holders, with certain exemptions (e.g. refugee claimants)
 - Tightened provisions regarding Intra-Company Transferees
 - A two-year cumulative duration limit for workers in the low wage stream of the TFWP

By the Numbers

of TFWs admitted to Canada in 2013: 221,281

Total # of TFWs in Canada in 2013: 386,406

Employment profile (skill level): All skill levels

Main provinces of destination: Ontario, British Columbia, Quebec, Alberta

Principal countries of origin: US, Mexico, France, United Kingdom, Philippines , India

Onward trajectory: 43,685 TFWs transitioned to permanent residence in 2013



Improving the International Student Program

- Maintaining and enhancing Canada's global position in higher education is a priority of the Government of Canada
- Reforms to Canada's International Student Program announced by Citizenship and Immigration Canada on February 12, 2014
- Key reforms include:
 - Limiting issuance of study permits to international students destined to designated educational institutions, including those that are designated by provincial and territorial ministries of education;
 - Introducing new study permit conditions that will require international students to be enrolled at a designated institution and actively pursuing studies while in Canada on a study permit;
 - Making it easier for international students to work off-campus; and
 - Streamlining access to international student work programs.
- Regulations came into force on June 1, 2014

Total number of international students present in Canada in 2013: 293,503

Principal countries of origin: China (32%), India (11%), Korea (6%), Saudi Arabia (5%), USA (4%), France (4%)

Main provinces and institutions of destination: Ontario (43%), British Columbia (25%), Quebec (14%)

Levels of study: University (55%), Other Post-Secondary

Education (21%),

Kindergarden to 12 (16%)



Focusing on selection of skilled immigrants...

- Modernization in 2013 of the **Federal Skilled Worker Program** (FSWP) increased emphasis on official language skills and education credentials
- Improvements to the Canadian Experience Class (CEC) in 2013 faster transition through reduced work experience requirement (from 24 months to 12 in the past 36), standardized eligibility requirements for all applicants, and language thresholds (CLB 7 for NOC 0 and A applicants, and CLB 5 for NOC B applicants)
- Launch of the Federal Skilled Trades Program (FSTP) in 2013 to help meet high demand for certain skilled trades and to contribute to the trades' renewal – selection criteria emphasize practical training and work experience, rather than formal academic education



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... and using PNP to support regional economic growth

- The Provincial Nominee Program (PNP) is the main source of economic immigrants for many provinces and territories (PTs) – it has grown from a "niche" program to 27% of Canada's economic class admissions
- Joint Citizenship and Immigration Canada (CIC) and PT efforts over the past two years to re-focus the PNP on its economic purpose in order to quickly respond to regional labour market demands. Recent changes include:
 - Elimination of family and community-identified streams
 - Language testing and minimum language standards for lowerskilled (NOC C and D) occupations
 - Redirecting international students to the Canadian Experience Class
 - Applying human capital points grids to several skilled worker streams
- CIC and PTs have also worked to strengthen the management, accountability and integrity of the PNP

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By the Numbers

Planned range for 2014: 44,500-47,000

PN profile (profession,

education, age, work experience, language proficiency): In 2013, 65% of nominees were high skilled (NOC 0,A,B), and 27% were semi-and low skilled (NOC C, D). The remaining 8% had no reported skill level (in most cases these would be new labour-market entrants). 81.8% speak English alone (selfreport); 74.8% age 25-44,

Main provinces of destination 2013: Alberta, Manitoba, Saskatchewan Principal countries of origin 2013: Philippines, India, China

Outcomes of 2011 Evaluation:

More than 90% declared employment earnings after one year in Canada; average income ranged between \$35,200 and \$45,100 after 3 years.



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Reforming federal business immigration

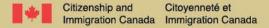
- A more globalized economy requires a shift towards innovation, productivity and creating better jobs and stronger businesses that can compete on a global scale
- In *Economic Action Plans 2012* and *2013* the Government committed to exploring ways to reform business immigration programs to ensure business immigrants to make a real contribution in exchange for the security and pathway to citizenship that Canada provides
 - In April 2013 CIC launched the Start-Up Visa Program, designed to attract the best and brightest entrepreneurs from around the world who have ideas for new business ventures
 - Following a policy review and public consultations, the Government announced the termination of the Immigrant Investor Program and Entrepreneur Program because they provided limited economic benefit to Canada
 - The Immigrant Investor Venture Capital (IIVC) pilot, launched in January 2015, seeks to attract a small number of immigrant investors who can make a real investment in the Canadian economy
 - The Self-employed class remains open to applicants who can demonstrate their ability to create their own employment in athletics, cultural activities, or farm management



Express Entry – A new active recruitment model

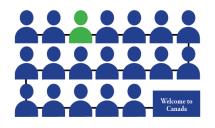
- As of January 2015, skilled foreign workers have access to *Express Entry* a new electronic application management system which applies to Canada's key economic immigration programs
 - Federal Skilled Worker Program
 - Federal Skilled Trades Program
 - Canadian Experience Class
 - A portion of the Provincial Nominee Programs
- *Express Entry* is <u>not</u> a new immigration program; it is a new way for CIC to manage economic immigration applications online
- Express Entry provides employers with access to skilled foreign nationals whom they can consider for a permanent position when they are unable to fill a position with a <u>Canadian or permanent resident</u>
- For **prospective skilled foreign workers**, *Express Entry* will result in faster processing times





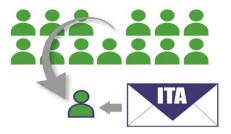
Express Entry – Changes how Canada selects skilled immigrants

The old system...



- First applicant in, first to be processed
- Difficult to navigate the immigration system due to multiple players
- Recruitment of global talent at employer time and expense
- Average of 12-14 months to process an application

Express Entry



- CIC selects candidates that are most likely to succeed in Canada, rather than the first in line
- Express Entry candidates with a valid job offer or P/T nomination are quickly invited to apply (ITA) for permanent residence
- In 2015 (exact date TBC), the new Job Bank will connect Canadian employers with a pool of skilled foreign national candidates if they can't find Canadians or permanent residents to do the job
- Express Entry candidates benefit from processing times of six months or less*



*In 80% of cases from receipt of complete application for permanent residence to **final decision**



Provinces and Territories = Key Partners

- Provincial and territorial (P/T) nominations continue under the new system
- P/Ts are able to nominate candidates who meet their unique regional labour market needs
- When an *Express Entry* candidate is identified through a PNP, they receive additional points in the ranking system and are quickly invited to apply for permanent residence
- CIC will process most applications in six months or less*



Summary

- Canada's permanent resident economic immigration programs attempt to navigate...
 - The needs of the national, long-term labour market outlook and the demand to fill occupational and regional job shortages
 - A shared jurisdiction over immigration in our federal system
- ...while moving toward...
 - A greater share of economic immigrants in the annual levels plan
 - A deeper grounding in evidence-based labor market success factors such as:
 - Official language ability;
 - Younger age at entry; and
 - Canadian education and labor market experience
 - Increased collaboration with partners and stakeholders with a focus on better immigrant outcomes and an improved match with labour market demand
- The changes to economic immigration will benefit employers by:
 - Accommodating greater flexibility in recruitment and assessment
 - Making it easier to find the candidates they need to fill available positions
 - Bringing skilled newcomers to Canada faster by eliminating backlogs and introducing 6month processing times*

