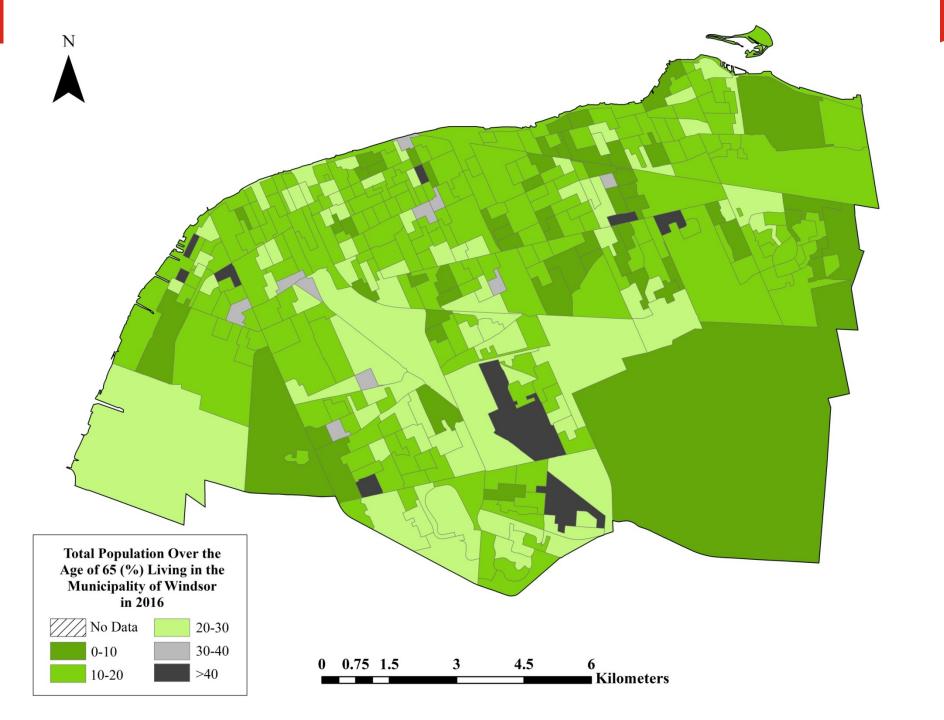


Give. Volunteer. Act.

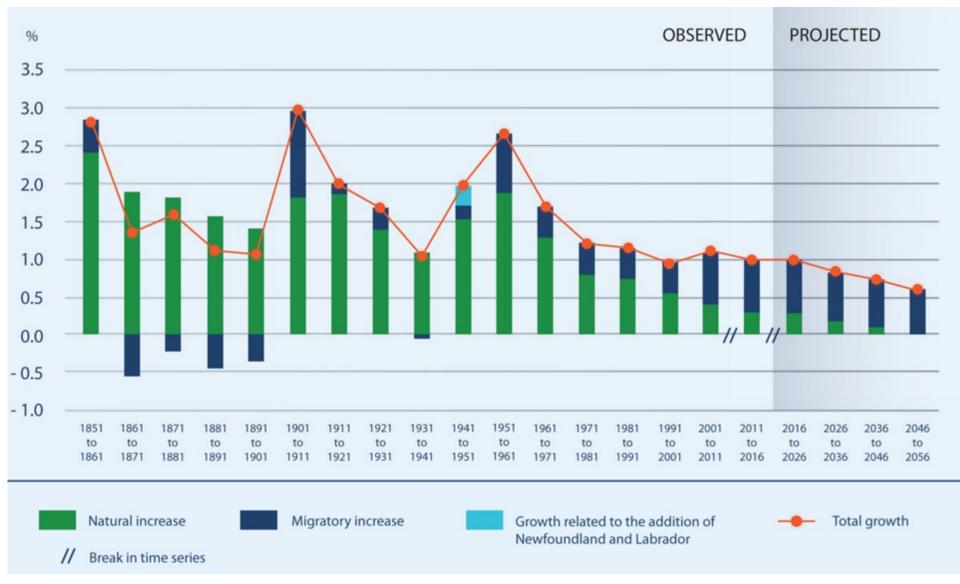
### Poverty, Education Attainment and the Skills Gap

Frazier Fathers - Manager, Community Impact & Learning United Way/Centraide Windsor-Essex County











#### Consequences of these Demographics?

- Greying of the Workplace losing skilled people with lots of experience. 1 in 4 over 65 by 2026.
- Immigration will drive population growth and the local economy.
  - 50% of new arrivals to Canada make less than \$19,000 in their first year in our country.
  - 1 in 4 who are job seeking do not find a job for more than 2 years.

