

Mission and Model

The Challenge: Bridging A Widening Opportunity Gap

Opportunity Talent Lack Access to Economic Mainstream

Social and economic inequities, systemic barriers, & an inefficient talent marketplace leave **Opportunity Talent disconnected from the economic mainstream & without access to quality jobs.**





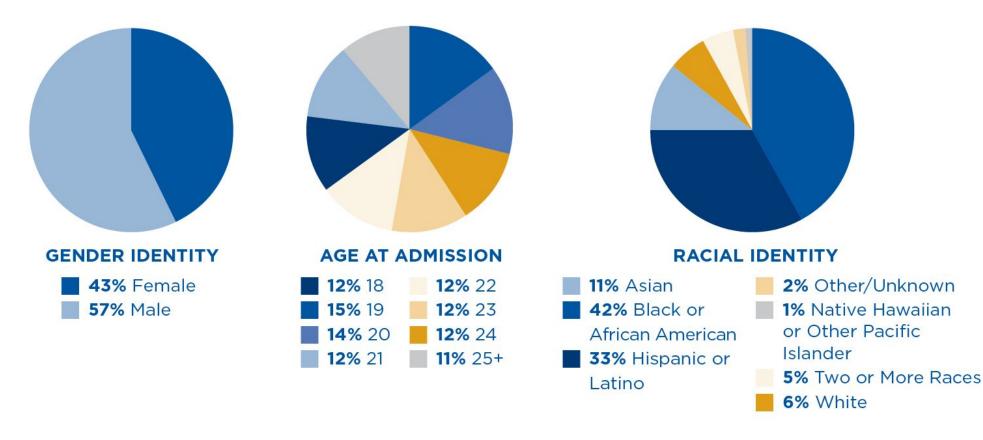
Employers Face a Growing Need for Talent

Meanwhile, employers face a growing need for diverse, skilled talent—the talent they need for today's jobs and for those of the future.



Who We Serve: National Reach

Year Up serves Opportunity Talent—underserved young adults who are often overlooked as a source of talent, but are motivated, resilient, and bring a diverse range of skills, experiences, and perspectives to the workforce.





Students that have taken college classes before Year Up

45%

Students that experience financial challenges

53%

Students unemployed or underemployed at the time of application

Where we Serve: National Presence





Program Model: Phases & Core Principles

Year Up Program Phases

Pre-Program
Recruitment
& Admissions

Phase 1 **Learning and Development**

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Phase 2
Corporate
Internship

Post-Program

Career & Higher

Education

Year Up Model & Core Principles

SUPPORT

- Educational stipends
- Coaches & Mentors
- Student Supports

TRAINING

- Technical skills
- Professional skills
- College coursework & credentials

HIGH SUPPORT, HIGH EXPECTATIONS

- COMMITMENT TO STRONG OUTCOMES
- INTERNSHIP AND CAREER READINESS
- COACHING
- COMMUNITY
 BUILDING
- WRAPAROUND SUPPORTS

GUIDANCE

- Behavioral contract
- Constant feedback
- Career guidance

EXPERIENCE

- Hands-on training
- Corporate internship (virtual or in-person)



Demonstrated Results: Overall Performance Outcomes

90%



GRADUATE PLACEMENT

Graduates employed and/or enrolled in postsecondary education within four months of program completion.

\$44,000



STARTING SALARY

Employed graduates earn an average starting wage of \$22.00/hr, equivalent to a salary of \$44,000/yr.

75%



95%

FULL-TIME, TRAINING-ALIGNED ROLES

Graduates employed full-time in roles aligned with one of the five career pathways Year Up trains students.

GRADUATE EMPLOYMENT RETENTION

Graduates placed in full-time, trainingaligned roles working for the same company at 12 months post-program. 250+

FORWARD-THINKING

CORPORATE PARTNERS

FORTUNE 100 COMPANIES PARTNER WITH YEAR UP



90%
PARTNER
SATISFACTION RATE



45%
GRADUATES CONVERTED
TO HIRE FROM INTERNSHIP





Year Up: A Social Program that Conservatives (and Liberals) Can Love

David Fein
Abt Associates Inc.



