# Employment-Based Training for Manufacturing in Minnesota

October 12, 2022











#### Agenda

- Overview of Department of Labor and Industry and Facts about Manufacturing in Minnesota
- Overview of Youth Skills Training
- Overview of Minnesota Dual-Training Pipeline
- Overview of Registered Apprenticeship
- Questions/ Answers



#### About the Department of Labor and Industry

DLI's VISION is to be a trusted resource, service provider and impartial regulator.

DLI's MISSION is to ensure Minnesota's work and living environments are equitable, healthy and safe.

#### **DLI Programs:**

- RegisteredApprenticeship
- Minnesota Dual-Training Pipeline
- Youth Skills TrainingProgram
- Child Labor Outreachand Compliance
- Workplace SafetyConsultation

- Workers
  Compensation
  Administration
- OSHA Compliance
- Wage and Hour Compliance
  - Construction Codes and Licensing
- Office of Combative Sports



#### Manufacturing's Importance for Minnesota



Manufacturing added \$56 billion to Minnesota's economy in 2021, representing the second largest contribution to the state's gross domestic product by any industry

Workers took home **\$23.4 billion in wages** from Minnesota manufacturing jobs in 2021, the second-largest total payroll among private sector industries

Manufacturing in Minnesota pays an average annual wage of \$74,630, which is 10 percent higher than the state's overall average private sector wage

Manufacturing provides more than **310,000 highly skilled, well-paying jobs** 









## What is the Youth Skills Training (YST) program?

- Supporting partnerships between industry and education
- Creating opportunities for students to learn about industries
- Providing industry-related classes and safety training
- Establishing safe, healthy and meaningful paid work experiences
- Developing a pathway for future talent

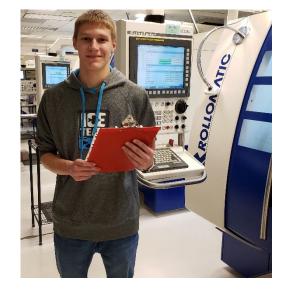






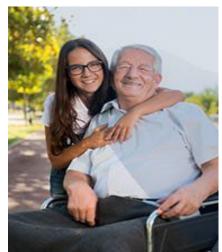
#### **Current YST eligible industries:**

- ✓ Advanced Manufacturing
- **✓** Agriculture
- ✓ Automotive
- ✓ Health Care
- ✓ Information Technology













#### **YST Program Goals**

#### **GOALS:**

1. Support the creation of local partnerships

**High Schools Employers Chambers of Commerce** Workforce Groups Nonprofit organization Postsecondary institutions

**High Schools** 

**Employers** 

Community **Organizations** 

Local **Partnerships** 







#### **GOALS:**

- 2. introduce students to careers in high-growth, high-demand industries
- 3. prepare students for successful careers
- 4. address the shortage of skilled employees

## DEPARTMENT OF LABOR AND INDUSTRY

## Exposure

Education

Experience



#### Paid Work Experiences

#### **Learn & Earn model**

Develop paid work experiences for 16 and 17-year-old "student learners" to participate in safe, healthy and meaningful on-the-job training at employer sites

Paid work Classroom instruction experience to to learn skills develop skills YST@DLI





### **School Requirements**

#### **School requirements:**

- 1. Industry exposure opportunities for students of all ages
- 2. Industry-related classes for high school credit
- 3. Industry-recognized credential/certification
- 4. Paid work experience for students 16 years of age and older







## **Employer Requirements**

#### **Employer requirements:**

- 1. Partner with local schools
- 2. Seek employer approval through YST program
- 3. Create a safe, healthy, meaningful paid work experiences
- 4. Train and mentor student learners

By meeting YST requirements and receiving approval from DLI, student learners are allowed to work in industries otherwise prohibited by child-labor laws.







#### **Employer Approval Process**

YST Programs can be approved with or without YST grant funding

Step 1: Employer submits	- Proof of Workers' Compensation - Equipment & tool review (Form 1)
Step 2: School submits	- Class syllabus from industry related class(es) for high school credit





#### **Employer Approval Process**

Step 3: Safety Meeting	- Review all information submitted with YST staff and a safety consultant
Step 4: YST staff/employer	- YST statute, final review and signature
Step 5: All parties	- Parent, student, school, employer complete and sign training agreement

Safe, healthy and meaningful paid work experiences





#### **Employer Approval Process**

## A YST safety meeting is not:

- The YST safety meeting is <u>not</u> an OSHA inspection
- The YST safety meeting does not result in citations or fines
- The YST safety meeting will not trigger an OSHA inspection
- The YST safety meeting is <u>not</u> entered into a data base or recorded for any purpose other than YST program approval





#### YST program grant funding:

- Total of \$1,000,000 in grant funding awarded each year
- Grants up to \$100,000 awarded to local partnerships
- Two-year grant period
- 49 YST grants have been awarded throughout the state since the start of the program in 2017





#### YST grant round 6 timeline:

- Oct. 17 to Nov. 4, 2022: Letter of Intent accepted
  - The letter of intent is an online form (link posted on <u>dli.mn.gov/yst</u>)
- Nov. 7 to Dec. 2, 2022: Grant applications accepted
- Feb. 14, 2023: Grantees announced
- July 1, 2023, to June 30, 2025: Grant performance period





#### **YST** grant funding uses:

- Marketing and advertising programs
- Recruiting schools, employers and students
- Employer training
- Student transportation
- Staff to coordinate and monitor program outcomes
- Student credentials/certifications

\*\*Funds cannot be used to pay student wages\*\*





#### YST Program Grantees

#### **YST** grant recipients

Red Wing Ignite

Hutchinson

**TwinWest** 

White Bear Lake

Winona

Elk River

Forest Lake

Vadnais Heights Economic Princeton

Development (VHEDC)

SW MN Private Industry

Council

Intermediate District #287 Central MN

Bloomington

Ramsey County Workforce Cooperative

**Genesys Works** 

Spark-Y Bemidji Faribault

Burnsville

**Detroit Lakes** 

Goodwill Industries

Lakeville

Monticello

North Branch

SW Metro District #288

Hibbing

Boys & Girls Club of

Southeast Service

**American Nursing &** 

**Technical** 

Marvin

ISD # 112 Fastern Carver

County

Roseville Area Schools

Mankato Area Public

Schools

Chisago Lakes School

District

**Grand Rapids Area** 

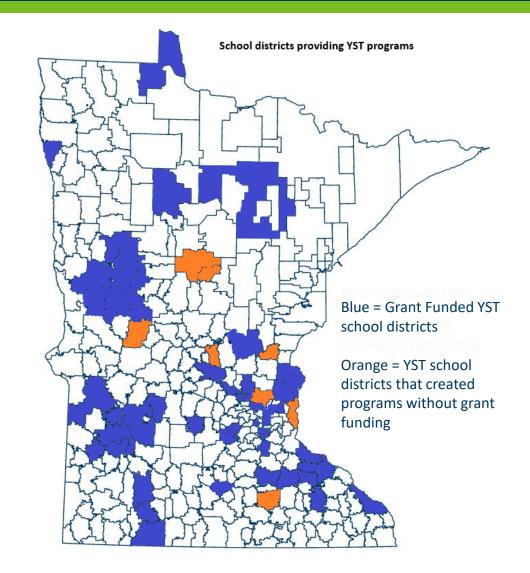
Chamber of Commerce

Milaca Public Schools

East Grand Forks Public

Schools

Otter Tail County







## Since start of program in 2017:

- 41,005 students provided with industry exposure
- 23,498 students have completed industry related classes
- 1,410 students have earned an industry related credential
- 537 students have participated in a paid work experience





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#### What is Minnesota Dual-Training Pipeline?

