### **Pacific NW Reforestation Council**

H-2B visas and Business Risk Management

> PRESENTED BY Bradley D. Maier

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# H-2B PROGRAM

- The basics
- Key requirements
- Inherent risks
- Recent changes
- Update: I-9 and workplace enforcement



### THE PROBLEM

- Oregon unemployment hits another record low, Oregonian, September 19, 2018
- Drop in U.S. jobless claims points to labor market strength, *Reuters*, August 23, 2018
- <u>As Washington growers struggle with labor</u> <u>shortage, vote in Congress on farmworker</u> <u>bill remains elusive</u>, *Seattle Times*, August 6, 2018



### THE PROBLEM

 Forest Resources Association: because "work is seasonal, and because treeplanting crews are itinerant, without a connection to community, domestic workers are not interested in these jobs."

http://forestresources.org/policy-priorities/h2c-ag-act







## THE SOLUTION?

Review of Positions Certified FY 2018 YTD (% of total certified FY 2018 YTD)							
Top 10 Occupations (based on SOC Codes)	Landscaping and Groundskeeping Workers	64,528	50.9%				
	Maids and Housekeeping Cleaners	7,903	6.2%				
	Amusement and Recreation Attendants	7,031	5.5%				
	Forest and Conservation Workers	6,465	5.1%				
	Meat, Poultry, and Fish	1 700	3.7%				
	Cutters and Trimmers	4,709	3.1%				
	Construction Laborers	3,535	2.8%				
	Waiters and Waitresses	2,152	1.7%				
	Cooks, Restaurant	1,880	1.5%				
	Counter Attendants, Cafeteria, Food Concession	1,868	1.5%				
	Laborers and Freight, Stock, and Material Movers	1,790	1.4%				

Source: U.S. Department of Labor, Office of Foreign Labor Certification



### THE SOLUTION?

### • In FY2018:

- 50% of all Labor Certification Applications filed were for Texas alone
- 14% were granted to employers in Texas
  51.3% filed/50.9% issued were for landscaping positions
- For Forest and Conservation: 4.8% filed/5.1% issued (down considerably from three years ago)

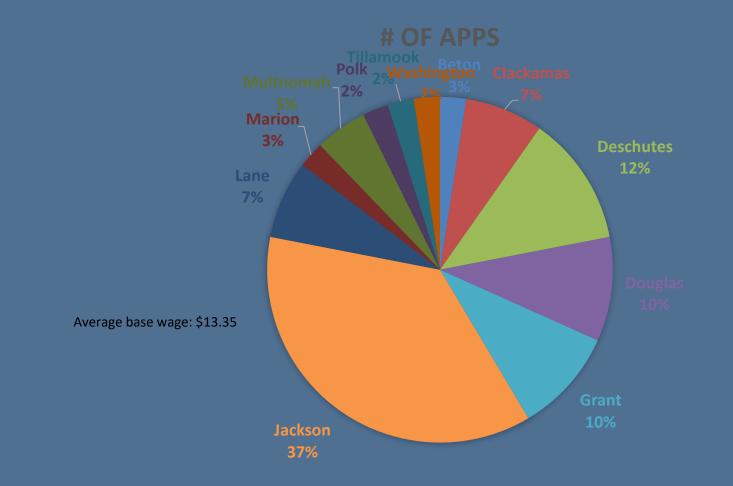


# THE SOLUTION?

- Q3 2018 (April-June, 2018)
  - Oregon:
    - 63 LC applications (45/71% for forest workers)
    - 2,045 workers (1,724/84% for forest workers)
  - Washington
    - 93 LC applications (11/12% for forest workers)
    - 2,856 workers (363/12% for forest workers)
- FY2017
  - Oregon:
    - 66 LC applications (45/68% for forest workers)
    - 2,952 workers (2,111/71% for forest workers)
  - Washington
    - 114 LC applications (16/14% for forest workers)
    - 3,818 workers (566/14% for forest workers)



# H-2B FOREST WORKER APPLICATIONS FILED IN OREGON Q3FY18





# H-2B APPLICATIONS FILED IN OREGON Q3FY18

- Half of the labor certifications filed in Oregon were denied or only partially certified
- Some of those certified were not certified in time











