Populations with Barriers to Employment

Opportunity Youth and Older Jobseekers

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Poll (select all that apply): Which populations do you serve?



Young people (age 16-24)

Older individuals (age 55+)

We want YOUR feedback!



- Questions for the presenters
- What challenges are you seeing among the populations you serve?
- What are some **promising strategies** for addressing these challenges?

Data sources used in this presentation

Current Population Survey

US Census Bureau

American Community Survey

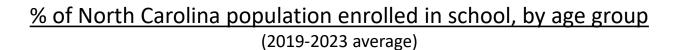
US Census Bureau

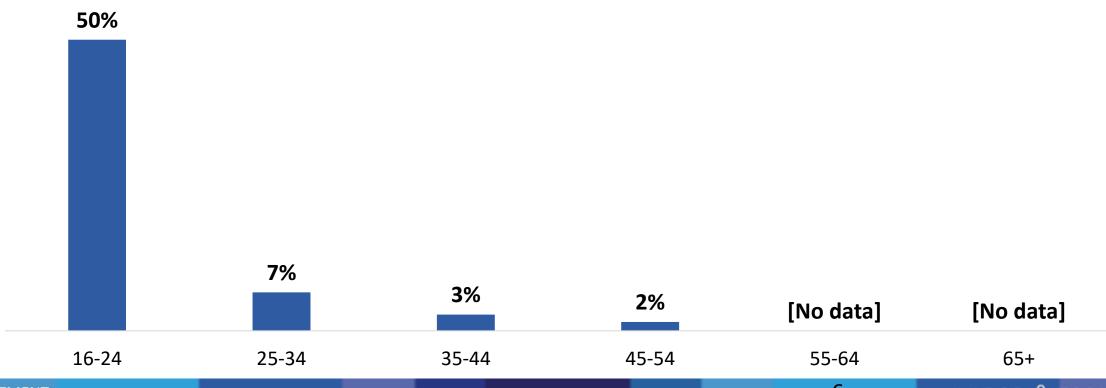


Stages of Life



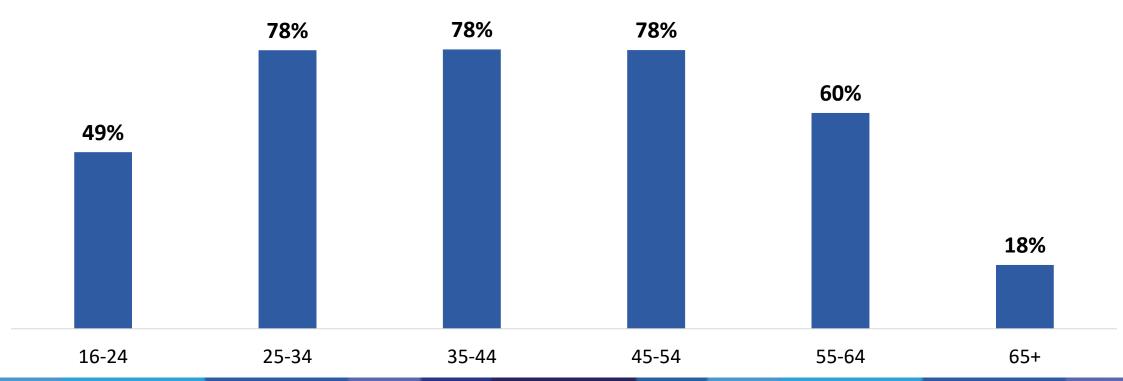
First comes school...





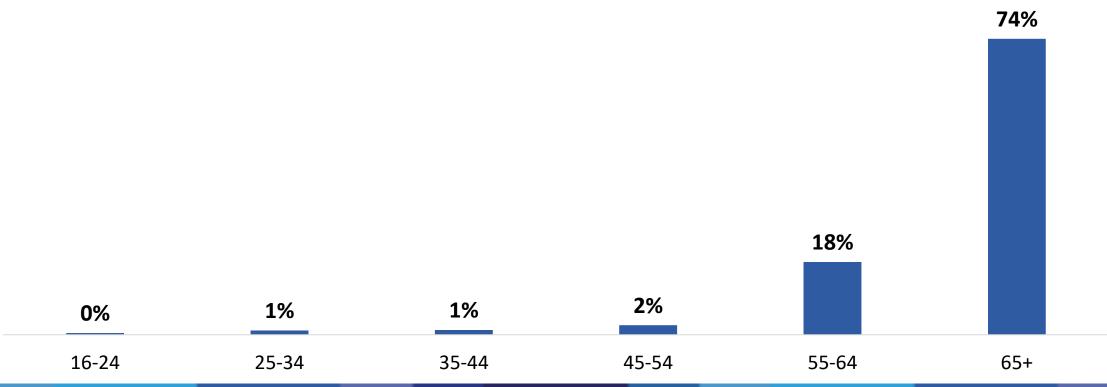
...then employment...

% of North Carolina population employed, by age group (2019-2023 average)



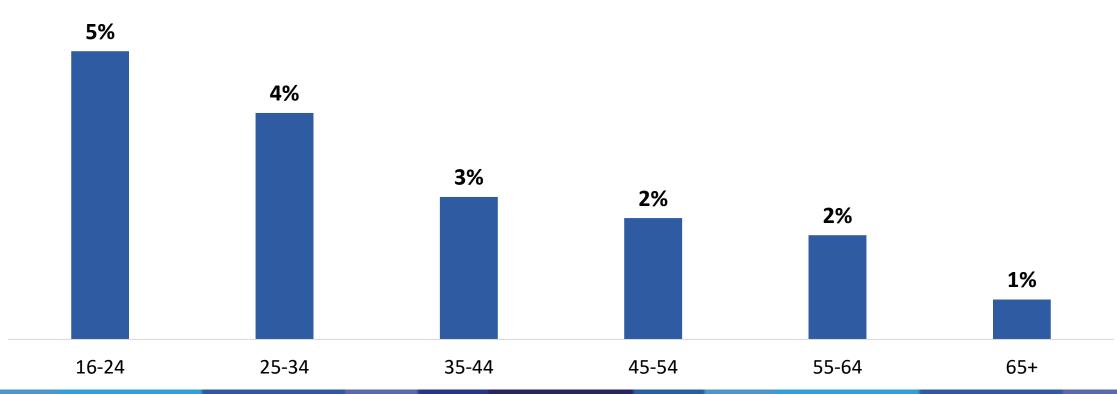
...then retirement.

% of North Carolina population retired, by age group (2019-2023 average)



Involuntary joblessness is uncommon among older individuals

% of North Carolina population unemployed, by age group (2019-2023 average)



Populations that are "at risk"

Opportunity Youth (also known as Disconnected Youth)

- Age 16-24
- Neither in school nor working

Older Jobseekers

- Age 55+
- Unemployed and actively seeking work (not retired)

These populations face unique barriers and often have poor outcomes...

...but the workforce system can help!

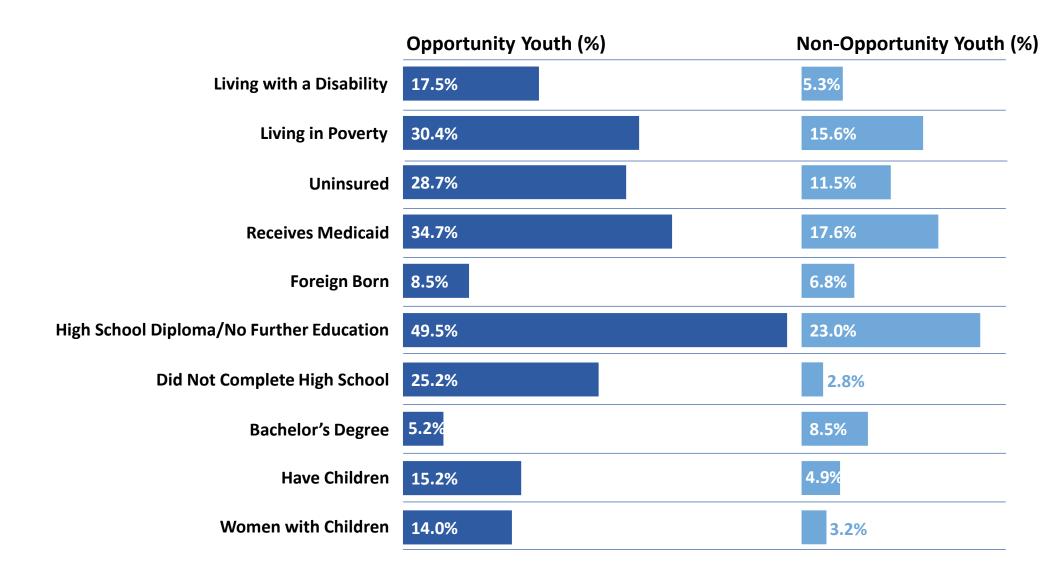
Opportunity Youth

Who Are Opportunity Youth?

Teens and young adults ages 16 to 24 who are neither in school nor working

"Opportunity youth often face hardships, but they also report having feelings of responsibility for their futures, having educational and career goals, and being optimistic about achieving their goals."

