

# Education in a Changing World: Implications for TVET

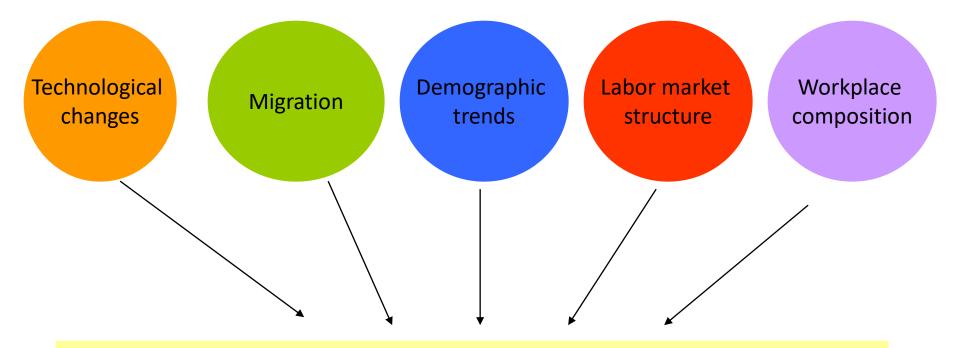
#### Yidan Wang Beijing, China December 2, 2013

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# Outline

- I. Understanding the changing context
- II. Flexibility
- III. Skills
- **IV. Employability**
- **V. Conclusions**



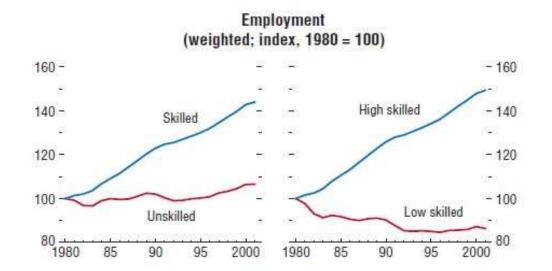
#### **Implications on Education**

#### **Technological changes**

- Computers have replaced many human tasks
- Technologies have shortened production cycle and increased productivity
- Increased demand for high skilled workforce



#### Demands for skilled and unskilled workforce in employment



Sources: Haver Analytics; International Labor Organization, Labor Statistics Database; OECD, Employment and Labour Market Statistics, National Accounts Statistics, and STAN Industrial Database; United Nations, *National Accounts Statistics* (2004); and IMF staff calculations.

<sup>1</sup>For the analysis by skill level, advanced economies include Austria, Belgium, Canada, Denmark, Finland, France, Germany, Italy, Japan, Norway, Portugal, Sweden, the United Kingdom, and the United States; weighted using series on GDP in U.S. dollars from the World Economic Outlook database.

### Trends in migration:

- •International migration (210 million): skilled workers
- •Domestic migration (740 million): unskilled worker

Migrants' skills training Education of their children



#### **Demographic trends**

Working-Age Population by Region, 2010–2050						
Regions	2010 (billions)	2050 (billion)	Increase/decrease (%)			
North America	0.23	0.27	+16 %			
Latin America and the Caribbean	0.39	0.49	+26%			
Europe	0.50	0.38	-23%			
Africa	0.58	1.3	+125%			
Asia	2.80	3.40	+22%			
Oceania	0.02	0.03	+31%			
Source: UNDP 2009.						

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#### Labor market structure and employment

- Less people work in agriculture
- More people work in service sectors

Language skills, management, inter-personal relations, problem solving and decision-making





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#### World and Regional Estimates of Employment by Sector

Both Sexes	Employment in agriculture (%)		Employment in industry (%)		Employment in services (%)	
	1996	2006	1996	2006	1996	2006
WORLD	41.9	36.1	21.1	21.9 <	37.0	42.0
Developed Economies and European Union	6.2	4.2	28.5	24.7	65.3	71.2
Central &South-Eastern Europe (Non- EU) &CIS	27.2	20.3	28.7	25.8	44.1	53.8
East Asia	48.5	40.9	24.3	25.6 🧲	27.2	33.5
South-East Asia and the Pacific	51.0	45.4	16.5	18.6	32.5	36
South Asia	59.7	49.4	15.2	21,0	25.1	29.6
Latin America & the Caribbean	23.1	19.6	20.7	20.8	56.1	59.6
North Africa	36.5	34.4	19.8	20.0	43.7	45.6
Sub-Saharan Africa	74.4	65.9	7.5	10.0	18.1	24.1
Middle-East	21.1	18.1	25.2	25.6	53.7	56.3

