# GREATER METROPOLITAN WORKFORCE COUNCIL

A newly-expanded and inclusive leadership entity responsible for regional workforce development strategy in the seven-county Minneapolis-St. Paul region.

### **GREATER METROPOLITAN WORKFORCE COUNCIL**

#### VISION

To provide all working age residents opportunities to pursue career pathways that help advance greater economic self-sufficiency while meeting the needs of employers to succeed and grow



#### MISSION

A cross sector group building a workforce system that will address the regional labor shortage and support inclusive growth and prosperity

## **Workforce Board Structure**



#### **GMWC** Integrated Partner of the Center for Economic Inclusion



This partnership model with CEI accelerates and strengthen results by supporting employer engagement, work with national thought partners, efforts to insure racially equitable, measurable results, and an inclusive workplace.

## Strategies for Addressing Minnesota's Labor Shortage

Minnesota is facing a significant shortage of workers. At the Minnesota Demographic Center's forecasted rates of labor force participation and dwindling population growth, we could expect as little as 0.3% average annual employment growth between 2018 and 2025. Although recent labor force and employment estimates have been more favorable than what was originally forecast in 2017, there is still cause for concern that Minnesota's shortage of talent will impact economic growth in the near future.



#### **Total Estimated Talent Shortage by 2025** 317,000



Created October 2016 with funding from MSPWin. Updated May 2019. Created by Erin Olson of RealTime Talent.

Automation and innovation have the potential to change the way we work. Increasing talent attraction strategies and making Minnesota an attractive place to live, work, and study can also increase our workforce beyond official forecasts. This wedge (74%) represents the additional shortage of talent that cannot be

shortage is to eliminate disparities in employment by race and ethnicity. If we are able to reduce unemployment rates for people of color and indigenous persons (POCI) to 3% (the same rate as the native-born non-Hispanic White population), we would add about 65,000 employees to Minnesota companies by 2025 and meet about 20% of employers' additional workforce needs. If these employment disparities did not exist today, we would currently have about 45,000 additional

encouraging older workers (ages 65+) to stay on the job longer. However, this is a trend we are already witnessing, and most of the impact it would have on our workforce is already represented in the updated baseline forecasts.

Young people (ages 16-24) play an important role in our workforce. However, the MN Demographic Center forecasts that youth labor force participation rates will likely decline over the next few years. If we counteract this trend and maintain historic rates of youth labor force participation (52.8% for 16-19 year olds and 84.9% for 20-24 year olds) and employment for this group, we could see about 15,200 additional youth working in Minnesota by 2025 than what is anticipated.

Sources: US Census Bureau Population Estimates Program, 2017; IPUMS version of the US Census Bureau's American Community Survey, 2017; MN Demographic Center Population Projections, 2017; Committee for a Responsible Federal Budget (retirement estimate and employment growth-to-GDP relationship). Clip art "Equity" by Bruno Castro, "Experience" and "Family" by Adrien Coquet, Noun Project. Each target and impact listed above is contingent upon the others. Where projections do not exist, the most recent ACS data on employment and demographics are used to develop scenarios. Advising on the original version of this report was provided by the MN Population Center and Wilder Research in 2016. View reports at www.realtimetalent.org

### **Employer-Led Talent Solutions**

Talent Pipeline Management (TPM), a partnership with RTT to execute employer-led sector efforts:



GOVERNMENT

INFORMATION TECHNOLOGY

HEALTHCARE

## **Improving Career Pathways**

### Goals

- 1. Expand Credit for Prior Learning partnerships with nonprofits and workforce centers to:
  - > Accelerate and improve pathway completion
  - > Lower cost and time to completion
  - > Ensure alignment with employer needs
- 2. Improve pathway communication and advising
- 3. Revise placement testing for adult learners engaged in workforce training
- 4. Develop a referral process with workforce and Adult Basic Education providers to better support learner needs

# Policy Efforts



Examine opportunities for more flexible funding streams



Build capacity to drive regional and employer-led sector solutions



Scaling of career pathway partnerships



County human service redesign efforts



Other **TBD** 

# Additional Strategic Priorities

Improve employer utilization of workforce system

Assist in replication/scaling of <u>County human</u> <u>service innovation</u>

## Progress