- Youth.Gov

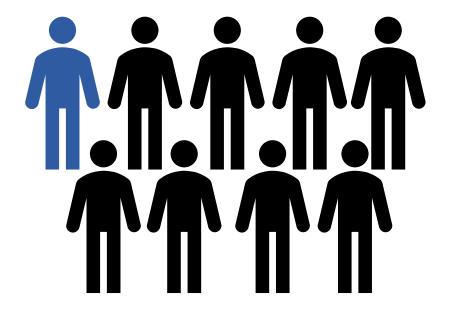


Future Risks for Opportunity Youth

- Lower earnings roughly 14 years after experiencing disconnection from school and work.¹
- Less likely to be employed and to eventually own a home.1
- Higher risk for long-term mental health challenges, substance use disorders, and incarceration.²
- 1. Lewis, Kristen, and Rebecca Gluskin. Two Futures: The Economic Case for Keeping Youth on Track. New York: Measure of America, Social Science Research Council, 2018. https://ssrc-static.s3.amazonaws.com/moa/PSID2018_FINAL.pdf
- 2. Mendelson, T., Mmari, K., Blum, R. W., Catalano, R. F., & Brindis, C. D. (2018). *Opportunity youth: Insights and opportunities for a public health approach to reengage disconnected teenagers and young adults*. Public health reports (Washington, D.C). https://www.ncbi.nlm.nih.gov/pmc/articles/PMC6243446/

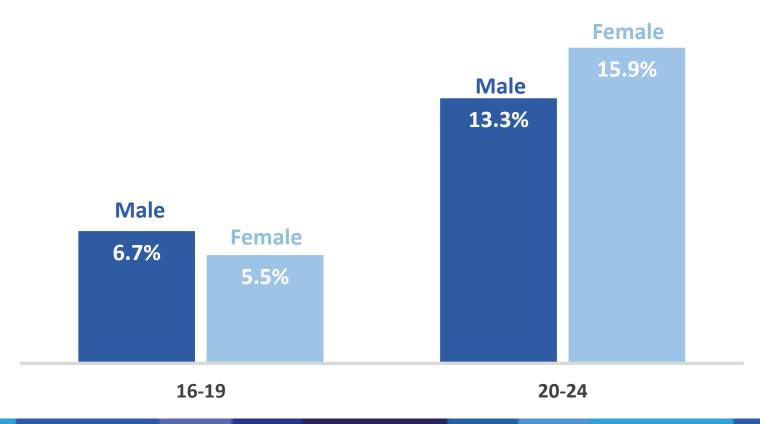
141,800 NC 16-24-year-olds neither in school nor working in 2022

