# What Works Best in Job Training and Reemployment

Jacob Alex Klerman, Senior Fellow, Abt Associates

### Plan for Talk

Job Training

Reemployment Services

Citations (and URLs) for studies cited at end of slide deck

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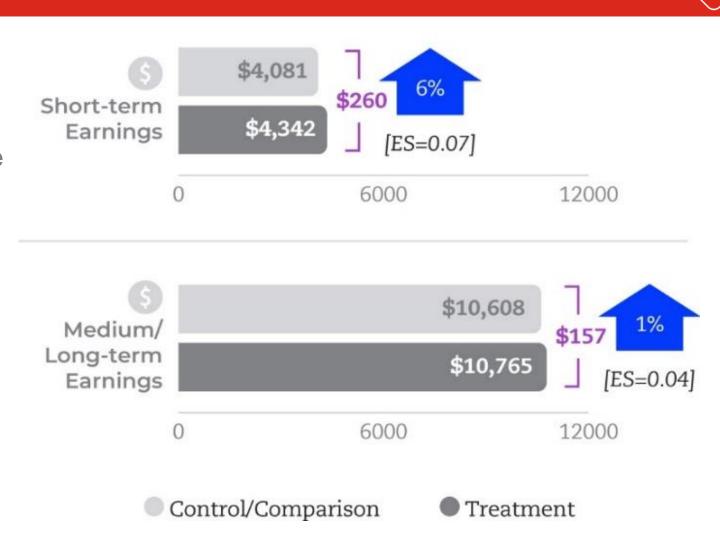
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# Job Training Evaluations are Depressing

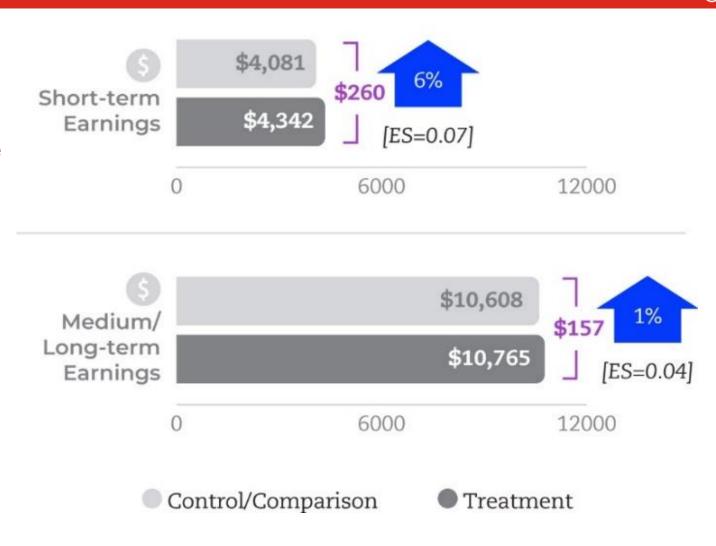
Study	Findings
Abt/OPRE HPOG 2.0 review (Judkins, et al., 2021)	<ul> <li>Some short-term impacts (10 of 23)</li> <li>Few longer-term impacts (3 of 14/16)</li> </ul>
Abt/DOL meta- analysis (Peck et al, 2021)	<ul> <li>Small increase in short-term employment (~6 percentage points)</li> <li>Small increase in short-term earnings (~6%)</li> <li>Trivial increase in intermediate or long-term earnings (~1%)</li> </ul>
OPRE Pathways meta- analysis (Streke & Rotz, 2022)	• Small increase in earnings (~8%)
DOL WIA evaluation (Fortson et al., 2017)	No detected impact on earnings

- Career Pathways (CP) job training programs increased:
  - educational progress (e.g., completed some credential) by a large amount; ~ 155%, 28 percentage points
  - overall employment by a small amount; ~ 9%, 6 percentage points