Secretary's Innovation Group Meeting August 4, 2021 Washington, DC

Setting the Scene



- Two policy problems
 - 1) Millions of young adults disconnected from work and school
 - 2) Employers face difficulties recruiting for middle-skill jobs in fast-growing occupations
- Publicly-funded workforce training has not boosted employment and earnings much
 - Small dosages, minimal supports, weak connections to employers
 - Short-lived grants, uneven provider quality, fragmented delivery systems
- Newer "sectoral training" programs are proving more effective
- Year Up is among the largest and most effective of these programs

The Study



Auspices

- Sponsored by the federal Administration for Children and Families
- Part of PACE, a larger study of promising programs
- Implementation, impact, and cost-benefit sub-studies

Design

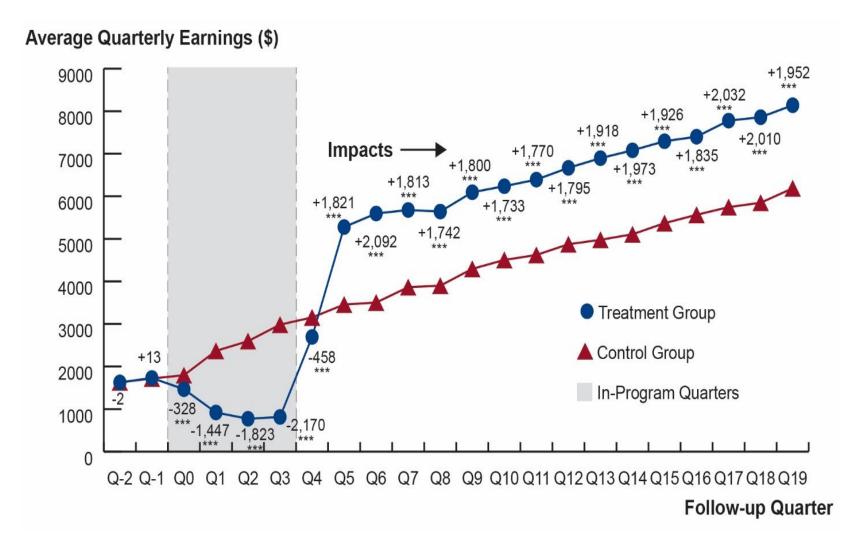
- 2,544 young adults randomly assigned to treatment (Year Up) and control (existing services) group in 9 cities from 2013-14
- Characteristics
 - Aged 18-24, w/high school diploma/equivalent
 - From low-income communities, screened for ability to benefit
 - 85% Black or Hispanic

Analysis

- Measure and compare outcomes for treatment and control groups
- Over a 5 year-period (future reports will extend)

Main Finding: Large Earnings Impacts Persisted to the End of the 5-Year Period





Other Findings



- Large earnings increases for all subgroups (though size varies)
- Decreases in
 - Financial distress (-10%)
 - Debt (-\$2,495)
 - Public assistance receipt (-5 percentage points)
- No effects on
 - Further education and training
 - Psycho-social outcomes

Benefits Exceed Costs



- @\$28,190 per participant: a relatively expensive program
- Net benefits to society outweigh costs: for every \$1 spent, the program returned \$1.66 over the initial 5 years
- Under the hood:
 - Payments from employers finance 3/5 of Year Up's costs
 - Philanthropy covers the rest (aiming to avoid restrictions w/gov't funds)
 - Key benefits
 - Increased earnings & fringe benefits (offset by diminished nonmarket activities), stipends, tax payments, returns on corporate investments
 - Net benefits likely to increase well beyond \$1.66 in longer-term (as earnings impacts extend beyond 5 years)

What Makes Year Up Work?



- Strong implementation
 - 96% of treatment group members received some training, 78% of these completed the one-year program
 - Staff diligently enforced Year Up's contract: 96% received 1+ infraction, 45% received 10+ infractions. Infractions reduce stipends and can progress to being "fired" from the program. The average treatment group member nonetheless earned \$7,142 in stipends.
- Excellent management and a cohesive program culture
- Comprehensive services address the varied challenges that participants can face

But Are All of Year Up's Components Critical?



- Study measured YU's overall impact, not effects of its individual components
- All seem plausible, embody best practices:
 - Careful <u>screening</u> of applicants for ability to benefit
 - High quality, work-focused <u>training</u> in technical and professional skills
 - Strong <u>supports</u> (e.g., coaching, learning communities, stipends) and high <u>expectations</u> (e.g., behavior contracts)
 - Authentic <u>work-based learning</u> and exposure to prospective employers through <u>internships</u>
 - Employer financing creates incentives for employers to ensure that interns succeed and for Year Up to optimize training to meet employers' needs
- Stakeholder sentiment: "comprehensive matters"
 - Synergies across YU components □ effects greater than sum of parts

Implication for Scaling



- Replication with high fidelity is likely to produce comparable impacts
- Less comprehensive, lower intensity, lower-cost versions may not...
 - ... But are worth testing!