#### Workplace composition

Change from 10% leads and 90% follows in industrial society

Less hierarchy and multiple tasks



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### Workplace composition:

- -More people work in SMEs
- -People change jobs frequently:
  - In the US, people change jobs 10.5 times between ages of 18 and 40
  - The young generation changes jobs more often than their parents

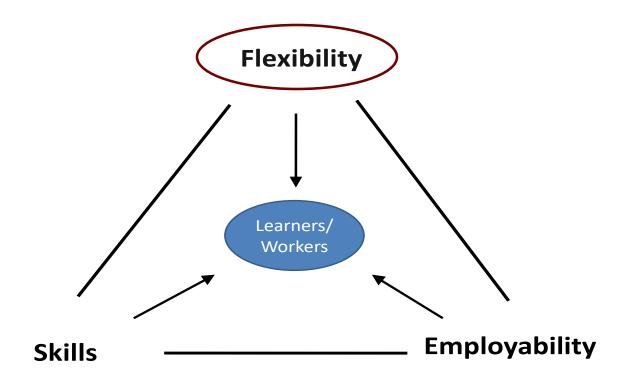
Skills updates and multiple degrees/certificates

### **Implications for TVET**

- A flexible system to respond to the learning needs for all
- New skills and soft skills to enable people to get employed and to contribute to the society
- Multiple roles to increase employability

# II. Flexibility

#### **Tripartite Learning Framework**



# II. Flexibility

A good education system should provide people with

- what they need to learn
- when they want to learn
- how they want to learn

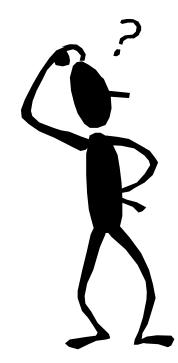
## II. Flexibility

Questions to ask:

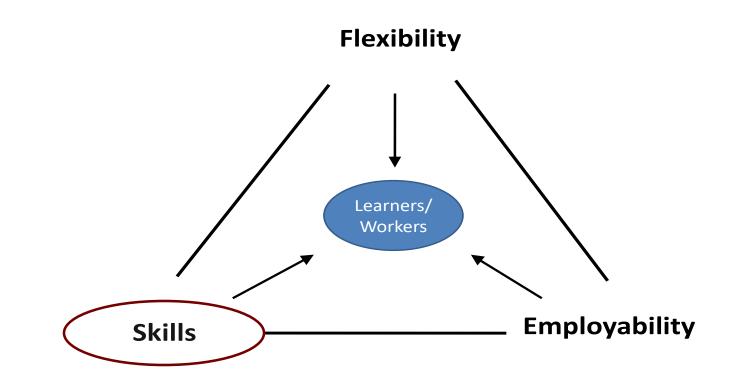
- Is the *structure* flexible enough to allow all who need skills to have the opportunity to learn?

- Is the *duration* of study appropriate to meet everybody's needs?

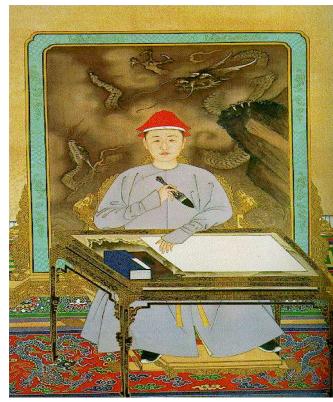
- Is the time convenient for learners?
- Is it only one chance or 2<sup>nd</sup> and multiple chances?



#### **Tripartite Learning Framework**



Education is supposed to deliver the competencies and skills that enable people to participate in society and live successful lives. But the competencies and skills in demand change over time...



## Skills

- Emerging important competencies and skills
  - ICT skills
  - Languages
  - Science, mathematics, and engineering
  - Higher-order skills expert thinking and complex communication
  - Soft skills

#### **Manpower Global Talent Shortage Survey**

- 1. Sales Representatives.
- 2. Skilled Manual Trades.
- 3. Technicians.
- 4. Engineers.
- 5. Accounting and Finance Staff.
- 6. Laborers.
- 7. Production Operators.
- 8. Drivers.
- 9. Management/Executives.
- 10. Machinists/Machine Operators.

