Over the next decade nearly **3 1/2 Million** manufacturing jobs need to be filled. The skills gap will result in **2 Million** of those jobs being unfilled.

CEOs and manufacturing executives around the world identify talent-driven innovation as the number one determinant of competitiveness. Yet, manufacturing executives report a significant gap in their ability to find talent with required skills. More troubling... the skills gap is expected to grow substantially over the next decade. What impact could the gap have on company performance and how large is the gap likely to grow? The Manufacturing Institute and Deloitte conducted a study to understand the impact and extent of the skills gap, and at the present pace the industry faces a 2 million shortage over the next decade.

**Filling jobs is no easy task**

- **84%** of executives agree there is a talent shortage in U.S. manufacturing
- **80%** of manufacturing companies are willing to pay more than the market rates in workforce areas reeling under talent crisis
- **SIX out of TEN** open skilled production positions are unfilled due to talent shortage

**The skills gap is widening**

Over the next decade nearly 3 ½ million manufacturing jobs will be needed and **2 Million** will go unfilled due to the skills gap

**The implications are significant**

Every job in manufacturing creates another 2.5 new jobs in local goods and services.

For every $1 invested in manufacturing, another US $1.4 in additional value is created in other sectors.

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**Developing talent is essential**

Adding to the complexity is finding workers with the skills required to meet today’s advanced manufacturing requirements. The most effective skilled production workforce development strategies cited by executives include:

- **94%** Internal employee training and development
- **72%** Involvement with local schools and community colleges
- **64%** External training and certification programs
- **49%** Creation of new veteran hiring programs

Percentage of executives that indicate current employees are not sufficient in key skills

- **70%** technology/computer skills
- **69%** problem solving skills
- **67%** basic technical training
- **60%** math skills

**Talent shortage impact to the business**

82% of executives believe the skills gap will impact their ability to meet customer demand. Executives also feel it will impact their ability to...

- **78%** implement new technologies and increase productivity
- **69%** provide effective customer service
- **62%** innovate and develop new products
- **48%** expand internationally

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A nationally representative sample of executives from companies of varying sizes and industries responded to the Skills Gap Survey. Sources include: Bureau of Labor Statistics (BLS) and Deloitte analysis

1 Milken Institute and Economic Planning Institute.

2 The U.S. Department of Commerce, Bureau of Economic Analysis.