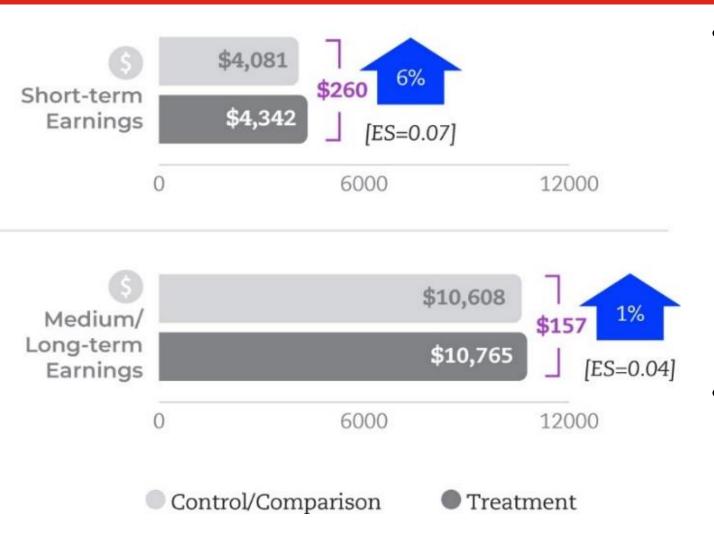
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- Did not meaningfully increase:
  - medium/long-term earnings; ~ 1%



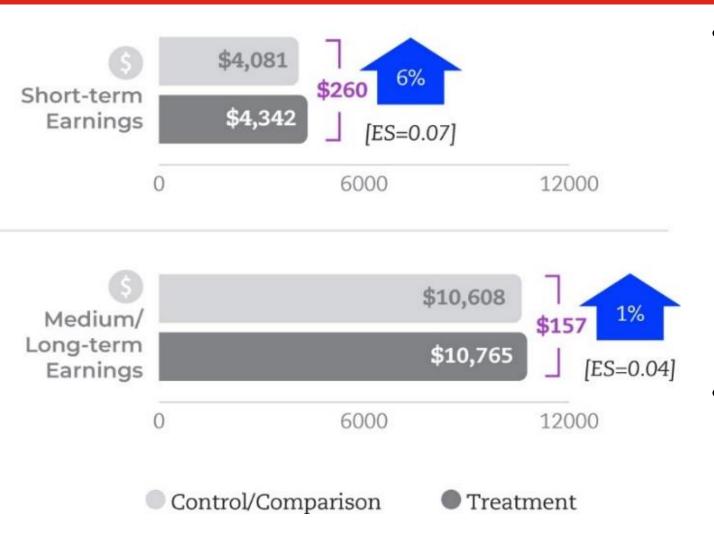
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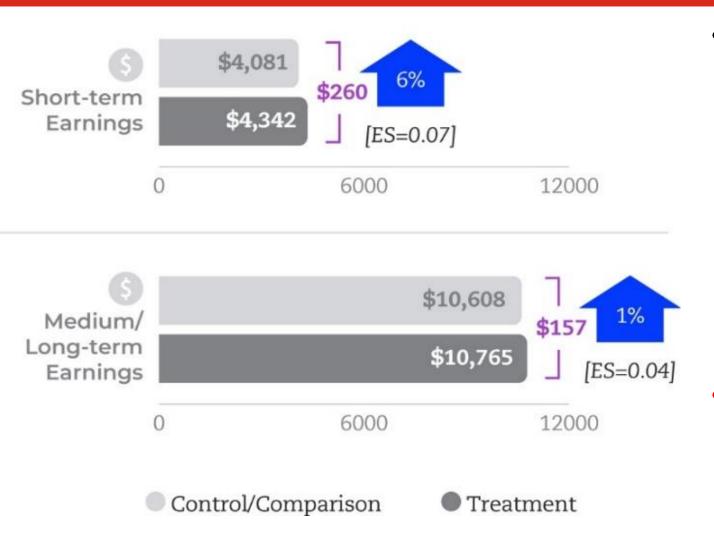
How can this be? Huge impacts on credentials, but trivial impacts on earnings?



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### Why are Evaluation Results So Weak?

