

# Employment Outcomes of Minnesota Graduates Where Are Your Graduates Now?



Luke Greiner

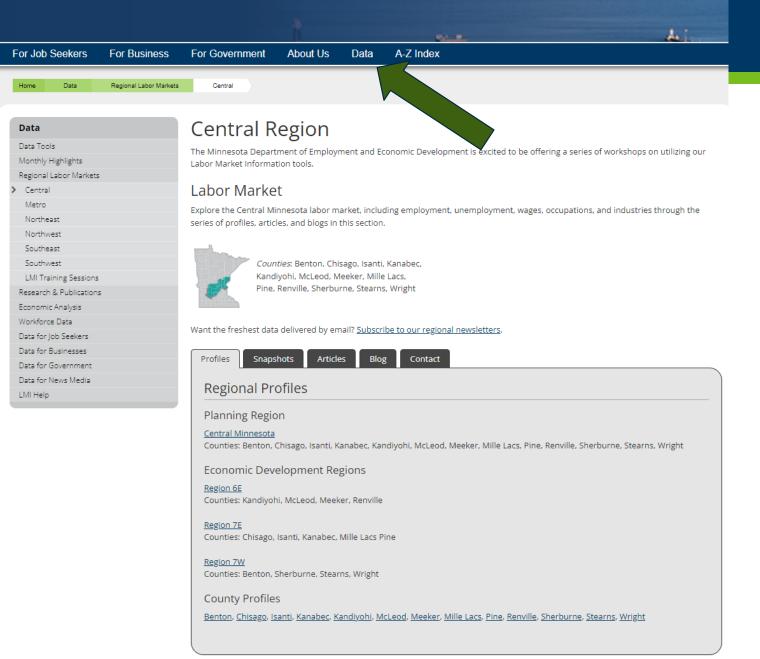
Labor Market Analyst

Labor Market Information Office

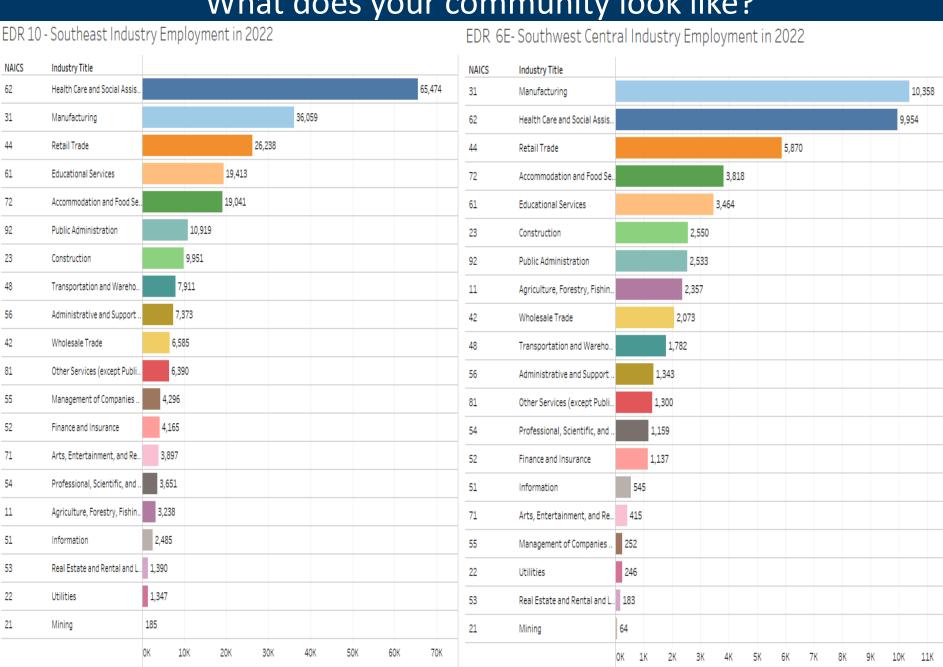
Department of Employment and Economic Development



#### **Labor Market Information Office**



#### What does your community look like?



Empyear

Empyear

#### Rural Minnesota Labor Force Woes

- We estimate that Rural Minnesota has about 31k fewer workers than in 2020
- We project +2.1% (+28k) labor force growth from 2025-2035 outside the metro
  - This will be much faster in a few counties but typically a stagnant labor force in the coming decade
- Rural Minnesota has a higher share of millennials and boomers in the labor force
- But not enough to fill our jobs with a 0.4 JPV in 2022

