

Preparing For the Next Crisis: Lessons from Germany's Language Programs for Refugees





LOCATION

Germany

RESEARCH QUESTION

How did Germany's two language training programs impact employment rates for refugees?

RESEARCH DESIGN

Regression discontinuity design and difference-in-differences

TEAM

Moritz Marbach | University College London, Immigration Policy Lab

Ehsan Vallizadeh I Institute for Employment Research (IAB), University of Bamberg

Niklas Harder I German Centre for Integration and Migration Research (DeZIM), Immigration Policy Lab

Dominik Hangartner I ETH Zurich, Immigration Policy Lab

Jens Hainmueller I Stanford University, Immigration Policy Lab

Project page I Working Paper

In 2015, as vast numbers of refugees entered Europe, Germany's government scrambled to respond. One of the

best ways for newcomers to find stability and integrate into a new country is often through a job. Yet for hundreds of thousands of people arriving from North Africa and the Middle East, getting a job required learning German, which presented a significant hurdle. Established language training programs that Germany offered foreigners quickly reached capacity, forcing policymakers to devise an alternative. Their solution was the Introductory German Language Course (Einstiegskurs zur Deutschförderung), an ad hoc, accelerated language course designed to accommodate a large number of refugees primarily coming from Syria, Iraq, Iran, and Eritrea. Looking at enrollment, this ambitious response was successful: around 230,000 refugees, or about 38 percent of the population that arrived in 2015, took the course. But what effect did the temporary language program have for refugees, particularly on employment?

Language and Work: The Keys to Starting a New Life

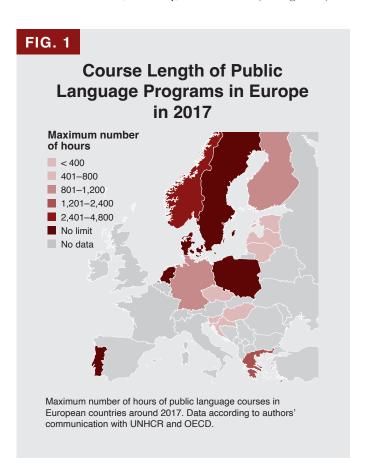
Research suggests that early labor market integration is a key predictor of future outcomes for refugees and other immigrants, and many countries in the Organisation for Economic Co-operation and Development (OECD) have invested in early language programs



with the aim of facilitating employment and creating significant economic benefits for both newcomers and host communities.

These integration programs are especially critical for refugees, who often experience higher unemployment compared to other immigrants, even years after arrival. This gap is due to numerous additional challenges refugees face. Given the sudden and forced nature of their departure from their home countries, they often lack ties to the local labor market, documentation of skills or education, and—perhaps most critically—knowledge of the local language.

While nearly all OECD countries offered language programs for refugees in 2015-2017—when refugee arrivals peaked in Europe—countries varied significantly in their approach. Total hours of instruction ranged from a maximum of 70 hours in Croatia to upwards of 4,800 hours in Denmark, Norway, and Sweden (*see* Figure 1).



KEY FINDINGS

- The large-scale language course
 Germany created during the peak of
 refugee arrivals in 2015 had no impact
 on refugee employment rates. This was
 true regardless of prior schooling level or
 gender of the participants.
- In contrast, the German government's smaller, more intensive language program which has been around since 2005 significantly increased employment among refugees. One year after the start of the six-month program, the number of refugees who held a job was already 4.4 percentage points higher among those who took Germany's intensive course compared with those who did not.
- These disparate outcomes may be related to key differences in the two programs: the ad hoc program was less intensive (320 hours vs. 600 hours), lacked a standardized curriculum, and did not offer a certificate of completion, which the preexisting program does.

The timing of refugee enrollment, use of a standardized curriculum, availability of certification, and adherence to national guidelines for course providers also varied across countries.

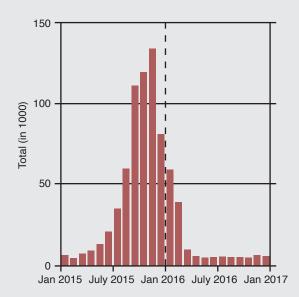
Two Pathways to Early Language Instruction

Asylum seekers who arrived to Germany in 2015 enrolled in one of two programs: Integration Course (*Integrationskurs*), the government's established integration program operated by the <u>Federal Office for Migration and Refugees (BAMF)</u> since 2005, or a new Introductory German Language Course rapidly assembled by the <u>Federal Employment Agency</u> in 2015 and open to refugees from Syria, Iran, Iraq or Eritrea. About 38% of all eligible refugees who arrived in Germany up until December 31 enrolled in the temporary, ad

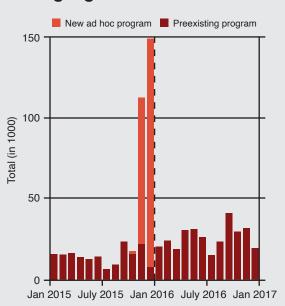




Refugee Arrivals in 2015-2017



Number of Refugees Starting Language Courses in 2015-2017



Left: Monthly registrations of refugee arrivals from Syria, Iraq, Iran, and Eritrea via the EASY-System (*Erstverteilung der Asylbegehrenden-System*). Right: number of refugees enrolled in the rapidly scaled ad hoc program (orange) between January 2015 and January 2017. The vertical dashed line refers to the cutoff date (December 31, 2015) regarding the ad hoc program eligibility. For comparison, total enrollment in the preexisting language program is also displayed (green bars), with the last six months estimated based on the total number of courses starting. Sources: Federal Office for Migration and Refugees (BAMF) and Federal Employment Agency (BA).

hoc program and therefore didn't have to wait for an integration course (*see* Figure 2).

