

The Implications of the Great Recession and Economic Change for the Workforce Development System

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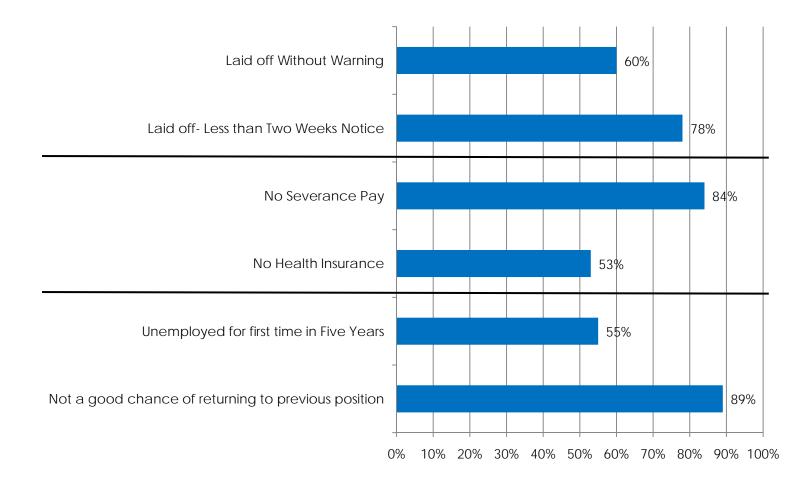


An Unprecedented Recession

- The nation's longest recession
- Highest official unemployment rate in 30 years
- Over 17 million officially unemployed; millions more discouraged or underemployed
- 8.5 million jobs lost since December 2007
- Longest average length of unemployment in 62 years



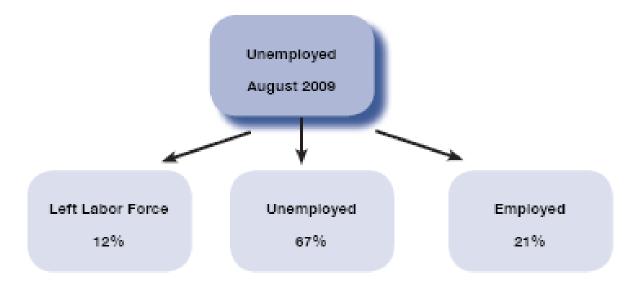
The Unemployment Experience



Source: Van Horn, C., and Zukin, C., "The Anguish of Unemployment," New Brunswick, NJ: John J. Heldrich Center for Workforce Development, Rutgers University, September 2009.

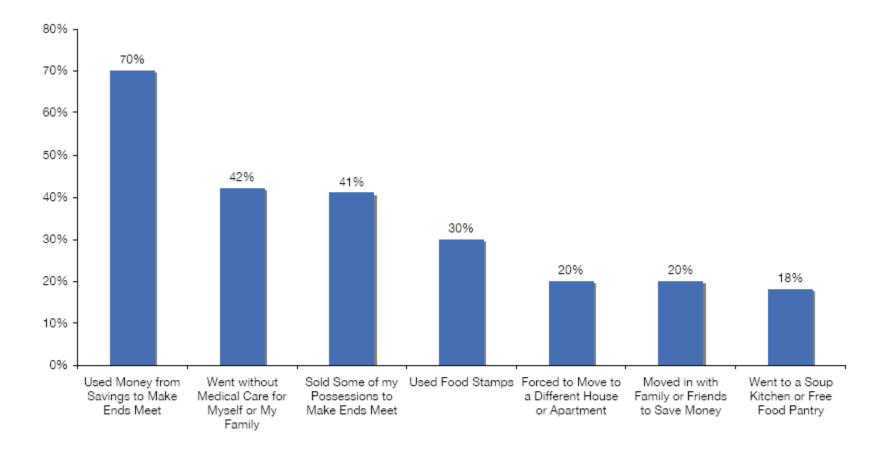


March 2010 Employment Status of those Unemployed in August 2009



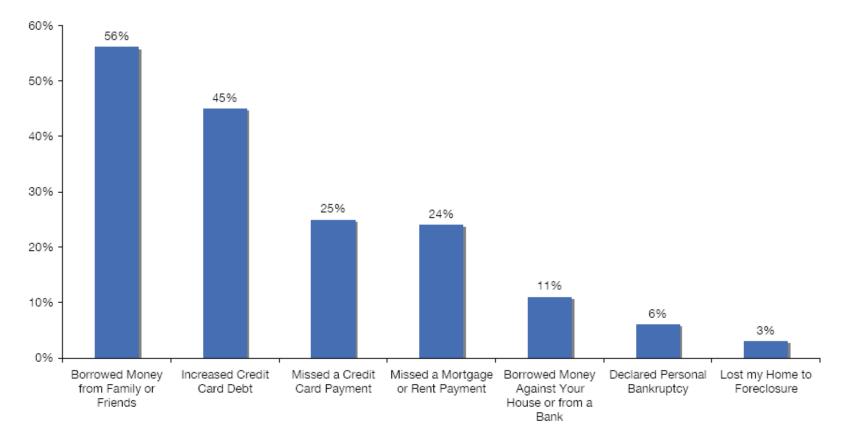


Trying to Make Ends Meet, Unemployed, March 2010





Sinking Deeper into Debt, Unemployed, March 2010



Source: Borie-Holtz, D., Van Horn, C., and Zukin, C., "No End in Sight: The Agony of Prolonged Unemployment," New Brunswick, NJ: John J. Heldrich Center for Workforce Development, Rutgers University, May 2010.