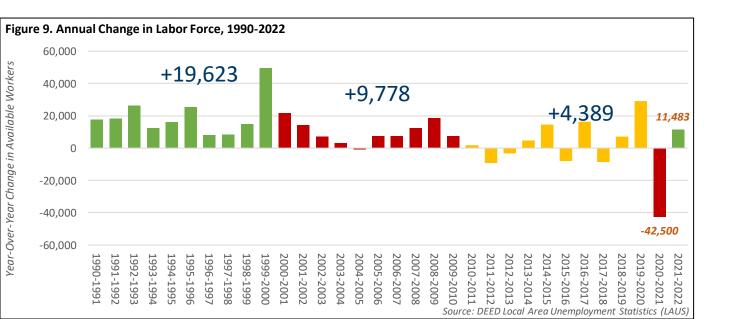
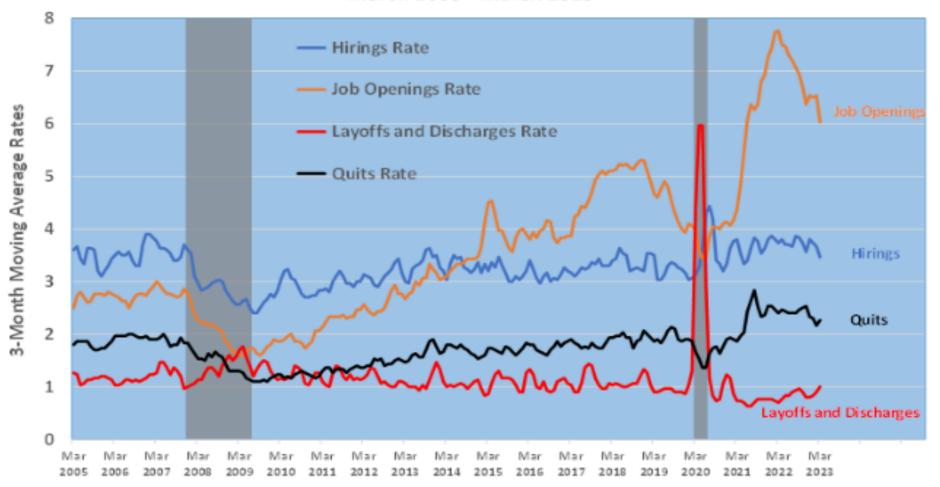
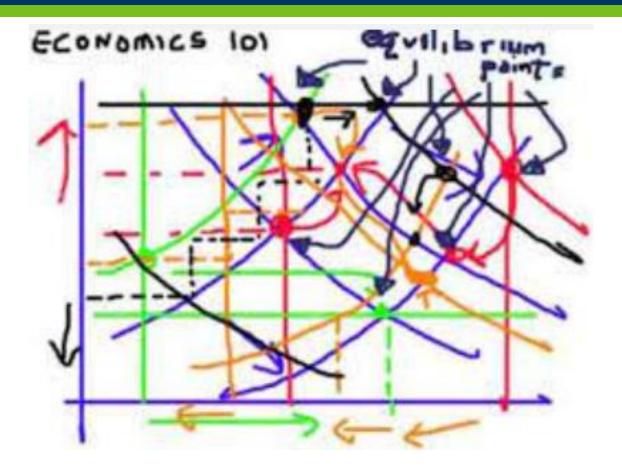


Figure 3
Minnesota JOLTS Measurements
March 2005 - March 2023



Source: BLS JOLTS - https://www.bls.gov/jlt 3-month moving average of seasonall adjusted data

#### What To Make Of This Stuff?

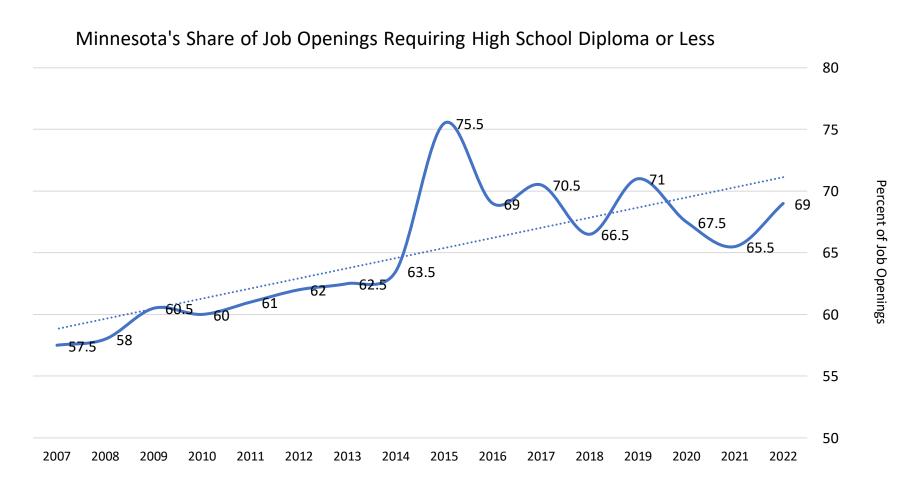


Are you asking yourself "why did Luke just tell us all that?"

