On the Mystery of the Swiss Dual Vocational Education and Training System – what can Czechs learn, and what not

Prof. Dr. Ursula Renold, KOF Swiss Economic Institute, ETH Zurich CERGE-EI / IDEA Event, Prague

Dec 13,2018



Overview

- 1. Functions of education systems and the purpose of VET
- 2. Comparing VET systems

2.1 Analytical framework to compare VET systems

2.2 KOF Youth Labor Market Index

2.3 KOF Education-Employment Linkage Index

- 3. Why is Switzerland so strong?
- 4. How can we establish strong linkages between actors from the education and employment systems?
- 5. What can Czechs learn, and what not?

Functions of education systems

There are three main functions of the education system. We analyze them to find out the extent to which:

- a. individuals are enabled to independently shape their own biographies, their relationships to their environments, and lives in the community (individual control ability),
- b. the abilities required on the labor market are made available, thus securing the volume of labor, quantitatively and qualitatively, that is necessary for prosperity and social development(human capital), and
- c. social participation is ensured, including the aspect of socialcohesion (equality of opportunity / equity).



What is the purpose of VET?

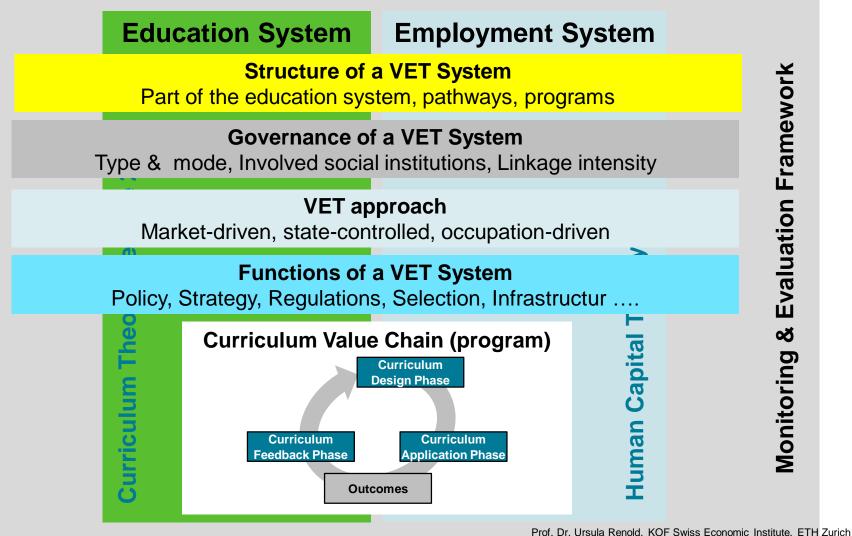
- Hence, the main focus is on preparing young people for the labor market by organizing a meaningful and effective educational process.
- However, offering progression routes within the whole education system (permeability → no dead end education) makes VET attractive for all youngsters.

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Analytical Framework: comparing VET Systems

Social System Theory



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Dec. 2018

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The KOF YLM Index Tool



YOUTH LABOUR MARKET INDEX

The KOF Youth Labour Market Index shows the various dimensions of the youth labour market situation in 178 countries around the globe.

With this tool you can choose up to four countries or regions, compare them to each other and follow the development of the youth labour market situation over time.



Interactive web tool for your personal use:

