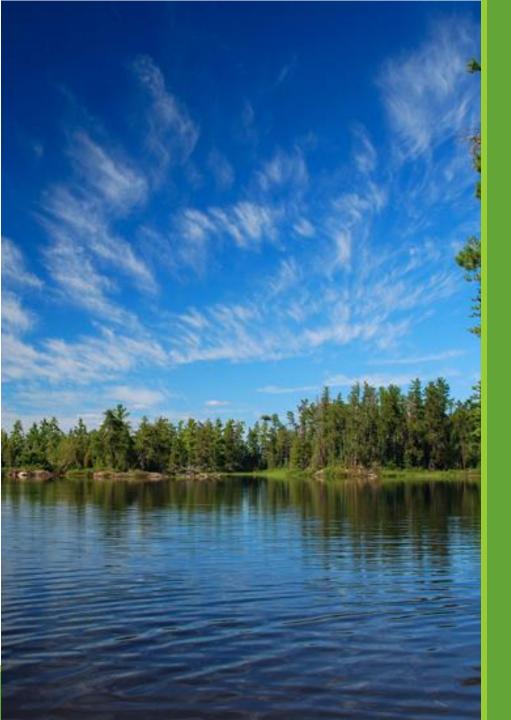


#### From Chasing Smokestacks to Chasing People

REGION 6W WORKFORCE SUMMIT NOVEMBER 8<sup>TH</sup>, 2023



#### About us

In 1997, a group of rural Minnesota advocates came together to create a rural policy "think tank" that would provide policy makers, rural advocates and concerned citizens with an objective, unbiased and politically unspun examination of today's rural issues.

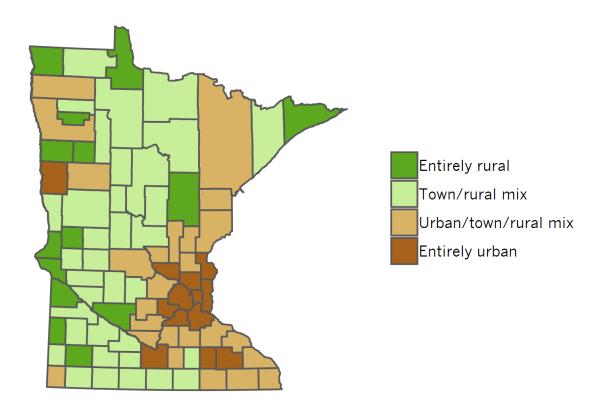
- Based in Greater Minnesota, serving Greater Minnesota.
- A non-partisan, non-profit policy research organization.
- Dedicated to providing Minnesota's policy makers with an unbiased evaluation of issues from a rural perspective.
- 19 Board members
- 4 Staff members in home offices

#### What We Do

We take complicated and complex issues and present them in ways that give them meaning and relevance.

Our research is not designed to determine public policy, but instead to inform those making the decisions.

#### County categorizations based on rural-urban commuting areas



#### **CRPD Staff**



Left to right: Kelly Asche, Research Associate in New London Marnie Werner, VP of Research & Operations in Mankato Julie Tesch, President & CEO in Waldorf

### Our Latest Research www.RuralMN.org



Shedding light on the education formula



Identifying bottlenecks and roadblocks in the rural mental health career pipeline



Rural Child Care Solutions: From the ground up

#### **Upcoming Research**

- ► The Journey to Meaningful Employment for Southwest High School Graduates
- Suicide and 988 usage in rural Minnesota

#### Be the First to Know



Website: ruralmn.org



Research overview and webinars on our website and





Center of Everywhere Podcast on our website, iTunes, and Spotify.