How Year Up Squares with Conservative Values



- Limited government
 - Operates well with minimal strictures
 - A "trust but verify" philosophy w/strong performance measurement (e.g., RADIO*)
- Work
 - A heavily work-based curriculum including six months of workplace-based learning
 - High levels of employer engagement
- Self-sufficiency
 - Generates large, sustained earnings impacts

^{*} Year Up's performance measurement system tracks <u>Retention</u>, <u>Admissions</u>, <u>Development</u> (\$), <u>Internships</u>, and post-program <u>Outcomes</u>

A Candidate for Bipartisan Policy?



- Many would agree that disconnection and skill shortages are problems
- And that it is better to invest in proven solutions
- For example: The Expanding Pathways to Employment Act
 - Co-sponsored by Reps Sherrill (D, NJ) and McKinley (R, WV)
 - Commits \$700 million over 9 years to "help workers access good-paying jobs by supporting proven workforce development programs"
 - Stresses evaluation
 - Administered by Dept of Treasury
- A helpful start, but well short of resources needed to scale to level of problem

What Scaling Might Entail



- A financial illustration
 - Fund Year Up for 100,000 young adults at \$14K per (employers cover remainder)
 - \$1.4B total cost x \$1.66 = \$2.3B return to society at large
- Open questions
 - Potential to mobilize state and federal dollars for scaling?
 - What might a state-level initiative look like?
 - Can Year Up be adapted for broader populations than served to date? (e.g., lower-skilled, wider age band, more occupations, rural communities)



For More Information

For the report and much more, visit:

https://www.abtassociates.com/projects/evaluating-year-ups-programs-for-young-adults

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The contents of this presentation do not necessarily represent the official views or policies of OPRE, ACF, HHS, or foundation sponsors.