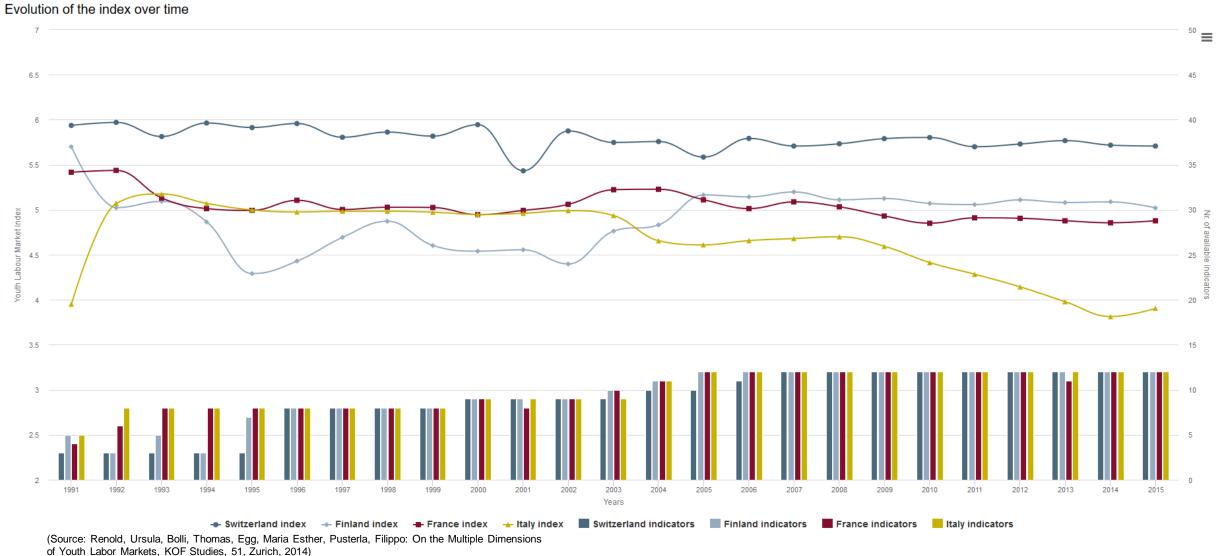
http://viz.kof.ethz.ch/public/yunemp/

KOF Youth Labor Market Index – Spiderweb Chart of Scores 2015

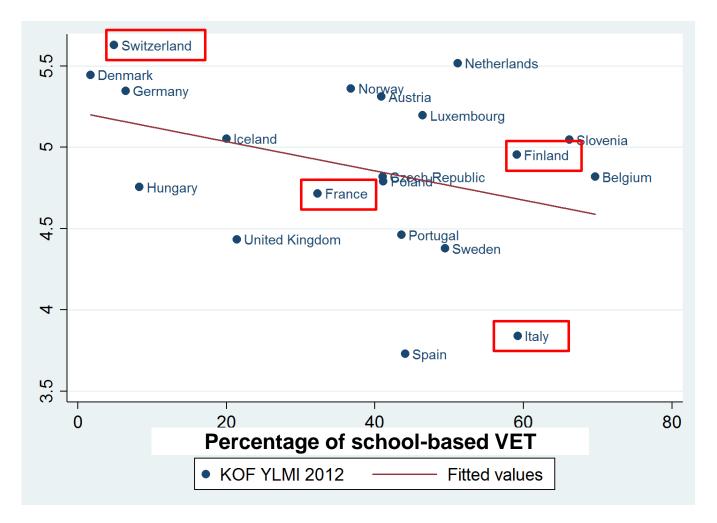


The further a value is from the center, the more positive the situation is for the relevant indicator. If the value is **zero**, this means that no data are available for this indicator in the country Concerned.