# H-2B PROGRAM: THE BASICS

- Temporary non-immigrant visa (guest worker) program
- Available for non-agricultural jobs
- Job opportunity must be temporary in nature
- Only available to citizens of designated countries
- Employer must obtain certified Labor Certification
- Timing is critical: limited number of visas and they must be available
- Employer must offer AND PAY the *required* wage
- Job must be clearly and carefully defined



### MUST BE TEMPORARY

- Nine months or less
- Must be:
  - Seasonal need (recurring annually, documented as tied to a specific season of the year)
  - Peak load (tied to peaks in your business, not necessarily a season)
  - Intermittent (occasional, for short periods)
  - One-time occurrence (contract for a specific project)
- Depends on employer's need, not contract



### MUST OBTAIN LABOR CERTIFICATION

- Designed to protect U.S. workers
- Must not adversely affect wages or working conditions of similarly-employed U.S. workers
- There must be NO qualified and willing U.S. workers available for the job
- No recent or future layoffs
- Contact former employees
- Disclosure to current employees

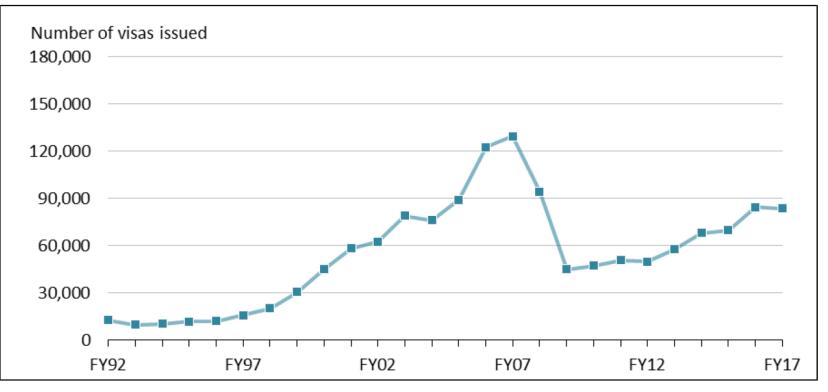


### TIMING IS CRITICAL

- 66,000 H-2B visas available per year:
  - 33,000 for October 1 March 31 (unused carried over)
  - 33,000 for April 1 September 30
- Demand greatly (and increasingly) exceeds supply
- Accommodations made for FY2016-FY2018
- Not counted: returning w/in same FY, extension applications, fish roe