#### Impact to Higher Education is Still Unfolding

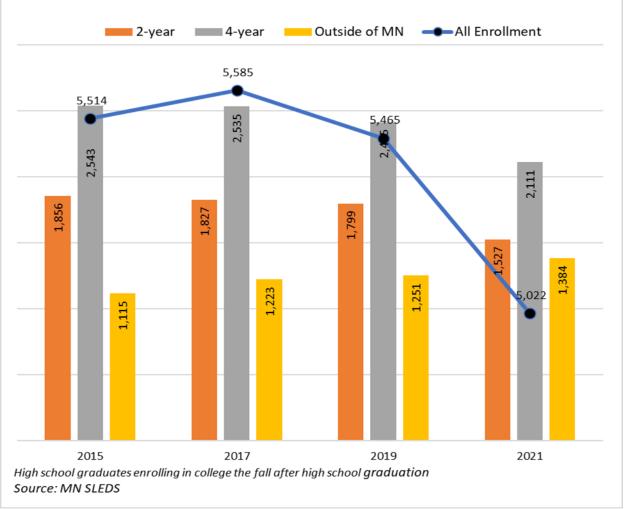
• The educational needs of our workforce is driven by business cycles, not necessarily technology

Source: DEED, Job Vacancy Survey



#### **Our Students**

Figure 1. Central Minnesota College Enrollment Trends For Recent High School Graduates



- 65% of high school graduates enrolled in college in the fall following graduation
- By 2021 overall enrollment of high school graduates dropped to 59% from about 500 fewer Central Minnesota graduates enrolling in college
- 33% enrolled at a 2- year and 45% at a 4- year institution while the remainder enrolled in college outside of Minnesota.

#### Officials have released a list of the proposed program cuts:

#### **Majors**

- Philosophy, BA
- Philosophy Interdisciplinary, BA
- · Real Estate, BS
- . Theatre and Social Change, BA
- Insurance, BS
- · Nuclear Medicine Technology

#### Master's

Marriage & Family Therapy, MS

#### **Grad Certificates**

Marriage & Family Therapy

#### Minors

- · British Studies
- Ethics
- Ethics Interdisciplinary
- Philosophy
- Philosophy Interdisciplinary
- Religious Studies
- Theatre

### Change Happens

House Higher Education Finance and Policy Committee 1/19/23

By that measurement, enrollment in the Minnesota State system

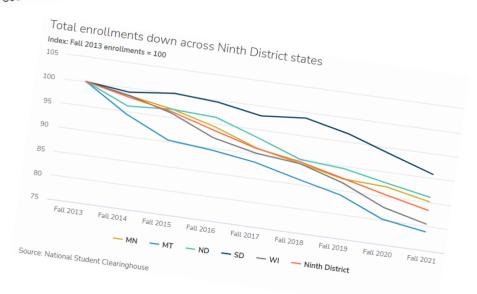
declined by 27.9% between fiscal years 2013 and 2022. The schools experiencing the largest drops were:

Fond du Lac Tribal and Community College, 45.7%;

- Minneapolis Community and Technical College, 43.2%;
- Inver Hills Community College, 42.8%; Northland Community and Technical College, 42.5%;
- Hennepin Technical College, 41.9%, and

