

International Labor Mobility and Economic Growth

Junko Doi*, Atsue Mizushima†

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Abstract

With the progress of economic globalization, labors tends to move around the world. This paper analyzes how international labor mobility affects the growth rate of the host country by using an overlapping generations model. Using this model, we show that in the economy where the growth rate is sufficiently small, the acceptance of immigrants does not affect the growth rate. On the other hand, in the economy where the growth rate is sufficiently large, whether the acceptance of immigrants has positive impact or not depends on the technology parameter.

Keywords: Economic growth, Immigration, Human capital

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*Faculty of Economics, Kansai University; E-mail: jkdoi@ipcku.kansai-u.ac.jp

†Graduate School of Economics, Osaka University; E-mail: cg089ma@srv.econ.osaka-u.ac.jp