1 in 9 NC youth

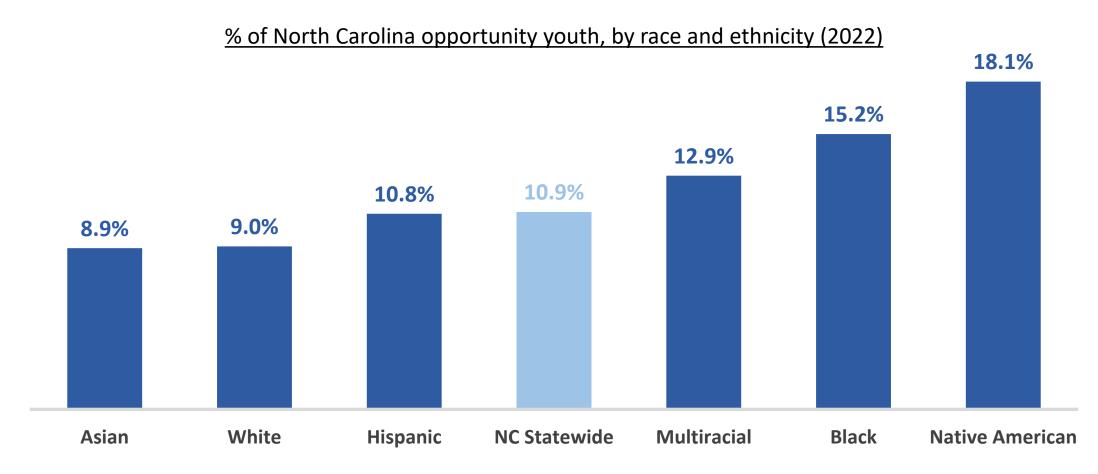


Youth in the 20-24 age group are more likely to be neither in school nor working

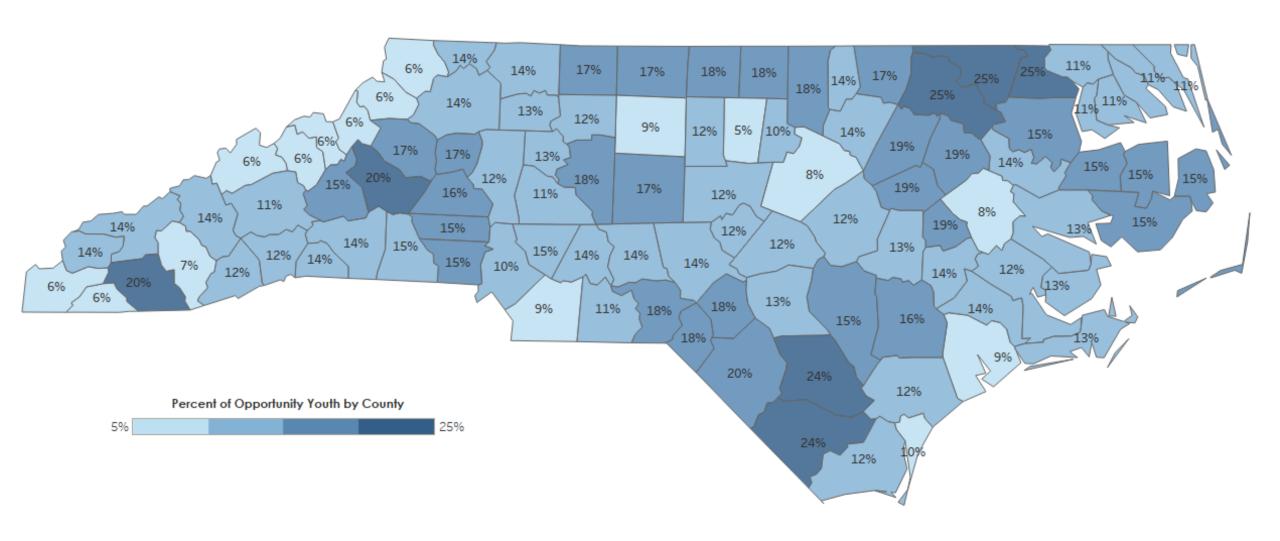
% of North Carolina opportunity youth, by age group and sex (2022)



Black and Native American youth see higher prevalence of disconnection

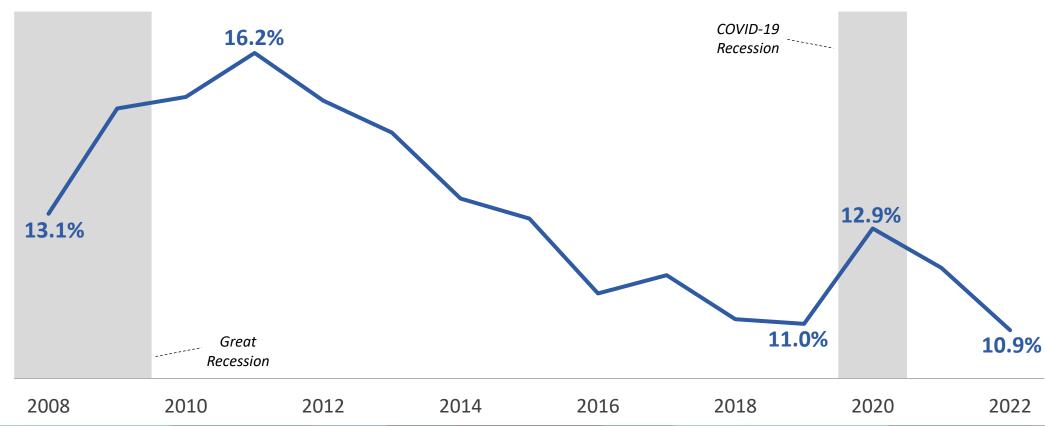


% of opportunity youth, by North Carolina county (2021)



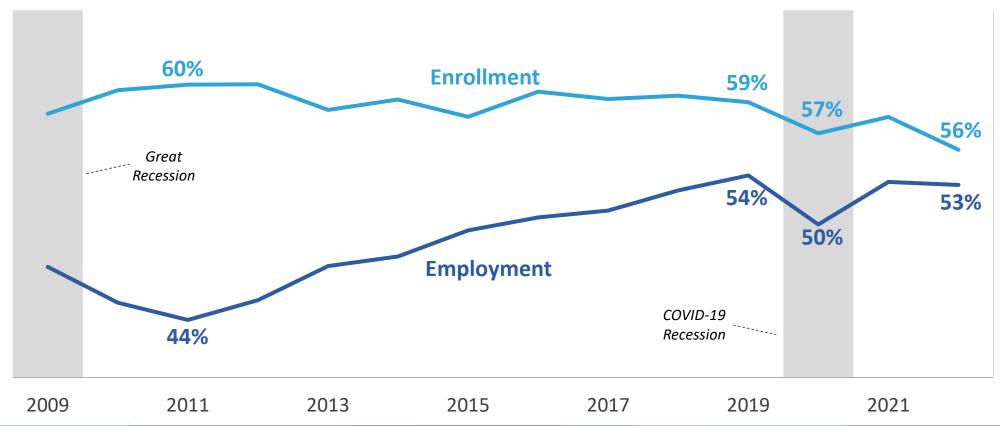
Prior to COVID-19, there was a decade of progress in reducing disengagement

% of North Carolina opportunity youth (2008-2022)