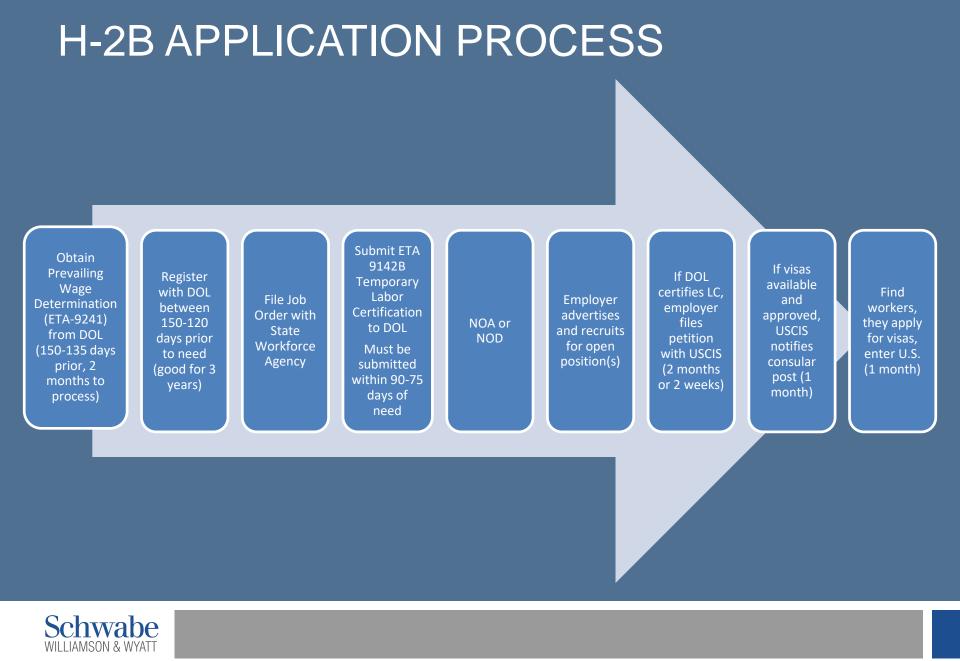


### H-2B DEMAND

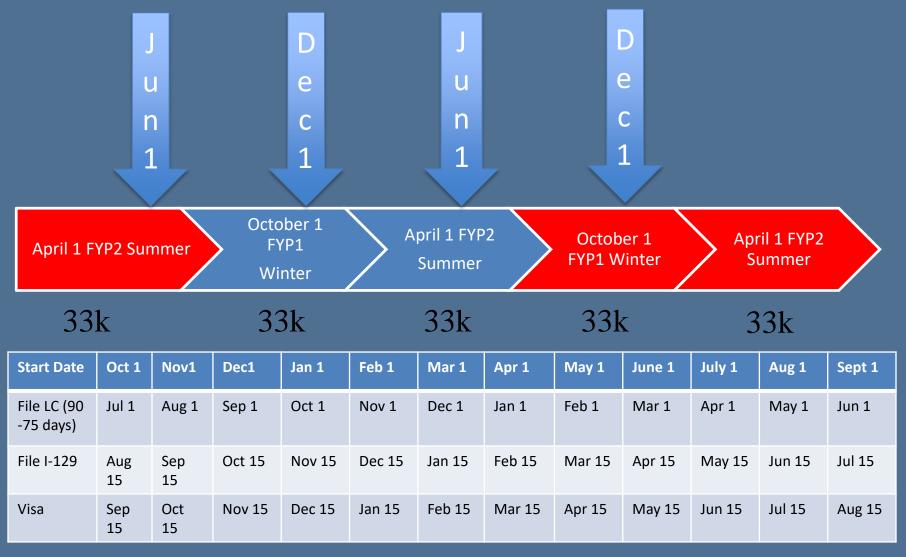


Source: CRS presentation of data from U.S. Department of State, Bureau of Consular Affairs.



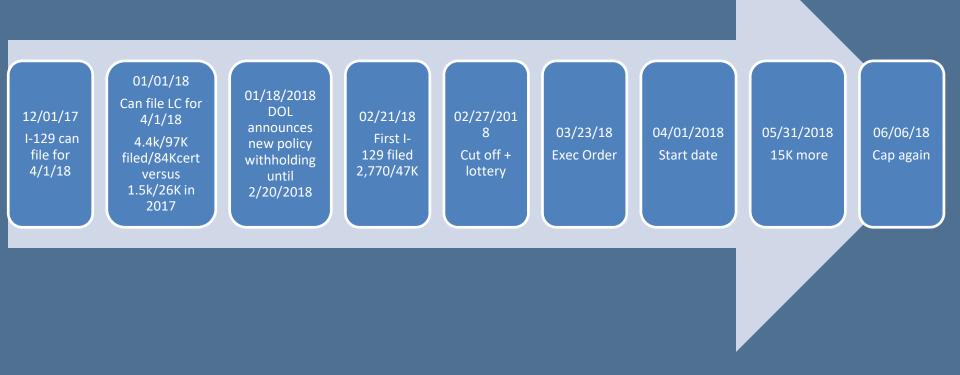


### H-2B ANNUAL APPLICATION CYCLE





# H-2B FY 2018/2 SUMMER APPLICATION CYCLE





### FY2019 PROGRAM USE

06/01/2018 I-129 can be filed for 10/01/2018

#### 07/01/2018 LC can be filed for 10/01/2018

#### 09/04/2018 7,997 I-129 filed against cap of 33K

Last year, cap reached 12/21/2017 10/01/2018 earliest start date



## BOTTOM LINE REGARDING TIMING

- Timing is everything (winter is better)
- Work with an experienced lawyer or trusted partner
- Register early
- File PWR, job order, LC, I-129 ASAP
- Have trusted partners for recruiting abroad
- Avoid pitfalls in LC application process



