

H-2A Agricultural Guestworker Program

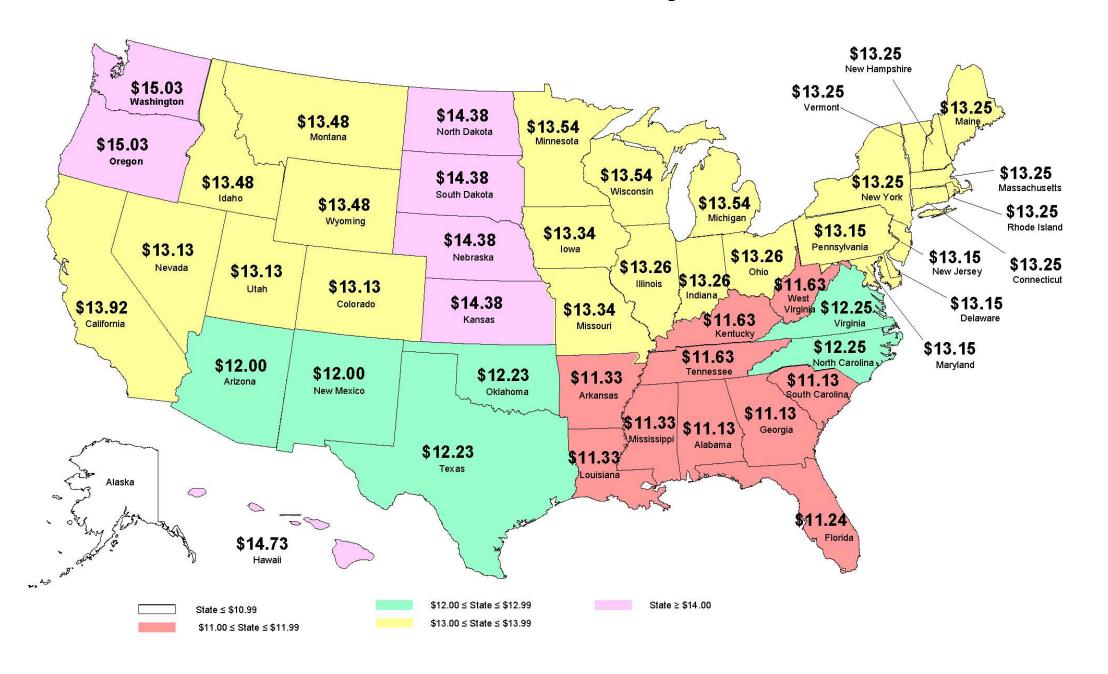
Leon R. Sequeira for Farm Foundation June 6, 2019

H-2A Agricultural Worker Visa Program

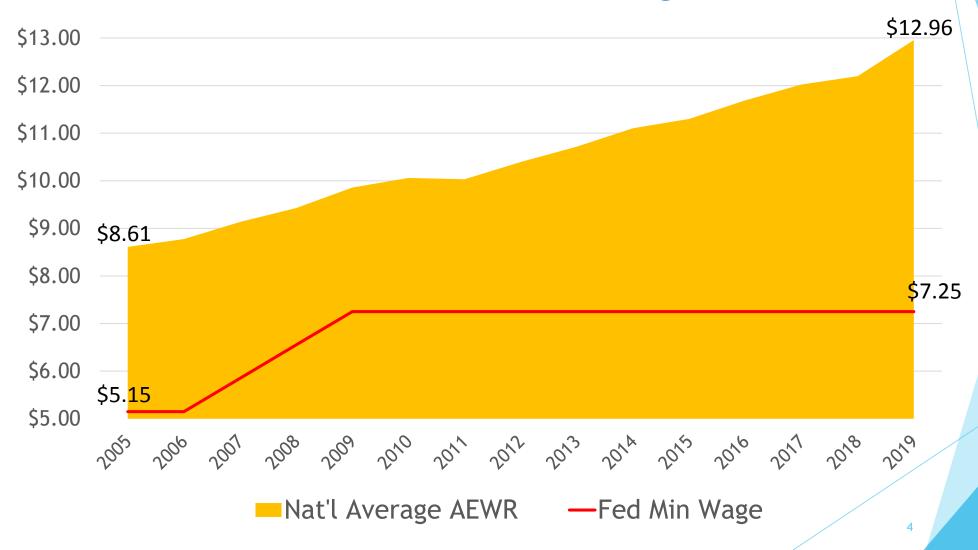
"Non-immigrant" visa for foreign worker to perform temporary ag work

- Any type of agricultural work (crop, livestock, nursery)
- No limit on number of visas issued per fiscal year
- Complicated process requires approval of several gov't agencies
- Mandated wage rate varies by state/region
 - ▶ Well above minimum wage (national "average" wage is nearly \$13/hour)
- Must provide housing meeting government standards
- Must pay workers' inbound and outbound travel costs

