Development of a National Graduate Tracking Mechanism and Design and Implementation of an Employers' Skills Survey: Building a mechanism for tracking skills supply and demand in Cyprus

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Presentation Outline

Part A: Project Overview

 Part B: Main Findings from the first cycle of the National Graduate Tracking Survey

• Part C: Future Directions



Tracking skills supply and demand in Cyprus

Tracking skills supply and demand to improve the connection between Higher Education and the labour market in Cyprus.



Part A: Project Overview

Project's Identity

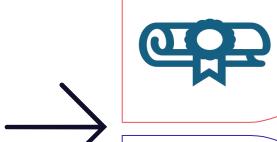
Development of a National Graduate Tracking Mechanism and Design and **Project Title** Implementation of an Employers' Skills Survey **Project** The Project is part of a larger project entitled "Addressing Skills Mismatch between Context **Education and the Labour Market" (Component 5) Funding** Funded by the Recovery and Resilience Facility Source **Project** A project proposed by the Department of Higher Education **Proposal** Contractor **PwC Cyprus** Key Report of main findings of Graduate Tracking of Cyprus Higher Education survey is Milestone finalised and public by Q3 2023 (Achieved) **Project** https://skilltracking.highereducation.ac.cy/ Website **Project** November 2022 - November 2027 (plus 36 months of monitoring support) **Timeline**

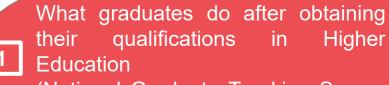


Project's Aim

Provision of accurate, up-to-date, systematic, high-quality, longitudinal and accessible national data about:







2

(National Graduate Tracking Survey and EUROGRADUATE Survey).

Higher



The current and future needs of the labour market in terms of skills (National Employers Skills Survey)

Two National Surveys

National Graduate Tracking Survey

- Respondents: Two cohorts of graduates (T+1 and T+5)
- Frequency: Annually
- Sampling: Census
- Data Collection Method: Online questionnaire
- Thematic areas:
 - Education Experience in Higher Education (C)
 - Employment (C)
 - Relevance of education and training to employment (C)
 - Mobile Graduates (C)
 - Personal and Social Background (C)
 - Career Counselling during Upper Secondary Education
 (A)
 - Career Counselling during Higher Education (A)
 - Reskilling and Upskilling opportunities during employment (A)

National Employers' Skills Survey

- Respondents: Employers from the Private, Public and Semi-Governmental Sectors
- Frequency: Every two years
- Sampling: Random sample for Private Sector and Census for Public and Semi-Governmental Sectors
- Data Collection Method: Online questionnaire
- Thematic areas:
 - Profile of Enterprise/Organisation
 - Employment in workplace (size, NACE sector, occupations)
 - Changes in employment
 - Recruitments Appointments/ Hard-to-fill vacancies
 - Recruits of recent graduates from Cyprus Higher Education Institutions
 - Internal Skill Gaps (and over-skilling)
 - Skill shortages
 - Skill obsolete



















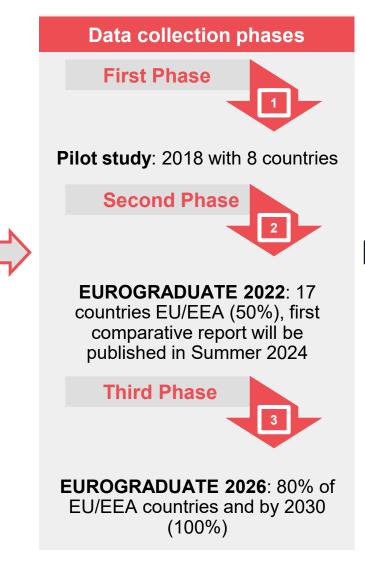




EUROGRADUATE: A European Graduate Tracking Survey

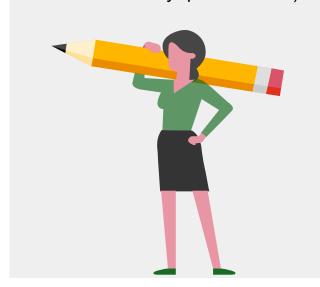
Policy & Funding

- Context: 2017 Council
 Recommendation invited the
 Member States to improve the
 quality, availability and
 comparability of tracking data
 about Higher Education
 graduates
- Purpose: The collection of comparable data on the experiences of European graduates during their studies in Higher Education and the impact of these experiences on their professional lives and their lives as European citizens.
- Funding: by the Erasmus+ program of the European Union (Cyprus participation was funded by RRF).