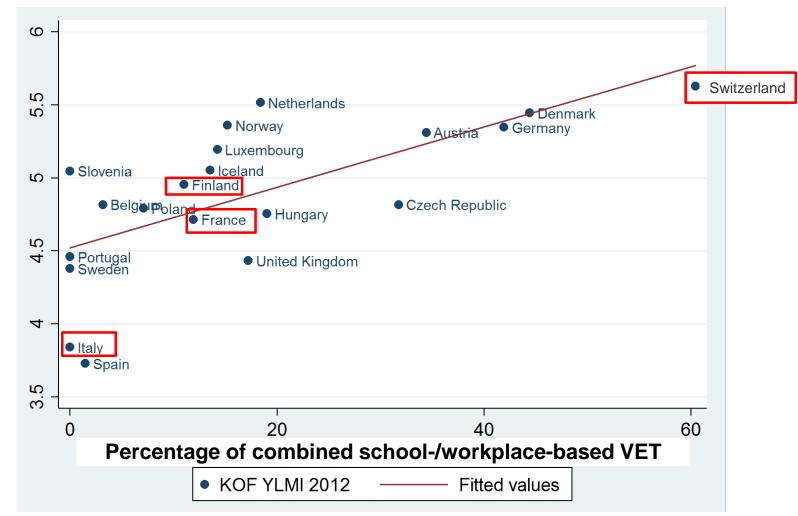
KOF Youth Labour Market Index over time

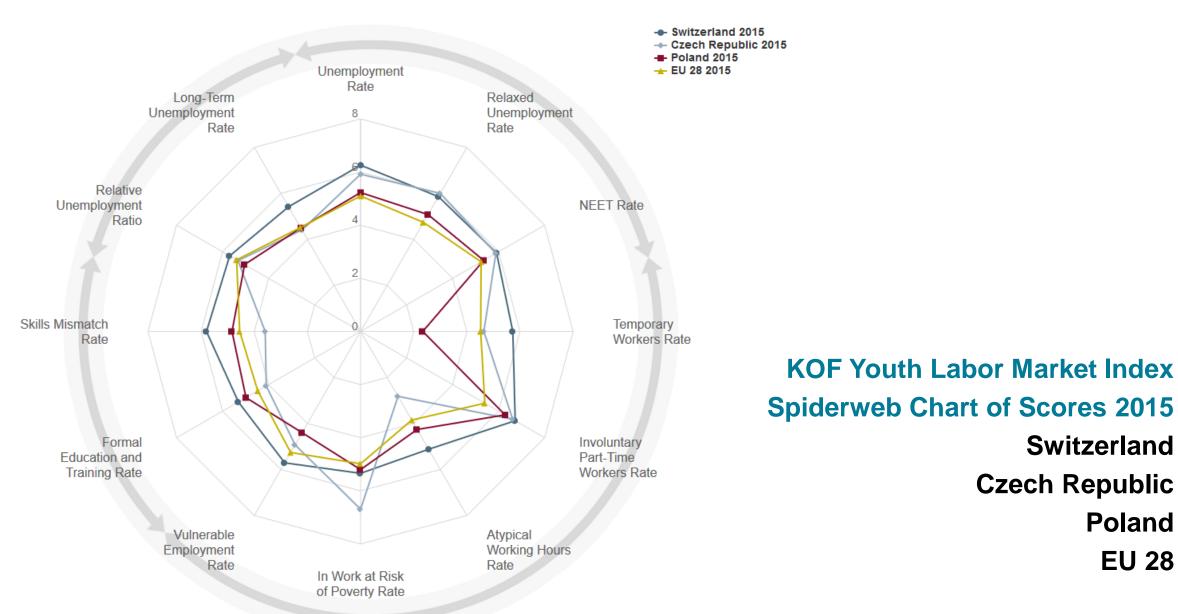


Correlation: VET approach and KOF YLMI - I



Correlation: VET approach and KOF YLMI - II





KOF

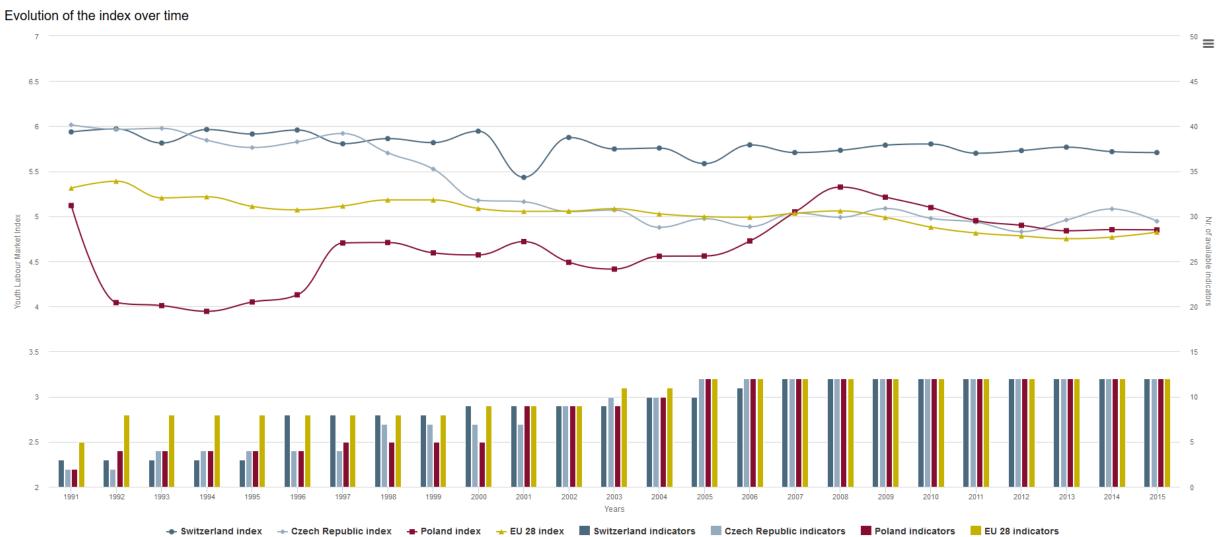
Switzerland

Poland

EU 28

Czech Republic

KOF Youth Labour Market Index over time



Overview

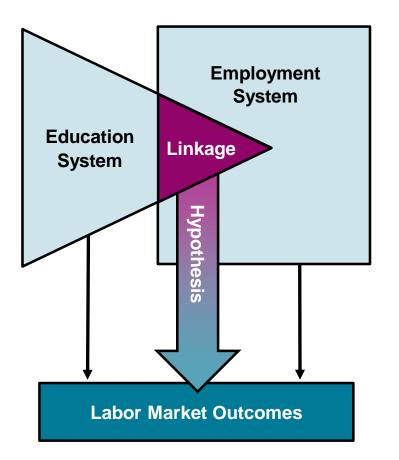
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What is education-employment linkage?

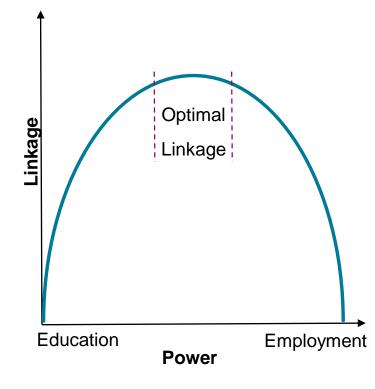


- Education system
 - Program: Curriculum
 - Code: Passing/failing: career

Employment system

- Program: Labor market
- Code: Payment/Non-Payment: Wages
- Generally, linkage is in all the processes where actors from the education and employment systems interact in VET.
- It should help improve graduates' labor market outcomes.

