# The Imperative for 21<sup>st</sup> Century Knowledge & Skills

**Charles Fadel** 

charlesfadel@gmail.com Federation of Austrian Industries Vienna May 17, 2011



- Economic disruptions to come due to offshoring and automation
- Need for Skills not just Knowledge, and Creativity in particular
- Importance of Science/Technology/Engineering/Math for innovation agendas



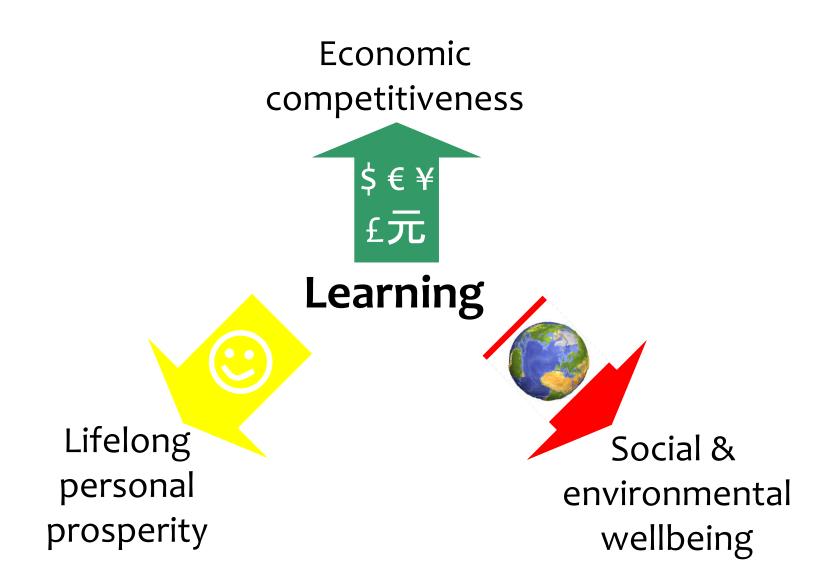
# RELEVANCE

### Of

# **Education**

**Charles Fadel** 

#### **The Benefits of Learning**



# The New World We Live In

#### What do these countries have in common?

Japan

#### Egypt



A: High Youth Unemployment

#### FIN. Luleå 🚺 FINLAND TOCKHOLM Örebro<sup>®</sup> Eskilstun Norrköping Linköping, Oxelösund Stenungsund Göteborg Jönköping Borås Gotiand Baltic LAT. -lalmstad Sea Kalmar / Oland Helsingborg Karlshamn \*Kristianstad LITH. Maimó Trelleborg Bornhol 50 100 km 100 m unaries Fadel

Sweden

#### **Youth Bulge**

1990's

<u>2000's</u>

Algeria Iraq Jordan Morocco Indonesia

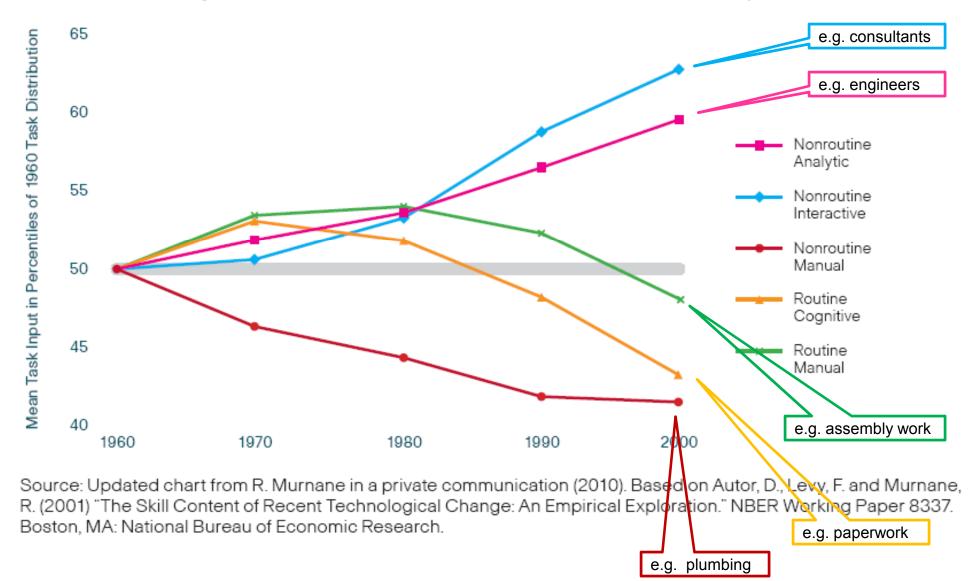
Tajikistan Turkmenistan Egypt Iran Saudi Arabia Kuwait Sudan <u>2010's</u>

Kyrgyzstan Malaysia Pakistan Syria Yemen Jordan Iraq Oman Libya Afghanistan

Decades in which 15-24 years-old have peaked as a proportion of total population [>20%]; some happen twice. Source: 'The clash of civilizations' Samuel Huntington

#### **Accelerating Change Demands Different Skills**

Economy-Wide Measures of Routine and Nonroutine Task Input, 1960-2002



**Charles Fadel** 

#### Personally-delivered vs Impersonally delivered

• "Impersonal services are the ones that can be delivered electronically from afar with little or no degradation of quality (e.g., keyboard data entry, manuscript editing).

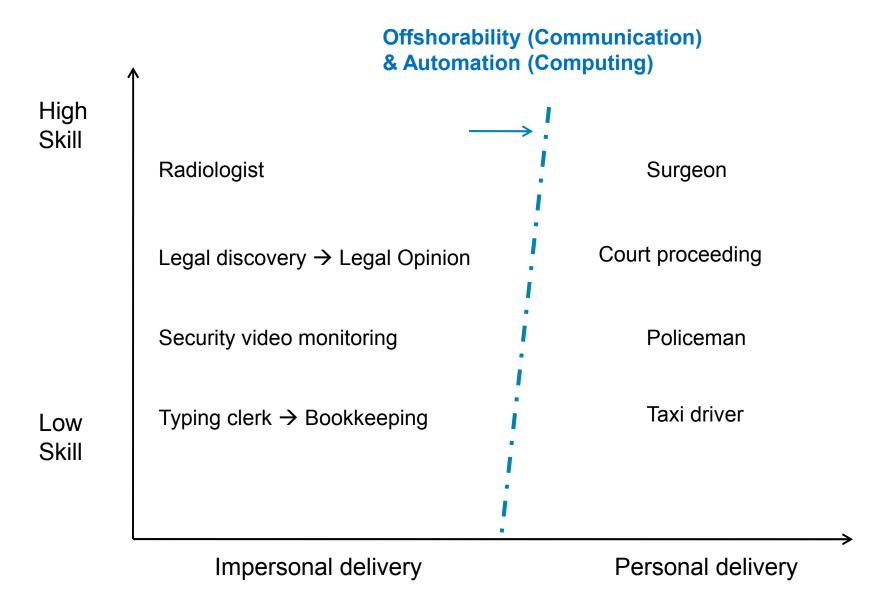
They are potentially offshorable.