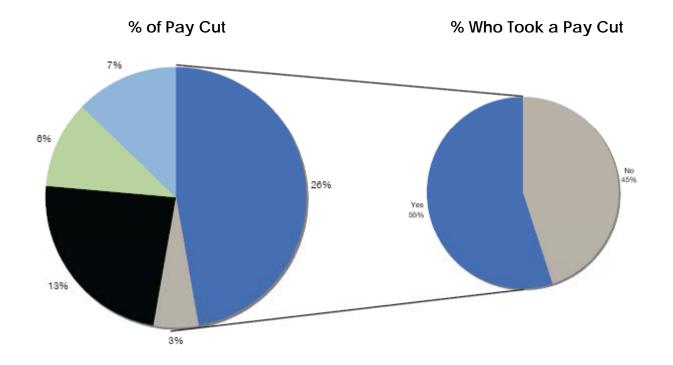


Length of Job Hunt for Newly Reemployed, March 2010





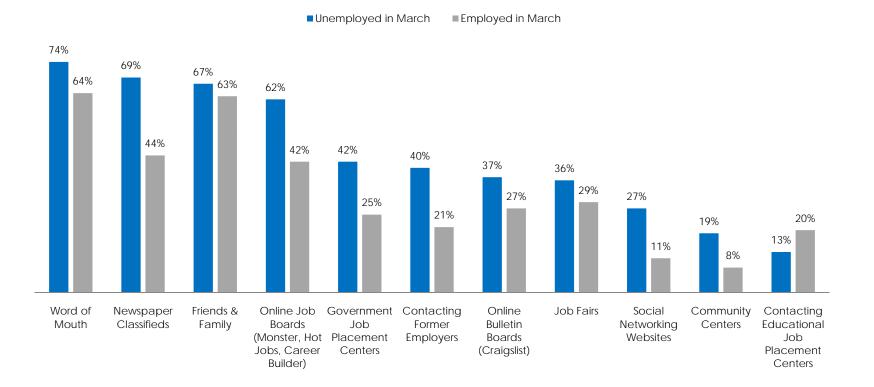
Downward Mobility: The Newly Reemployed Take a Pay Cut, March 2010



📕 0%-10% Pay Cut 📕 11%-20% Pay Cut 📕 20%-30% Pay Cut 📕 31%-50% Pay Cut 📕 Over 50% Pay Cut

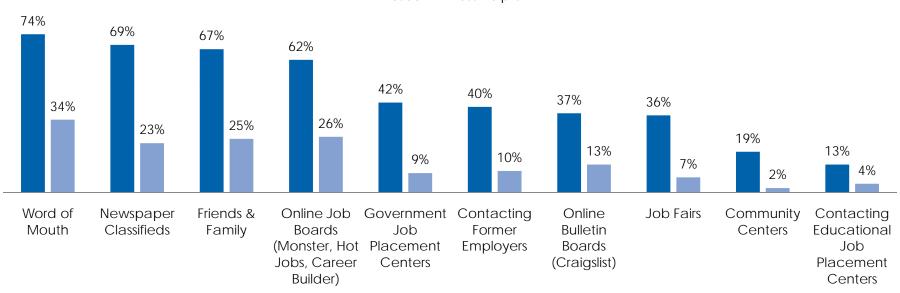


Tools of the Job Hunt





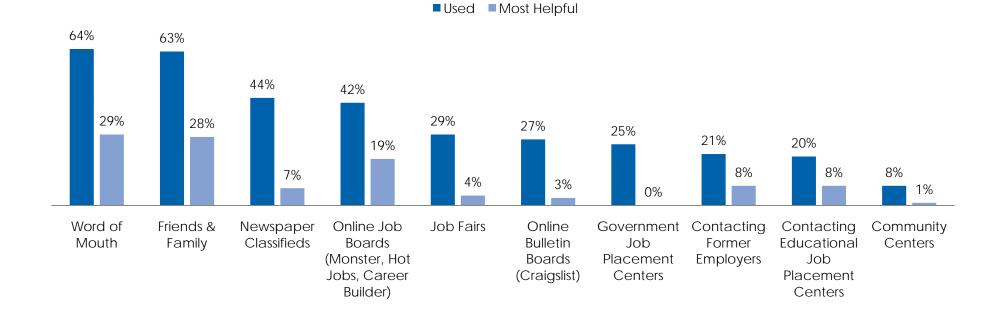
The Utility of Job Hunt Tools for the Unemployed



Used Most Helpful

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The Utility of Job Hunt Tools for the Newly Reemployed





Policy Changes

- Extend and reform Unemployment Insurance; ensure coordination with re-employment services
- Enhance advance warning laws; more robust rapid response
- Incent lifelong learning opportunities with emphasis on attainment of certificates and degrees
- Bolster resources for the Workforce Development System



Practice Reforms

- Link workforce development with economic development and employer needs
- Build stronger connections with other organizations that serve the unemployed
- Expand On-the-Job Training and Apprentice programs
- Enhance labor market intelligence to help job seekers
- Set and enforce standards for program quality