- Samples are too small; so, miss small—and even moderate—impacts
  - And average impacts appear to be small
  - Actual samples << 1,000 (half to treatment, half to control)</li>
  - Probably need to be >> 2,000

### Why are Evaluation Results So Weak?

- Samples are too small; so, miss small—and even moderate—impacts
- Estimated impacts are relative to what study members would get anyway
  - US is a "training rich environment";
     study members will get a lot of training even without the evaluated program
  - To have impacts, programs need to be big/intensive

### Why are Evaluation Results So Weak?

- Samples are too small; so, miss small—and even moderate—impacts
- Estimated impacts are relative to what study members would get anyway
- Trainings are short (most common often include CNA, truck driver)
  - Net (of what would get without program) training length is even shorter
  - Plausible impact of a month of training is only 1-2%
     moderate impacts will require long training
  - Not clear that trainees want/can afford longer trainings
  - Not clear that trainees have the academic pre-requisites for longer trainings (remediation is long, often unsuccessful)

# 3 Programs that Appear to Work

- Per Scholas
   (Greenberg &
   Schaberg, 2020)
- Project QUEST (Roeder & Elliot, 2019)
- Year Up (Fein and Dastrup, 2022)

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- Long-Term (> 5 year) Impacts >> 20%
   (>> \$1,000/quarter; \$4,000/year)
- Funding outside federal workforce system

# Why? Some Conjectures ...

- Per Scholas

   (Greenberg &
   Schaberg, 2020)
- Project QUEST (Roeder & Elliot, 2019)
- Year Up (Fein and Dastrup, 2022)

- Strong screening on soft (and maybe academic) skills prior to program entry
  - And, focus on soft skills during the program
- Training for higher paying occupations and career trajectories
  - Impacts through higher hourly wage;
     not higher employment/hours
  - Relatedly ...
- Training tends to be longer
  - Year Up: 6 month classroom, 6 month internship; stipends
  - PROJECT QUEST: >> 1 year (most LPN/LVN)
- Strong connections to employers
  - Year Up is de facto employer funded;
     induces sharp focus on what employers want/need
  - Per Scholas constantly refining offerings to employer demand

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### Reemployment Services More Favorable Evidence

- (voluntary)
   WIA Evaluation ("Intensive Services"): mixed evidence
  - From survey: strong evidence on earnings (~\$4,000/year) and employment
  - From UI earnings records: weaker evidence (~\$1,000 Year 2) and no evidence for employment
  - Some evidence that favorable impacts are concentrated in workers (mostly re/entrants) rather than for "displaced workers"
- (mandatory, for UI claimants)
   Reemployment and Eligibility Assessment (REA; now RESEA/Reemployment Services and Eligibility Assessment): strong evidence of moderate impacts
  - From UI earnings records: for UI weeks, employment, and earnings
  - Low intensity program; would not expect large impacts
  - Impacts concentrated shortly after service receipt
  - Impacts are much, much larger in Nevada; not clear why

# REA: Impacts by Outcome

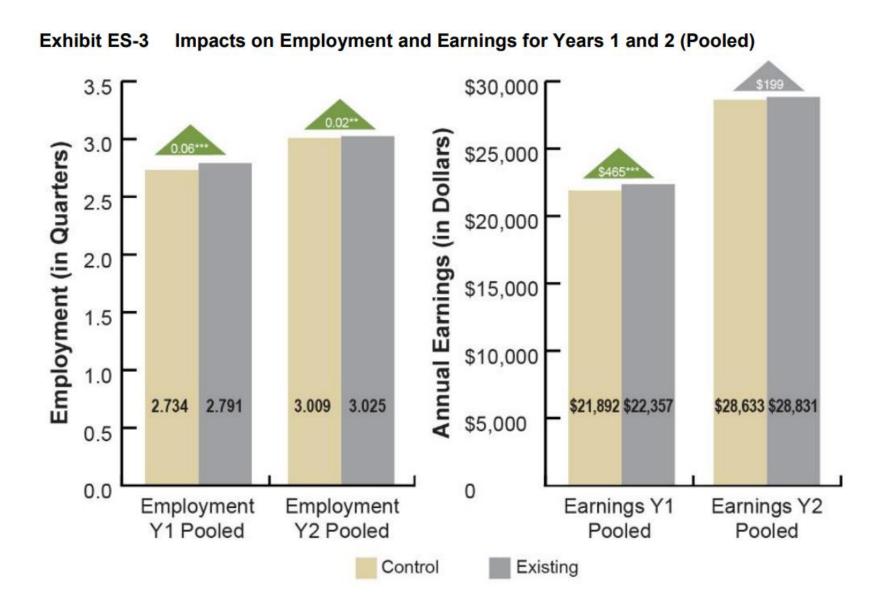
REA Studies					
	UI Weeks	Q2 Empl.	Q2 Earn.		
N. Studies	10	7	7		
% w/ impact	70%	57%	71%		
Avg impact	-0.98 weeks	2 p.p.	\$209		