Linkage as an equilibrium of power



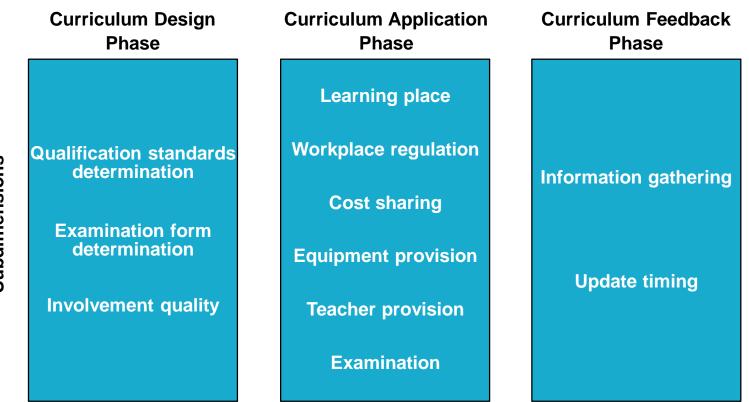
Defining linkage:

 An equilibrium of power between actors from the education system and employment system during VET processes.

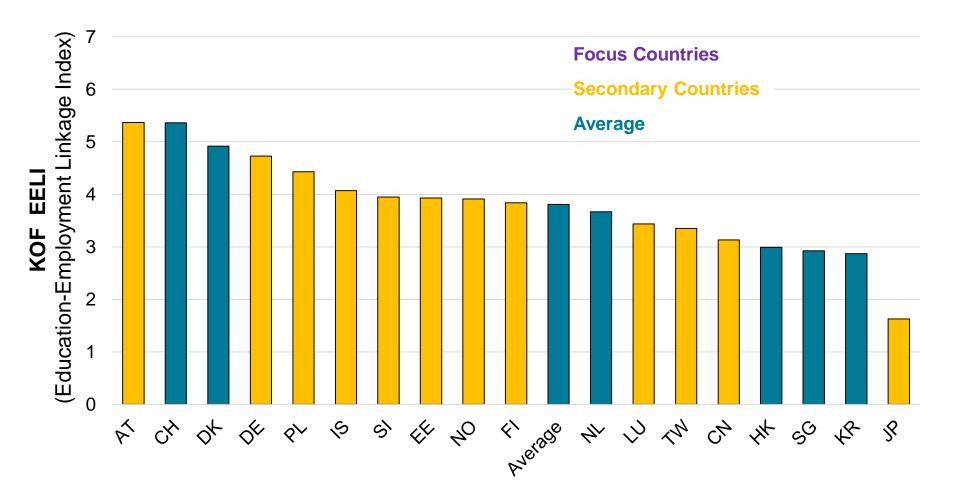
What goes into power sharing?

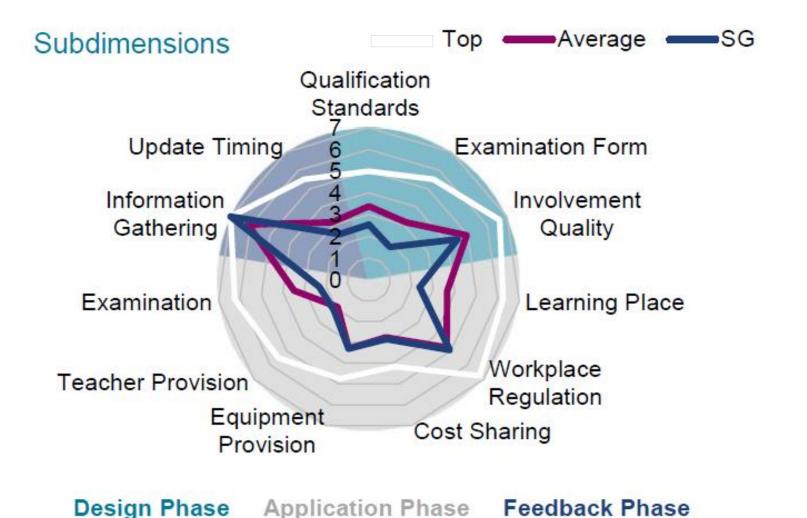
Dimensions and subdimensions

Dimensions

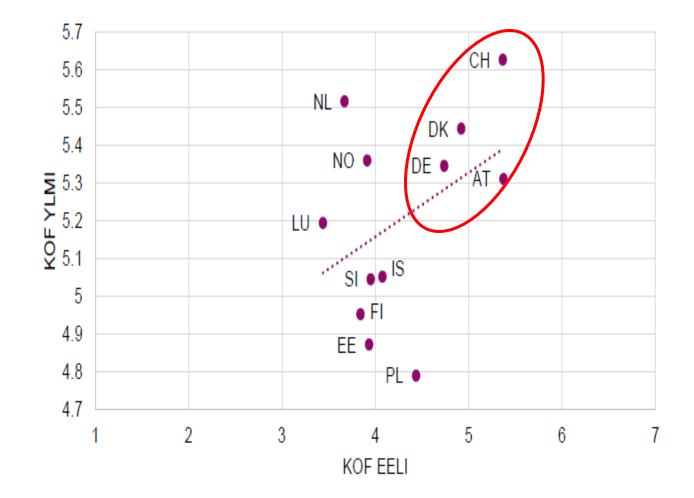


KOF EELI: Results by country





Correlations between KOF EELI and KOF YLMI



KOF Education-Employment Linkage Index - Switzerland

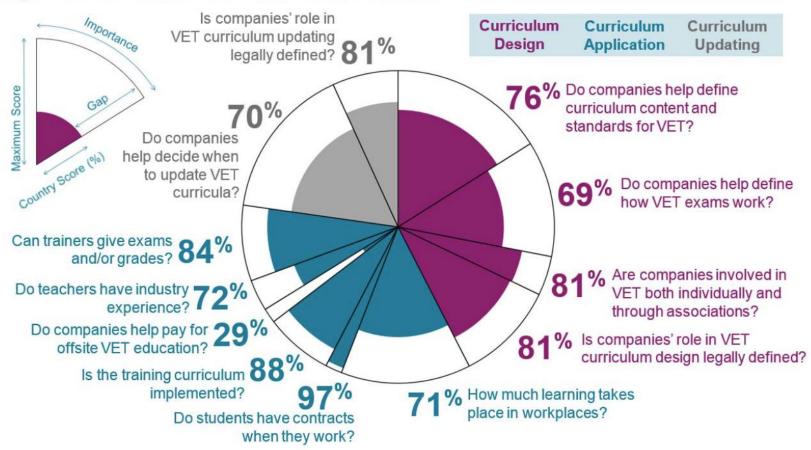


Figure 6: Swiss feature chart relative to the maximum

KOF Education-Employment Linkage Index

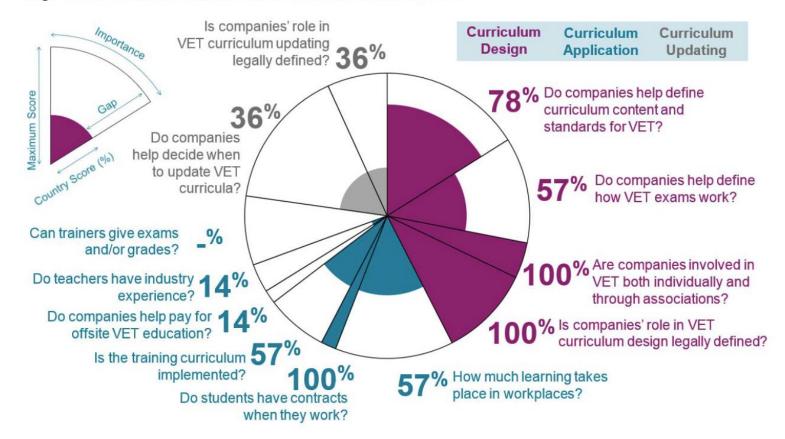