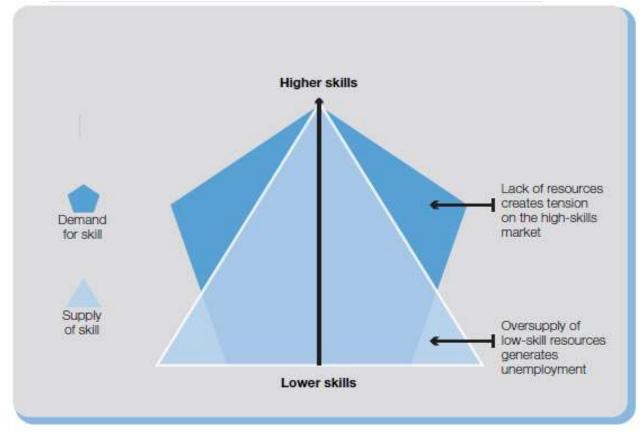
Total Number of Respondents: 36,629 Employers indicating difficulty filling positions: 41% Employers indicating no difficulty filling positions: 59% Margin of error: +/- 3.9%

### 41%

of employers worldwide are having difficulty filling positions due to the lack of suitable talent available

Source: Manpower: Driving Sustainable growth through labor market strategy

#### Issues: Demand and supply gaps for skills



Source: Manpower 2010

#### Employer surveys point to persisting skills shortages

Difficulties finding right skills Percent of employers

60 -		**					
50 -		_					
40 -	-				-		
30 -	<u>e</u> v († 18 <u></u>						
20 -			-				
10 -	2006 2007 2008 2008 2009	2006 2007 2008 2008 2009	2006 2007 2008 2008 2009	2006 2007 2008 2008 2009	2006 2007 2008 2009 2009	2006 2007 2008 2009 2009	2006 2007 2008 2008 2009
0 1	USA Top skill shortages 2009	China Top skill shortages 2009	Germany Top skill shortages 2009	France Top skill shortages 2009	Spain Top skill shortages 2009	Italy Top skill shortages 2009	UK Top skill shortages 2009
	Engineers	Technicians	Skilled Manual Trades	Skilled Manual Trades	Mechanics	Skilled Manual Trades	Engineers
	Nurses	Management Executives	Engineers	Drivers	Skilled Trades	Secretaries, PAs, Admin	Skilled Manual Trades
	Skilled Manual Trades	Sales Representatives	Technicians	Chefs / Cooks	Restaurant & Hotel Staff	Accounting & Finance staff	Sales Representatives

Source: Manpower Skill Shortage Survey 09



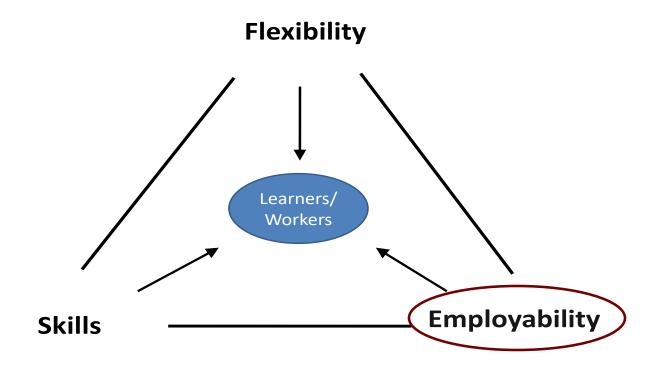
Questions to ask:

- Do the skills taught at TVET schools *meet the needs of labor markets*?
- Do the *employers* get involved in designing and teaching the skills?
- Do TVET schools get *feedback* from employers about their graduates?
- Do "Soft skills" included in the curriculum?

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# IV. Employability

#### **Tripartite Learning Framework**



# IV. Employability

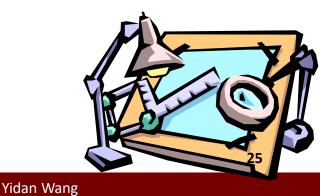
Young people may pursue secondary, tertiary or higher education, but education itself is not an ultimate goal. Good education should enable people to participate in the world and society effectively.



# IV. Employability

Issues and challenges:

- School-to-work transition was very much a state responsibility, but not anymore
- Education attainment ≠ employment
- Germany's dual system model is facing challenge



# IV. Employability

#### Questions to ask:

- Is there an *incentive/support* from the government to provide training to unemployed and firms to provide internships and jobs?
- Does school have a *career guidance program*?
- Do learners seek out their own *learning* opportunities and experiences?
- Is there a public *career information system*?

# V. Conclusions

### **Flexibility:**

- Making the system flexible
- Targeting the unemployed

### Skills

• Focusing on new skills and soft skills

### **Employability**

• Emphasizing on multiple roles, career information and guidance

## **Thank You**

#### ywang3@worldbank.org

Yidan Wang