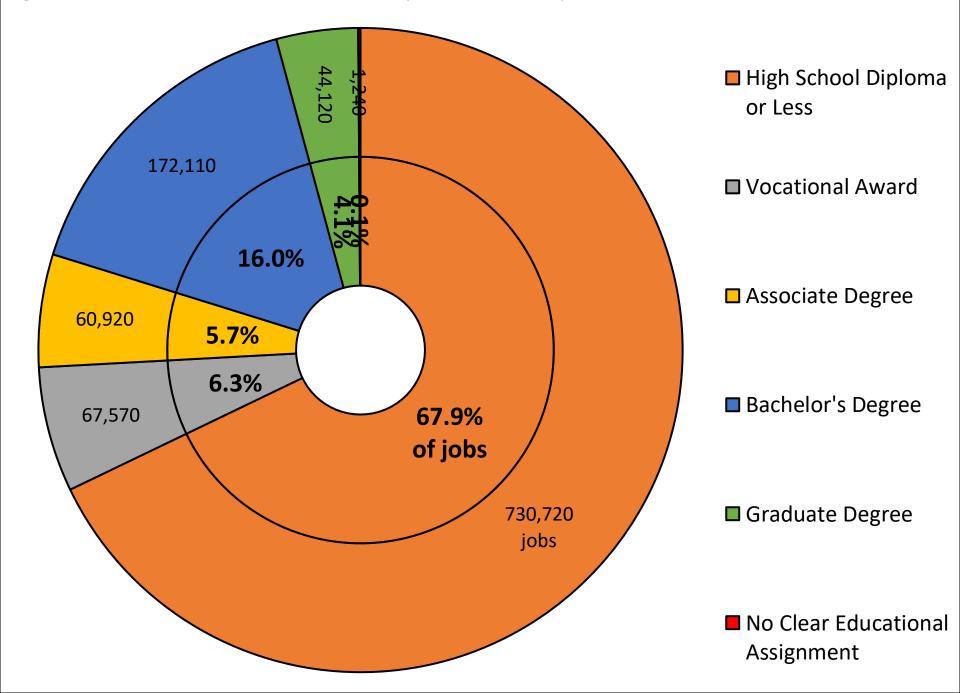
By comparison, the largest school in the system, Minnesota State University, Mankato, saw its enrollment fall only

7.9% over the same period. Southwest Minnesota State University is 10.7% smaller than a decade ago.



SCSU, along with many universities nationwide, is dealing with a significant enrollment decline. Research has found the student population at SCSU has dropped by almost 50 percent since 2010.

Figure 18. Rural Minnesota's Share of Jobs by Educational Requirements, 2022



#### Students to the left of me

- If students are not adequately informed about the consequences of their instructional program choices and outcomes based on the experience of past graduates from those programs, they may make decisions that have a negative impact on their employment and economic stability throughout their lives.
- Future wage growth is not consistent across programs and the need to invest more time and money to secure a living wage even after completion of a four-year degree might not be what graduates were expecting.

# Employers to the right, Here education is, stuck in the middle with you

- Employers complain about skills gap, but the solution is not simple
- Employer demand does not always drive student interest (demand)
  - Think of the trades programs that have had to shut down due to lack of student interest
- Even if bureaucracy and union contracts didn't prevent colleges from rapidly changing funding allocations (professors, assets, and so on), money still follows students
- Telling our colleges to change curricula only goes so far, they rely on students to actually select the programs employers would prefer.
- But incentives also fight against making changes in the education side. (if the most popular program (most profitable) doesn't provide graduates with desirable employment options will colleges opt for potential layoffs to re-allocate resources?

### Career and Education Guidance

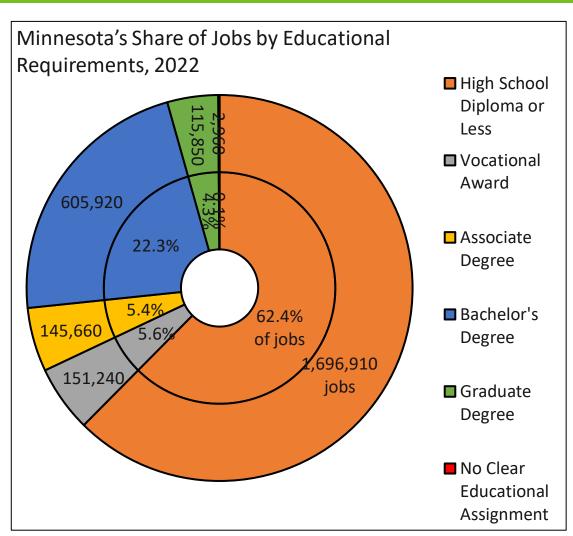
If you think it's as simple as telling <u>OUR</u> students to get good grades and go to college, you might be surprised.