#### Content

#### A new normal

Overview of job vacancies

#### A shift in economic development

- Resident recruitment and retention
- Engaging high schoolers
- The journey to meaningful workforce participation for Southwest students

# Part 1: A new normal

FROM CHASING SMOKESTACKS TO CHASING PEOPLE

REGION 6W WORKFORCE SUMMIT

NOVEMBER 8<sup>TH</sup>, 2023

#### Minnesota – lets brag

Top-5 lowest unemployment rate

Top-5 highest labor force participation rate

Top performing state during recessions

5th most diverse economy

Source: Minnesota Chamber of Commerce Foundation, Minnesota: 2030

# What may threaten our awesome-ness?

#### LACK OF PEOPLE!

- Labor force growth has been decreasing for 2 decades
- Terrible at keeping youth (statewide)
- Immigration policy

#### Luke will discuss

Historically low unemployment rates

A drop in labor force participation

#### Job Vacancies

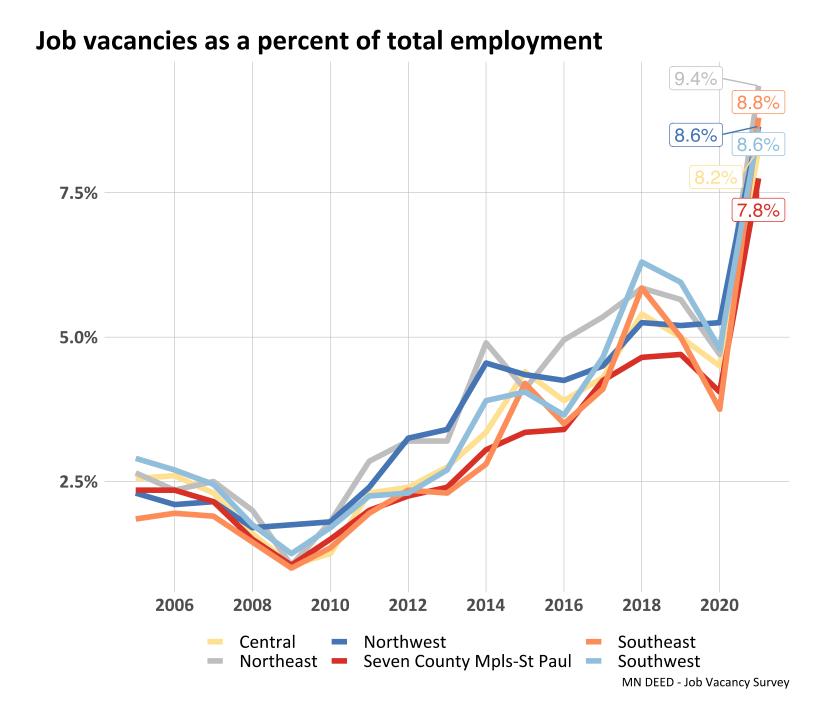
FROM CHASING SMOKESTACKS TO CHASING PEOPLE REGION 6W WORKFORCE SUMMIT NOVEMBER 8<sup>TH</sup>, 2023



.4 job seekers per vacancy -2021

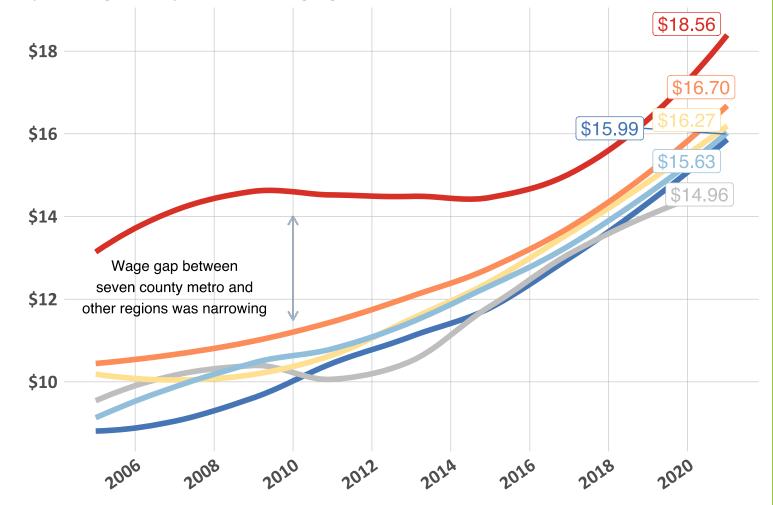
### The job vacancy rate is higher in Greater Minnesota

The job vacancy rate reflects the average quarterly number of job vacancies each year as a percentage of total jobs in the region. The higher the percentage, the more challenging it is to fill the positions. Every region in the state is at its highest vacancy rate ever, despite the dip during COVID-19.