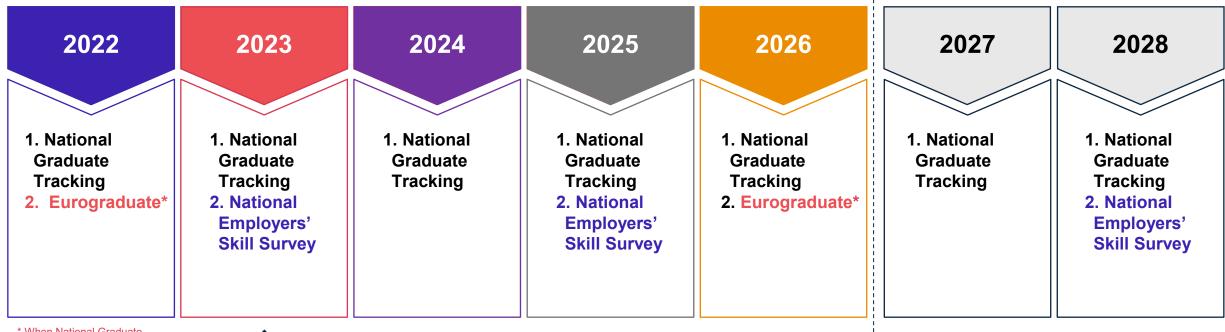
Medium-term goal

- Building a comprehensive graduate tracking mechanism on a European level
- Improve the collection and linking of survey and administrative data (e.g., a shorter survey questionnaire).





Data Collection Cycles



* When National Graduate Tracking Survey and EUROGRADUATE survey are running simultaneously, they will share a common questionnaire



Surveys will be led by the Ministry of Education, Sport, and Youth, with the support/monitoring of PwC Cyprus

Project Rationale

01

Existence of skills mismatches

Cyprus is the third country after Spain and Greece with the highest overqualification rate for the employed population aged 20-64 at nearly 31.8% (Cedefop 2015).

Employability among young graduates has risen in 2019, but health and science, technology, engineering and mathematics (STEM) graduates remain scarce (Education & Training Monitor, 2020).

02

Need for better connection between the education and training system and the labour market

In 2020, Cyprus received a country-specific recommendation to improve labour-market relevance of education and training (Council of the European Union, 2020).

03

Absence of a national graduate tracking system (2017 Council Recommendation on tracking graduates)

The discrepancy between labour market needs and young people's study choices could be reduced by comprehensive graduate tracking. However, at present, this is lacking at both system and provider-level for Tertiary Education which produces the most graduates in Cyprus. (Council of the European Union, 2020).

04

Lack of skills intelligence data for decision and policy making

Collecting information on skills utilisation in the labour market and placement rates for policy-making and career counselling needs to be further expanded and systematized in Cyprus (Council of the European Union, 2020).

Monitoring of the higher education system is weak. Systematic data gathering, analysis and use of data to inform policy is underdeveloped.





Tackling skills mismatches through better labour-market information should be a priority for policy-makers.

Cedefop, 2015

Definition of Skills Mismatch

The discrepancy between what the education system delivers and what the labour market needs (Quintini, 2011)

Imbalances between skills offered and skills needed in the world of work (UNESCO).



Skills Mismatches: An Umbrella Term



Vertical mismatch: The level of education is less or more than the required level of current job



Horizontal mismatch: The level of education or skills matches job requirements, but the field of education is inappropriate for the current job.



Skills gap: The level of skills of the person employed is less than that required to perform the job adequately



Over/under qualification: To hold a higher/lower qualification than the current job requires.



Skill shortage: Demand for a particular type of skill exceeds the supply of available people with that skill.



Overskilling/Underskilling: To be unable to fully use one's skills and abilities in the current job/ To lack the skills and abilities necessary to perform the current job to acceptable standards.

Double mismatch: When someone is employed in a job below/above their qualifications and in a different field of study.

Impact of Skills Mismatches



A. For individuals

- Limitations on employability prospects
- Decrease of job satisfaction
- Negative effects on salaries
- Increased job stress
- Negative effect on health and general wellbeing



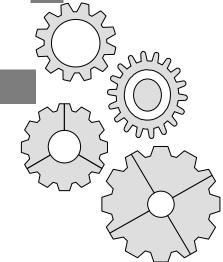
B. For employers

- Low productivity
- Increased job turnover



C. For economies

- Increased rates of unemployment
- Reduced productivity
- Reduced **GDP** growth
- Reduced competitiveness
- Limited capacity to innovate and adopt innovation



Addressing Skills Mismatches: A coordinated approach

Collaboration between Education and Industry

- Alignment of the curriculum of existing Higher Education programs of study to correspond to the labor market demands.
- Collaboration between employers and Higher Educational Institutions to ensure that educational programs are relevant and practical.
- Offer of short and flexible programs of study (microcredentials) by HEIs in order to address skills gaps and upskilling needs (in collaboration with employers).
- Internship programs and industry-sponsored projects for bridging the gap between theory and practice.