The devil is in the details

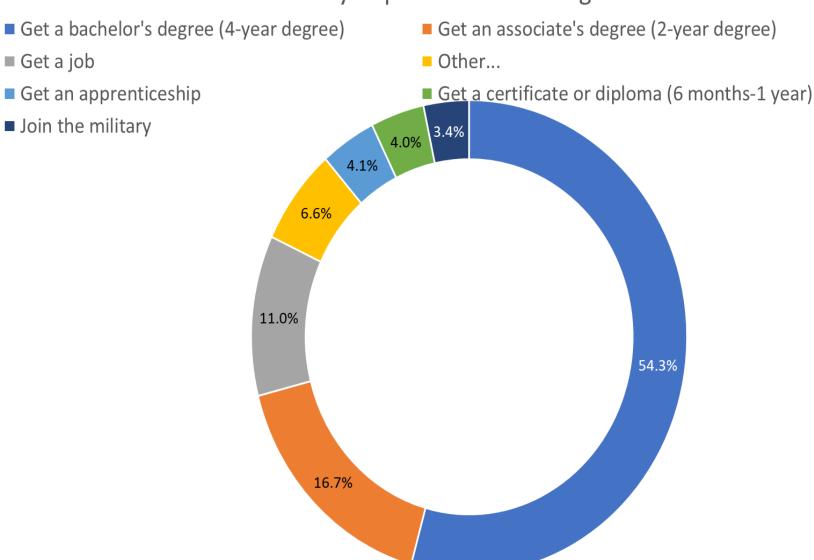
### You are an influencer

- How are we framing career opportunities?
- How do we think and talk about our communities?

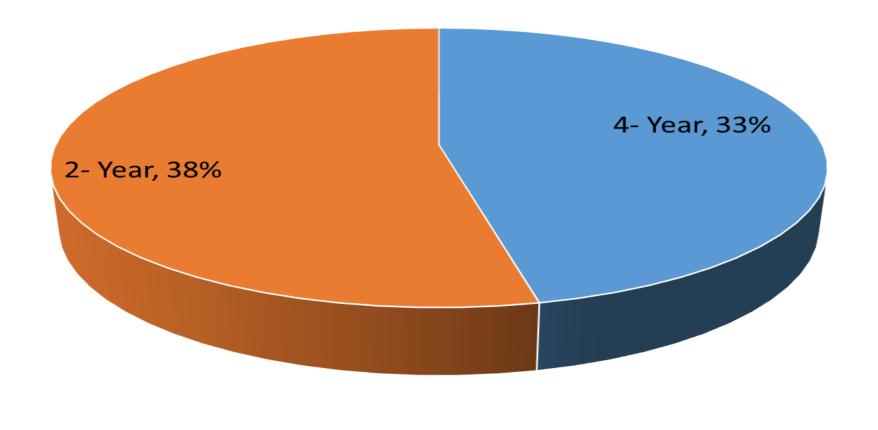
Do we encourage deciding an education or a career path first?



#### 2023 SW Career Expo What do you plan to do after high school?



### Share of Students who Enroll in College in the Fall After Graduating in Minnesota, Class of 2019



- Looking back at the class of 2012 shows that 27.3% of graduates who enrolled in college did not complete any degree in 6- years
- 26% didn't enroll in higher education in the fall following graduation, what are we doing for them?

# Make No Mistake, College is Typically an Excellent Investment

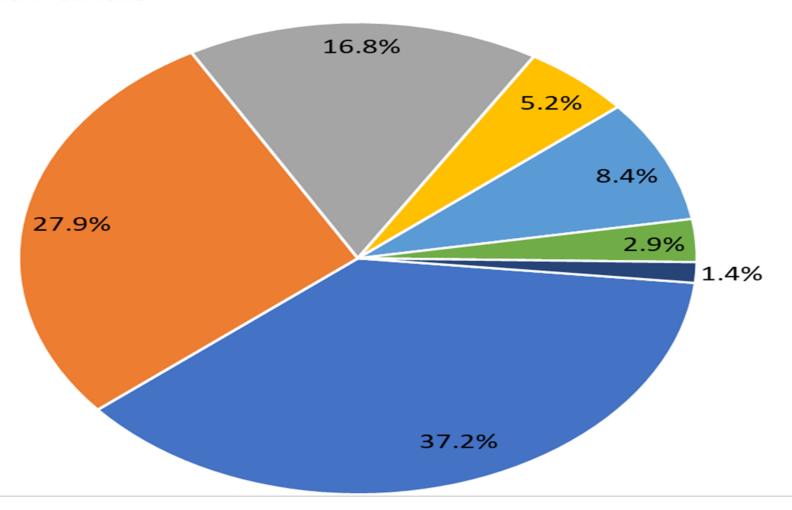
- But, it is still an **INVESTMENT** 
  - Be at least as thoughtful about investments in education as other investments (like a home purchase)
  - Attaining a degree does not guarantee financial success.
  - The more a student spends on college the higher the earnings they need for an adequate return