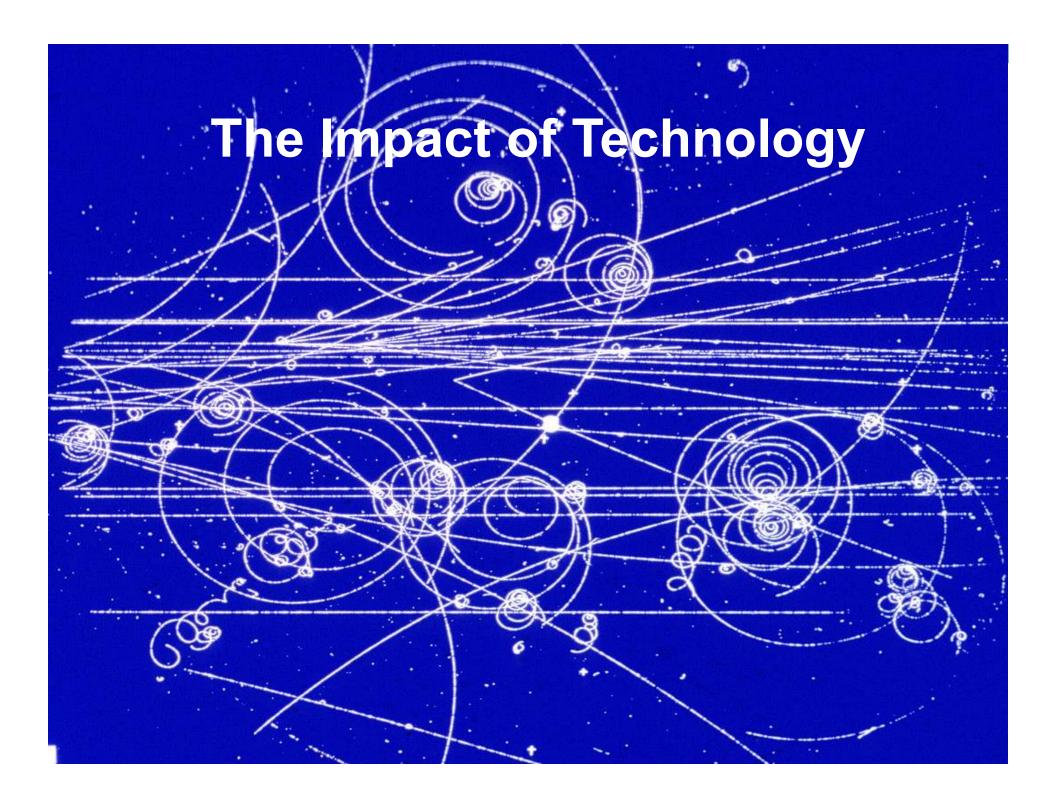
• *Personal services* are the ones that either cannot be delivered electronically (e.g., child care) that suffer severe degradation of quality when so delivered (e.g., surgery).

They are, for all practical purposes, non-[offshorable]."

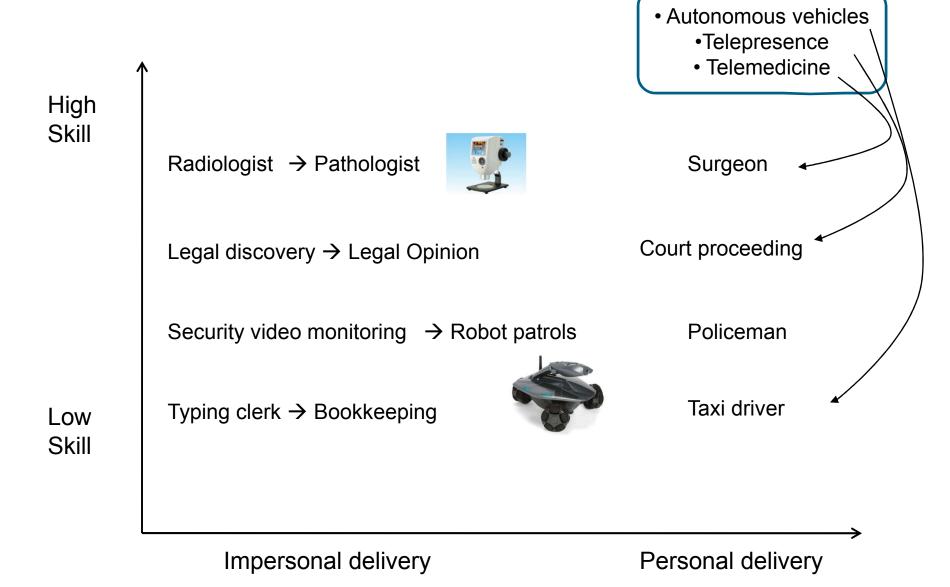
Alan Blinder, Economist, Princeton U., 2006

#### **Skill vs Delivery**





### Impact of Technology



#### **Displacement due to Technology**

 $Ox \rightarrow Harvester$ 

Horse  $\rightarrow$  Automobile

Lab Mice → Assays (not soon enough...)

Humans:

Scribes → printing press Washers → washing machine Cashiers/Attendants → bar code scanner Healthcare/Finance/Services/Jeopardy champions → Watson

etc



New Threshold

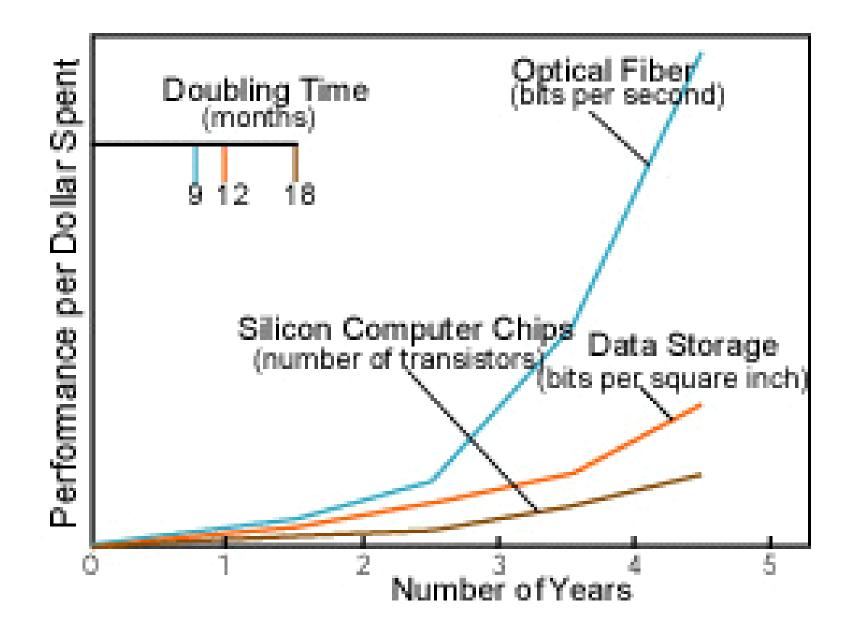
#### "...in medical education we're still a very memory-based curriculum... Watson-like tools will cause us to reconsider what students do"

**Dr Herbert Chase** 

**Columbia University** 

New York Times, Feb. 17, 2011

#### **Technology** Acceleration



#### **Brave New World**

#### Human Genome mapping (2005)

"Technology today can do in five minutes a decoding task that would have taken a year to complete a decade ago"

Eric Lander, Founder, The Broad Institute

Average improvement factor of 10,512 per year !