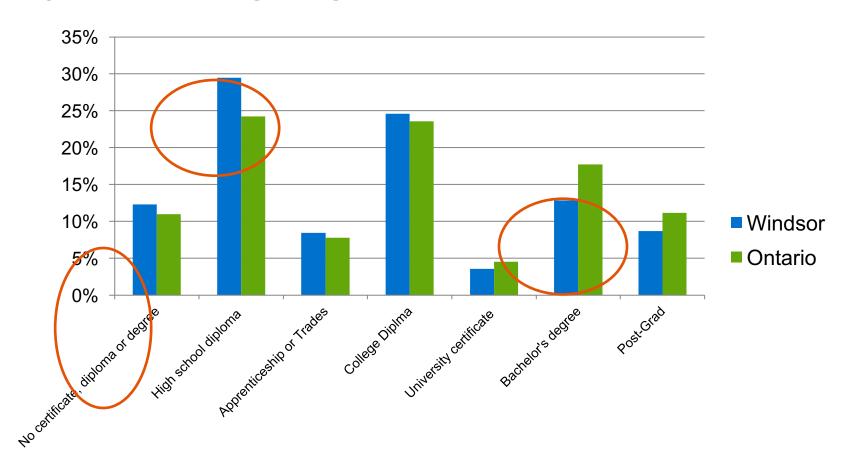


#### Impact on Local Economy

- Smaller workforce across Canada and in Windsor-Essex
  - Competition for skilled labour will be vital but also costly.
  - If jobs can't be filled they will leave or be automated.
- A tool to Mitigate these challenges:
  - Ensuring those who don't have skills can be trained will become vital to economic competitiveness.



## Windsor-Essex Education Outcomes by Working Age Population (19-64)



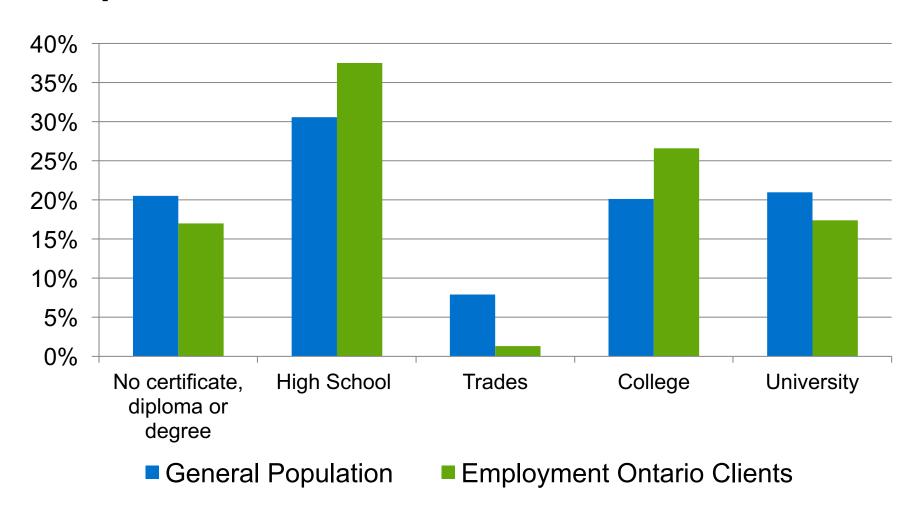


### **Education and Earning Potential**

Highest Level of Education Obtained	Average Annual Earnings Compared to High School		Earnings over 40 Year Working Lifetime compared to High School Graduate	
Less than High School	-\$	856	-\$	34,240
Trades or Apprenticeship	\$	11,047	\$	441,880
College Diploma	\$	5,977	\$	239,080
Some University	\$	9,530	\$	381,200
Bachelor Degree	\$	17,132	\$	685,280
Post Graduate University	\$	26,450	\$	1,058,000