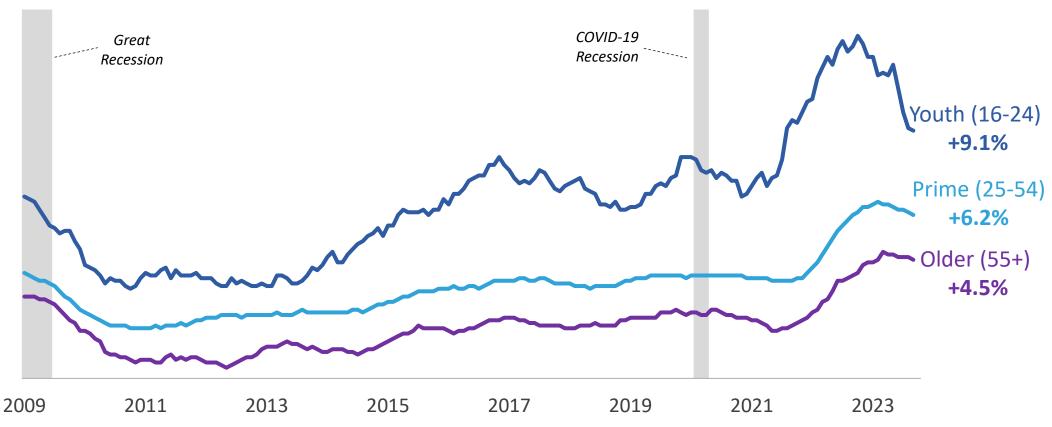
Increasing employment rates explains most of the decline in youth disconnection

% of North Carolina youth enrolled or employed (2009-2022)

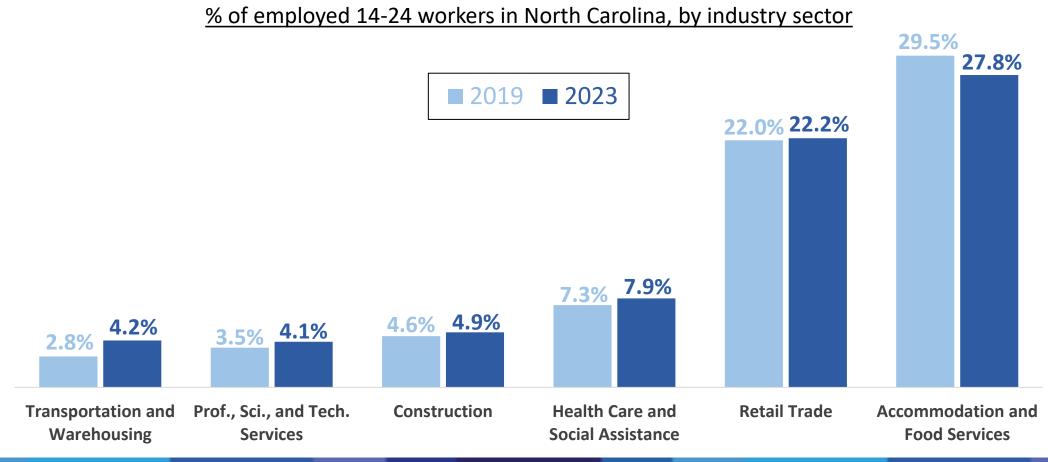


Youth workers have seen rapid wage gains in recent years

12-month moving average of median wage growth in the US, by age group (2009-2023)

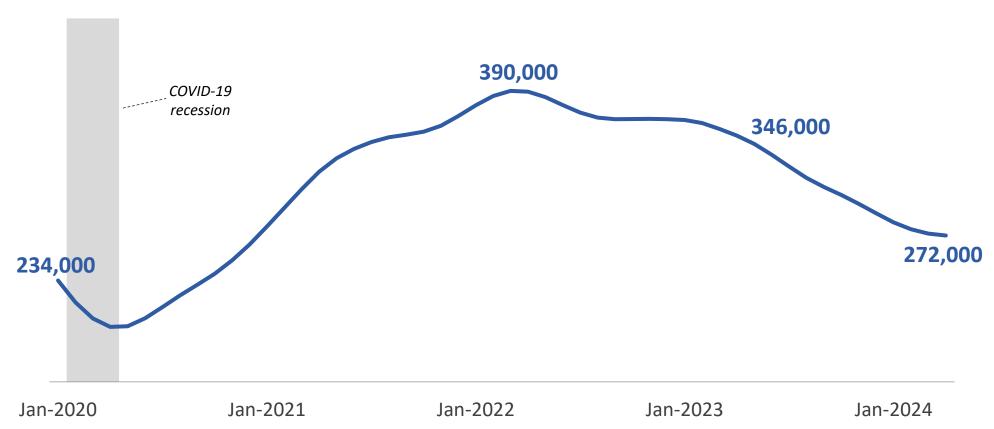


Retail Trade and Food Services are top sectors for youth, but others are growing too



A slowing labor market may stall further progress in engaging youth

<u>Job openings in North Carolina (Jan. 2020 – May 2024)</u>



Re-Engaging Opportunity Youth "How can I help?"

Help youth to connect with employment and training opportunities

- NextGen services: available to eligible youth who face numerous barriers to employment
- NCcareers: free online resource with high quality job and career information

Listen to those with lived experiences and be attuned to economic realities

- Opportunity youth often face unique circumstances; their direct input can shape solutions
- Understand that some youth may opt for immediate work rather than longer-term training

Consider what additional supports may improve engagement to work/school

- Transportation challenges are often a huge impediment to accessing job opportunities
- Mentorship programs can offer additional encouragement and guidance to youth

Opportunity Youth Summary

North Carolina has seen persistent progress in reducing youth disengagement

- After the Great Recession, youth disconnection fell from 16% to 11% between 2011 and 2019
- The COVID-19 pandemic was a massive shock, but the spike in disconnection reversed by 2022

Youth employment opportunities have been robust in recent years

- Industries that typically employ youth workers have seen tremendous wage growth
- However, a recent labor market cooldown may stall further progress

The workforce system can serve an important role in supporting youth

• Improving access to employment and educational opportunities, along with providing other supportive services, can help spur more engagement

Feedback / Questions



Older Jobseekers

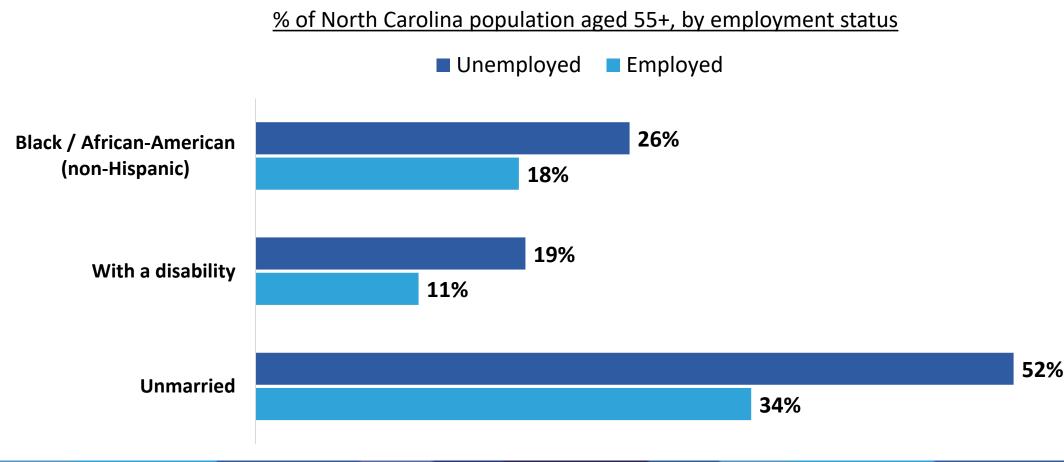
Recap: Older Jobseekers Why should we be concerned?

The vast majority of individuals aged 55+ are either employed or retired

Involuntary joblessness (unemployment) is uncommon among older individuals

Older individuals experiencing involuntary joblessness face **unique barriers** and often have **poor outcomes**

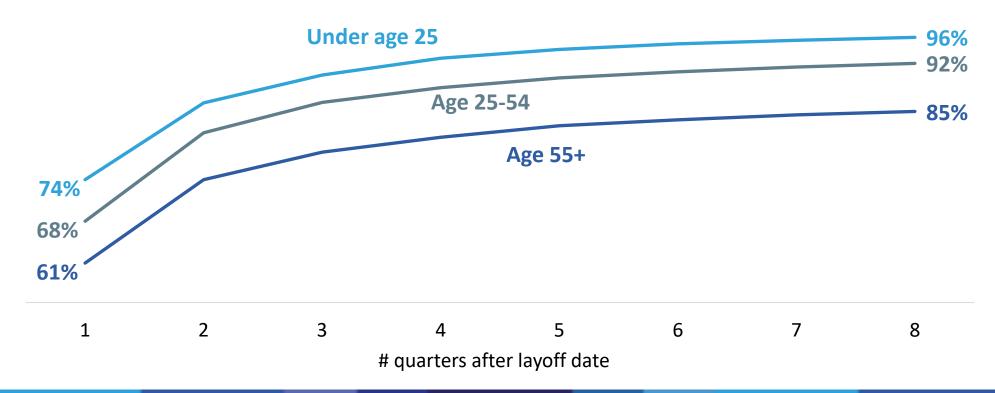
Older jobseekers are more likely to be black, disabled, and unmarried



Older workers who lose their job have lower rates of re-employment than younger workers