#### Median wage of job vacancies

Gap in wages maybe increasing again



MN DEED - Job Vacancy Survey

Job Vacancies:
The gap in
median wages of
vacancies are
closing...

#### Data is clear.







The pressure to fill job vacancies in Greater Minnesota at or exceeds levels experienced in the Twin Cities.

Gap in wages has narrowed.

Significantly larger number of job vacancies are full-time.





Significantly larger number of job vacancies offering health insurance benefits.

Job requirements used as lever for applicant pool.

## A fundamental shift is taking place in economic development



This is a statewide issue!



#### What to do?

Invest in non-traditional economic development

- Resident recruitment and retention initiatives
- High school engagement
- Child care
- Housing
- Engaging retired

## Policy implications: from chasing smokestacks to chasing people

JOB RECRUITMENT & RETENTION

Tax incentives

Infrastructure investments

Focus on labor force

PEOPLE RECRUITMENT & RETENTION

**Collaboration** 

Housing programs

Childcare

Localized CTE pathways

Visitor strategies

Health care

Current resident engagement

Investments in natural amenities

Focus on quality of life issues

Source: University of Minnesota Extension | Center for Community Vitality

# Part 2: A shift in economic development

FROM CHASING SMOKESTACKS TO CHASING PEOPLE

REGION 6W WORKFORCE SUMMIT NOVEMBER 8<sup>TH</sup>, 2023

# Resident Recruitment and Retention

FROM CHASING SMOKESTACKS TO CHASING PEOPLE REGION 6W WORKFORCE SUMMIT NOVEMBER 8<sup>TH</sup>, 2023

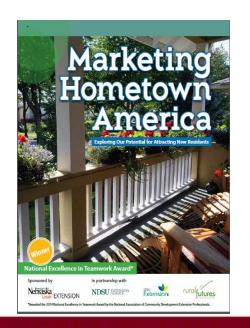
#### GREATER>MSP Minneapolis Saint Paul Regional Economic Development Partnership

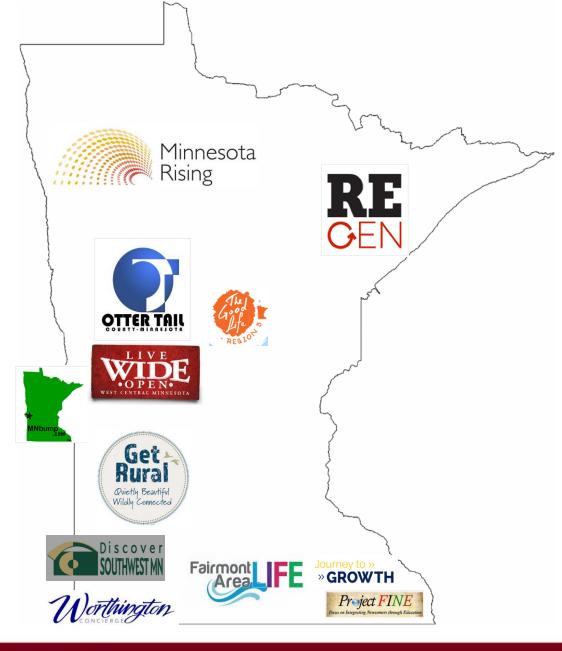
#### Rural Envy

The seven-county metro has a great example of resident recruitment with Greater MSP.