Lifelong Learning Initiatives-Encouraging continuous upskilling and reskilling

 Increased participation of adults in lifelong learning over their life course for reskilling and upskilling purposes

Targeted career guidance and counseling services

- Offer career counseling to students early in their educational journey, providing insights into various career paths and the skills required for success in those fields.
- Help individuals identify areas where their skills may be lacking or misaligned with the demands of the job market.
- Ensure career guidance services remain up-to-date by regularly integrating industry insights and labor market trends into such sessions.
- Connect individuals with training programs and upskilling opportunities that are relevant to current and emerging job market needs.

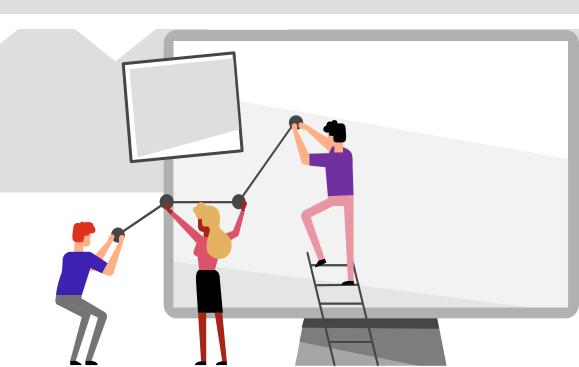
Measuring* Skill Mismatches in the context of the two National Surveys

National Graduate Tracking Survey

- Vertical mismatch
- Horizontal mismatch
- Double mismatch
- Overskilling/Underskilling
- Over-qualification/Under-qualification

National Employers' Skills
Survey

- Skill shortages
- Skill gaps
- Overskilling
- Skills obsolete





Part B: Main National Findings on Graduates

First wave: National Graduate Tracking & EUROGRADUATE Surveys

Population and Sample

Graduates of academic years 2016/17 (T+5) and 2020/21 (T+1):

- From all Higher Education Institutions in Cyprus (both Private and Public Universities and Institutions of Tertiary Education).
- Who have earned Higher Certificates and Diplomas (NQF* 5), Bachelor's degrees (NQF 6), and Master's degrees (NQF 7).
- Of all nationalities, irrespective of their location prior to their education (e.g., school or first degree) and their current or permanent location after graduation.
- Of all enrolment statuses (e.g., full-time, part-time, distance learning).

Population Size

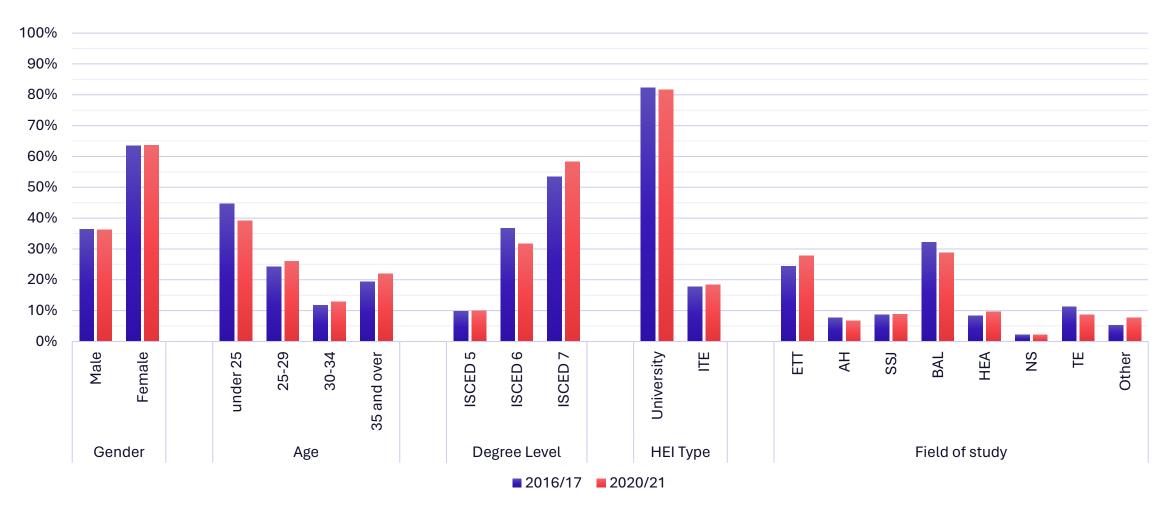
10 478 T+1 Graduates 13 617 T+5 Graduates