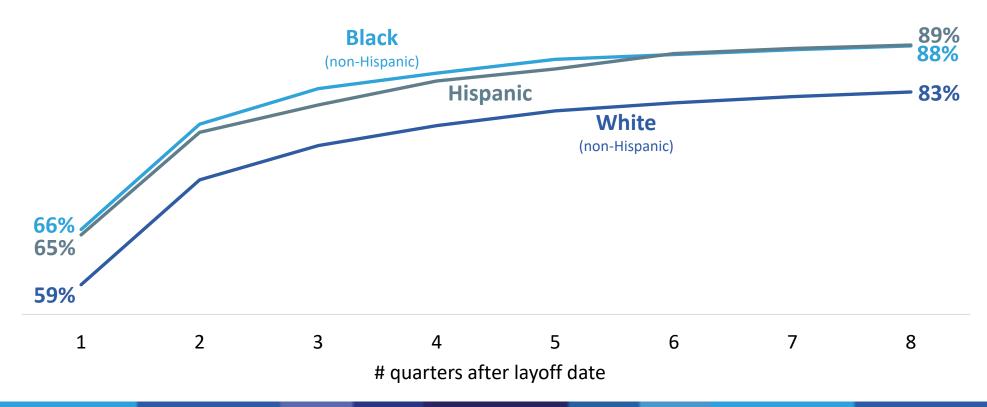
% of North Carolina UI recipients finding employment, by age group

(cumulative rate of re-employment, 2017 average)



White older jobseekers have the lowest rates of re-employment

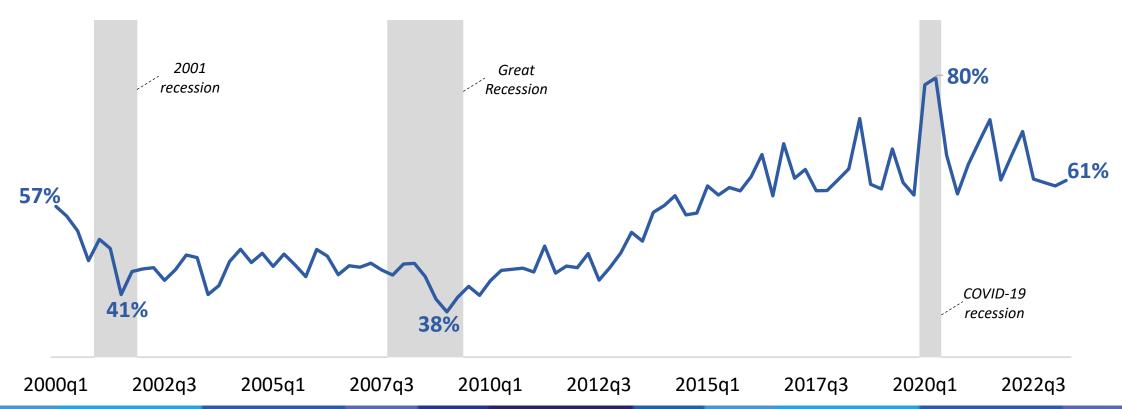
% of North Carolina UI recipients age 55+ finding employment, by race/ethnicity (cumulative rate of re-employment, 2017 average)



Last year, re-employment rates were lower than in 2020, but similar to pre-COVID rates

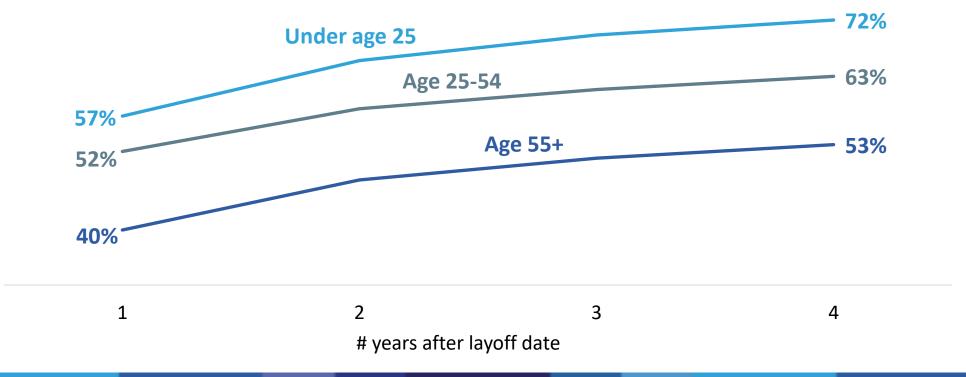
% of North Carolina UI recipients age 55+ finding employment

(cumulative rate of re-employment within one quarter after layoff date, 2000q1-2023q2)