#### And more to come

Video record your entire life (2025)

Brain-in-computer (2030)

"We are currently preparing students for jobs and technologies that don't yet exist... in order to solve problems that we don't even know are problems yet."

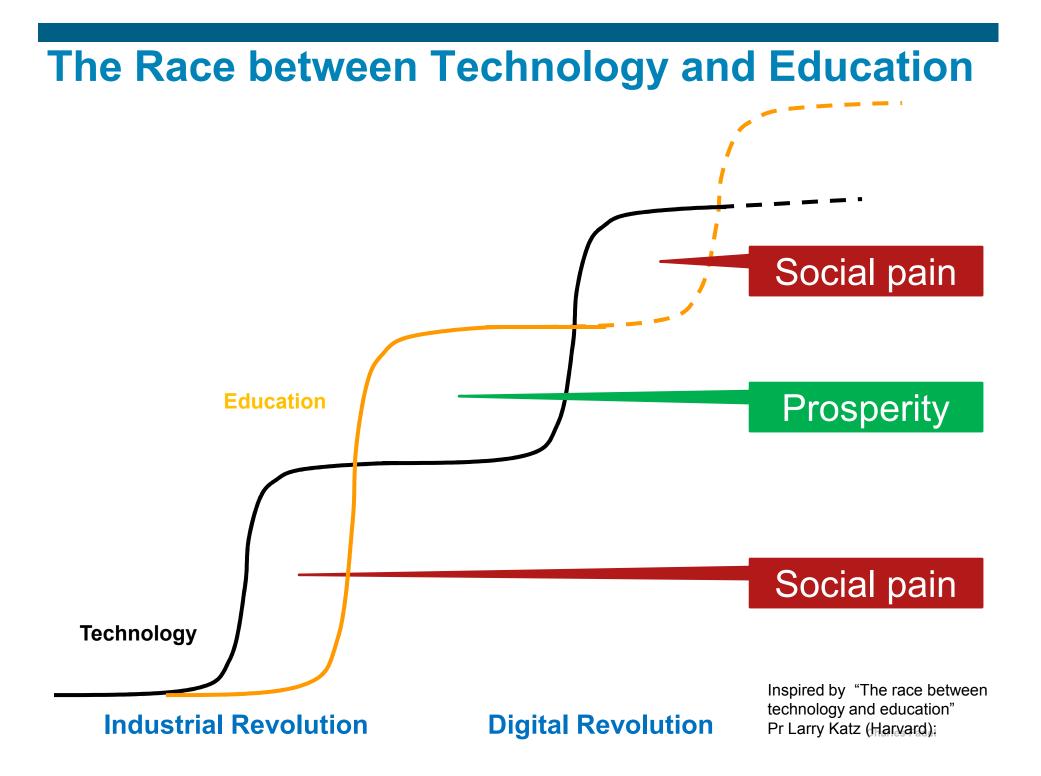
**Richard Riley** 

Former U.S. Secretary of Education

#### **Other displacement technologies**







#### **Change is Inevitable**

# But do we want a Dickensian world ??



#### So what do we teach for...

... in an era of ubiquitous "Watsons" that give us answers ?

Possibly:

- *Fluidity* with Technology
- Better Engineering
- Asking the right *questions*
- Synthesizing/integrating
- Creating !

#### **The OECD's View**

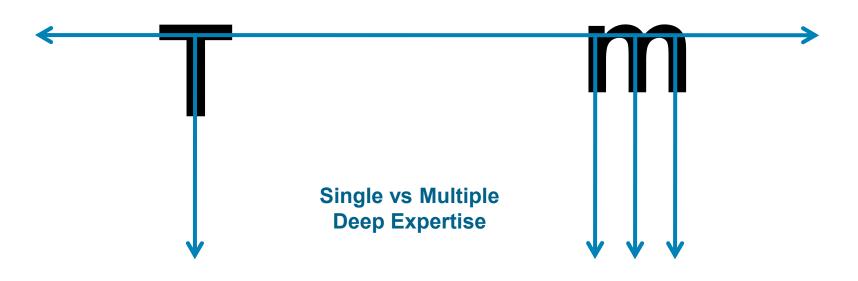
- 1. The great collaborators and orchestrators
- 2. The great synthesizers
- 3. The great explainers
- 4. The great versatilists
- 5. The great personalizers
- 6. The great localizers
- 7. To which I add: The great innovators