Sample Size: 1438

914 T+1 Graduates 524 T+5 Graduates



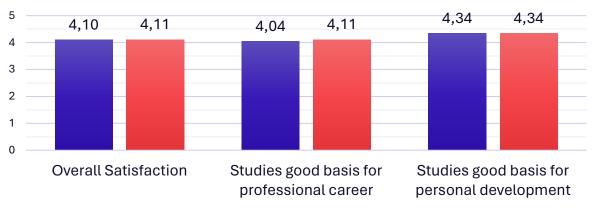
Population and Sample Profile



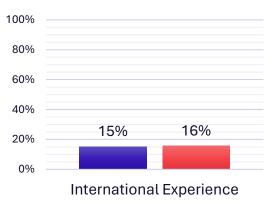
Note: Fields of study ETT-Education and Teacher Training, AH-Arts and Humanities, SSJ-Social Sciences and Journalism, BAL-Business Administration Law, HEA-Health, NS-Natural Sciences (including Mathematics), TE-Technology and Engineering. Other includes Agriculture, Forestry, Fisheries, Veterinary and Services

Experiences from Higher Education

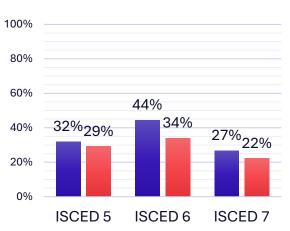




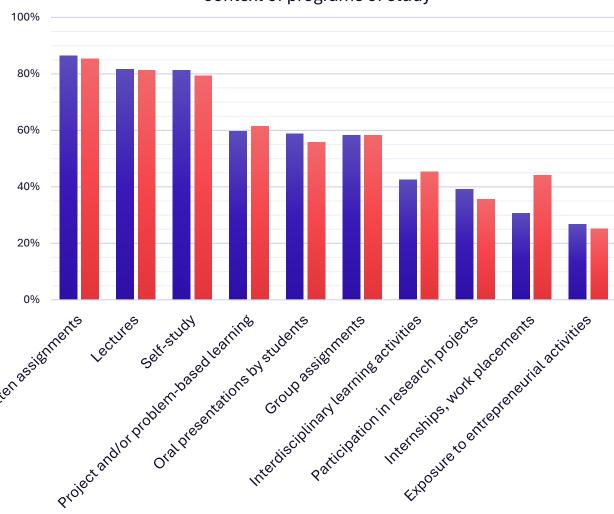
International experiences during Higher Education studies



Pursuing further studies after graduation

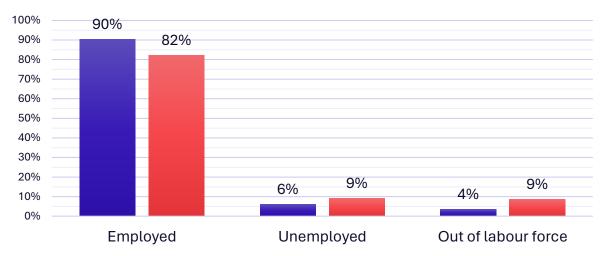


High frequency of use of modes of teaching and learning in the context of programs of study

