Immigrants' Occupational Mobility in Sweden: The Value of Time

Andrey Tibajev

Presentation at ESA RN26 Mid-term Conference in Berlin, 2022



Background

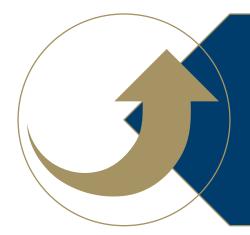
The stalled U-shape of immigrants occupational mobility

Is there a correlation between the time it takes to gain employment and the occupational position of that employment? Does this correlation depend on the occupational position of previous employments?

Immigrants' occupational mobility



Human capital (HC) is not perfectly transferable; barriers to entry



Gaining Swedish-HC; recognising origin-HC; new networks; information

Value of time



Mechanisms behind downgrade immediate due to change of context



Mechanisms behind upgrade happen with time



High-skilled will both fall more and have a larger effect of time

Swedish context



15 percent foreign born (2010) – mix of origins and migration reasons



Comprehensive integration measures, including access to education



Low prevalence of low-skilled jobs

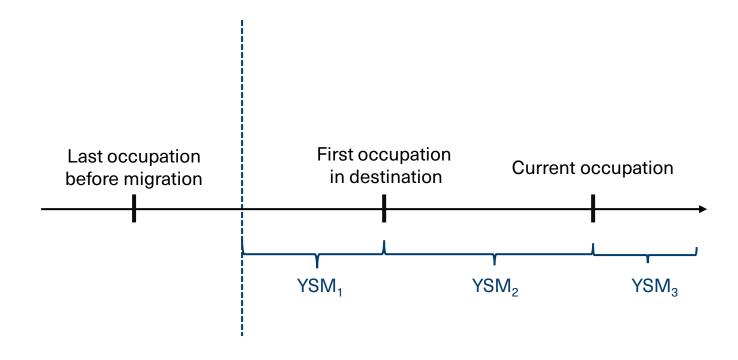
Hypotheses

H1: The occupational position of the first employment in the destination country is positively correlated with the duration of the first transition.

H2: The size of the upward mobility in the second transition is positively correlated with the duration of the second transition

H3: There is a positive interaction of the size of the occupational downgrade of the first transition and the duration of the second transition on the effect of the position of the current employment.

Modelling occupational transitions





Analytical model

Level-of-Living-Survey for the Foreign Born and their children (2010-2011), N=749

Occupational status = ISEI

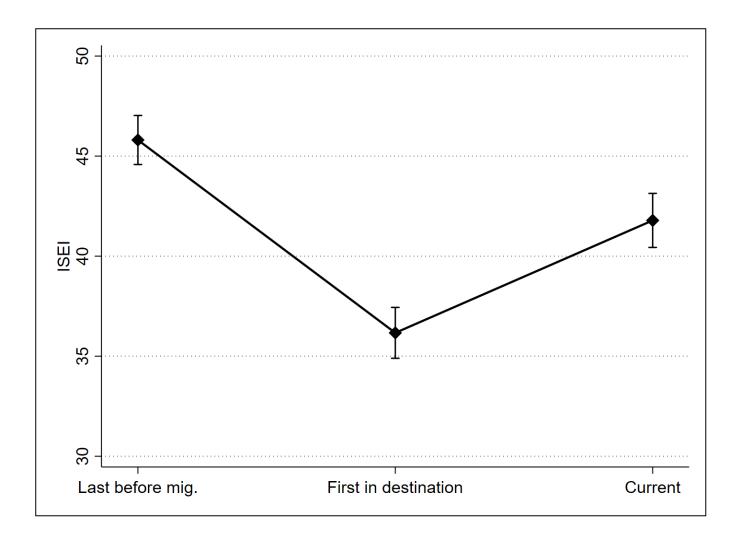
First transition

ISEI_{FD} = ISEI_{LM}*ISEI_{LM}*YSM₁ + Migration age + Education level*Place of highest education + Region of origin + Migration reason + Gender

Second transition

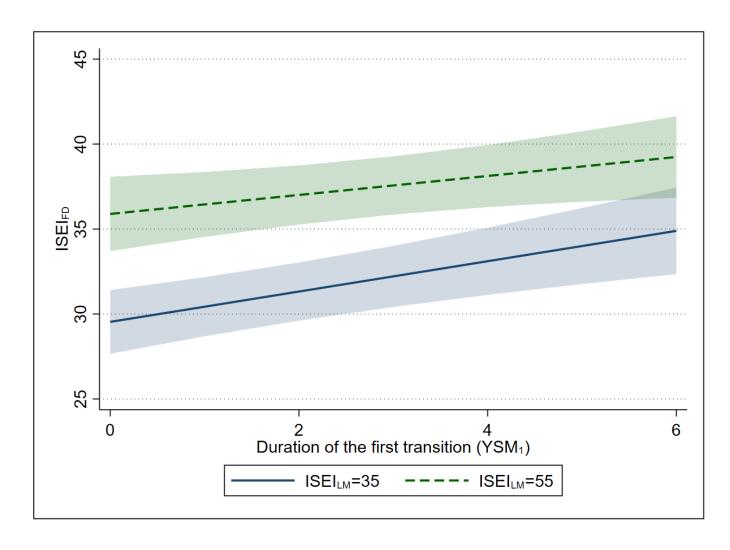
 $(|SE|_{C}-|SE|_{FD}) = |SE|_{FD} + (|SE|_{LM}-|SE|_{FD})*YSM_{2} + YSM_{1} + YSM_{3} + Migration age + Education level*Place of highest education + Region of origin + Migration reason + Gender$

Overview of occupational mobility

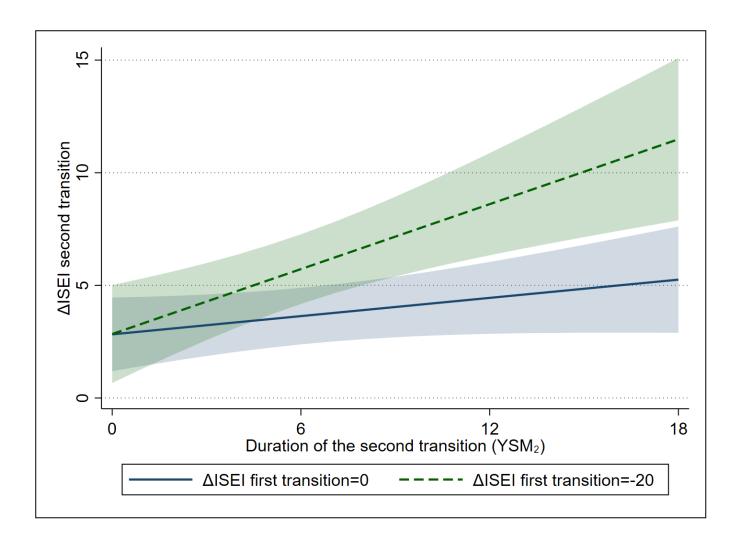




Mobility over the first transition



Mobility over the second transition





Conclusions

Not a causal effect of time but rather a way to capture actual behaviour – seem to be a trade-off in real life

Individual capabilities and labour market structure work in tandem Low prevalence of low-skilled jobs pushes everyone up Immigrants with more origin-HC invest more destination-HC

Still, on average, only half of loss in status is recovered