What We Teach: Our Training and Largest Industries Served

5 CAREER PATHWAYS

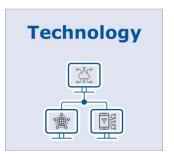
INFORMATION **TECHNOLOGY**

FINANCIAL **OPERATIONS** SALES & CUSTOMER SUPPORT

BUSINESS **OPERATIONS**

SOFTWARE DEVELOPMENT & SUPPORT



























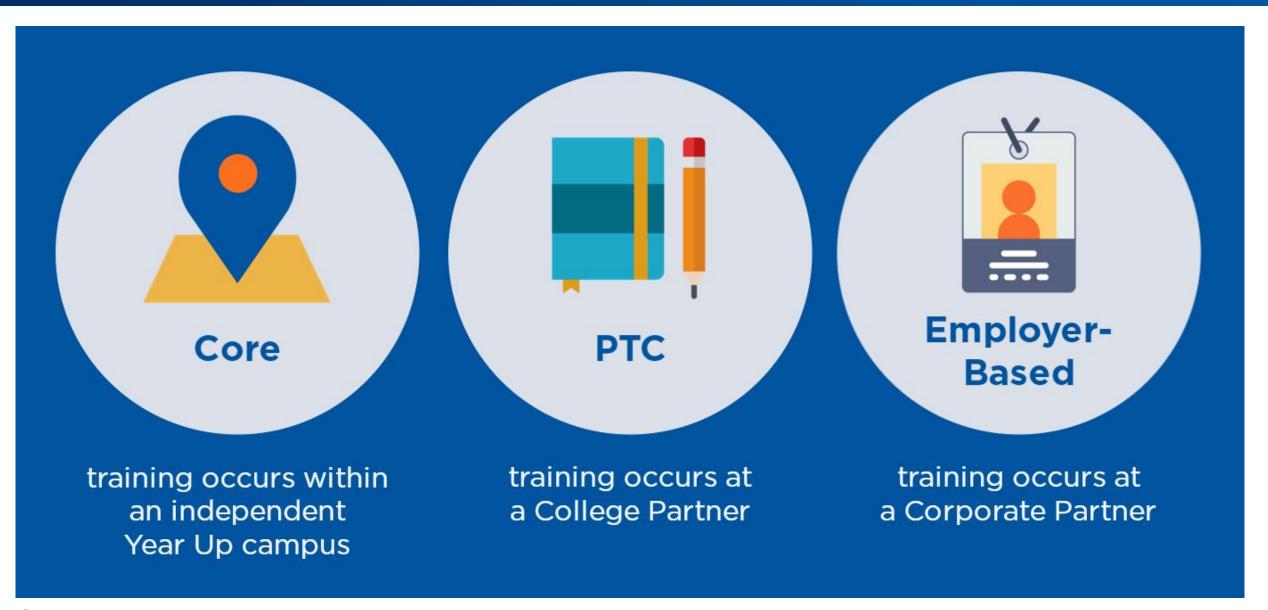








Deliver the Model through Three Distinct Channels





Appendix: Philadelphia & South Florida Pilot

Year Up has established an accelerated, technology-enabled version of its program to **test the effectiveness** and scalability of a shorter, primarily virtual experience to meet the needs of students & corporate partners.

PILOT OVERVIEW

- 3 months of highly supportive, primarily virtual learning and training leveraging third-party platforms for content delivery.
- 4-month work immersion experience
 with employer partners. Participants
 are matched with employers for a
 work-based learning experience, while
 continuing to enhance their professional
 skills and build their resume with added
 support from a dedicated YUPRO
 representative.
- Robust wraparound support to encourage participants' persistence and success. Participants have access to an on-staff social worker; academic tutoring; group, peer, and one-on-one coaching; and a virtual community.

MODEL BENEFITS & POTENTIAL FOR SCALE



Increased Program Flexibility

An asynchronous, self-directed curriculum enables students to balance work, home, and other demands while completing the program in a shorter timeframe.



Ability to Serve More Young Adults & Employers

Because of the remote nature of the pilot, we can serve a broader geography of young adults by eliminating the commute to a central training location, and can scale to serve a broader geography of employers.



Lower Cost Per Participant

Shorter duration & tech-enabled means lower cost for program delivery, with significant savings in real estate & personnel compared to Year Up's traditional model.



Early Integration of YUPRO's Suite of Talent Placement & Support Services

Creating earlier connections with YUPRO is designed to increase the number of students who obtain quality jobs after graduation.



Year Up's Expanded Model: For an Equitable Future



GRADS of LIFE Promotes Equitable Talent Practices among Employers







APPENDIX

Program Model: Phases & Core Principles

YEAR UP PROGRAM PHASES —

Pre-Program

Recruitment &

Admissions

Phase 1 **Training Phase**

Phase 2
Work-based
Experience

Post-Program

Career & Higher

Education

MODEL & CORE PRINCIPLES

- **TRAINING**
- Technical & professional skills
- College credits & credentials
- SUPPORT
- Educational stipends
- Coaches & support services
- **EXPERIENCE**
- Hands-on skills application
- Work-based experience
- **GUIDANCE**
- Accountability framework
- Ongoing feedback