Figure 8: Slovenian feature chart relative to the maximum

KOF Education-Employment Linkage Index

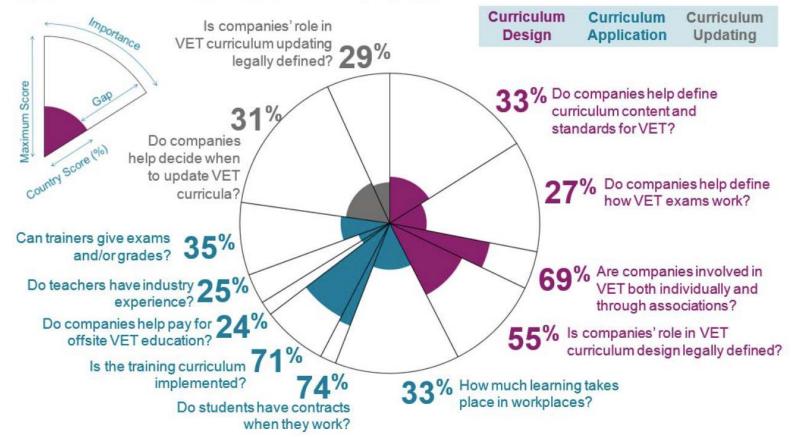


Figure B: Colorado feature chart relative to the maximum

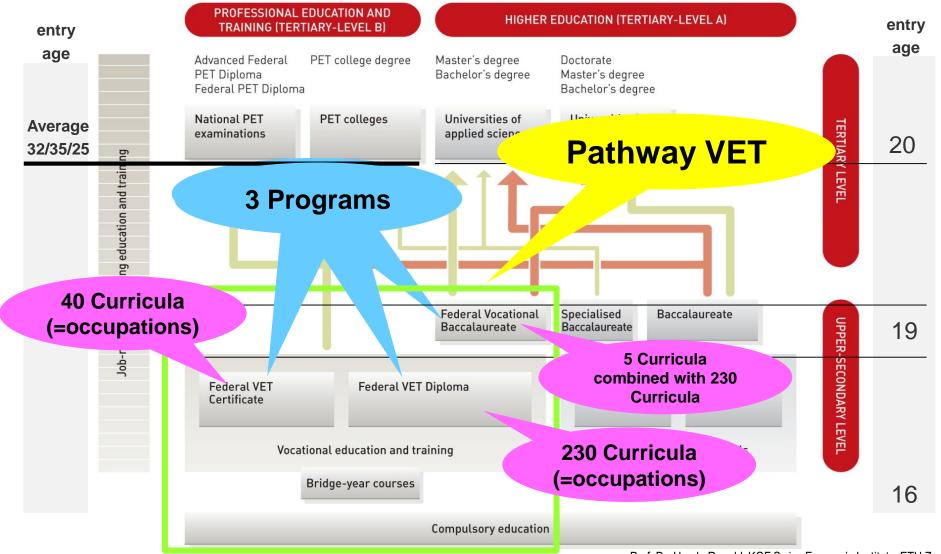
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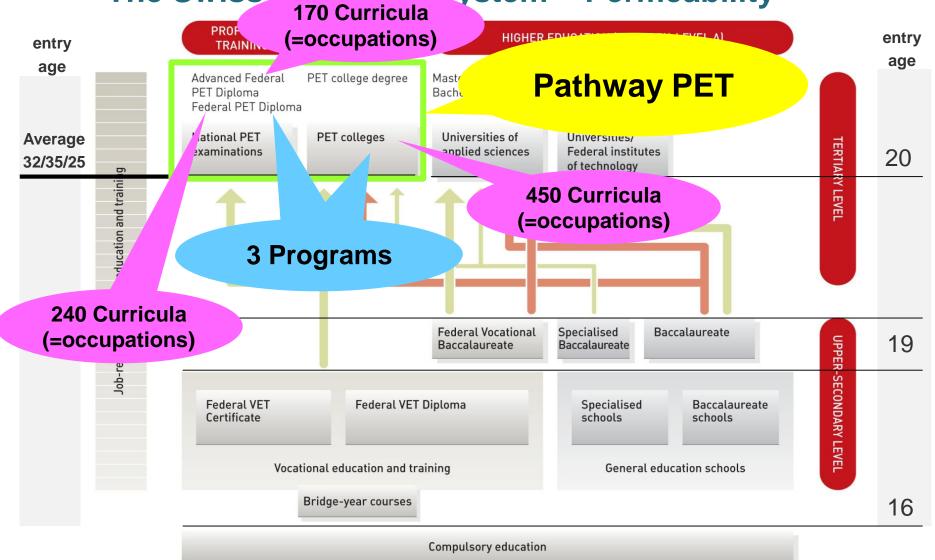
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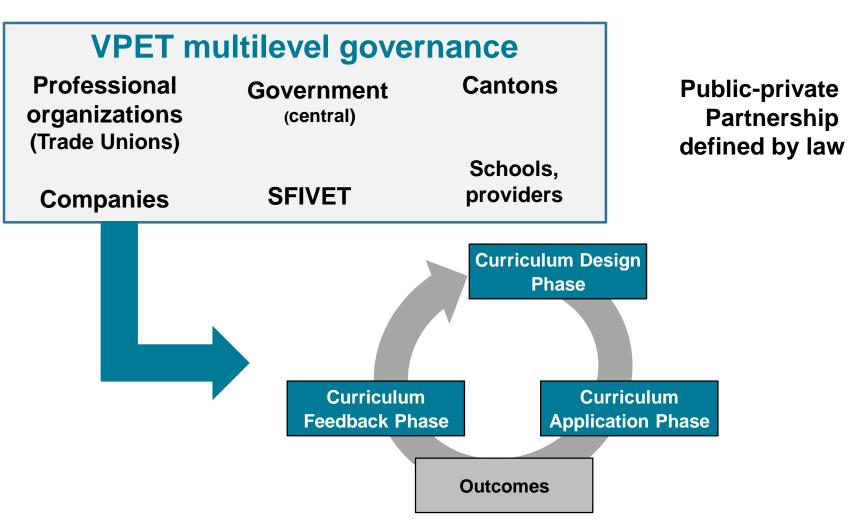
The Swiss Education System – Permeability



