# Department of Community Colleges and Workforce Development

Presented to:

# Joint Ways and Means Education Subcommittee Camille Preus, Commissioner May 7, 2013



### **Workforce System Partners/Collaborations**

#### Workforce

Oregon employers get the workers they need to remain competitive and support local prosperity. A skilled and ready workforce fills newly developed and current replacement jobs.

#### OREGON WORKFORCE INVESTMENT BOARD

#### **Education**

All Oregonians graduating from high school are college and career ready. All Oregonians who pursue education beyond high school receive a certificate or diploma and are ready to contribute.

OREGON EDUCATION INVESTMENT BOARD

#### Economic Development

Business Oregon works to create, retain, expand and attract businesses that provide sustainable, living-wage jobs for Oregonians.

> OREGON BUSINESS DEVELOPMENT COMMISSION



# **Oregon at Work – A Strategic Plan**

Vision: Quality Jobs – Skilled Workers -Strong State Economy - Local Prosperity

**Goal:** Oregonians have the skills they need to fill current and new high-wage, high-demand jobs. **Goal:** Employers have the skilled workers they need to remain competitive and contribute to local prosperity Goal: Aligned, integrated, efficient, effective, workforce system achieving strong outcomes for businesses and job seekers.

Three Strategies for Change Sector Strategies - Work Ready Communities -System Innovation



### Workforce System Outcomes

#### Benchmarked to vision, goals and strategies

#### **Businesses**

- Find the skilled workers they need and retain them.
- Are satisfied with workforce services and results
- In targeted sectors experience job growth

#### Individuals

- Have the skills and abilities required by business
- See higher earnings.
- are satisfied with services and results

# System (In Development)

- Increased efficiency and greater coordination
- Return on investment



# **\$10 million Workforce Initiative**

- Scale up efforts
  - To get more Oregonians back to work in good jobs
  - Better match skills with jobs
  - Help companies grow





# **Expand Back to Work Oregon**

- Two components:
  - On-the-Job Training (OJT)
  - National Career Readiness Certificate (NCRC)
- Track record:



- \$3.28 million legislative investment in 2011 (matched by Local Workforce Investment Boards through WIA Formula and NEG Funds)
- 1,390 Oregonians earned an average wage of \$14.33/hour (about \$30,000 annually) and 97% of replacement wages
- \$41.7 million earned by program participants in one year = \$3.8 million in additional tax revenue
- Expansion:
  - Hire an additional 2,350 Oregonians in the next biennium

### 2013-15 Investment \$3.35 million



# **Sector Strategies**

- Nationally recognized best practice to better align training with industry demand includes:
  - Employer driven partnerships
  - Engage employers in the development of strategies
- Proven to:



- Improve wages and upward mobility for individuals in poverty
- Support business retention and expansion
- Better align education, workforce and economic development.
- Implementation:
  - Technical assistance to better leverage public dollars for these results
  - Career Pathways as educational component

### 2013-15 Investment \$2.0 million



### **Certified Work Ready Communities**

A county or regional partnership certified by a third party as having a skilled and talented workforce

- Recruit, retain and expand businesses with the promise of a skilled workforce
- Document skills in reading, writing and locating information
- Return unemployed to work faster
- Provide pathways to better jobs
- Reduce barriers to employment
- Quantify workers' skills and reduce costs





## From NCRC to Certified Work Ready Communities

\$1,644,093 public investment since 2011 resulted in ...

- Over 22,000 Oregonians have received an NCRC
- Over 900 businesses have signed letters of support
  - Oregonians who earned an NCRC are approximately 28 percent more likely to be employed
  - Earned a combined total of \$9,975,180 more in wages over one year than those who did not earn an NCRC



# **Certified Work Ready Communities**

Oregon's overall goals in the next two years:

- 100,000 NCRCs earned, across all populations, across all parts of the state
- 4,000 businesses using the NCRC as part of their hiring criteria
- Certification of 2/3 of Oregon counties as "work ready"
- Assure that NCRC earners at all levels

are reflective of state's diverse population

2013-15 Investment \$3.97 million





# **Workforce Initiative**

- Back to Work Oregon \$3.35 million
- Sector Strategies \$2.0 million
- Certified Work Ready Communities \$1.0 million
- National Career Readiness Certificate \$2.97 million
- Personal Services/Admin

\$680,000

### 2013-15 Investment \$10 million



# **Community Care Worker Training**

- Provision of Medicaid waiver and establishment of Coordinated Care Organizations
- Goal of training 300 or more non-traditional Community Healthcare Workers by 2015
- Council of Oregon Healthcare Deans and Directors is guiding this work

### 2013-15 Investment \$673,800



#### Department of Community Colleges and Workforce Development



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