Dual VET

Vocational Education and Training in Germany
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I. Overview – **Dual VET**: for young people a common path to work
I. Overview – Dual VET performance

Trainees
- On average 55.7% of the population enter Dual VET, 44.2% graduate from Dual VET
- 1.4 m trainees in 327 recognised training occupations
- 5.4% of all employees are trainees
- High employment security (95% Dual VET graduates employed, only 80% employed among untrained)
- 43.8% of Dual VET graduates continue working in the same occupational field
- Receive average training allowance of about 795 € per month as trainee

Employers
- 438,000 of 2.1 m companies train (20.7%), most of which are medium-size and large companies
- Train more than 500,000 new trainees every year
- Hire 66% of Dual VET trainees as employees after training
- Employers invest on average 18,000 € per apprentice per year (62% of which is training allowance)
- 76% of investment is refinanced by productive contributions of trainees during training period

Government
- Shares expenses for VET system with employers
- Public expenditure for Dual VET: 5.4 bn €
- 2.9 bn € for 1,600 public vocational schools providing part-time VET
- 2.5 bn € for steering, monitoring and further supporting measures
- EUR 7.7 bn € contribution by employers (overall net cost of Dual VET; gross cost = 25.6 bn €)

National Economy / Society
- Strong SME competitiveness on international markets
- Relatively low youth unemployment in Germany (7.1%)

Contributes to

Sources: BIBB Data Report (2015), Federal Statistical Office
II. How *Dual VET* works

1. Engage in *Dual VET*

2. Enter into a training contract

3. Deliver work-based VET

4. Examine independently

5. Unlock a professional career

6. Stakeholders monitor, supervise and support

7. Base *Dual VET* standards on requirements of world of work

8. Set up comprehensive legal framework
1. Engagement in *Dual VET*

**Young people**

- "I want to earn money"
- "I want further qualification"
- "I want to work in a skilled occupation"
- "I want to learn something practical"
- “I continue to attend upper secondary education“

**Seek and find a training place**

- **Scan** for information on employers providing VET in the region
- **Search** for a training place offer
- **Apply** for training place at company
- **Select** a training company

**"I want to become a ..."**
(e.g. Mechatronics Fitter)
1. Engagement in *Dual VET*

**Employer**

- "I want employees who competently fulfil the tasks and duties needed in my company, now and in the future"
- "I want to save induction and retraining costs"
- "I have the social responsibility to train"
- "I want the productive and innovative contribution of trainees"

**Seek and find a trainee**

- Be certified to train
- Offer training place
- Vet applications of trainees
- Select young person for VET

"I want to train"
1. Engagement in Dual VET

Government

"For national economic growth and development, highly skilled employees are needed"

"All youngsters should receive secondary education to become citizens"

"Youngsters should be ready for the labour market of today and tomorrow so that they can find employment"

"Government budgets for VET provision are limited"

"We need to strengthen and regulate Dual VET"

Supporting measures

- **Set up** legal framework to regulate Dual VET
- **Delegate** authority to stakeholders (chambers, employers, labour unions, government institutions)
- **Open** access to Dual VET for all, regardless of prior qualification
- **Include** Dual VET in compulsory secondary education
- **Provide** part of Dual VET in public vocational schools
- **Ensure** access of Dual VET graduates to higher education
- **Monitor and develop** Dual VET based on institutionalised VET research (BIBB)
2. Enter into a training contract

Starting point for *Dual VET*

- Similar to **work contract**
- **Legal basis** for in-company training in *Dual VET*
- Provided and **registered by chambers**
- **Regulates**
  - Duration of training
  - Beginning and end of training
  - Probation time
  - Vacation
  - Content of training
  - Training allowance
  - Termination of contract

- Signed by youngster and by training company establishing a **training relationship**

*Start of work-based learning in Dual VET*
3. Deliver work-based VET

2 coordinated learning venues ("Dual") for each VET programme

70% of VET in company

In-company training
• Legal basis: training contract
• Company which trains, pays trainee a "training allowance"
• Company provides systematic training under real-life working conditions (in-company trainer, up-to-date equipment, etc.)