People Recruitment Efforts In Minnesota

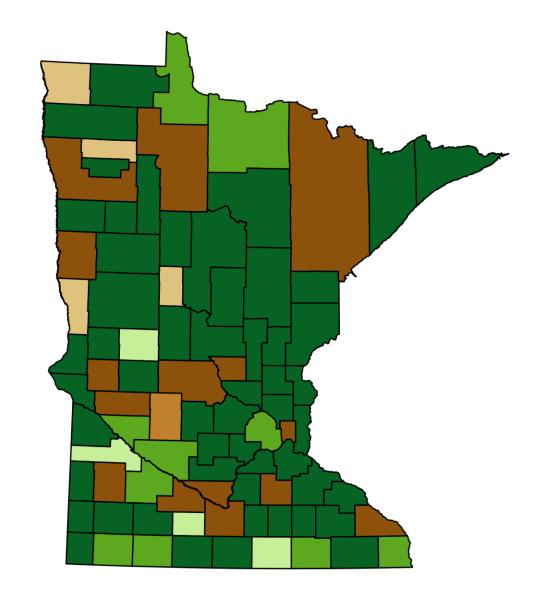




# In-migration of 30- to 49-year-olds

People recruitment campaigns across Greater Minnesota are based on research conducted by U of MN Extension that highlights the inmigration of 30- to 49-year-olds.

https://extension.umn.edu/econom ic-development/rural-brain-gainmigration Migration: % higher or lower of expected 30- to 34-year-olds (2000-2010)



#### Why migrating to rural areas?



Affordable Housing



Small class sizes



Quality of life



Jobs (immigrant and refugee populations)

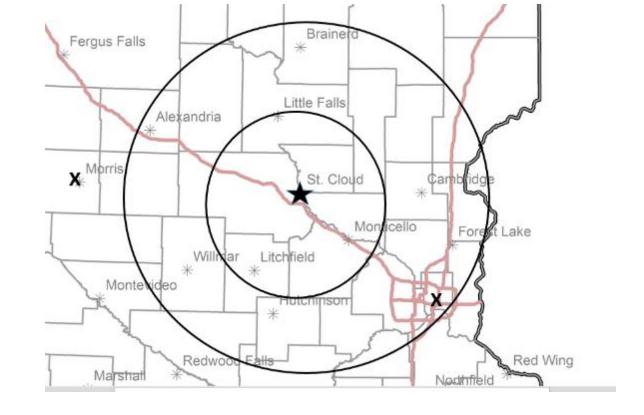
https://extension.umn.edu/economic-development/rural-brain-gain-migration

#### Exercise

- ★ where you live
- X where you work

#### Circle around:

- 1. Shop / eat out
- 2. Play / recreate





**Broadband** 

Entrepreneurship

# Promoting and engaging

**Events** 

#### Recruitment Challenges



Building a Network from Scratch



Who's responsible?