# DUAL-TRAINING PIPELINE

- Source of support to employers to develop their own employment-based, dual-training programs
- An innovative approach to address current and future workforce needs in the key industries of advanced manufacturing, agriculture, health care services and information technology
- Private Investment, Public Education, Labor and Industry Experience



#### Minnesota Dual-Training Pipeline Employment-Based Training

Structured on-the-job training

Powerful learning

**Engaged employee** 

Related Instruction

Taking a variety of forms

Benefit to all

with a chosen training provider



#### Benefits of Employment-Based Training

#### Employers:

- Build and shape their own workforce
- Creates new skilled worker pipeline
- Workers produce as they train
- Improve productivity overall
- Reduce employee turnover

#### Workers:

- Employment
- Job Training
- Wages increase with progress
- Master in-demand skills
- Credentials





#### Minnesota Dual-Training Pipeline Strategies

- Industry Forums: Inform and direct Minnesota Dual-Training Pipeline on industry trends and needs through discussion and strategic planning aimed to expand dual training.
- Competency Councils: Define and identify specific occupational competencies for the four key industries.
- Dual-Training Consulting: Create and disseminate dual training resources for employers, employees and dual trainees: toolbox, grants, and expanding mentorship networks to set up dual training.



#### Advanced Manufacturing Occupations

- Computer Numerical Control (CNC) Programmer
- Manufacturing Production Supervisor
- Coordinate Measuring Machine (CMM) Programmer
  - Mechatronics Technician

Extrusion Molding Technician

Print Press Operator

Flexo Technician

Quality Assurance/ Food Safety Supervisor

Injection Molding Technician

Quality Assurance Technician

Logistics and Supply Chain Manager

Robotics Operator

Machinist/ Tool and Die Maker

Safety Technician

Machinist / CNC Operator

Solderer

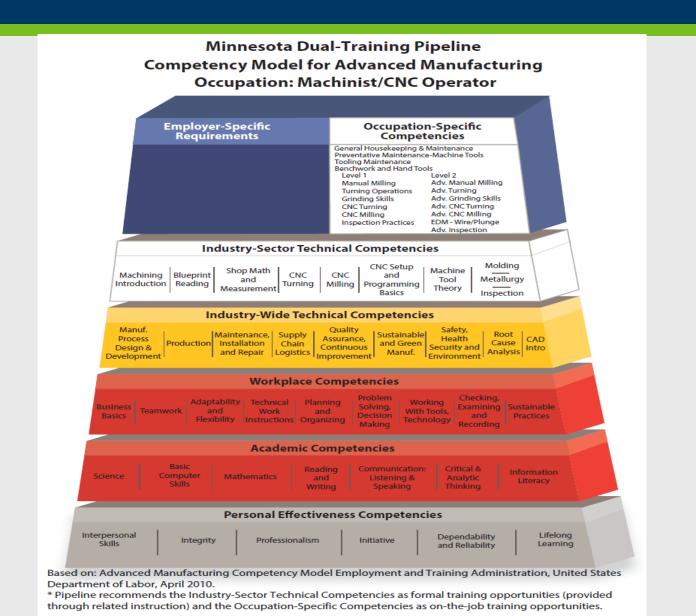
Manufacturing Engineer

Welder

Maintenance and Repair Worker



#### Minnesota Dual-Training Pipeline Competency Pyramid





#### **Dual Training Grant**

- Grants are available to cover the cost of related instruction (tuition, fees, books, and materials) Grant application will open again in spring of 2023; more details on the grant can be found here: <a href="https://www.ohe.state.mn.us/mPg.cfm?pageID=2160">https://www.ohe.state.mn.us/mPg.cfm?pageID=2160</a>
- \$6,000/student employee per year; Maximum grant is \$150,000 per employer per year; It is a reimbursement model for payments to the company.
- If employer exceeds \$25 million in annual gross revenue from 2022, 25% match is required;
- Employers (or representative of) may apply if:
  - Employees will be trained in an eligible occupation;
  - Employees have not yet attained competency standards;
  - Permanent work location in Minnesota.





#### Upcoming Minnesota Dual-Training Pipeline Events

#### **Speaker Series**

• Skills-Based Practices: what it is and how to begin: Oct. 19, from 9-10a.m. Register here to join our webinar.

#### **Industry Forums**

Advanced Manufacturing Industry Forum: Nov. 1, from 1-2:30 p.m. Register to attend.