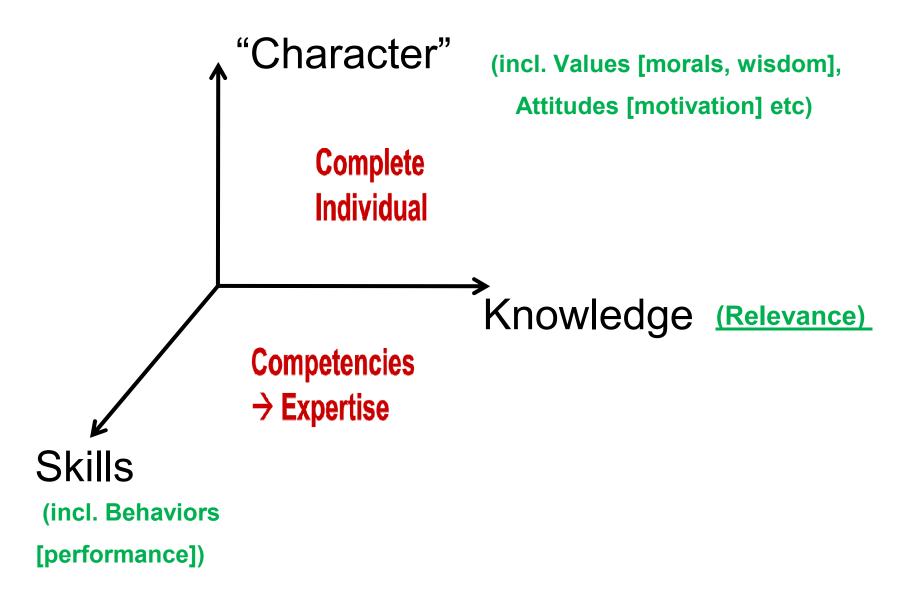
Source: Andreas Schleicher

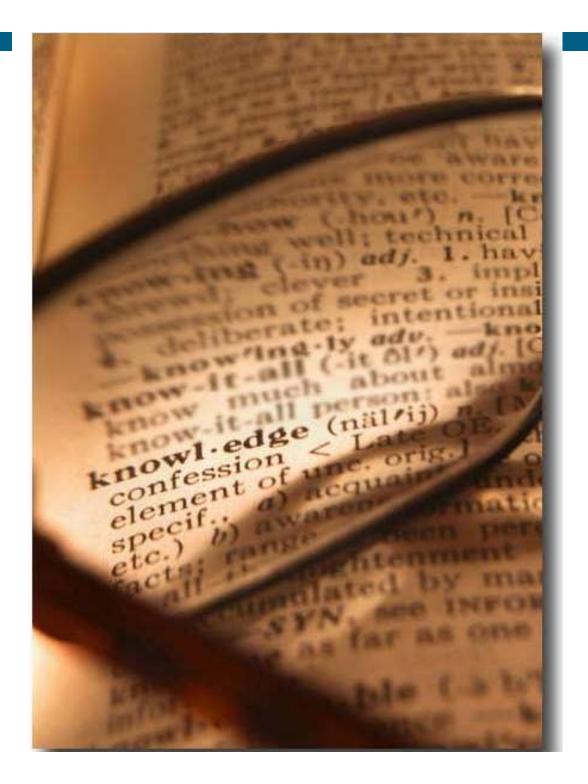
#### m-shaped Individual, not just T-shaped

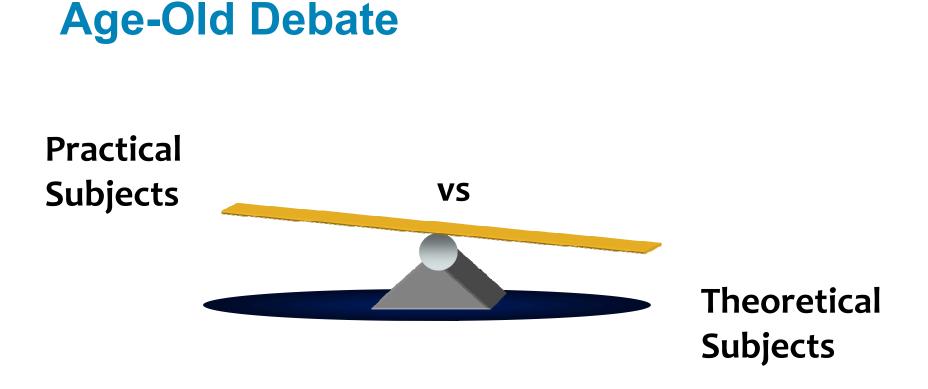




#### **Rethinking What is Taught**







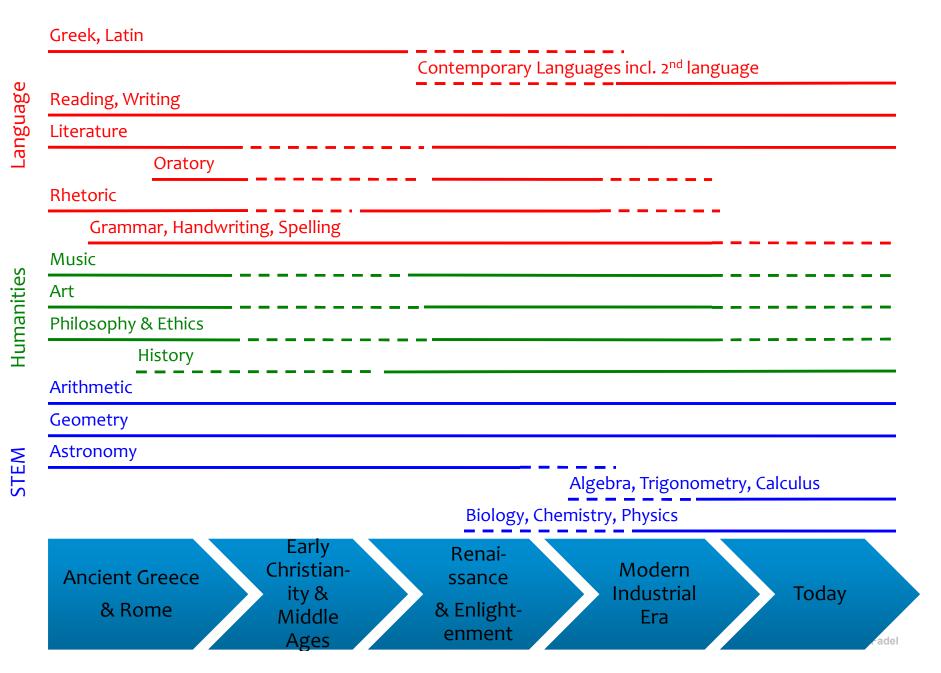
#### Economic argument vs Psychosocial argument

#### **Schooling vs Real-World**

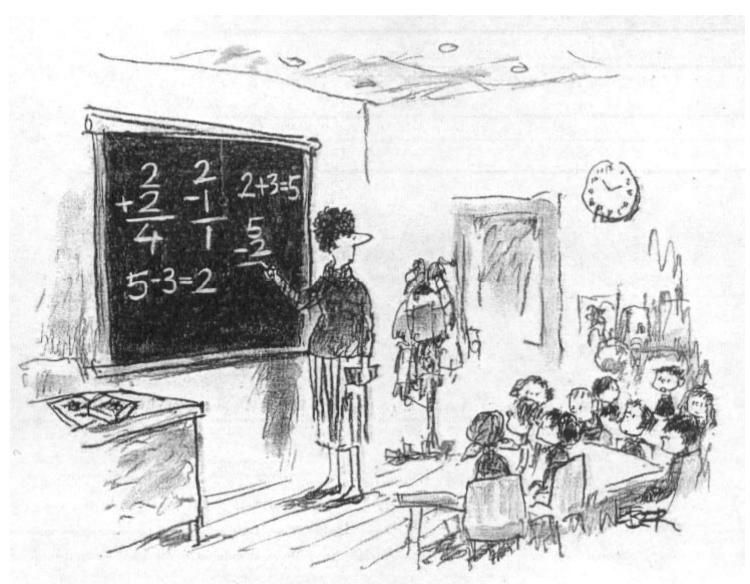
"...school learning is abstract, theoretical and organized by disciplines while work is concrete, specific to the task, and organized by problems and projects..."