**Negative Narrative and Perceptions** 



Diversity of skill set required for initiatives

# Changing the story for high schoolers

FROM CHASING SMOKESTACKS TO CHASING PEOPLE REGION 6W WORKFORCE SUMMIT NOVEMBER 8<sup>TH</sup>, 2023

#### Two types of influences





Relationships

Observations

#### Influencers: relationships







IMMEDIATE FAMILY



**FORMAL ADVISORS** 

#### Influences: observations





Career opportunities

Community opportunities

#### Retention — engaging youth



#### Lots of activity in Greater Minnesota

INVOLVEMENT FROM BUSINESS COMMUNITY

**INCREASING INTEREST IN CTE** 









#### Build Dakota Scholarships



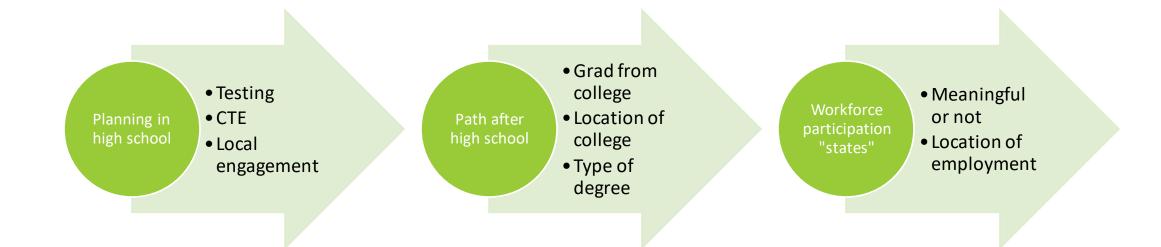
#### **Program Details**

- Both in-state students and out-of-state students are eligible for the scholarships.
- Scholars of all ages are welcome to apply.
- The scholarships will support tuition, fees, books and other required program expenses in the eligible technical institute programs.
- Recipients of the scholarships will commit to living and working in the state, in their field of study, for three years following graduation.
- In the first five years, a projected 300 scholarships will be awarded annually. Beyond the first five years, the endowment will support approximately 50 full-ride scholarships.

#### **Student Commitment**

- Enroll full-time in a technical institute program determined as high-need workforce area in South Dakota
- Following graduation, work full-time in field of study in South Dakota for a minimum of three years.

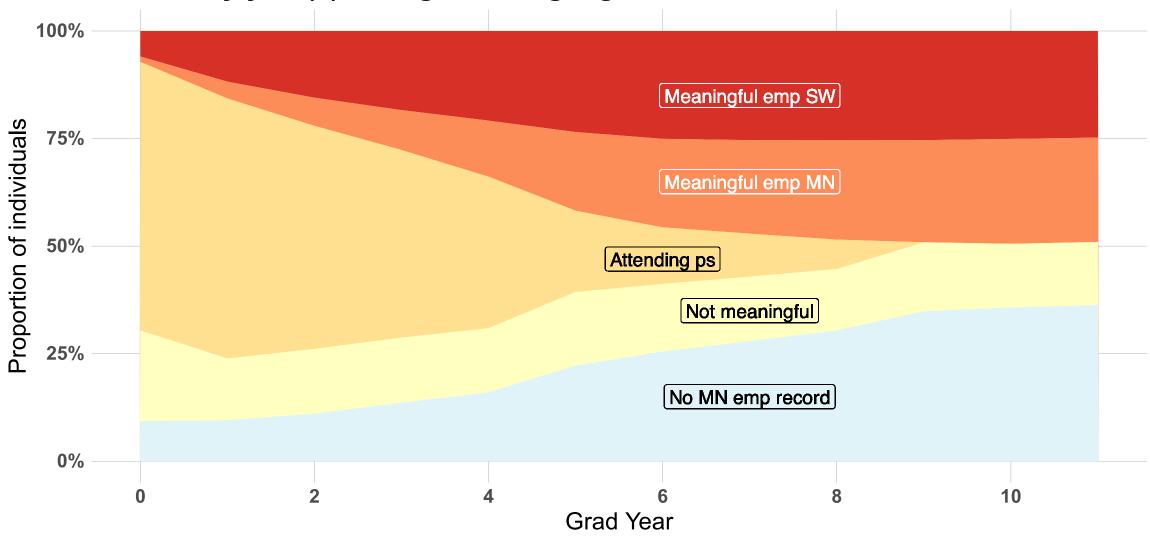
### The Journey to Meaningful Workforce Participation



#### States of Workforce Participation

- 1. Meaningful workforce participation SW (EDR 6E, EDR 6W, EDR 8)
- 2. Meaningful workforce participation MN, not SW
- 3. Not meaningful, not attending Post-secondary
- 4. No Minnesota employment record

#### Percent share by year(s) after graduating high school



#### Meaningful workforce participation - SW

#### After high school path

- Graduate from a college in Southwest
- Graduate from a 2year college
- Attain an Associate degree or less credential