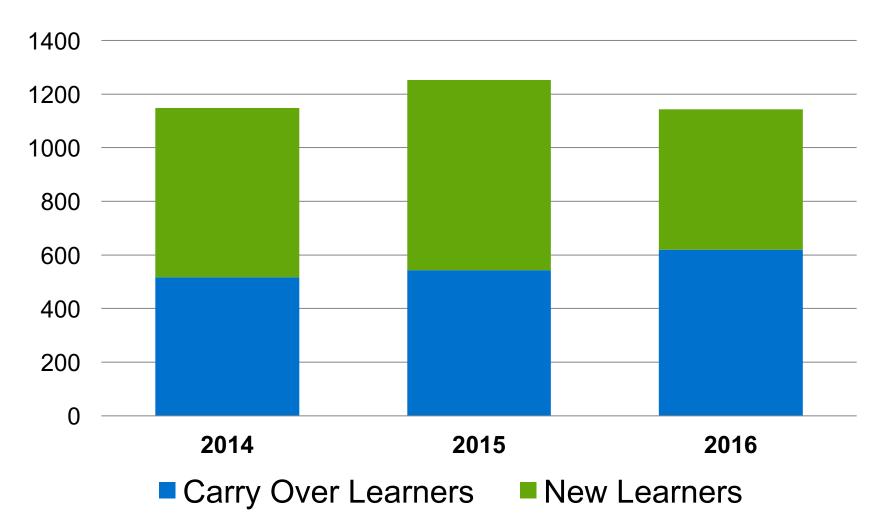


## Educational Attainment: General Population vs Local E.O. Clients





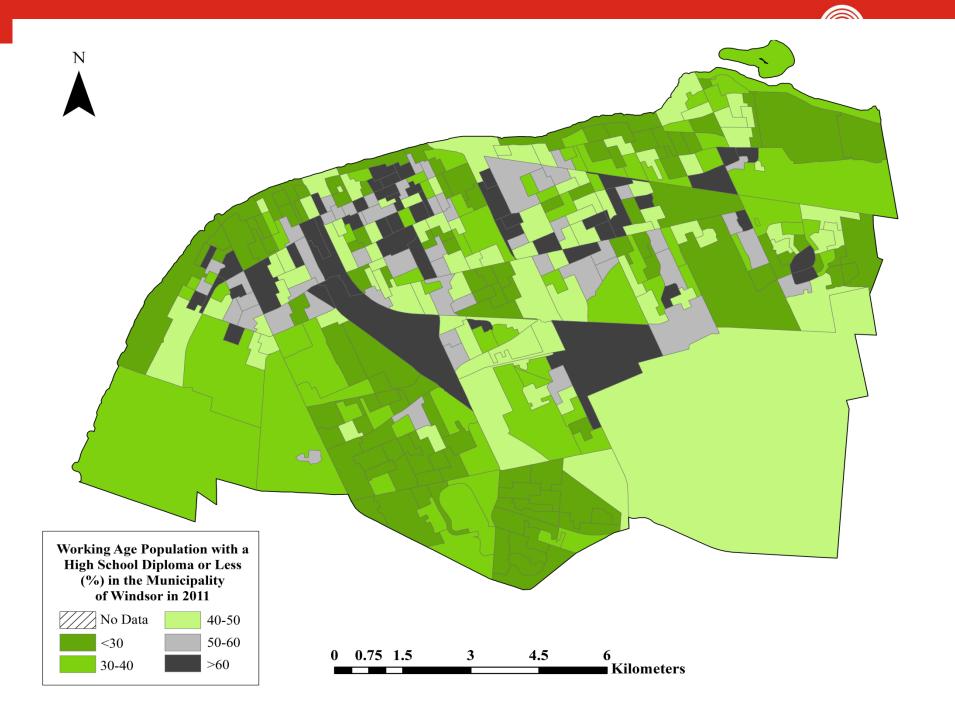
#### E.O. Literacy and Basic Skill Clients





#### Consequences of the Skills Gap

- There is a clear and well-researched connection between educational attainment, employment and levels of poverty.
- The education gap translates into about 12,000 working aged people in our community.
- By moving those people up 1 level of education attainment this would generate approximately \$72 million a year in additional earning in our community.
- Unfortunately we estimate between 150 and 250 youth each year at risk of not graduating High School each year.









#### We are all paying for it!

- The Cost of Poverty in our region is least
   \$450 Million per year. This means:
  - Higher Health Care Costs
  - Higher Protective Service Costs
  - Lost Productivity and Economic Activity
  - Costs of Intergenerational Poverty



#### **Barriers to Education Attainment**

- Wide range of barriers to break that impede education attainment and skill development.
  - Meeting Immediate Needs: Hunger; Mental illness;
     Shelter.
  - Tackling Second Tier Barriers: Neighbourhood Quality;
     Lack guidance or mentorship; Lack (or perceived lack)
     of access to opportunity; Lack of Transportation.
- 1 in 4 youth growing up in poverty will not break the cycle of Intergenerational Poverty.
- Current & Older Workers: opportunities are needed to retrain, realign and reskill as the economy evolves.



#### Removing the Barriers

- Must tackle the underlying social barriers to success.
- Then target specific interventions to close key skills gaps.
- Supply Side Interventions:
  - Creating a coordinated pipeline of opportunities and supports that follows children and youth from age 5 to 25, so they can reach their potential.
  - Focusing on the careers and skills of tomorrow not today and shifting our programming and supports to provide barrier free access to these opportunities.



#### Removing the Barriers

- Demand Led Employment Training
  - Have businesses help direct what skills need to be taught to fill specific needs.
  - Design programs that are responsive to the evolving needs local economy.
  - Ensure those deploying the programs have the resources and flexibility to evolve as their programs do.
- Bigger than one agency or group, this is why a new collective approach is needed.
  - You will hear more on this later today.











# **United Way Centraide**

**Windsor-Essex County**