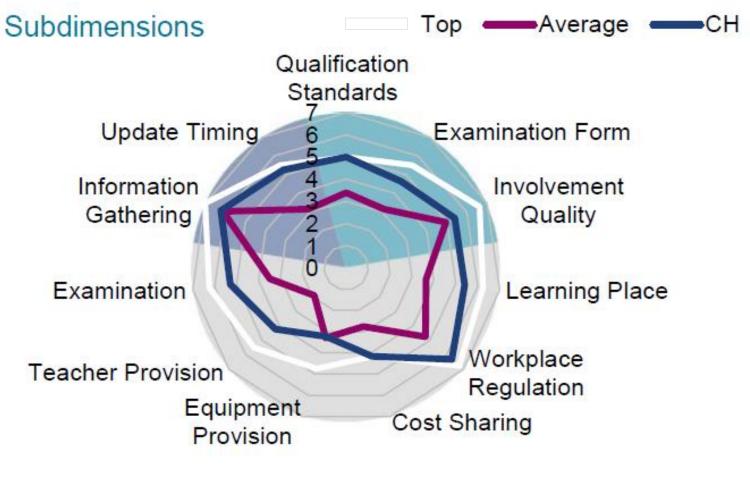
The Swiss Education System – Permeability



Governance: Impact on Curriculum Value Chain



Results for Switzerland



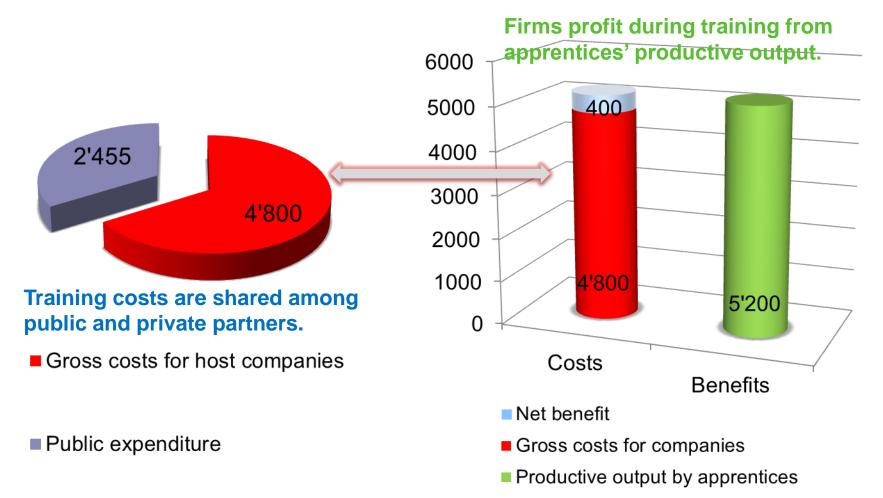
Design Phase Application Phase Feedback Phase

Swiss Professional Organizations act in partnership with Governmental Institutions

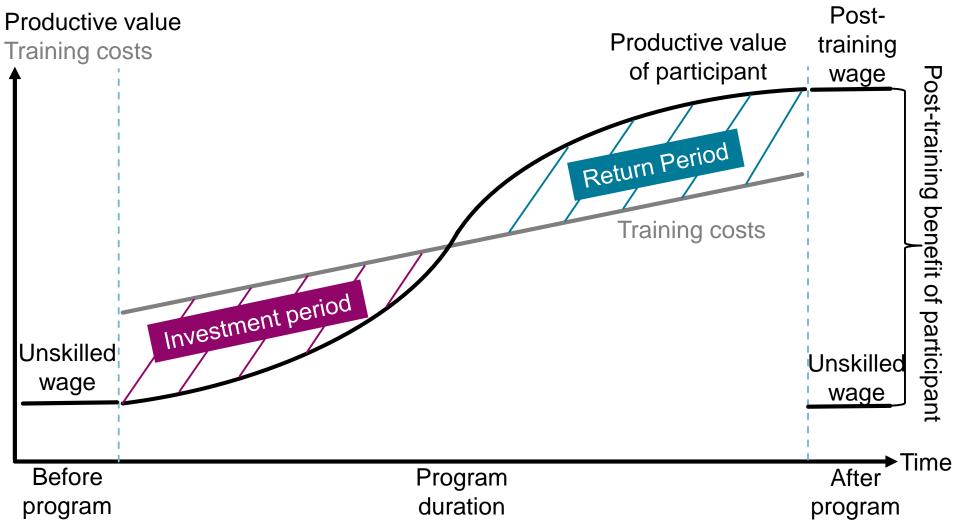
Level	Professional Organizations		Unions		Role in VPET Governance
National (Umbrella Organization)	Confederation of Swiss Employers Associations	Swiss Trade Association	Swiss Federation of Trade Unions	Swiss Association of Commercial Employees	Member of Federal Commissions / Federal expert groups, Policy topics
National	Professional Organizations	Professional Organizations	Trade Unions: involvement only by "Collective labor agreement"		Defining occupations, framework curriculum, training materials, etc.
Regional	•	amber of Trade ciation	Regional sections of trade unions		Promotion of apprenticeship, carry out examinations