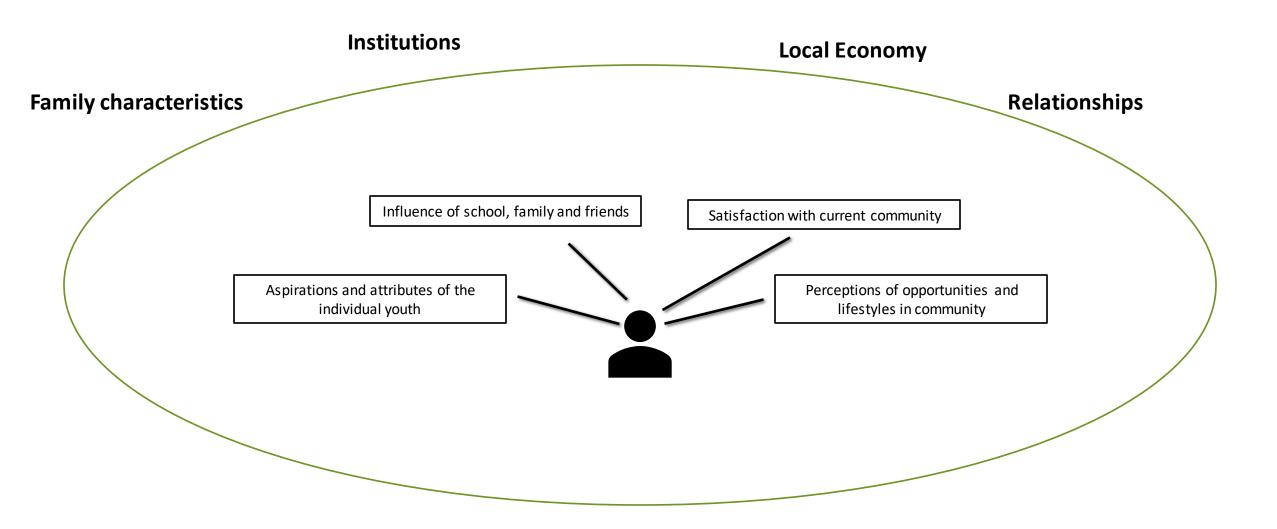
#### High school planning

- CTE engagement
- Not as engaged in planning for college

#### Personal Characteristics

- Location of high school
- BIPOC populations

#### A Mismatch





#### Report Release Date

Report release and webinar

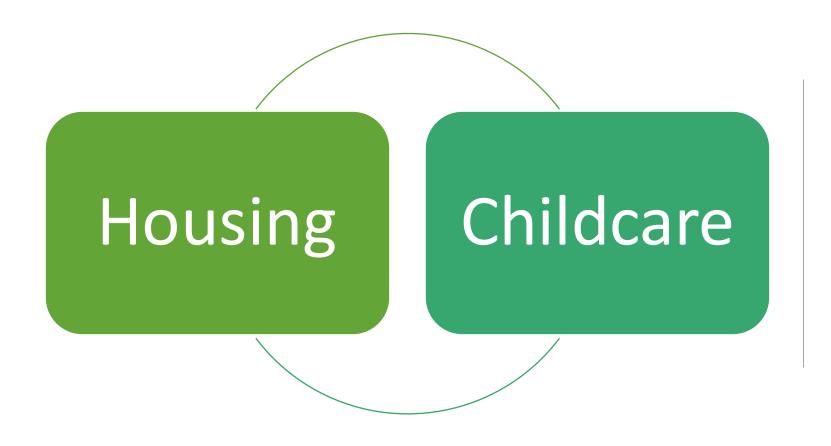
**Date**: November 14<sup>th</sup>

**Time**: 2pm – 3:30pm

In-person: Minnesota West Community and Technical

College – Student Services Building, Room 113, Worthington

Virtual option: Yes (email me for link)



Find more online.....

#### Thank You

FROM CHASING SMOKESTACKS TO CHASING PEOPLE REGION 6W WORKFORCE SUMMIT NOVEMBER 8<sup>TH</sup>, 2023