Source: OECD, "Learning for Jobs" 2009

#### **Subject Evolution**



#### **Begging for Relevance**



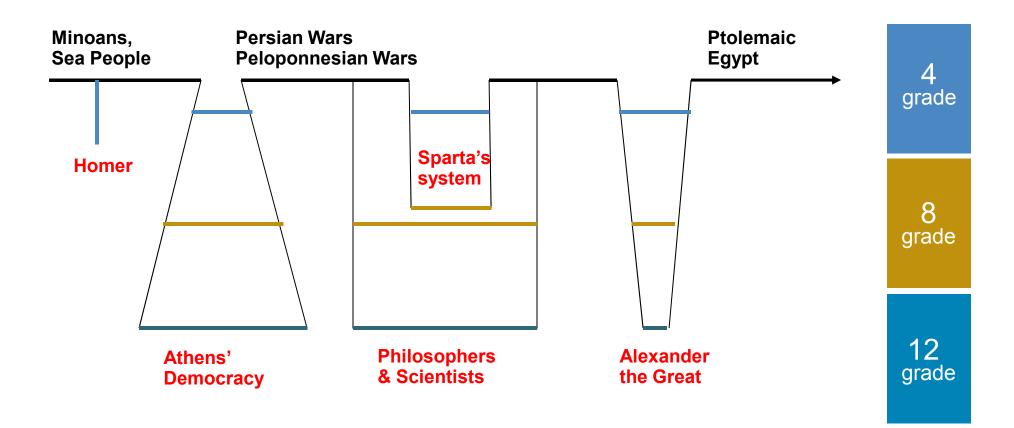
"Please, Ms. Sweeney, may I ask where you're going with all this?"

# **Relevance is a choice**

|                                      |   | Applied  |   | Discrete   |                 |   | Numbers &   | Statistics & | Topology &                                 |
|--------------------------------------|---|--|---|--|-----------------|---|---|--------------|--|
| Discipline (below)                   | Algebra                                 | Maths  | Calculus  | Mathematics  | Foundations     |   | Operations  | Probability  | Recreational                               |
| X represents<br>significant usage in | Matrices,<br>Operations,<br>Vectors etc | Complex<br>systems,<br>Control,<br>Game theory,<br>etc | Analysis,<br>Transforms,<br>Polynomials,<br>etc | Automata,<br>Graphs,<br>Computational<br>maths etc | Sets, Logic etc | Curves,<br>Dimensions,<br>Trans-<br>formations,<br>Trigonometry,<br>etc | Arithmetic<br>operations,<br>Fractions,<br>Sequences, etc | Estimation,  | Knots, Figures,<br>Folding,<br>Spaces, etc |
| Anthropology                         |   |  |   |  |                 |   | Х   | X            |  |
| Architecture                         |   | X  |   |  |                 | Х   | Х   | X            | Х  |
| Art/Design                           |   |  |   |  |                 | Х   | Х   |              | Х  |
| Biology (genetics, zoology, etc)     | Х                                       | X  | Х   | X  |                 | Х   | Х   | х            | Х  |
| Business                             | Х                                       | X  | X   | X  |                 |   | Х   | Х            |  |
| Civil engineering                    | Х                                       | X  | X   | Х  |                 | Х   | Х   | Х            | Х  |
| Computer science                     | Х                                       | X  | Х   | X  | Х               | Х   | Х   | Х            | Х  |
| Economics                            | Х                                       | X  | X   | Х  |                 | Х   | Х   | Х            | Х  |
| Electrical engineering               | Х                                       | X  | X   | Х  |                 | Х   | Х   | Х            |  |
| Geology/Geography                    | Х                                       |  | X   |  |                 |   | Х   | Х            |  |
| History                              |   |  |   |  |                 |   | Х   | Х            |  |
| Law                                  |   |  |   |  |                 |   | Х   | Х            |  |
| Linguistics                          |   | X  |   |  |                 |   | Х   | Х            |  |
| Mechanical engineering               | Х                                       | X  | Х   | X  |                 | Х   | Х   | х            | Х  |
| Medicine/Pharmacy                    |   | X  |   |  |                 |   | Х   | Х            |  |
| Music                                |   |  | Х   |  |                 |   | Х   | N /          |  |
| Neuroscience                         | Х                                       | X  | X   | Х  |                 | Х   | Х   | X            |  |
| Philosophy                           |   |  |   |  | Х               |   | Х   | Х            |  |
| Physics                              | Х                                       | Х  | Х   | Х  | Х               | Х   | Х   | Х            | X  |
| Psychology                           | Х                                       | Х  | Х   | X  |                 |   | Х   | X            |  |
| Sociology                            |   |  |   |  |                 |   | Х   | X            |  |

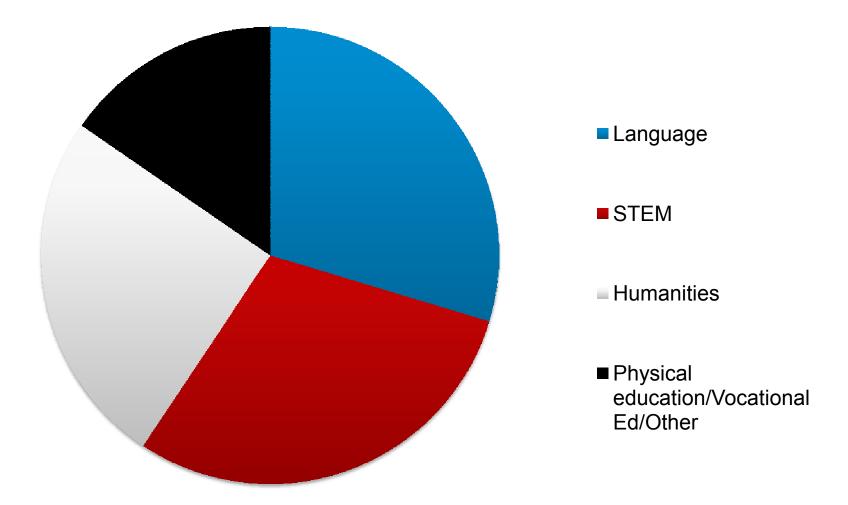
"Numbers and probability provide the basis for statistics, which, together with Logic, constitute the foundation of the Scientific Method" John Allen Paulos

# Impact vs Context



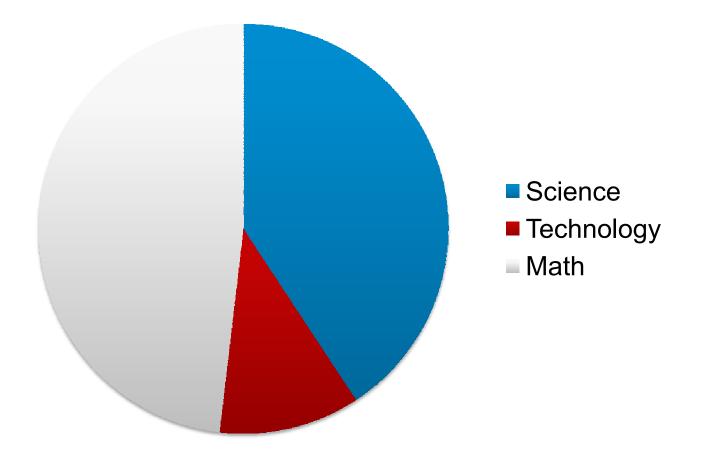
#### Example: Ancient Greece

#### **Ratio of Subjects – OECD Average**



#### What should be the ratios ?

#### **STEM Education – OECD average**



Why so little Technology ? (and so much about volcanoes?) Why is Engineering only a College discipline?

