

## Fact Sheet:

## Job Displacement

American workers and immigrant workers compete for the same jobs.

 Out of 472 civilian occupations tracked by the government, all but six have a majority U.S.-born workforce.<sup>1</sup>

There is a giant pool of potential workers in America.

If the labor force participation rate was back to where it was as recently as 2000, there
would be 6.5 million more Americans in the workforce.<sup>2</sup>

Not everyone who is displaced by immigration policy "skills up" to find better work. Some simply drop out of the labor force.

- From 1960-2023: the number of U.S.-born men (16 to 64) *not in* the labor force increased by 13.8 million from 1960 to 2023. At the same time the number of workingage immigrant men *in* the labor force increased by 13.7 million.<sup>3</sup>
- Since 1990 when Congress increased immigration to the current more-than-one-million per year - labor force participation first stagnated and then declined among men (2ndworst decline among OECD countries) and women (3rd-worst decline).<sup>4</sup>
- Since 2000, labor force participation among men without a high school degree stagnated for the foreign-born and declined for those born in the U.S.<sup>5</sup>
- Economic models have trouble measuring job displacement due to the displaced leaving the local labor market or dropping out of the labor force.<sup>6</sup>

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<sup>&</sup>lt;sup>1</sup> Steven A. Camarota and Karen Zeigler, 2013. Are There Really Jobs Americans Won't Do? Center for Immigration Studies. <a href="https://cis.org/Report/Are-There-Really-Jobs-Americans-Wont-Do">https://cis.org/Report/Are-There-Really-Jobs-Americans-Wont-Do</a>

<sup>&</sup>lt;sup>2</sup> Steven A. Camarota and Karen Zeigler, 2022. Immigrant Workers in November 2022 Up 1.9 Million Over 2019. Center for Immigration Studies. <a href="https://cis.org/Report/Immigrant-Workers-November-2022-19-Million-Over-2019">https://cis.org/Report/Immigrant-Workers-November-2022-19-Million-Over-2019</a>

<sup>&</sup>lt;sup>3</sup> Camarota, Steven A. and Zeigler, Karen., 2023. Working-age, but not Working. Center for Immigration Studies. <a href="https://cis.org/Report/WorkingAge-Not-Working">https://cis.org/Report/WorkingAge-Not-Working</a>

<sup>&</sup>lt;sup>4</sup> Eleanor Krause and Isabel Sawhill, 2017. What We Know and Don't Know About Declining Labor Force Participation: A Review. The Brookings Institution. <a href="https://www.brookings.edu/wp-content/uploads/2017/05/ccf">https://www.brookings.edu/wp-content/uploads/2017/05/ccf</a> 20170517 declining labor force participation sawhill1.pdf

<sup>&</sup>lt;sup>5</sup> Krause and Sawhill. Figure 8, pp. 17-18.

## Declining labor force participation impacts society.

- Work rates have an outsized impact on poverty, especially for the bottom third of U.S. families.<sup>7</sup>
- Declining employment and earnings is a significant factor in declining marriage rates, especially for Black men (all education levels) and less-educated white men.<sup>8</sup>
- American men outside the labor force are overrepresented in "deaths of despair" and are the most stressed compared to their counterparts around the world.<sup>9</sup>

## There are numerous case studies of industries using an increase in foreign workers to displace Black American workers:

- Frank Main and Dan Mihalopoulos, 2018. <u>At major Northwest Side bakery, labor issues pit blacks vs. Hispanics</u>. *Chicago Sun-Times*.
- Liam Stack, 2016. <u>Black Workers' Suit Accuses Job Agency of Favoring Hispanic Applicants</u>. *The New York Times*.
- Cynthia Cranford, 2015. <u>Networks of Exploitation: Immigrant Labor and the Restructuring of the Los Angeles Janitorial Industry</u>. *Social Problems*, vol. 52, no. 3, pp. 379-397.
- Steven Malanga, 2008. The Rainbow Coalition Evaporates. City Journal.