The two programs differed significantly. The preexisting Integration Course featured an established curriculum, up to 600 hours of instruction, a final examination, and a certificate of completion that participants could present to employers. In contrast, the ad hoc program was much less intensive, consisting of only 320 hours, and lacked a set curriculum or certification element.

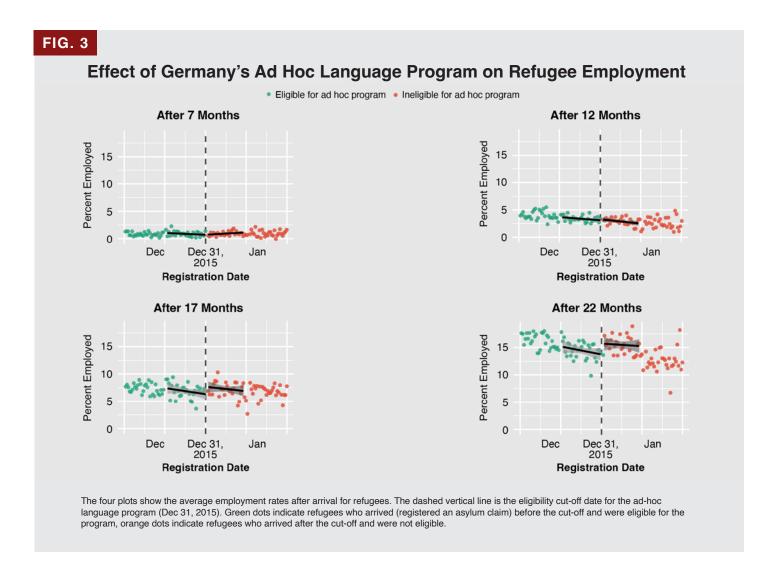
The study

How well did Germany's new program perform with respect to employment outcomes? To answer this question, researchers from IPL and Germany's <u>Institute</u> for Employment Research (IAB) examined data from

Germany's Integrated Employment Biographies (IEB) and socio-demographic and migration-related information. The team analyzed data from refugees ages 18–35 from Syria, Iran, Iraq, and Eritrea who arrived between June 2015 and June 2016, and observed their outcomes over nearly two years.

Refugees who registered an asylum claim with the government before December 31, 2015 were eligible to enroll in the ad hoc language program. By including individuals who arrived shortly before and after this arbitrary cutoff date, the researchers could compare two groups that were otherwise similar.





The Limits of Germany's Rapid Response

The researchers found **no evidence that enrolling** in the ad hoc language program impacted refugee's employment rates. Comparing the eligible group with those who arrived after the eligibility cutoff, there was no statistically significant difference in employment rates, whether at 7, 12, 17, or 22 months after arrival (*see* Fig. 3). This finding held regardless of a refugee's prior schooling, gender, or which state in Germany they resided in.

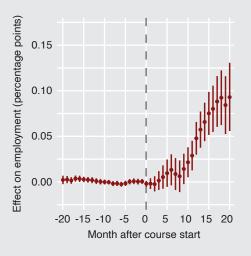
This finding raises important questions: was this unique to the ad hoc program? Did refugees who took the

preexisting Integration Course fare any better? When the researchers looked at employment outcomes for participants in this program, the data revealed a very different story. Comparing the dynamics of employment outcomes of refugees who enrolled in the preexisting language course with those who did not at the time, the researchers could determine the program's effects over each month of the study period. They found that **refugees who enrolled in the preexisting language course had a significantly improved likelihood of having a job after completing the course**. Enrollee employment rates began increasing around four months after starting the course, peaking at 18 months (*see* Figure 4).



FIG. 4

Effects of Germany's Preexisting Language Program on Refugee Employment



Estimates of the effects of the preexisting language training program from difference-in-differences imputation estimator with interactive fixed effects. Employment rates begin increasing four months after starting the six-month course, peaking at 18 months.

One year after the start of the six-month program, the number of refugees who held a job was already 4.4 percentage points higher among those who took Germany's preexisting course compared with those who did not.

What explains the gap in impact between these two programs? While it isn't possible to isolate program elements to tease out their individual impact, the differences in class hours and curriculum standards between the two models suggest the ad hoc program may have lacked the quality and quantity of instruction required for participants to acquire gain a level of proficiency in German that would lead them to find a job after finishing. Another explanation could be that participants in the ad hoc program did learn sufficient language skills but without a certificate, could not demonstrate this to potential employers.

"The improvements we saw in employment for refugees who took Germany's intensive course is a testament to how valuable language training is. But our findings also demonstrate how hard it is to scale up language support on short notice. Policymakers should be cautious about reducing the capacity of proven programs as it may be difficult to expand them again in the future if the need arises."

Niklas Harder, Co-researcher and Co-Head of the Integration
 Department at the German Centre for Integration and
 Migration Research (DeZIM)

Balancing Urgency and Effectiveness in Immigrant Integration

The challenge of how to best integrate newcomers into the labor market and society as a whole is unlikely to disappear anytime soon. As the war in Ukraine demonstrated, humanitarian crises are unpredictable and require a swift, large-scale response. However, without evidence about the outcomes of programs like Germany's ad hoc program, governments may end up investing in a quick solution rather than an effective one.

While Germany's ad hoc language program didn't produce the improvements in employment hoped for, its preexisting language program clearly did, though it served far fewer refugees. This research offers new insights on how to better prepare for the next wave of newcomers: creating new, large-scale initiatives from scratch may end up being more costly and less effective than scaling up proven programs. Policymakers may need to consider building out existing models even if it means not everyone can be served immediately.