# Not all great jobs require college Not all college graduates get great jobs

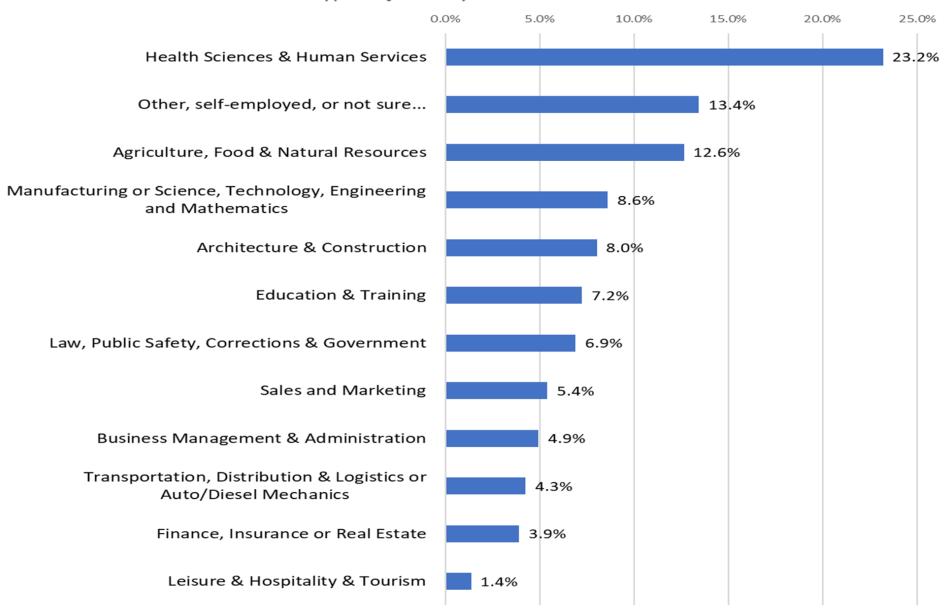
#### 2023 SW Career Expo What would be the MOST helpful information to help decide what type of career you want?

- What I would be doing on the job
- How much education I need to acquire
- How many job openings there are
- If I can work from home

- How much money I could make
- What type of schedule and hours are typical
- What region of the state or country has the job



### 2023 Southwest Career Expo Results What type of job are you MOST interested in?



# Major Matters New Research to Help Think Through the *Value Proposition*

https://mn.gov/deed/newscenter/publications/trends/september-

2023/popular.jsp

- This article assesses postsecondary instructional program outcomes based on median wage and estimated net income, seven years post-graduation.
- The article describes how students, parents/guardians, educators, career counselors and others can utilize data in an interactive tool developed by DEED's Labor Market Information office to compare outcomes by instructional program.

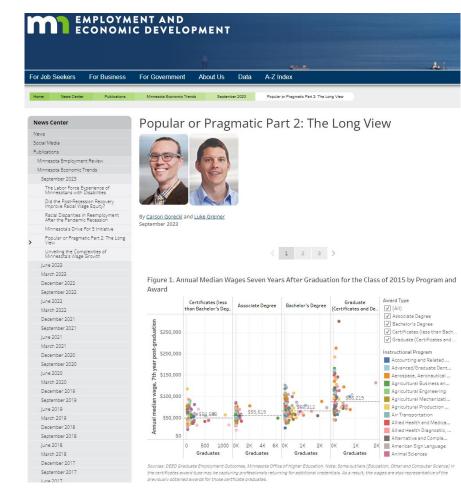
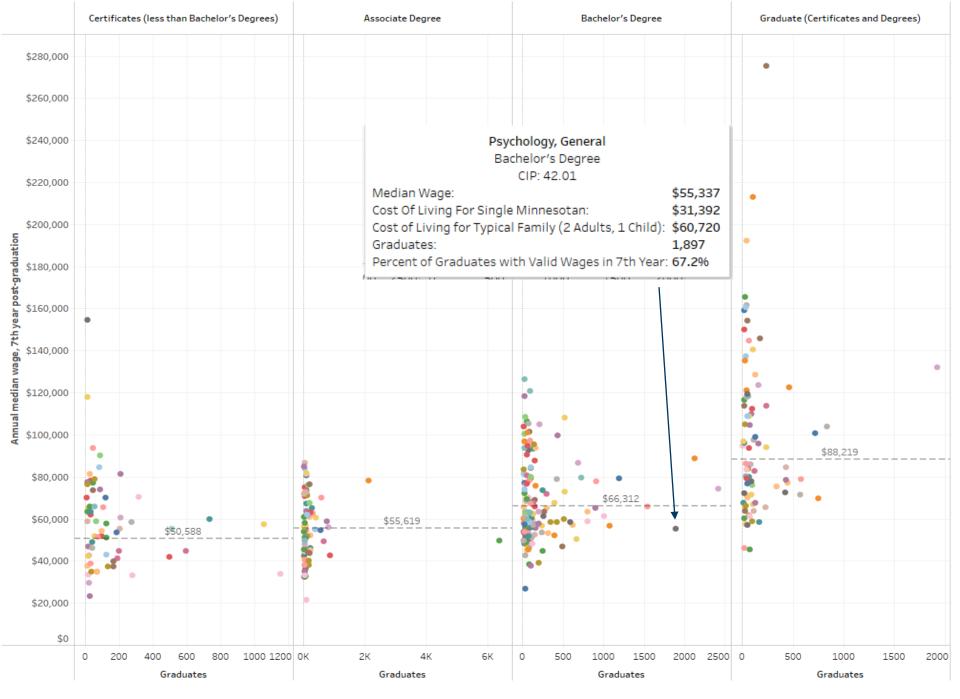