Empl. – Employment

Earn. – Earnings (2017 dollars)

p.p. – percentage points

# Abt REA Impact Study: Impacts on Employment and Earnings



# Three Possible Causal Pathways

Assistance	Job Search Assistance (e.g., workshops, specific job leads)	$oldsymbol{R}$ eemployment (Services)
Eligibility	Verification of ongoing eligibility ("able and available", sufficiently intensive job search)	$m{E}$ ligibility $m{A}$ ssessment
Attendance	Requirement to attend meeting (at which Assistance and Enforcement occurs)	<mechanism></mechanism>

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Abt/DOL REA Impact Study (Klerman, 2019) specifically designed to assess relative importance of these three causal pathways

# Klerman et al. (2019) on Causal Pathways

Assistance	Job Search Assistance (e.g., workshops, specific job leads)	Some
Eligibility	Verification of ongoing eligibility ("able and available", sufficiently intensive job search)	Little
Attendance	Requirement to attend meeting (at which Assistance and Enforcement occurs)	Most

Consistent with results of earlier (1980s and 1990s) literature

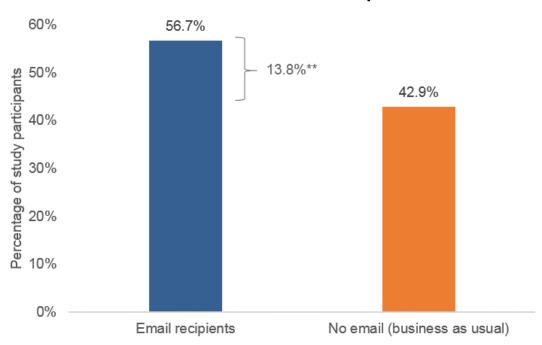
# On REA Meeting Attendance Rates

- Impact of Attendance is large because:
  - Attendance rates are low, often ~ ½
  - "Suspend until attend"
- Reasons for low attendance rates unclear, likely
  - Some never get/don't understand scheduling notice/letter
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- Programmatic initiatives to increase attendance
  - Better messaging (see graph to right; Darling, et al., 2017)
  - Virtual (not in-person) meetings
- Increase attendance rates will likely
  - Lower impact of "Attendance"
  - Maybe raise impact of "Assistance"

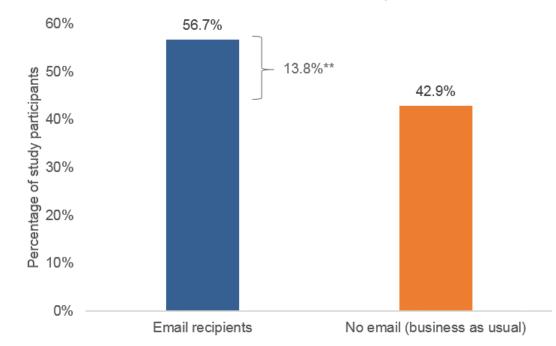
#### **Email Notice and REA Completion**



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#### **Email Notice and REA Completion**



- Likely larger impacts of "Eligibility", if ...
  - Enforcement were strict (caseworkers currently look the other way; making the case is bureaucratically hard)
  - If penalty was larger (not one week, but termination of benefits)