#### **STEM Professions Have a Positive Impact on Innovation Economies**

"Our evidence shows that countries with a higher concentration of engineering college majors grow faster, whereas countries with a higher proportion of law concentrators grow slower."

"If an extra 10% of enrollment was engineering, the growth rate would rise 0.5% per year; if an extra 10% enrollment were in law, growth would fall by 0.3% per year".

Source: "Allocation of Talent, Implications for growth" 1990 National Bureau of Economic Research, Murphy et al

#### **Top 10 Breakthroughs** Transforming Life over the next 20-30 years

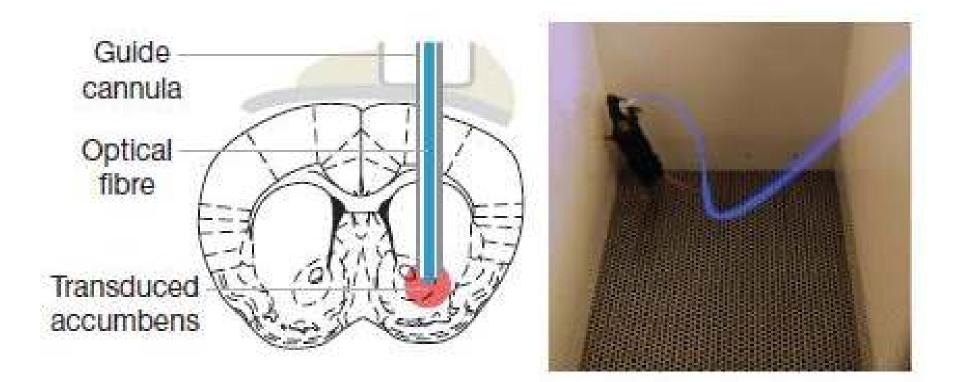
- 1. Alternative energy
- 2. Desalination of water
- 3. Precision farming
- 4. Biometrics
- 5. Quantum computers
- 6. Entertainment on demand
- 7. Global access
- 8. Virtual education
- 9. Nanotechnology
- 10. Smart Robots

Source: World Future Society

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#### Who would have thought of ...

- 15 years ago: Bioinformatics
- 5 years ago: Optogenetics

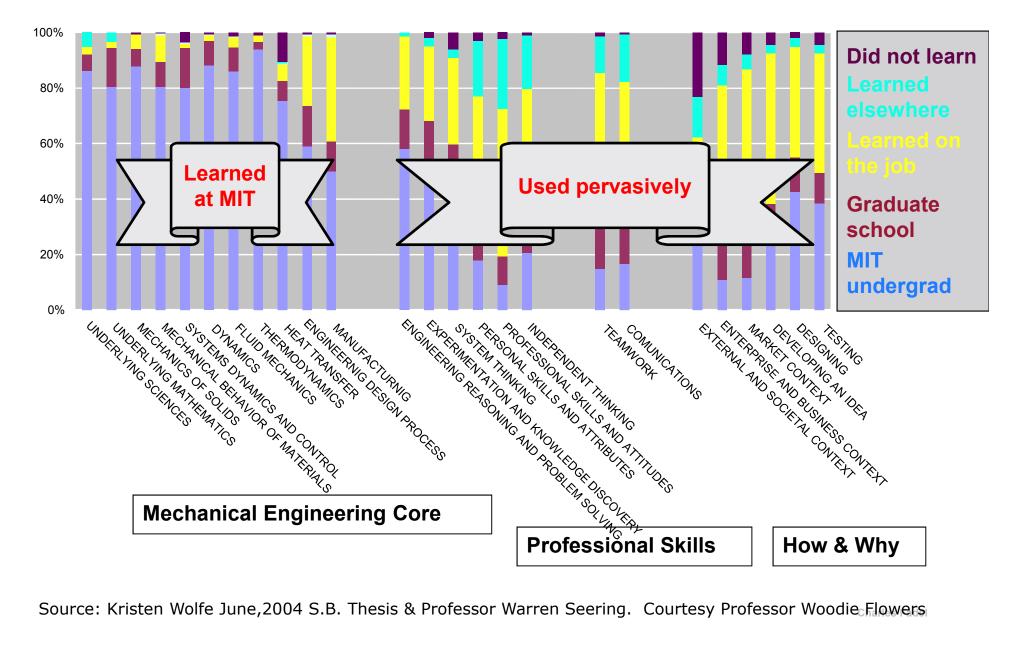


### **STEM AND Humanities**

# "STEM for Employability... ...Humanities for Excellence"

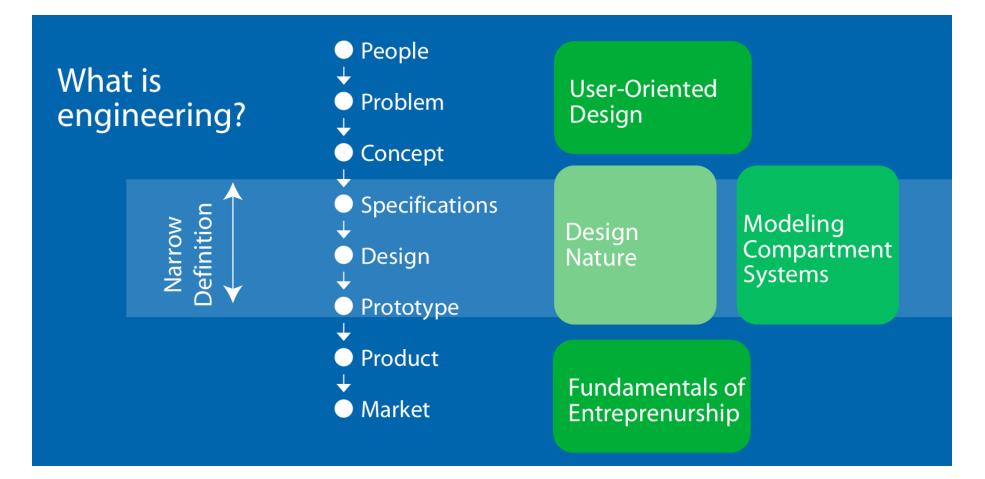
## **Rethinking Skills**

#### **Massachusetts Mechanical Engineering** Institute of Technology



Source: Kristen Wolfe June, 2004 S.B. Thesis & Professor Warren Seering. Courtesy Professor Woodie Flowers