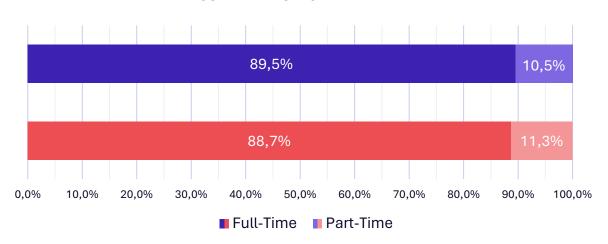


Participation in the Labour Force

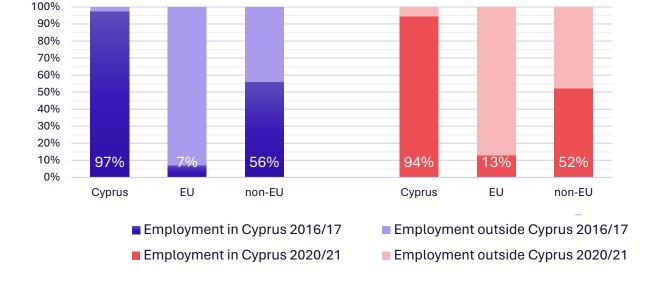




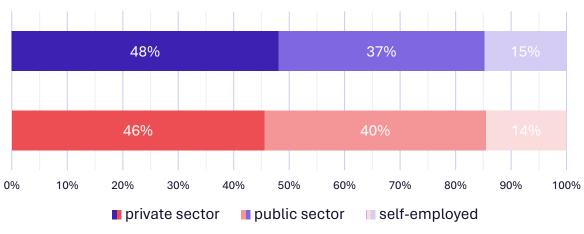
Type of Employment



Place of Employment

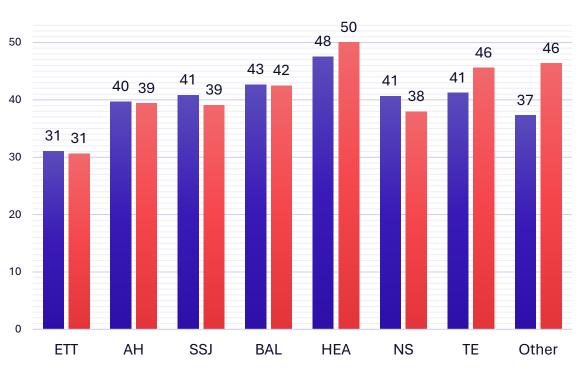


Sector of Employment



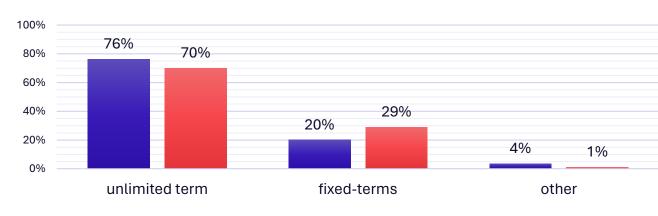
Quality Aspects of Employment

Actual Working hours per Week

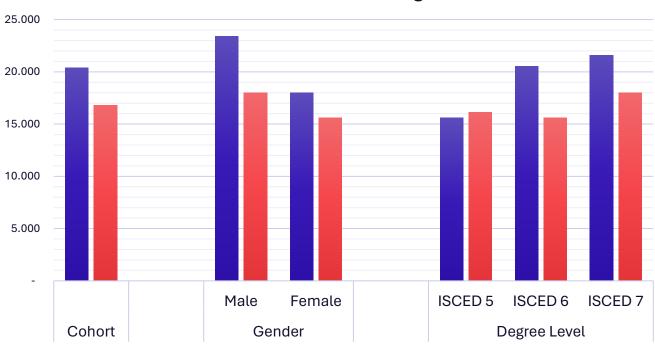


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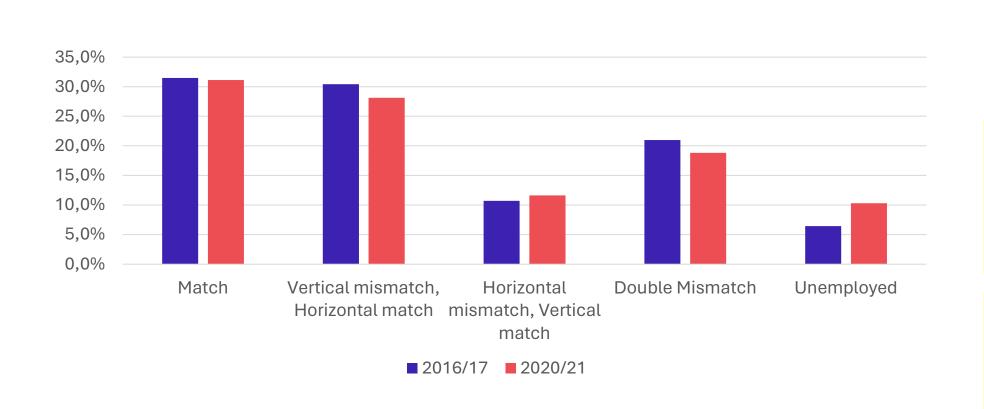
Job security



Median Annual Earnings



Skills Mismatches for Graduates within the Labour Force by Cohort



Vertical mismatch:

The level of education or qualification is less or more than the current job requires

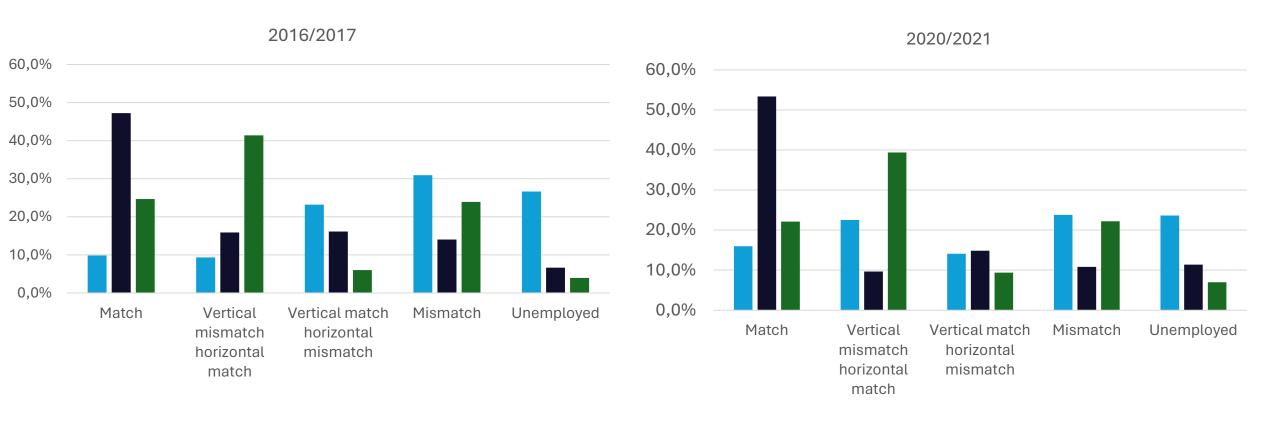
Horizontal mismatch:

The type/field of education is inappropriate for the current job

Double mismatch:

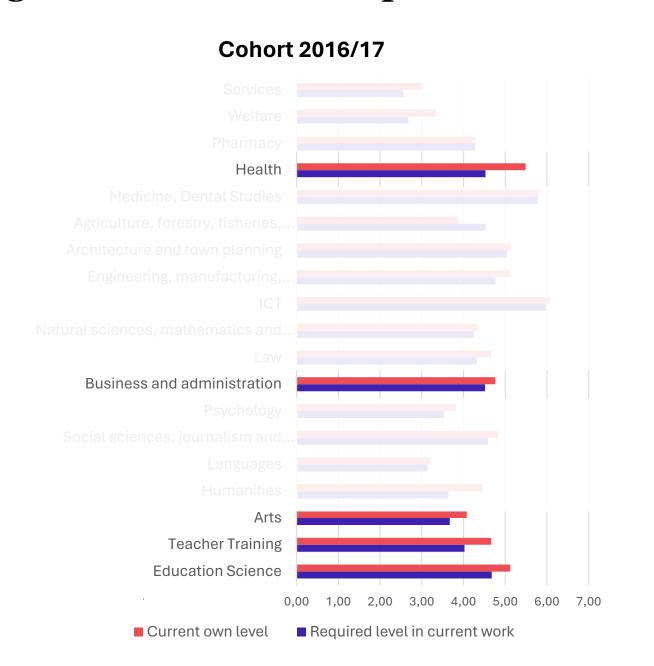
When someone is employed in a job below/above their qualifications and in a different field of study.

Skills Mismatches by Cohort and Level of Study

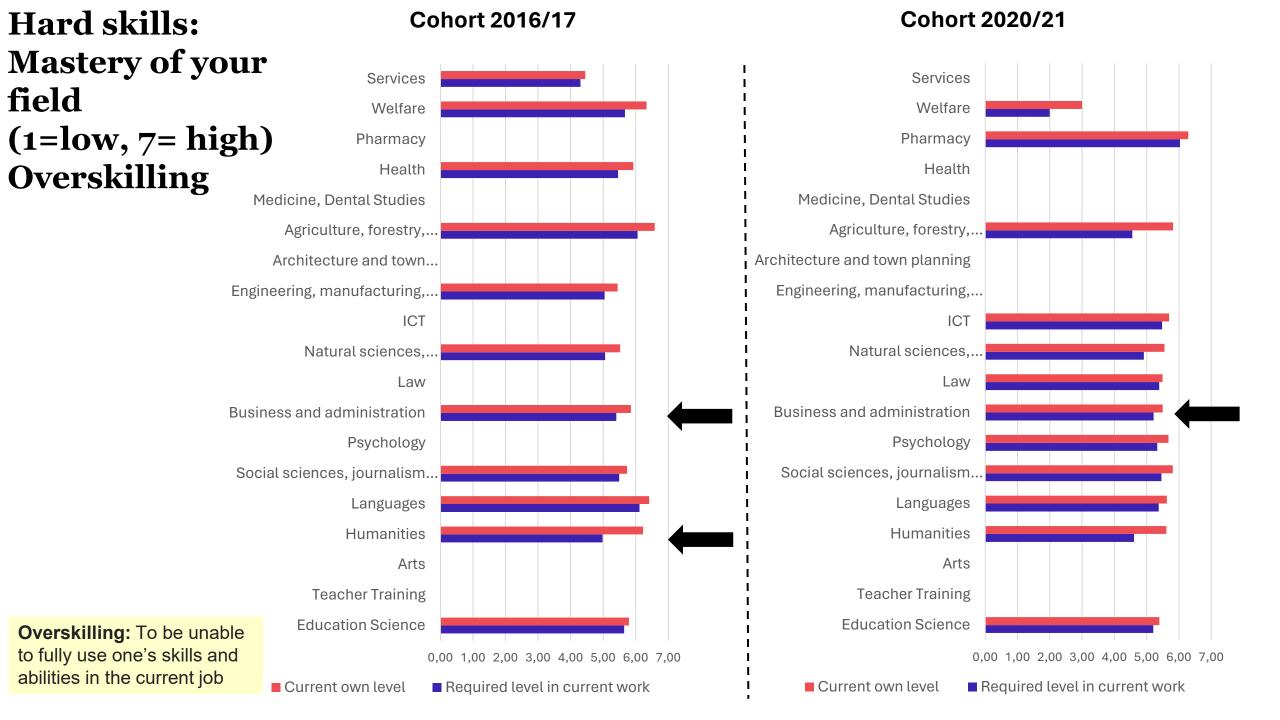


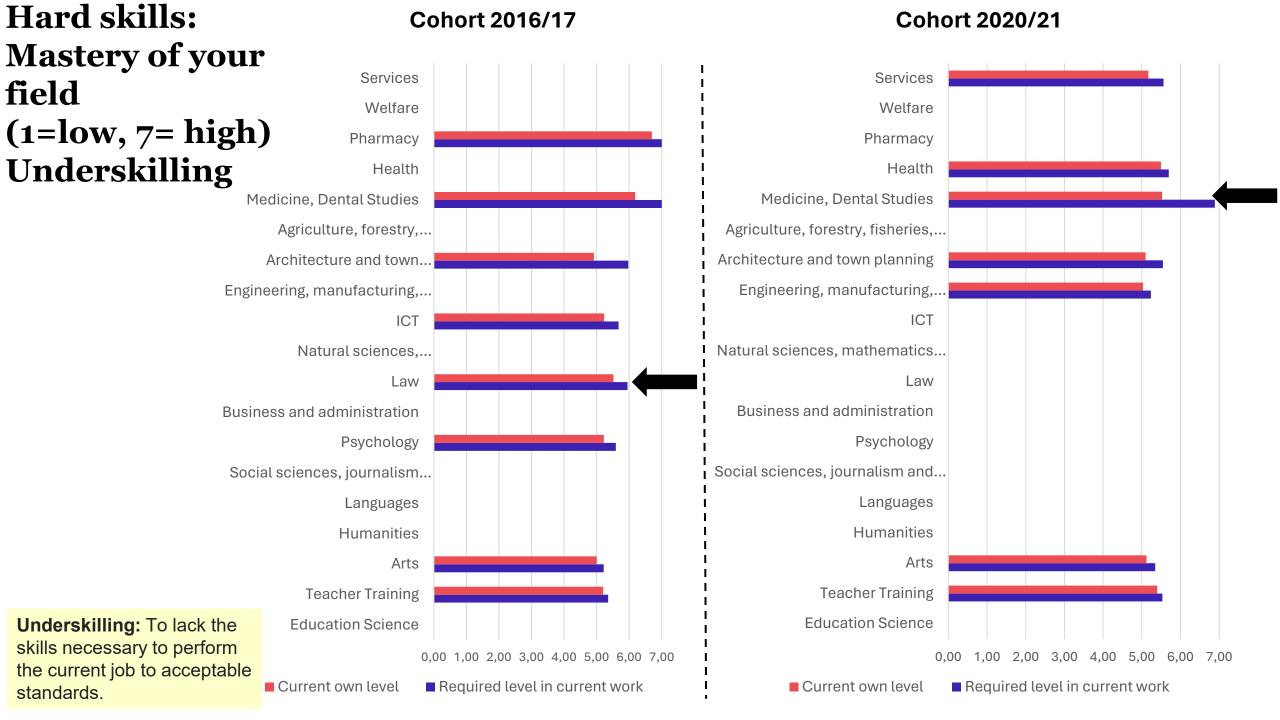
- 2020/21 ISCED 5 (short-cycle higher education)
- 2020/21 ISCED 6 (Bachelor's or equivalent)
- 2020/21 ISCED 7 (Master's or equivalent)

Digital Skills in the Workplace: Advanced use of ICT (1=low, 7= high)





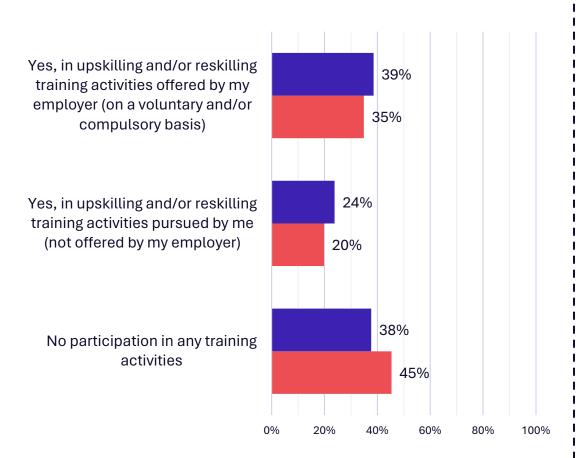




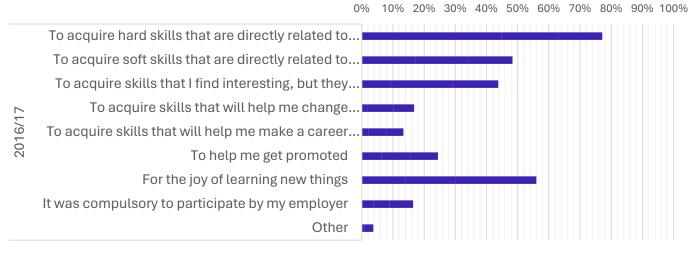
Upskilling and Reskilling Activities during Employment