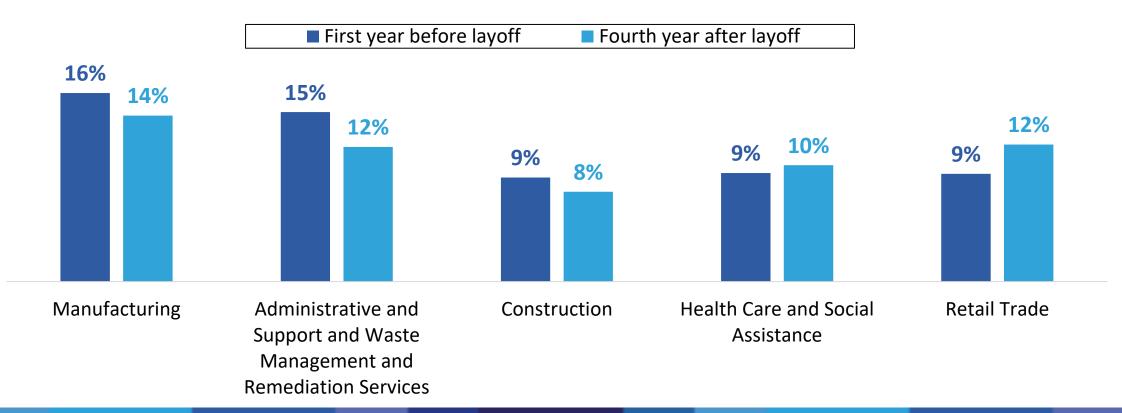
Older jobseekers are less likely to shift to a different industry sector

% of re-employed UI recipients in North Carolina changing industry sector, by age group (cumulative rate of industry switching, 2015 average)



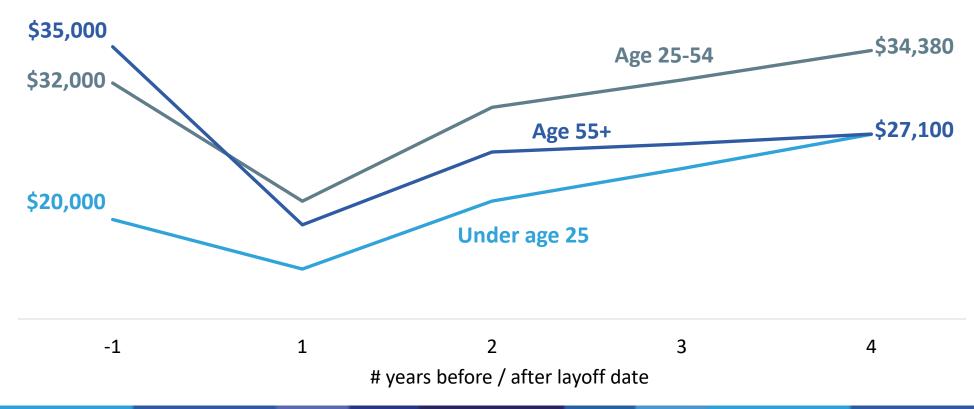
Some older jobseekers shift from goods-producing to service-providing

% of UI recipients age 55+ employed in North Carolina, by industry sector (2015 average)



Older jobseekers take a large pay cut after being laid off

Real median wage of UI recipients re-employed in North Carolina, by age group (2015 average)



Older Jobseekers What are the barriers?

Older jobseekers have low rates of re-employment after they lose their job

- Older jobseekers are more likely to be black, disabled, and unmarried than their employed peers
- Age discrimination, changing skill requirements, and wage mismatches might also play a role

Older jobseekers have poor wage outcomes and are unlikely to change industry

- Older workers tend to have more **job tenure** than younger workers and, as a result, are more likely to suffer a loss of company-specific know-how when they lose their job
- Older workers **know what they like** and **know what they're good at**; they tend to remain attached to the same industry they worked in before losing their job

Older Jobseekers "How can I help?"

Help older jobseekers stay up-to-date on industry-specific skills

• Older jobseekers may need **training** and **assistance** in navigating employers' ever-evolving skill demands, especially those who have been off the job market for a long time

Help older jobseekers prepare for an "encore career"

• Some older jobseekers might be ready to **transition** from labor-intensive sectors like Manufacturing and Construction to service-providing sectors like Retail Trade

Help employers understand the value of older workers

 Adopt strategies to combat age discrimination and promote the re-employment of older jobseekers

Read more here:



Opportunity Youth:

- Youth Disconnection Falls to Pre-Pandemic Lows in North Carolina According to Recent Data (November 2023)
- Employment and Higher Education Enrollment of High School Graduates in the COVID-19 Era (January 2023)
- From Disconnection to Opportunity: Youth Labor Force Engagement in North Carolina (August 2022)

Older Jobseekers:

- Where Do Older Jobseekers Find Work? (May 2024)
- Older Workers in North Carolina's Labor Market (January 2024)

Feedback / Questions



"Thank you!"

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