Figure 1. Annual Median Wages Seven Years After Graduation for the Class of 2015 by Program and Award



#### Major Matters

https://mn.gov/deed/newscenter/publications/trends/september-2023/popular.jsp

There are more considerations than just earning potential, but it's the most important factor when college is the most important decision.

... Meaning

This stuff is much less important for well connected and highly resourced students

Figure 2. Annual Net Income Seven Years After Graduation, Class of 2015

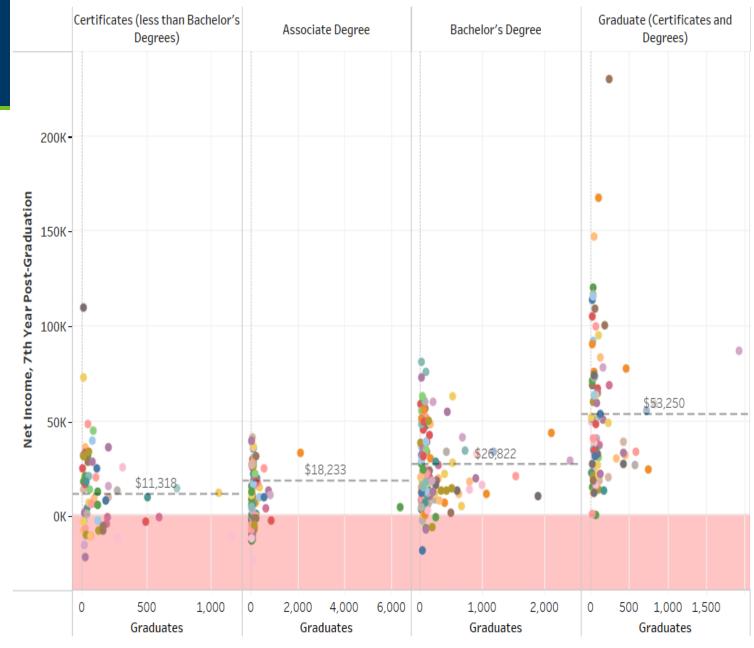
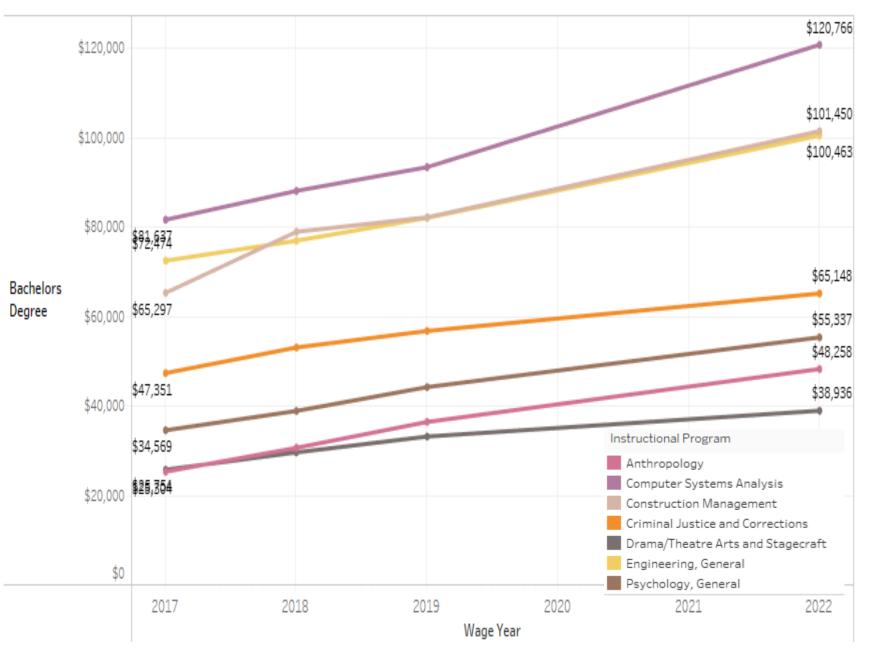