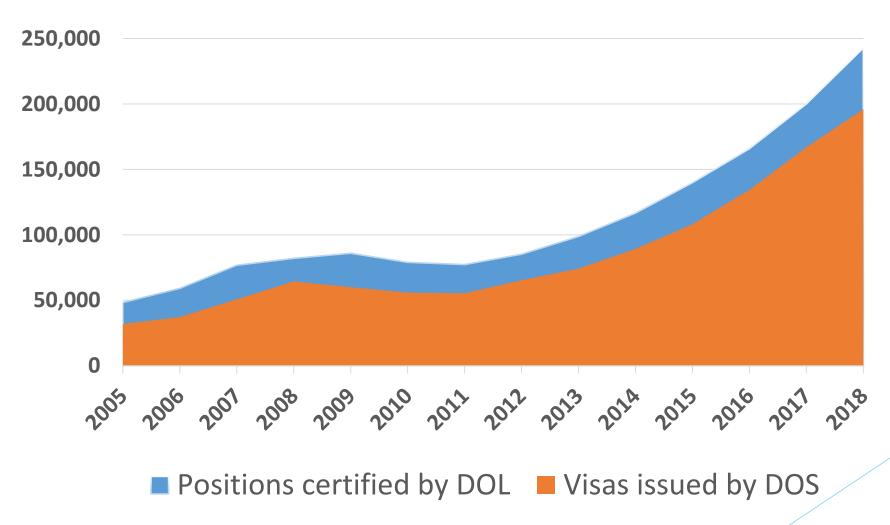
2019 Adverse Effect Wage Rates



National Average AEWR vs. Federal Minimum Wage



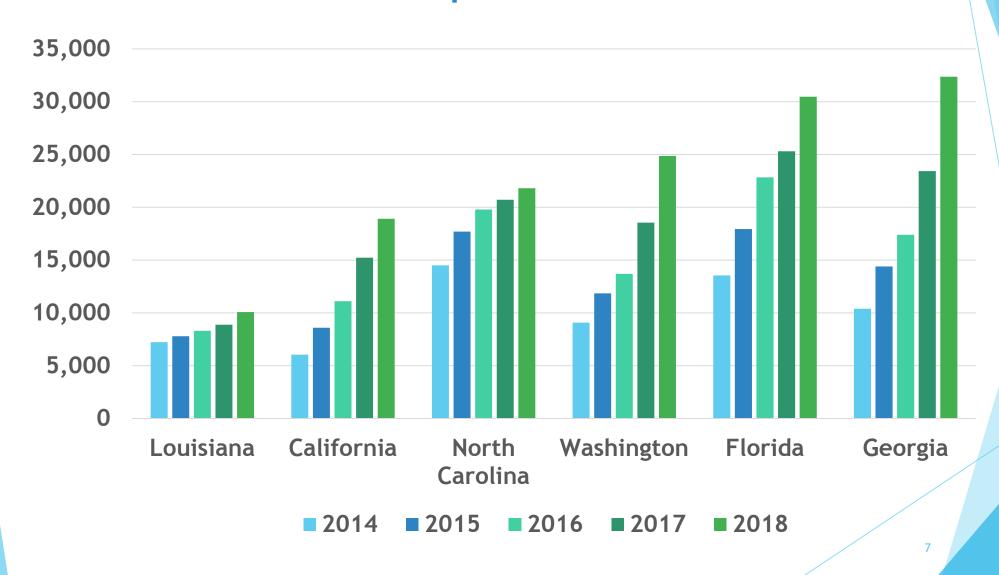
H-2A Workers: Growth 2005 - 2018



H-2A Growth 2005 to 2018

- ► H-2A positions certified by Dept. of Labor -- up 400% to 242,000
 - ▶ 2006: exceeded 50,000
 - ▶ 2014: exceeded 100,000
 - 2017: exceeded 200,000
 - On track to exceed 300,000 by 2020
- ► H-2A visas issued by State Dept. -- up 500% to 196,000
- ► H-2A applications approved by Dept. of Labor -- up 71% to 11,300
 - May be more than one employer per application and an employer may file multiple applications
- Average # of positions per H-2A application -- up 179% to 21

H-2A Growth - Top 6 States 2014-2018



The current H-2A Program

- Downsides: costs, complexity, and government bureaucracy
 - Expensive wage and housing requirements
 - Limited to "temporary" work
 - Over-regulated by DOL / private litigation
- Despite the downsides, dramatic growth in last 10 years
- Because....when there are insufficient numbers of U.S. workers available, the H-2A program is the only option for hiring temporary/seasonal agricultural workers



Reform Challenges Ahead

H-2A Program Reform Challenges

- Attempts by Congress to reform the H-2A Program get wrapped up in larger immigration debate -
- Agriculture groups not always "together"
 - ▶ Legalizing illegal workers vs. fixing the H-2A program
- Glimmer of hope -
 - ► Trump Administration DOL working on (overdue) regulatory reforms
 - ► Some issues with H-2A statute can only be fixed by Congress
- But, Democrats tend to be hostile towards the program
 - Obama Administration DOL reversed Bush Administration H-2A regulatory improvements...what happens in 2020?

QUESTIONS?

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