### THE REQUIRED WAGE

### • Higher of either:

- Actual wage paid to all similarly-situated U.S. workers, OR
- Prevailing wage as determined by DOL
  - Geographic specific
  - May be higher than actual
- Guaranteed/free and clear



# THE REQUIRED WAGE

Foreign Labor C Online Wag	Certification Data Cent e Library	e <b>r</b> www.flodatacente	er.com			6		
Wage Library Quick Search Search Wizard	FLC Wage Results New Quick Search New Search Wizard You selected the All Industries database for 7/2018 - 6/2019.							
	Your search returned the following: Print Format Area Code: 32780							
Case Disclosure Data Archive H1B Data H2A Data H2B Data	Area Title: OES/SOC Code: OES/SOC Title: GeoLevel: Level 1 Wage:	Medford, OR MS 45-4011 Forest and Cons 2 \$11.48 hour - \$	servatio					
Perm Data	Level 2 Wage: Level 3 Wage:	\$12.72 hour - \$ \$13.96 hour - \$	26,458	year year				
Also available: File Archive	Level 4 Wage: Mean Wage (H-2B):	\$15.20 hour - \$ \$13.96 hour - \$						
Skill Level Explanation	This wage applies to th 45-4011.00 Forest a	-						
SVP Explanation	Under supervision, perform manual labor necessary to develop, maintain, or protect areas such as forests, forested areas, woodlands, wetlands, and rangelands through such activities as raising and transporting seedlings; combating insects, pests, and diseases harmful to plant life; and building							
updated July 1, 2018	structures to control water, erosion, and leaching of soil. Includes forester aides, seedling pullers, and tree planters. O*Net <sup>™</sup> JobZone: 3 Education & Training Code: No Level Set							
Job Zones updated		ing code. No Lev	/er Set					



# JOB MUST BE CLEARLY DEFINED

- Exact location(s)
- If itinerant, must include language that optional housing offered at no cost to worker
- Requirements, including "special requirements"
- Type and basis for need
- # required
- Hours
- Rate of pay including deductions, range, overtime, frequency
- In/outbound transportation, if applicable
- Tools



### RECRUITMENT

- SWA posting
- Newspaper advertisement on two separate days, including one Sunday, in largest newspaper in area of employment
- Contact and solicit return of former U.S. workers within past year (if any)
- Notify union/bargaining rep (if any)
- Internal posting, 2 locations, 15 days



### OTHER REQUIREMENTS

- Must provide all tools, supplies, and equipment needed without charge
- Guarantee offer of employment for a total number of work hours equal to <sup>3</sup>/<sub>4</sub> of the workdays in every 12week period (or 6-week period if less than 120 days)
- No collection of payment from agent or recruiter
- No payment to administer the program
- Can't lay off U.S. worker
- Must reimburse full cost of visa expenses
- Must cover expense of inbound travel who complete 50% of job order and outbound travel who work until the end of the job or are dismissed early



### **INHERENT RISKS**

- Timing, especially at USCIS
- Increasing demand, static numbers
- Politics
- Can't discriminate against U.S. workers or prefer H-2B (DOJ MOU)
- Fraud and abuse is an enforcement priority
- Can't amend
- Recruiters/agents/fees
- Must notify DHS/DOL within 2 days if worker leaves



# **RECENT CHANGES**

### • H2C

- New 9142 coming
- Sunset of returning worker exception
- Politics
- I-9 enforcement



# THANK YOU



### Bradley D. Maier

Shareholder 503-796-2440 Direct bmaier@schwabe.com

"Experienced, focused, creative problem solver."

Bradley Maier is an attorney with the Northwest law firm of Schwabe, Williamson & Wyatt where he focuses on business immigration and customs law and compliance. He assists foreign and domestic companies with a wide variety of immigration matters to acquire foreign talent and key personnel. He also advises companies regarding I-9 compliance and U.S. customs. A native Oregonian, he attended Lewis & Clark Law School, Reed College and Portland State University. Before law school, Mr. Maier directed immigration counseling programs for two local non-profits as an Accredited Representative. His professional accomplishments have been recognized by Chambers USA, Oregon Super Lawyers, and the Daily Journal of Commerce. Mr. Maier is an active member of the American Immigration Lawyers Association (AILA) and served as Chapter Chair of the Oregon Chapter between 2010 and 2012.

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