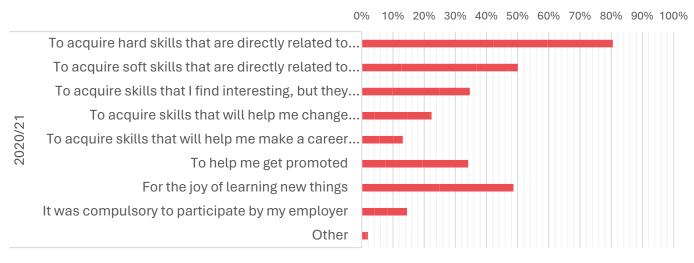
2016/17 2020/21

Engaging in upskilling and reskilling activities



Motives for engaging in upskilling and reskilling activities





Implications of findings

Enhancing Experiences in Higher Education

- Align academic curricula with labour market demands
- Foster partnerships between educational institutions and employers
- Promote apprenticeships, internships, and work placements to provide practical experiences

Promoting Career Guidance and Counselling Services

- Increase participation in career counselling activities by ensuring that career guidance services are accessible to all, regardless of background or location.
- Raising awareness of the benefits of career guidance and counselling (provision of accurate information about career pathways, and occupations where there is high demand and help individuals align their skills and interests with available opportunities).
- Develop/Strengthen job matching services and platforms

Facilitating Continuous Learning

- Investing in continuous upskilling and reskilling of the workforce throughout individuals' careers
- Address barriers for participation to education and training for disadvantaged groups
- Promote micro-credentials (Micro-credentials certify the learning outcomes of short-term learning experiences)

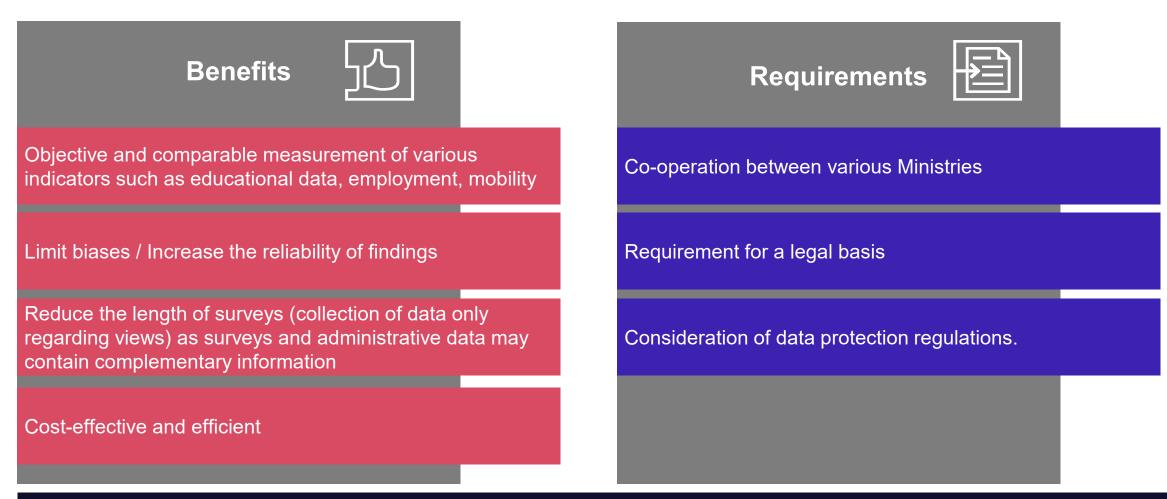


Part C: Future Directions



- Explore ways how to combine survey data with data from administrative sources (HEI registers, social security registry, tax register, business register, unemployment register).
- Make surveys more visible to the public and encourage the use of data by various stakeholders (policymakers, researchers, parents, students, counsellors) for making informed decisions.
- Establish a mechanism for sharing skills intelligence data with different stakeholders: Creating a centralized database where information on skills demand, supply, and gaps can be accessed by policymakers, educators, and employers.
- Conduct an exploratory study of whether and how relevant stakeholders have made use of data from both surveys (2025).
- Develop forecasting models for skills needs that will make use of data collected in the context of both surveys along with other data.

An important step forward: Combining survey data with data from administrative sources/registers for graduate tracking purposes



Medium-term goal of Eurograduate Survey: an EU graduate tracking system based on both survey and administrative data.

Thank you for your attention!

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