Public-Private-Partnership:

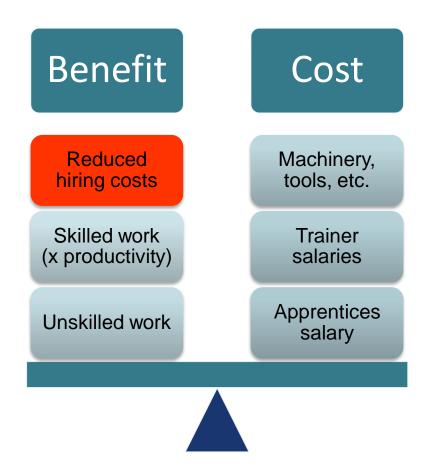
Setting stimulating incentives for VET success



Simple framework of training profitability



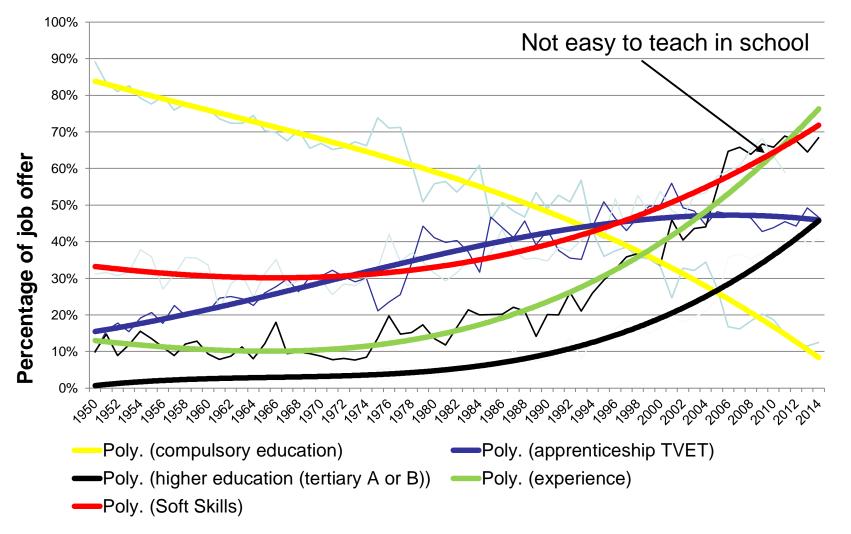
Cost-Benefit – calculation model



Average cost and benefit per apprentice for training firms in Switzerland (2009)

	Per apprentice and year (in Euro)	Per apprentice and year (in Euro)
	3 у	4 y
Gross costs	72'012.5	96'391.7
Productive contribution	79'273.3	103'380.8
Net benefit	7'260	6'989.2
ROI	10.1%	7.25%

Job Market Monitor Switzerland 1950-2014



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How can we establish strong linkages?

- **Employers** are involved in:
 - Setting qualification standards,
 - Deciding when an update needs to happen, and
 - Setting the examination form.
- Students spend most of their time in the workplace instead of the classroom.

How to establish strong linkages:

Start by launching a dialogue among stakeholders

The first and most important step to digesting KOF EELI results (or other research results) for any country is launching a dialogue among stakeholders on questions such as:

- Do we agree with the findings? If no, why?
- Are there any results we find surprising?
- Are there any bad results that we already knew about?
- Do we have a strategy on where to start to reform the system?
- Do we have all the information we need to start a reform process?
- Do we have enough resources and expertise to start a reform process?
- Do we have a strategy how to organize "buy-in" from companies?

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What can Czechs learn, and what not?

- VET systems are socially constructed
- Generate evidence about the Youth Labour Market and the institutional framework in Czech Republic
- Make a SWOT analysis of the VET sector in Czech Republic
- Develop a VET policy, strategy and/or a VET Act to regulate the institutional requirements
- Convince **industry associations and their firms** to train (set the right incentives, that lead to a sustainable development; no subsidies!)
- Make **Cost-Benefit simulation** to identify the variables of a VET programme
- Initiate pilot projects, evaluate and improve them before up-scaling in the whole country

Don't copy Switzerland! Respect the socio-economic and socio-cultural context of the Czech Republic.

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Thank you for your attention!