With mass immigration, employers have little incentive to recruit sidelined workers back into the labor force. But tight labor markets drive innovative, inclusive recruitment, especially for vulnerable Americans. See:

- Michael Goldberg, 2022. <u>Dire US labor shortage provides opportunity for ex-prisoners</u>.
   The Associated Press.
- Jason Blevins, 2020. <u>Trump's ban on visa workers breathes new life into college-age ski bumming in Colorado's resort towns</u>. *The Colorado Sun*.
- Josh Barro, 2018. <u>The coming 'labor shortage' in America is great news for workers.</u> Business Insider.
- Danielle Paquette, 2018. She cleaned for \$3.49 an hour. A gas station just offered her \$11.25. The Washington Post.
- Associated General Contractors, 2018. <u>Construction Employers Add Jobs, Raise Salaries in Tight Labor Pool, Says AGC</u>.
- Danielle Paquette, 2018. <u>The rise of the blue-collar signing bonus now up to \$25,000</u>. *The Washington Post*.

<sup>&</sup>lt;sup>7</sup> Isabel Sawhill, Edward Rodrigue, and Nathan Joo, "One third of a nation: Strategies for helping working families" (Washington: The Brookings Institution, May 2016), <a href="https://www.brookings.edu/wp-content/uploads/2016/07/one-third-of-a-nation.pdf">https://www.brookings.edu/wp-content/uploads/2016/07/one-third-of-a-nation.pdf</a>.

<sup>&</sup>lt;sup>8</sup> Isabel Sawhill and Joanna Venator, "Is there a shortage of marriageable men?" CCF Brief #56 (Washington: The Brookings Institution, September 2015), <a href="https://www.brookings.edu/wp-content/uploads/2016/06/56-Shortage-of-Marriageable-Men.pdf">https://www.brookings.edu/wp-content/uploads/2016/06/56-Shortage-of-Marriageable-Men.pdf</a>

<sup>&</sup>lt;sup>9</sup> Graham, C., Pinto, S. (2021). The Well-being Implications of Being Out of the Labor Force. In: Zimmermann, K.F. (eds) Handbook of Labor, Human Resources and Population Economics. Springer, Cham. <a href="https://doi.org/10.1007/978-3-319-57365-6">https://doi.org/10.1007/978-3-319-57365-6</a> 176-1

- Melissa Castro, 2018. <u>Charlottesville-area employers get creative in tight job market</u>.
   The Daily Progress.
- Jennifer Levitz and Eric Morath, 2018. <u>Facing Historic Labor Shortages</u>, <u>Companies</u>
   <u>Snap Up Teenagers</u>. The Wall Street Journal.
- Jessie Knadler, 2018. <u>Trump's Policy Sharply Reduces Refugee Flow to Harrisonburg</u>.
   WMRA Radio.
- John Reinan, 2018. From a box of radio parts, Digi-Key grew into a \$2.3 billion anchor of northwest Minnesota. Star Tribune.
- Yueqi Yang and Dimitrios Pogkas, 2018. <u>Big Banks in U.S. Forced to Reevaluate Hiring Foreign Workers</u>. *Bloomberg*.
- Tracy Jan, 2018. <u>Trump isn't pushing hard for this one popular way to curb illegal</u> immigration. *The Washington Post*.
- Frank Main and Dan Mihalopoulos, 2018. <u>At major Northwest Side bakery, labor issues</u> pit blacks vs. Hispanics. *The Chicago Sun-Times*.
- Lauren Weber and Rachel Feintzeig, 2018. <u>To Fill Jobs in a Tight Labor Market</u>, Employers May Need to Get Creative. *The Wall Street Journal*.
- Heather Long, 2018. His best employee is an inmate from a prison he didn't want built.
   The Washington Post.
- Ben Casselman, 2018. <u>As Labor Pool Shrinks, Prison Time Is Less of a Hiring Hurdle</u>.
   The New York Times.
- A.J. Higgins. Amid foreign worker shortage, Bar Harbor businesses turn to local labor. Bangor Daily News.
- Mark Krikorian, 2012. Willing Workers, Willing Employer in Minot, N.D. National Review,