### **Expanding the Mindset**

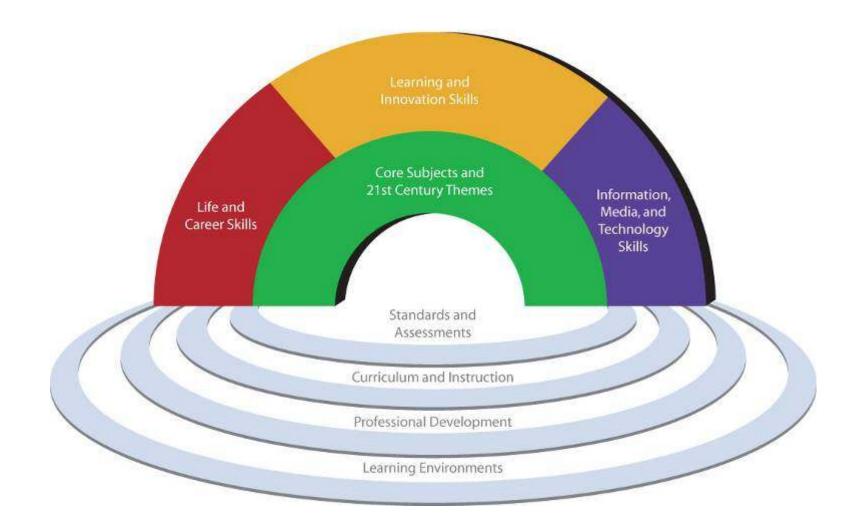




Courtesy of Olin President Richard Miller

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#### 21st Century Student Outcomes and Support Systems



## 21<sup>st</sup> Century Skills Framework

#### Learning & Innovation Skills

- Critical Thinking & Problem Solving
- Creativity & Innovation
- Communication & Collaboration

#### Information, Media & Technology Skills

- Information Literacy
- Media Literacy
- ICT (Information, Communications & Technology) Literacy

#### Life & Career Skills

- Flexibility & Adaptability
- Initiative & Self-Direction
- Social & Cross-Cultural Skills
- Productivity & Accountability
- Leadership & Responsibility

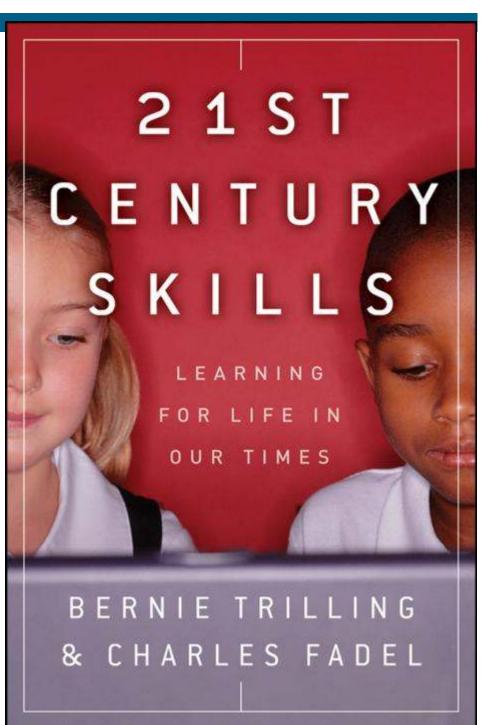
#### Practical book + DVD classroom examples

"The authors have done nothing less than provide a bold framework for designing a 21st century approach to education, an approach aimed at preparing all of our children to successfully meet the challenges of this brave, new world."

Paul Reville, Secretary of Education, Commonwealth of Massachusetts; former director of the Education Policy and Management Program, Harvard Graduate School of Education

"It's about time that we have such an accessible and wise book about the 21st century skills that so many companies, policymakers, and educators are talking about" Roy Pea, Professor, Education and the Learning Sciences, Stanford University

http://www.21stcenturyskillsbook.com



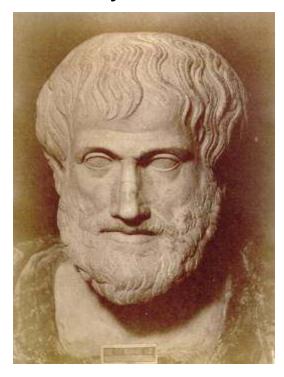
### **Ancient Wisdom**



Confucius (551-479 BC):

"I hear and I forget, I see and I remember, *I do and I understand*" Aristotle (384-322 BC):

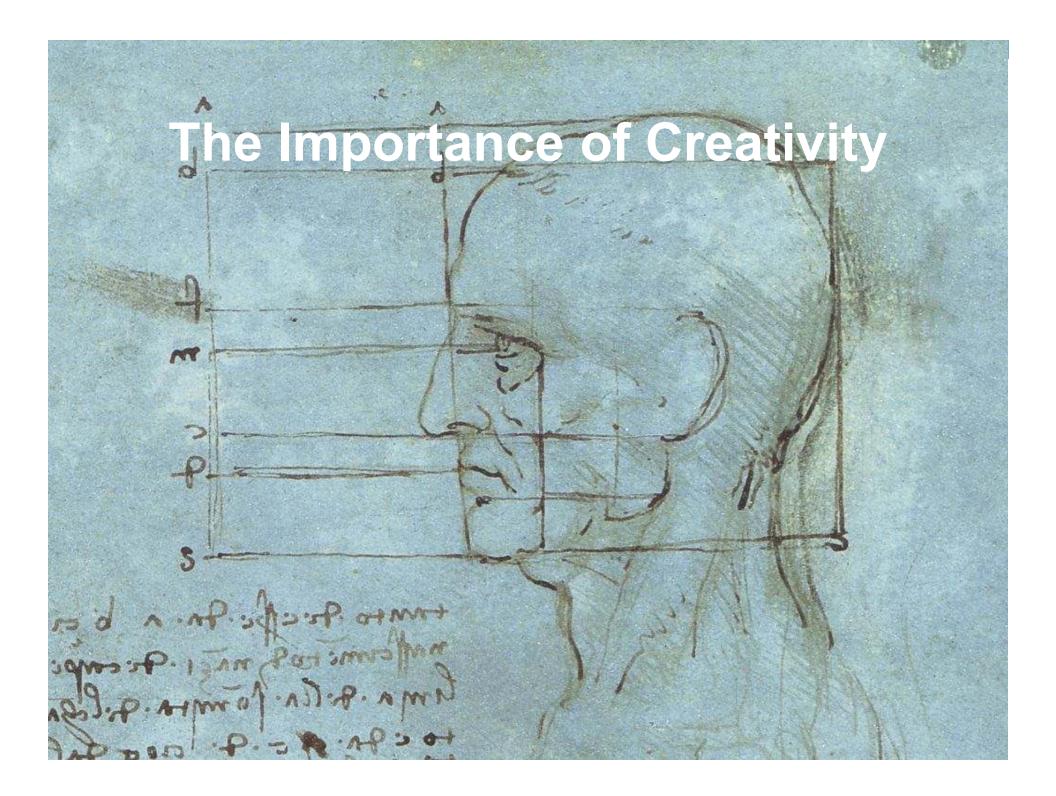
"The proof that one knows something is that *they can teach it*"