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#### **Contacts**

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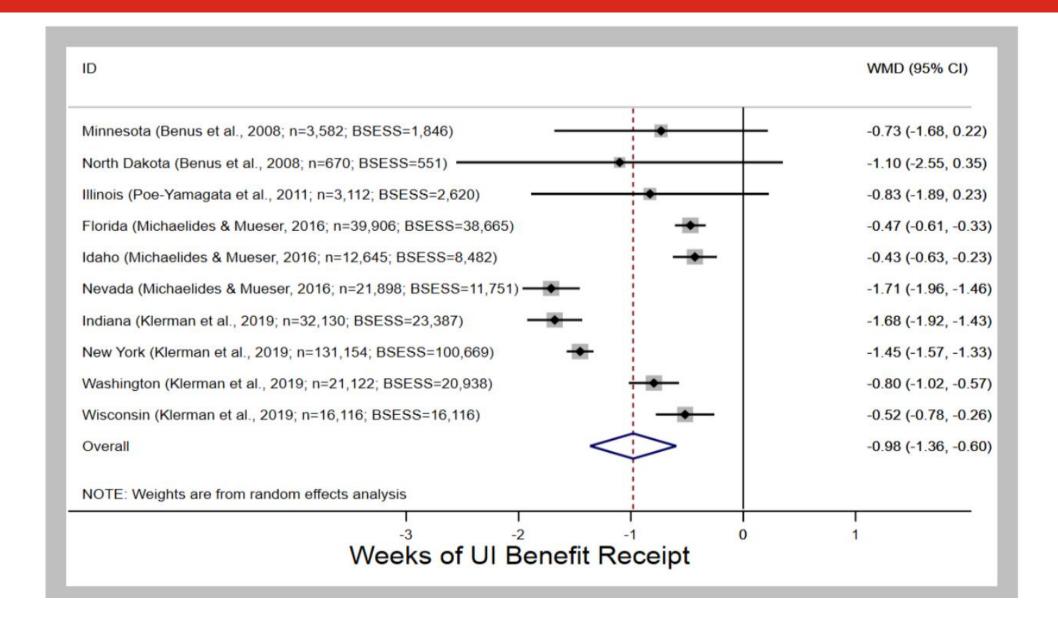
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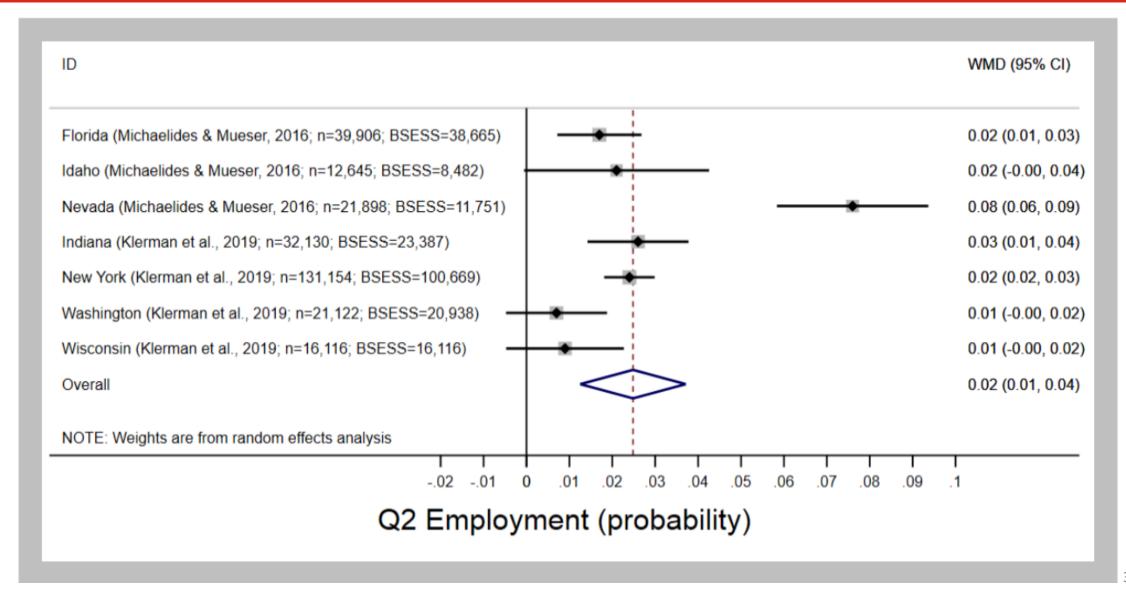
# Back Up Slides



### REA: Impacts on UI Weeks



### REA: Impacts on Q2 Employment



# REA: Impacts on Q2 Earnings

