# Victorian Employer Skills Survey 2021 **Regional Victoria**

The Victorian Skills Authority (VSA) asked businesses about their skills, recruitment and training needs for the Victorian Employer Skills Survey 2021.

Findings from the survey will help the Victorian government identify areas of skills demand, drive innovation across the VET sector and better plan for Victoria's future training needs.

The VSA conducted the survey between August and December 2021. It approached 70,000 businesses and achieved a response rate of 20.5%, with coverage across all industries, business sizes and regions in the state.

The statistics below reflect the experience of employers across the five key survey domains: Business climate | Skills | Recruitment | Training | Apprentices, trainees and work placements



**Business** climate

Despite the global pandemic, many Regional Victoria employers adapted to maintain or grow their workforce. Employers had a mostly positive outlook for the year ahead.

#### Workforce

Five in six employers in Regional Victoria reported that their workforce remained the same size or grew in 2021.

#### Outlook

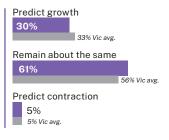
Employers were optimistic about their future growth, with the vast majority expecting their workforce to remain the same size or grow over the next 12 months.

#### Impacts of COVID-19

Skills-related challenges

Fewer employers in Regional Victoria reported skills-related challenges due to COVID-19 than Metropolitan Melbourne.





54% 57% Vic ave Adopted new ways of working related to COVID-19 41% 45% Vic avg Staff retention challenges 24% 26% Vic avg



### Finding candidates with the right skills presented the most common skill challenge in the past year. More Regional Victoria employers are expecting skills shortages in 2022 than in 2021.

#### **Skills shortages**

One in five Victorian employers are expecting skills shortages over the next 12 months. Expected skills shortages in Regional Victoria are about average for the state.



## Skills challenges

The most common skills challenges experienced by employers were the same across all regions. Employers in Regional Victoria experienced higher levels of skills challenges than those in Metropolitan Melbourne.

Finding candidates with the right skills 47% Vic avg. Adapting to the new ways of working due to COVID-19 41% 45% Vic avg. Finding job-ready candidates **41%** 

# 37% Vic avg

#### **Skills needs**

The top three skills needs reported by employers were: technical/jobspecific skills, workers with the right attitude/mindset and job-ready skills.

Technical/job-specific skills	
77%	
	73% Vic avg.
The right attitude/mindset	
54%	
50% Vic avg.	
Job-ready skills	
44%	
47% Vic avg.	



Education and Training

Indicates state wide average for Victoria





# Most Regional Victoria employers had undertaken some recruitment activity over the past year and the majority reported experiencing recruitment challenges.

#### Recruitment need

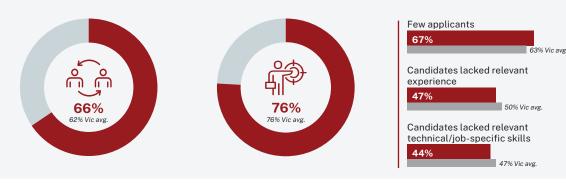
Two thirds of Regional Victoria employers undertook some form of recruitment in the past 12 months. This rate was higher than Metropolitan Melbourne (61%).

## **Recruitment challenges**

Three-quarters of employers reported having difficulties recruiting for particular roles. This was similar across all regions.

#### Type of challenge

The most common challenges faced by employers were related to the number, experience and jobspecific skills of candidates.





## More than half of Regional Victoria employers engaged in some form of training.

### **Engagement in training** More employers in Regional

Internal training

External training

48%

17% Vic avg

Victoria used external training only, whilst fewer used internal training or both (40%).

45% Vic ave

## Satisfaction with training

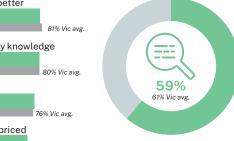
Levels of satisfaction with external training are high, with improved performance of staff in their jobs and industry knowledge of trainers rating highest.



71% Vic avg.

#### Skillsets

Three in five employers said they would consider a skillset (microcredential or part qualification) rather than a full qualification to upskill their staff.



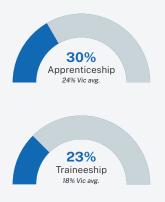


Apprentices, trainees and work placements



#### **Apprentices and trainees**

More employers reported engaging apprentices compared to trainees. Employers in Regional Victoria had higher rates of uptake than those in Metropolitan Melbourne areas.



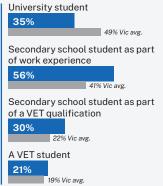
#### Challenges

Lack of suitable applicants was cited as the most common barriers to engaging apprentices and trainees. One in five employers had no barrier to engagement.



#### Work placement students

More employers in Regional Victoria (26%) had a work placement student compared to those in Metropolitan Melbourne (19%). The most common type of work placement students were:





Indicates state wide average for Victoria