Figure 3. Annual Median Earnings Trend for 2015 Graduates by Year, Instructional Program, and Award Type





Updated July 2023























Employment







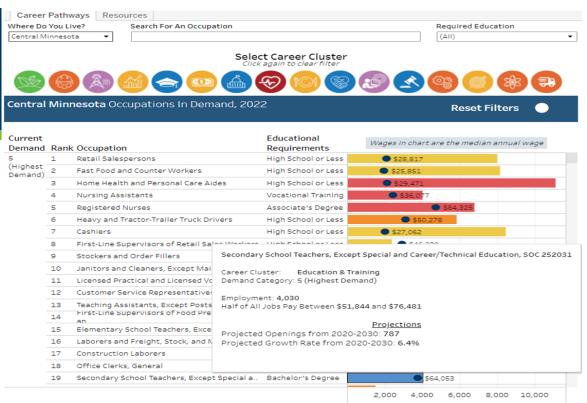
#### Central Minnesota Occupations In Demand, 2023

Reset Filters



Current Demand	Rank	Occupation	Educational Requirements	Wages in chart are the median annual wage
5 (Highest Demand)	1	Fast Food and Counter Workers	High School or Less	\$30,214
	2	Home Health and Personal Care Aides	High School or Less	\$32,476
	3	Cashiers	High School or Less	\$29,935
	4	Retail Salespersons	High School or Less	\$31,947
	5	First-Line Supervisors of Retail Sales Workers	High School or Less	\$45,819
	6	Registered Nurses	Associate's Degree	<b>\$86,694</b>
	7	Laborers and Freight, Stock, and Material Mo	High School or Less	\$39,815
	8	Janitors and Cleaners, Except Maids and Hou	High School or Less	\$36,758
	9	First-Line Supervisors of Food Preparation an	High School or Less	<ul><li>\$39,562</li></ul>
	10	Heavy and Tractor-Trailer Truck Drivers	High School or Less	<b>\$57,479</b>
	11	Teaching Assistants, Except Postsecondary	High School or Less	\$38,154
	12	Nursing Assistants	Vocational Training	<ul><li>\$39,853</li></ul>
	13	General and Operations Managers	Bachelor's Degree	<b>\$79,121</b>
	14	Operating Engineers and Other Construction	High School or Less	<b>\$71,249</b>
	15	Receptionists and Information Clerks	High School or Less	\$34,828
	16	Stockers and Order Fillers	High School or Less	\$35,157
	17	Customer Service Representatives	High School or Less	<b>\$40,140</b>
	18	Office Clerks, General	High School or Less	<b>\$42,306</b>
	19	Miscellaneous Assemblers and Fabricators	High School or Less	<b>\$40,227</b>
Source: [	DEED, L	abor Market Information		0 2,000 4,000 6,000 8,000 10,000

# We have a few tools to help



Employment

### Career Pathways Tool

- https://mn.gov/deed/data/data-tools/career-pathways-tool/
- Video tutorial: https://www.youtube.com/watch?v=xTmbGJkCVfw
- Path to Career Success:
  - https://mn.gov/deed/data/lmi-reports/workforce-path-success/
- Video for parents and students:
  - https://youtu.be/9rNb-aefpMk
- Graduate Employment Outcomes:
  - https://mn.gov/deed/data/data-tools/graduate-employment-outcomes/



## Thank You!



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#### Explore our research in more detail:

https://mn.gov/deed/newscenter/publications/trends/march-2022/cte.jsp
https://mn.gov/deed/newscenter/publications/review/june-2021/cte-minnesota.jsp
https://mn.gov/deed/newscenter/publications/trends/june-2022/high-school.jsp