## Contact Pipeline Team



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## Registered Apprenticeship







## Myths and Facts

Myths	Facts
Registered apprenticeship programs are only in Minnesota's metro area	Registered apprenticeship programs are operating throughout the state
Registered apprenticeship programs are only in the construction trades	Registered apprenticeship programs are becoming more common in non-traditional industries
Registered apprenticeship programs are only for large companies	Employers large and small are sponsors for apprenticeship programs, dictated by the needs of each employer
Registered apprentices will get trained and then leave the employer	Registered apprenticeship programs have proven to help reduce turnover and increase employee productivity
All registered apprenticeship programs involve unions	Some registered apprenticeship programs involve unions



## Benefits of Apprenticeship

Employers	Workers	Minnesota
Build and shape their own workforce	Employment	Pathway to the middle class
Creates new skilled worker pathway	Comprehensive job training	Quality training for workers
Workers produce as they train	Safety instruction	Safety for workers
Improve productivity	Wages increase with progress	Vibrant economy
Reduced employee turnover	Master in-demand skills	
Retain/Transfer organizational knowledge	Nationally recognized credential	

Registered apprentices are G.I. benefit eligible



Employer incentives to hire veterans

#### What is Registered Apprenticeship?

## **Essential Program Components of Registered Apprenticeship**



A time-tested model to:

recruit, train and retain a highly skilled and diverse workforce.



#### How it Works

#### Development of a Registered Apprenticeship Program



Review job description and align with standards



Review wage scale, safety training, on-the-job training, and related instruction



Employer confirms Registered Apprenticeship Standards



Program starts within 30 days



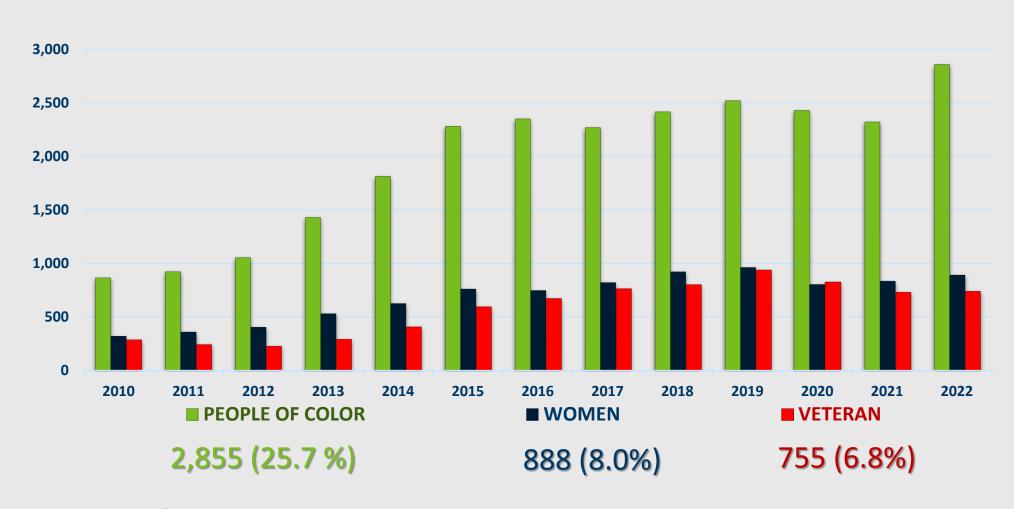
Scheduled check-ins and technical assistance