30% of VET in vocational school

Vocational school education
• Legal basis: compulsory education law
• Local government finances public vocational schools (facilities, teachers, etc.)
• Vocational schools offer lessons in professional (2/3) and general education (1/3) subjects free of charge

Approx. duration of Dual VET: 2 – 3.5 years
3. Deliver work-based VET

**Dual VET** training plan for a given occupation (example)

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<th>Monday</th>
<th>Tuesday</th>
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<tbody>
<tr>
<td><strong>In-company training</strong></td>
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<tr>
<td>• Follows <em>in-company training standards</em> (minimum standards) defined in &quot;training regulations&quot;</td>
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<td>• Step by step, trainees take over duties and tasks in the workplace, and in the process contribute to production</td>
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<td><strong>Vocational school education</strong></td>
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<tr>
<td>• Follows <em>vocational education standards</em> defined in the &quot;framework curriculum&quot; for vocational subjects (2/3 of schooling)</td>
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<tr>
<td>• Follows school curriculum for general subjects (1/3 of schooling)</td>
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<tr>
<td>• Classroom-based learning</td>
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In-company VET and vocational school education may instead also take place provided each in separate long-term blocks.
4. Examine independently

Multi-stakeholder examination board

Examination board
- Organised by chambers
- Composed of representatives of
  - Employers
  - Employees
  - Vocational school teachers (government)
- In general does not include those who trained the trainee
- Assesses and grades trainee

Dual VET certificate
- Issued by chamber
- Nationally recognised by government

Training contract ends Professional career begins
5. Unlock a professional career

*Dual VET: key to many opportunities*

**Labour Market**
- Employment contract signed with former training company
- Employment contract signed with new company in same occupational field anywhere in Germany
- Employment in different occupational field anywhere in Germany

**Further Education**
- Initial tertiary education anywhere in Germany
- Further vocational education anywhere in Germany

**Dual VET**

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*German Office for International Cooperation in Vocational Education and Training*
6. Stakeholders monitor, supervise and support

Business community, social partners and government are all involved in *Dual VET*

**Chambers**
- Advise companies on VET
- Train in-company trainers
- Assess and certify company and trainers for in-company training provision
- Monitor in-company training (facilities, instructors, etc.)
- Support company in finding trainees
- Register training contracts
- Organise interim and final exams
- Mediate disputes between trainee and company
- Organise events

**Social Partners**
- Labour unions and employer associations negotiate training allowance to be paid to trainees
- Works Councils monitor in-company training
- Are involved in the development of in-company training standards
- Are part of the examination board

**Government**
- Finances, supervises and monitors public vocational school system providing part-time VET
- Federal government conducts institutionalised VET research (BIBB)
- BIBB organises *Dual VET* standard development
- Provides support to unemployed and disadvantaged to enter *Dual VET*
- Provides support for disabled people to enter *Dual VET*
- Provides vocational orientation and raises the awareness for *Dual VET*
7. Dual VET standards based on requirements of world of work

Impetuses for updating/development of national Dual VET standards by the economy

Duration: max. 1 year

- Employers identify new tasks at the workplace requiring new occupational qualifications
- Social partners and government negotiate and come up with new in-company training standards (training regulation) under guidance of BIBB
- Development / updating of vocational education standard VET in vocational school (framework curricula) in coordination with in-company training standard (training regulation)

Dual VET standards guide delivery, monitoring, supervision and support of Dual VET nationwide
7. Dual VET standards based on requirements of world of work

Demand-driven Dual VET standards guiding VET delivery in both learning venues

**In-company training standard** ("training regulations") includes:
- Set of competencies of occupation to be trained (occupational profile/standard)
- How a company must teach this occupation, as minimum requirements (training standard)
- What a trainee needs to know in order to pass the exam (examination standard)

**Vocational education standard** ("framework curriculum") includes:
- Learning objectives and content (structured in “learning fields”) which form the basis for the schooling in vocational subjects in the vocational school
- Vocational subjects provide the vocational theory needed for working in a given occupation

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**Occupation ("Beruf")**

- Standard
  - Standard
  - Standard
  - Standard

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**coordinated**
8. Set up comprehensive legal framework

All aspects of Dual VET framed by system of laws

- Youth Employment Protection Act
- Trade and Crafts Code
- Collective Bargaining Act
- Law for the preliminary regulation of rights of Chambers of Industry and Trade
- Chambers Act
- Works Constitution Act
- Compulsory education law
- Regional school laws
- Joint agreement on coordination of training regulations and framework curricula
Summary – How Dual VET works

Enter into a training contract

Deliver work-based Dual VET and examine independently

Stakeholders support and assure quality of Dual VET based on consensus

Dual VET standards are national, up-to-date and demand-driven

Dual VET is framed by systems of law

Vocational Training Act
Summary – Dual VET: two worlds under one roof

World of Work

Company

"Dual" = 2 learning venues

Public vocational school

World of Education

Employer

Trainee

Occupation ("Beruf")

Chambers and social partners

Define, supervise and monitor the what and how of in-company training based on consensus

Government (federal and local)

Provides legal framework, VET research and resources for school-based VET, delegates authority to social partners and chambers
III. Benefits of Dual VET

**Trainees**
- Gain **occupational proficiency** necessary for employment opportunities and gainful income
- Earn **training allowance** during training
- Learn in **real and state-of-the-art work environment** (machinery, work processes)
- Learn how to **identify** with company and occupation
- Become capable and certified to **access different occupational and educational opportunities**

**Employers**
- Gain highly competent employees **meeting the needs** of the company (versus hiring externally)
- Improve **productivity** as well as **quality** of services and products
- Save recruitment and retraining costs
- Realise **high return of investment** in the long run
- Are participating in **defining company-based training content** and development of standards
- Supports **Corporate Social Responsibility (CSR)**

**Government**
- Reaps **political rewards** of positive economic and social impact of Dual VET
- Meets national labour market demand for qualified labour with contribution of employers (training)
- Has VET system **highly capable of modernizing itself** (technological change)
- Able to **efficiently steer** VET system and assure its quality
- Strengthens formalisation of economy by regulating in-company training
- Gains **early evidence for labour market demand/supply**

**National Economy / Society**
- Economic performance and competitiveness
- Labour-market matching (employers/employees)
- Social and economic integration of young people (inclusiveness)
III. Current challenges for Dual VET

Trainees

• Finding Dual VET training place: number of unplaced applicants for Dual VET (2012: 15,600, 2014: 20,900); number of companies (esp. SME) providing Dual VET decreasing from 24 % (2009) to 20.7 % (2013)
• Increasing demands at the workplace / learning venue (foreign languages, etc.)
• Improving life-long learning opportunities in Dual VET (especially for older applicants)
• Gaining access to Dual VET and work through informally acquired competencies

Employers

• Finding young people for Dual VET: number of vacant training places rising from 2009: 17,300 to 2014: 37,100;
• Finding competent trainees for Dual VET who have the skills, knowledge and attitudes necessary for entering Dual VET ("trainability")
• Including disabled people

Government

• Dealing with future nationwide lack of skilled workers projected
• Dealing with demographic change leading to decrease in number of young people for labour market
• Countering trend of more and more young people choosing university over Dual VET
• Dealing with strong regional disparity with regard to Dual VET training place demand and supply
• Including disabled people

National Economy / Society

• People have difficulty entering Dual VET and hence the labour market and gainful employment
• Difficulty meeting demand of employers for skilled workers

Sources: BIBB Data Report (2015), Federal Statistical Office
IV. Conditions: Why does it work in Germany

- **Long-standing history** of Dual VET
- Highly developed **economic structure** translates into respective demand for skilled employees on labour market
- Strong **small and medium-sized enterprises (SME)**
- **Interest, commitment and capability** of companies to train
- Strong and **competent representation** of employer and employee interests (chambers/labour unions)
- Broad-based acceptance of VET standards through strong involvement of social partners in VET and **culture of cooperative engagement**
- Strong **regulatory capacity** of government
- Competent **TVET teachers and trainers**
- General education system makes **young people ready for VET**
V. The bottom line: 5 VET Quality Features

1. **Cooperation of government, business community and social partners**
   E.g. examination board, VET standards

2. **Learning within the work process**
   E.g. in-company training = 70 %

3. **Acceptance of national standards**
   E.g. Dual VET standards, chamber certificate

4. **Qualified VET staff**
   E.g. competent trainers and VET teachers

5. **Institutionalised research and advice**
   E.g. BIBB National TVET Report, VET standards
VI. Further Sources

**Facts and figures**
- BIBB TVET Report 2014 (link)
- Federal Statistical Office (link)
- BMBF Data Portal (link)

**Dual VET standards**
- BIBB Brochure: Vocational Training Regulations and the Process Behind Them (link)
- Example: training regulation and framework curriculum for Mechatronics Fitter (BIBB) (link)

**Legal documents**
- Vocational Training Act (link)
- Works Constitution Act (link)

**Web resources**
- GOVET
- BMBF
- BIBB

**Contact for further questions**
- govet@govet.international
VII. Key

Blue

World of Work

Chambers

Red

World of Education

Social Partners (labor unions and employer associations)

Youth / Trainee

Government (federal and local)

Employer

Stakeholder support

In-company trainer

Stakeholder monitoring

VET school teacher

VET research

Dual VET examination board

Dual VET standards

Dual VET graduate certificate
The one-stop shop for international Vocational Education and Training Cooperation

GOVET – Zentralstelle für internationale Berufsbildungskooperation
Im Bundesinstitut für Berufsbildung
Robert Schuman-Platz 3
53175 Bonn
govet@govet.international