#### Breaking New Ground: Building a National Workforce Skills Credentialing System

#### The U. S. Conference of Mayors June 18, 2011

Donald J. Carstensen Special Advisor, Office of the President/COO





#### Milwaukee, Wisconsin—My Hometown

- The beer capital of the world—Blatz, Pabst, Miller, and the largest Brewery in the United States, Schlitz.
- Great baseball town—Milwaukee Braves at County Stadium—Spahn, Burdette, Buhl, Conley on the mound and Aaron, Adcock, Matthews, Logan, Bruton, Gordon, Dittmer, Crandall in the field. World Series Champs in 1957.
- Custer High School—located on the near north side with approximately 2100 students, first comprehensive high school in the system—majority of graduates entered apprenticeship programs, postsecondary education or started a job. Over 100 graduates attended the schools 50<sup>th</sup> reunion, coming from all over the world.
- Marshall & Illsey Bank (M&I)—employed Hans Carstensen, a German immigrant, for approximately 40 years, a leading financial institution in the state and nation.



#### Milwaukee, Wisconsin—My Hometown <u>Today</u>

- Miller Brewery is still brewing beer
- The Brewers are playing baseball at Miller Park (Took the name of the earlier Triple A team from the 40's and 50's)
- Custer High School—reduced enrollment, satellite police station where the counselors office once was, limited college attendance of graduates
- M&I Bank no longer exists





### Bob Dylan—The Times They Are A-changin'



#### If the rate of change on the outside exceeds the rate of change on the inside, the end is near.

Jack Welch Former Chairman and CEO General Electric Corp.



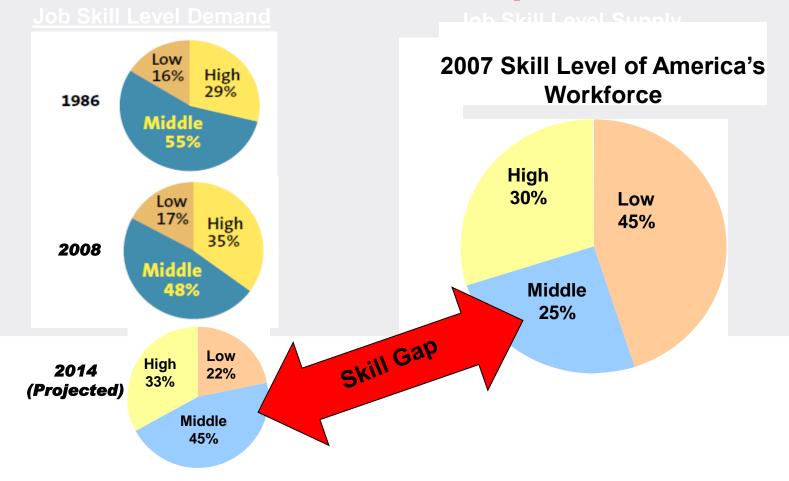
#### **The Economic Imperative**

#### Pace of Change \_\_\_\_\_

- Changing nature of work
- Changing nature of stakeholder roles

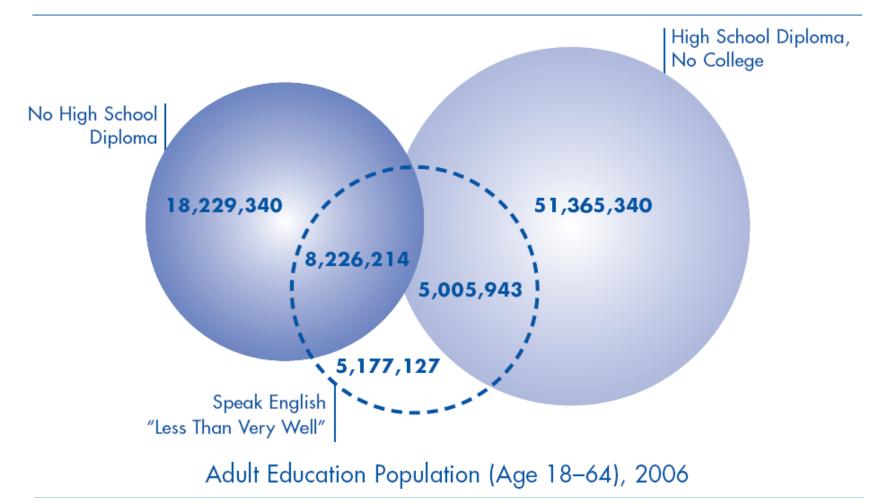


#### Critical Workforce Development Trends Middle Skills Gap





#### 88 Million Adults Have At Least One Education Barrier



<u>Source</u>: U.S. Census Bureau, 2006 American Community Survey (Public Use Microdata Samples); prepared by National Center for Higher Education Management Systems (NCHEMS). Unduplicated population = 88,003,964.



## Employers are demanding more Skills and Education

- Skills in Science, Technology, Engineering, and Mathematics (STEM) in high demand
- Across all industries employers report increasing demand for skills in problem solving and critical thinking, teamwork, communications, entrepreneurship, and personal (work ethic/time management) skills



The nature of the Workforce is changing

- Under prepared/over employed
- Aging
- Increasing diversity
- Socioeconomic status divide



U.S. worker's credentials are not aligned to the requirements of the economy.

- Career Literacy reflected in gap between program of study and requirements of the economy
  - 4% of students planning to major in computer-related fields of study and IT job opportunities
  - 5% of students planning to major in science
  - Nearly 1/5 of high school students who plan to major in science do not take three years of mathematics and science courses in high school
- Relative standing of U.S. dropping on proportion of population completing some college



"Number of students planning to major in Engineering upon college entrance has continued to decrease."

1993 - 67,764

2002 - 52,112

Maintaining a Strong Engineering Workforce, ACT Policy Report



#### Adults are interested in taking action, **<u>but</u>**....



There is a disconnect between the views of the stakeholders as to the extent and nature of the problem.

- Teachers
- Parents
- Administrators
- College Faculty
- Business Leaders
- Public

A degree alone doesn't guarantee workforce readiness.

We don't have a workforce education system in the U.S.—we have a variety of workforce training programs:

- Accredited by various organizations
- Governed and coordinated in different ways in different states
- Funded by a wide array of local, state, and federal funding sources
- Structured in specific agencies

There are insufficient crosswalks or uniqueness between them.



#### Principle Elements of a National Skills Credentialing System

- Common language
- Portability
- Employer driven
- Foundational to specific
- Responsive to regional labor market demands
- Industry standards



## Transformational Change: Establishing a National Workforce Credentialing System

Establishing a set of common understandings regarding:

- Skills
- Credentials
- Certifications
- Certificates

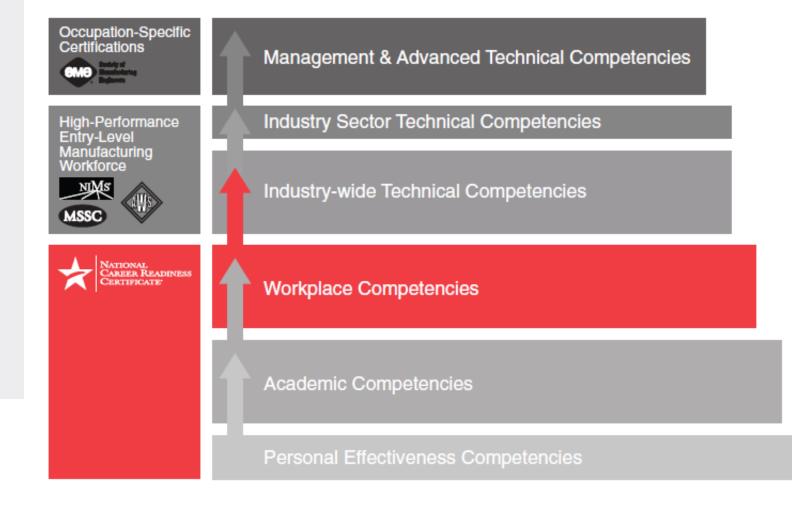
And achieving credential portability, transferability, and stackability.



#### People seldom improve when they have no other model but themselves to copy after.

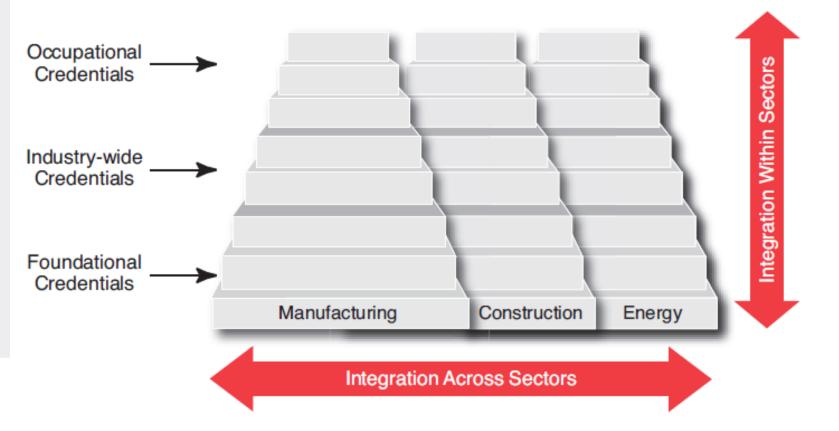
-Goldsmith













#### Develop a National Workforce Skills Credentialing System

- Establish a coalition
- Initiate a field-building agenda
- Launch a national campaign
- Codify a common language
- Build an open-source platform



#### "Long-range planning does not deal with future decisions, but with the future of present decisions."

-Peter F. Drucker-



- 1.3 million dropouts annually
- Less than 60% graduate on time in 1,700 schools
- 25% of class of 2006 did not graduate on time
- Traditional high school curriculum alone is not working
- High school curricula and workforce needs not aligned
- Workforce shortages in high wage sectors



- "Middle skills gap"
- Decline in postsecondary credential attainment
- 90 million Americans face at least one educational hurdle
- 65% of the U.S. workforce in 2020 beyond the reach of the K-12 system
- Employers demanding more skills and education
- U.S. worker's credentials not aligned to requirements of the economy
- Adults are willing but uncertain



#### **Workforce Development Assumptions**

- Community colleges central to workforce development
- Employers as leaders
- Employers as investors
- Scalability of solution



#### **Focus on Community Colleges**

- Achieving the Dream: Community Colleges Count
- Completion by Design
- Remediation redux
- Career Navigation for Working Learners



# "When an old person dies the village loses a library."

African Proverb



#### **Disconnect Number 4**

There is a disconnect between supply side and demand side standards.

- Expectations
- Focus
- Articulation
- Alternative credentials



#### "A single issue of the New York Times contains more information than the average 17th-Century person would come across in an entire lifetime."

William Lynott