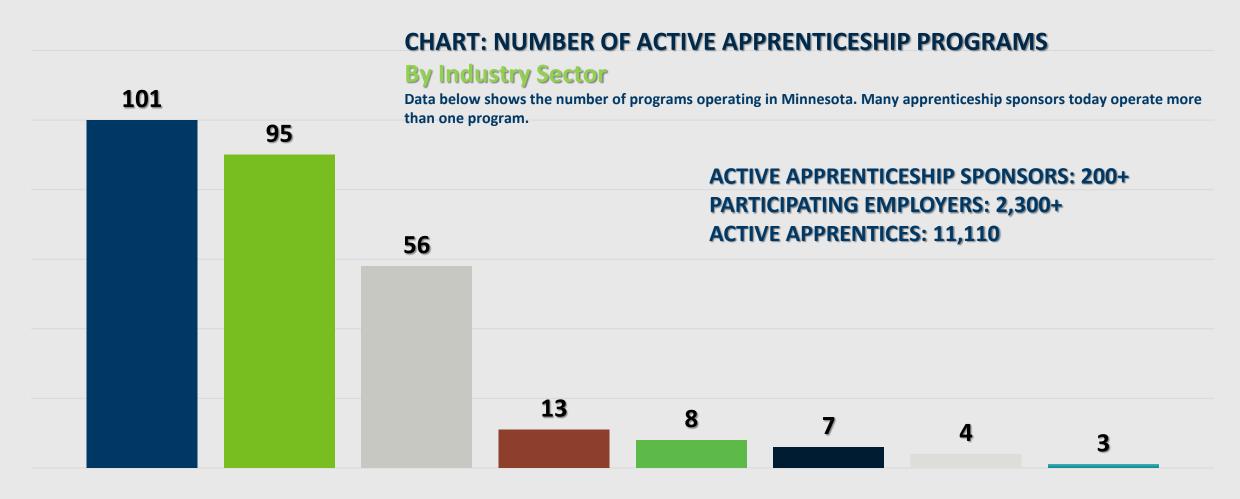


Expand hiring pipeline



## Apprentice Participation Demographic Trends by Calendar Year





#### Manufacturing in Apprenticeship

The advanced manufacturing industry is critical to Minnesota's economic future. Today's manufacturers face complex workforce challenges. However, significant talent shortages slow manufacturers' efforts to innovate and grow.

#### Among these challenges:

- An aging workforce of highly skilled and experienced workers
- Attracting talent to emerging manufacturing jobs
- Investing in talent that keeps pace with the latest technology advances
- Implementing workforce training models that effectively develop talent.

Registered apprenticeship provides a proven solution for recruiting, training and retaining highly skilled talent.

**Registered Apprenticeship Manufacturing Occupations = 56, Apprentices = 172** 

#### **Occupations include:**

Welder

**Mechatronics** 

**Machinist** 

**Maintenance Technician** 

**Manufacturing Supervisor** 

**Tool and Die Maker/Repairer** 

And Many More...



#### Manufacturing Employer Sponsors

#### **ADVANCED MANUFACTURING:**

- Aero Design Sewing Machining Repairer (Duluth)
- AGCO- Mechatronics Technician, Welder (Jackson)
- Ajax Metal Forming Solutions (Fridley)
- Alliance Machine Machinist Level 1 (Elk River)
- Analog Technologies Corp. Solderer
- Custom Mold & Design Machinist (Forest Lake)
- Daiken Applied Maintenance Technician
- **Diversified Plastic** Tool Maker (Minneapolis)
- Eaton Corporation Machinist, Maintenance Mechanic
- Entegris Mold Maker (Chaska)
- MTS Systems CNC Machinist Level 1/Mechanical Assembler (Eden Prairie)
- Innovize Flexographic Press Operator (Vadnais Heights)
- Intek Extrusion Molding Machine Operator
- Integer Associate Machinist, Machine Operator & Tool Maker (Chaska)
- K & G Manufacturing CNC Operator (Faribault)
- Logic PD Solderer & Machine Operator (Eden Prairie)
- L & M Radiator Welder & Machinist
- Mechanical Systems Welder (Dundas)
- Mikros Engineering Injection Molding Machine Operator

- MRG Tool & Die CNC Machinist Level 2, Supervisor (Faribault)
- MTS CNC Machinist Level 1, Mechanical Assembler
- NTM Machine Operator (Fridley)
- Owens Corning Maintenance Mechanic (Minneapolis)
- Pequot Tool and Manufacturing CNC Machinist (Pequot Lakes)
- Potlach Mechanical Technician (Bemidji)
- Schwing America Inc. Welder (Vadnais Heights)
- Seneca Foods Maintenance and CNC Machinist (Rochester)
- **SkyWater Technology** Equipment Maintenance Technician (Bloomington)
- Spectro Alloys Mechatronics Technician
- TEROG CNC Machinist
- TLC Precision Radar Technician (St. Paul)
- Turck, Inc. Advanced Manufacturing Technician (Plymouth)
- Uponor, Inc. Maintenance Technician (Apple Valley)
- Viracon Maintenance Mechanic (Owatonna)
- Wells Academy CNC Operator (Bemidji)
- Aftermarket Solutions—Electronics Technician (Hibbing)



Visit: dli.mn.gov

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## Questions?









