

# TEMPORARY FOREIGN WORKER PROGRAM (TFWP) CHANGES

### **ABOUT THE TEMPORARY FOREIGN WORKERS PROGRAM**

- Administered by Employment and Social Development Canada (ESDC)
- Labour Market Impact Assessment (LMIA) now required, replacing Labour Market Opinion
- LMIA application should include:
  - number of Canadians who applied for the job
  - number of Canadians interviewed and why those were not hired
  - confirmation that no Canadians will be laid-off or have hours reduced
- LMIA \$1000 Application Fee/Per Position
- LMIA valid for one year. Two-year maximum work permit

### TFWs CLASSIFIED BASED ON WAGE LEVEL

LOW-WAGE S \$21.79
HIGH-WAGE MEDIAN WAGE

- Low wage TFWs: less than provincial median wage
- Low wage occupations are generally those requiring a high school diploma or maximum of 2 years of job-specific training
- High wage TFWs: paid above provincial median wage

### CAP AND RESTRICTIONS ON LOW WAGE TFWs

- 10% cap on proportion of low-wage TFWs/worksite
- TFW cap phased-in over next 3 years
- Employers with current lower-wage TFW workforce above cap limited to 30% or frozen at current level
- 30% transition cap reduced to 20% beginning July 1, 2015 and to 10% on July 1, 2016
- Low-wage TFWs applications refused in Accommodation, Food Services & Retail Trade sectors in regions with 6%+ unemployment

### TRANSITION PLANS FOR HIGH-WAGE POSITIONS

- Transition Plan required with LMIA to reduce reliance on TFWs
- Additional employer recruitment activities required to hire from under-represented groups.
- Report on transition plan success if reapplying for TFWs
- Transition plan results required if inspected

### HIGH DEMAND OCCUPATIONS, HIGHEST PAID AND SHORT DURATION PROCESSED FIRST

LMIAs processed within 10-business-day service standard for:

- highest-demand occupations (skilled trades)
- highest-paid (top 10%) occupations
- short-duration work periods (120 calendar days or less)

### STRONGER ENFORCEMENT AND TOUGHER PENALTIES

- One in four employers inspected annually
- Employers are required to retain all recruitment documents for six years
- Non-compliance: Suspend/revoke LMIA; ban from applying for LMIA; up to 100K fine; blacklisted

This information was obtained in June 2014 from www.esdc.gc.ca. For a detailed description of all the changes and their implications visit http://ww.esdc.gc.ca/eng/jobs/foreign\_workers/reform/index.shtml



## **INTERNATIONAL MOBILITY** PROGRAM (IMP)

### ABOUT THE INTERNATIONAL MOBILITY PROGRAM

- Applies to foreign nationals entering Canada for work and not subject to a Labour Market Impact Assessment (LMIA)
- Primary objective of IMP is to advance Canada's economic and cultural national interest rather than fill particular jobs
- Administered by Citizenship & Immigration Canada (CIC)
- Employer submits job offer and other relevant information to CIC
- Foreign nationals apply for work permit after employer has submitted information to CIC
- CIC will inspect employers for compliance. Non-compliance may lead to penalties and bans from hiring foreign workers

### INTERNATIONAL MOBILITY PROGRAM CHANGES

### INTRA-COMPANY TRANSFEREES

- Must be highly skilled and bring specialized knowledge
- New guidelines to define specialized knowledge
- Foreign workers under this program cannot receive training that would displace Canadian workers
- Wage floor imposed for foreign workers from countries where Canada does not have a free trade agreement (prevailing wage based on occupation and region)
- New compliance fee of \$230 per work permit for employer-specific work permits

### **OPEN WORK PERMITS**

- New privilege fee of \$100 for open work permits
- CIC will:
  - Increase participation of Canadians to live and work abroad
  - Reduce administrative barriers to Canadians participating in live/work abroad programs
  - Improve reciprocal rate among countries promote transition to permanent residence through new Express Entry system

#### **FIND OUT MORE**

Learn about how IEC-BC connects employers to immigrant talent. Visit iecbc.ca, call 604 629 - 5364 or email communications@iecbc.ca





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