

Overeducation, skill mismatches, and labor market outcomes for college graduates

Type:	Document
Content Type:	Overeducation, skill mismatches, and labor market outcomes for college graduates
Language:	
Sources:	
Topics:	
Knowledge Products:	
Publication Date:	08 Jun 2020

Open edmsp1_262025.pdf	Concerns exist that overeducation damages employee welfare; however it is overeducation combined with overskilling that is the real problem. Labor market mismatches (where employee qualifications do not match job requirements or are not used on the job) can result from overeducation or overskilling, which are two distinct phenomena. Policymakers should be especially concerned with overskilling which is likely to be harmful both to the welfare of employees (lower job satisfaction) and the interests of employers (lower productivity). Thus policy should ensure that education policies recognize that they must integrate with policies on skill formation outside the workplace, in case over-production of formal education interacts negatively with skill formation.
-------------------------------------------	-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

Subject Tags:

Regions: