Skilled-Worker Visa Demand Expected To Far Exceed Supply

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Body

The nation's giant technology firms are competing this week in the annual government lottery for <u>visas</u> allowing them to hire highly skilled foreign workers, and few are **expecting** to get what they want.

Last year, the federal government received more than 123,000 petitions for the 65,000 H1B *visas* that were available. This year, some *expect* the odds of winning the lottery to be even lower.

Microsoft, for example, is petitioning to hire 1,600 foreign engineers. But company officials said they would be lucky to gain 40 percent of those requests in this year's contest, which begins today and ends April 7.

"It'll be worse than last year," said Jack Krumholtz, Microsoft's managing director of federal government affairs. "Because only 65,000 of these desperately needed <u>visas</u> are made available, it is highly likely that this year's <u>supply</u> of <u>visas</u> will once again be exhausted in a single day."

While companies such as Microsoft, Oracle and Intel have been complaining to Congress about the government caps on hiring skilled foreign workers, some advocates for U.S. programmers have countered that the limits on foreign **skilled workers** are too lenient and have helped lower wages.

"It is unconscionable that Congress has created this program that allows companies to fill jobs with foreigners even when qualified Americans are available for them," said Kim Berry, president of the Programmers Guild.

He argued that while the <u>visa</u> program was supposed to attract "the best and the brightest," it has become a means for Indian companies to bring workers into the United States who will accept lower salaries.

Berry said that two years ago the median salary paid to a worker in the <u>visa</u> program was \$55,000 -- or about what he said new engineering graduates are paid.

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Opponents of the program criticize the role of Indian temp companies -- what Berry called "body shops" -- that in recent years have won a larger share of such <u>visas</u>. Sens. Charles Grassley (R-lowa) and Richard J. Durbin (D-III.) have expressed similar concerns.

"They're bringing in programmers here for as little as \$40,000," Berry said. "It means that U.S. job seekers don't have a chance of competing in this job market."

The number of H1B visas had reached 195,000 but fell back to 65,000 in late 2003.

Now each side is lobbying Congress to reform the system and move the cap up or down. But in an election year, few *expect* politicians to make big changes to immigration law.

In the meantime, Microsoft recently opened a complex in Canada to accommodate about 150 foreign engineers whom it was unable to fit in under last year's program. The complex is located in an office park in Vancouver, relatively close to Microsoft's headquarters in Redmond, Wash.

Microsoft officials said the average salary it pays a software engineer is \$109,000 in direct compensation.

"Canadian immigration laws work to bring these kind of people to the country," Krumholtz said. "They've seen the benefit."

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