High Support, High Expectations

Commitment to Strong Results

Internship & Career Readiness

Coaching

Community Building

Wraparound Supports



Program Model: Student Experience

Year Up Program _

Pre-Program
Recruitment
& Admissions

Phase 1 **Learning and Development**

Phase 2
Corporate
Internship

Post-Program

Career & Higher

Education

- Info Sessior
- Application
- Academic Review
- Interview
- Decision

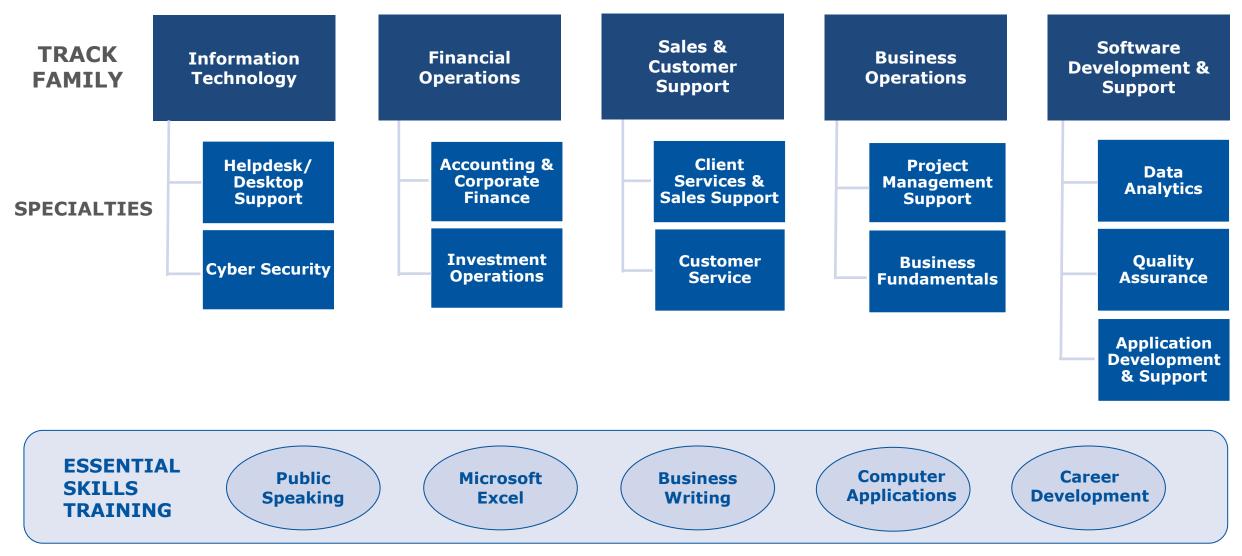
- Track/Specialty technical skills training (Coursework eligible for college credits)
- Professional skills training
- Guest speakers & career development/networking events
- Community feedback sessions
- 1:1 and group coaching
- Behavioral Contrac

- Year Up Internship Seminar
- Internship guidance
- Career & professional developmen
- Coaching & mentoring
- LinkedIn workshops
- Resume & interview support
- Job search best practices
- Internship company-led training (as applicable)

- Alumni Association
- Career resources 8 advancement support
- Higher Education & certifications
- Financial literacy
- Quality of life supports



Standard Offering: In-Demand Training Solutions





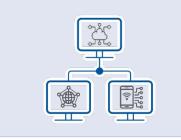
Partnership Portfolio: Industries Served

Year Up's corporate internship partners span across a wide range of industries; with the largest presence in the following five industries:

Financial Services



Technology



Healthcare



Insurance



Higher Education



Other industries served include:

Media & Agencies

Professional,
Consulting, & Tech
Services

Retail (B2C)

Manufacturing

Energy, Oil, & Gas

Telecommunications

Legal

Automotive

Government

Transportation & Travel

Hospitality

Biotechnology/ Pharmaceutical Manufacturing

Consumer Packaged Goods



Partnership Portfolio: Example Corporate Internship Partners by Industry

FINANCIAL SERVICES

JPMORGAN CHASE & CO.









TECHNOLOGY





FACEBOOK





HEALTHCARE









INSURANCE











HIGHER EDUCATION











Appendix: Los Angeles Pilot

Year Up is serving as a connector between employers and community colleges and testing new capabilities in recruiting, assessing, and upskilling young adults who have already acquired, or nearly acquired, a credential, as well as placing those young people in work-based experiences with employers looking to hire talent.

This program model streamlines participants' pathways to family-sustaining wages.

PILOT OVERVIEW

- Partnerships with community colleges
 to recruit talent who have earned or are
 close to earning an industry-recognized
 credential but lack access to professional
 networks & meaningful career opportunities.
- Talent assessment to determine and prioritize skill development needs for participants.
- 2-week intensive last-mile professional skills training bootcamp to upskill young adults and ensure they are career ready.
- 24-week, paid work-based learning experience with employers looking to hire. Year Up assesses, matches, & places young adults in immersive work-based experiences; participants earn \$15/hour.

MODEL BENEFITS & POTENTIAL FOR SCALE



Expanded Student Profile

Leveraging partnerships with training providers to connect young adults who have some technical training, but otherwise lack access to upwardly mobile careers, with work-based learning experiences and ultimately jobs.



Lower Cost Per Participant

Lighter touch and shorter Year Up-led interventions lead to lower cost of delivery & more young adults connected to living-wage jobs.



Technology-Enabled Scale

Tech-enabled strategies to recruit, assess, and upskill talent enables us to intentionally match and place young adults in work-based learning experiences at scale.



Industry Representation

Partnering with a variety of training providers and employers enable us to expand the industries & role types available to young adults.