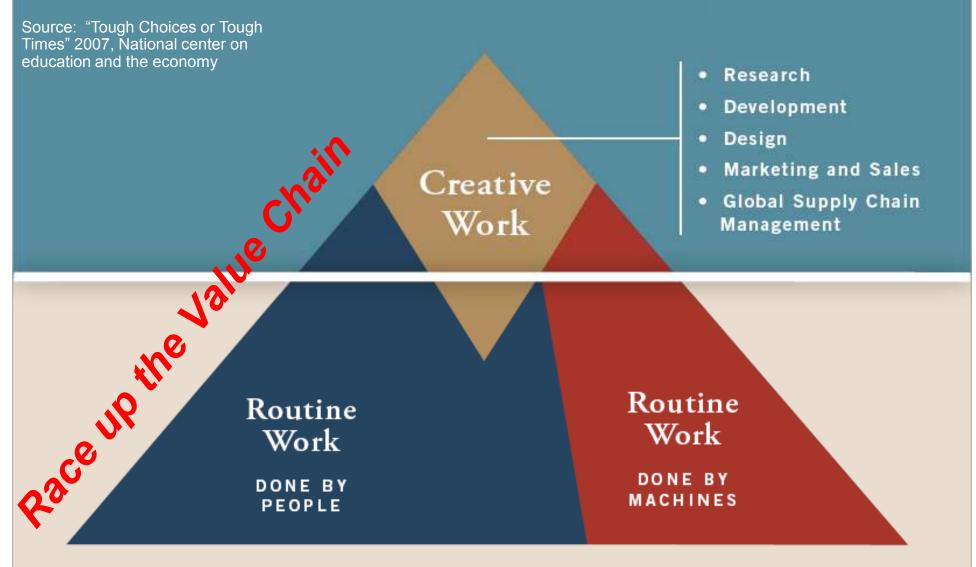


Michel de Montaigne (1533-1592 AD):

"rather a mind shaped than a head full"

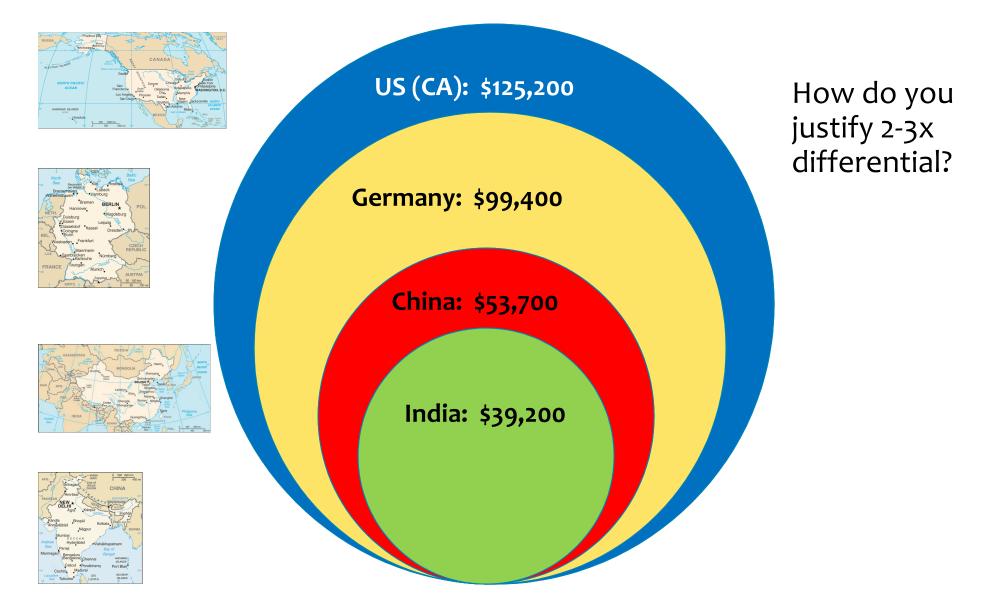


#### **IN MORE DEVELOPED COUNTRIES**



IN LESS DEVELOPED COUNTRIES

## **Engineering PhD median salary**



### **21<sup>st</sup> Century Innovation**

#### iPod = 299\$ of Chinese exports to US, but...



#### Distribution of the value added

- 299 US\$
  - 75\$ **profit** to US (Apple)
  - 73\$ wholesale/retail US (Apple)
  - 75\$ to Japan (Toshiba)
  - 60\$ to 400 parts from Asia
  - 15\$ to 16 parts from the US
  - 2\$ assembly in China
- iTunes Music Store (2003)
  - 70% digital market share
  - Big 5 recording companies

→ Apple garners ~50% of the entire profit of the mobile phone market for 5% of the revenue

### "Know Thyself" (Oracle of Delphi)

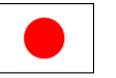
A country's situation (population size, geography, history, sociology, personality) is its strength:

• Japan in 70's: "Kei-Haku-Tan-Sho" plus "Tei" ("light, thin, short and small" plus "low" cost)

 India now: focused on "poor people's markets" (\$6 jeans kits; microbanking; village telecenters; \$2k car)

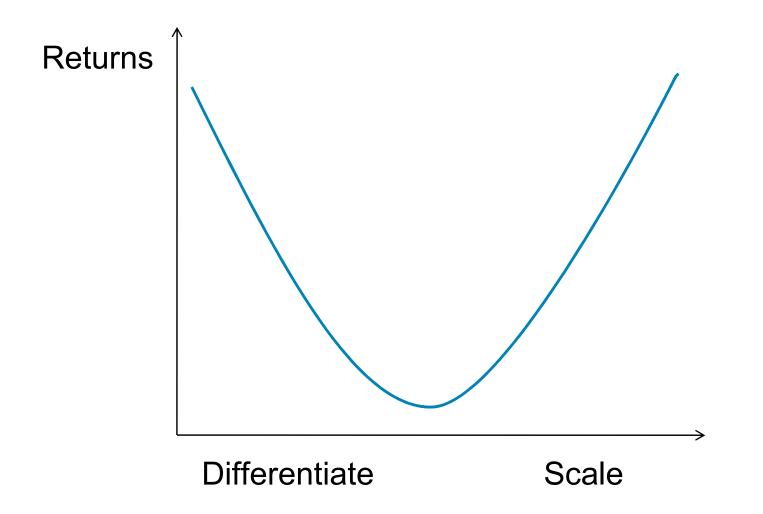








### Avoid "Stuck in the Middle"



### **Reverse Innovation** (Vijay Govindarajan, Dartmouth)







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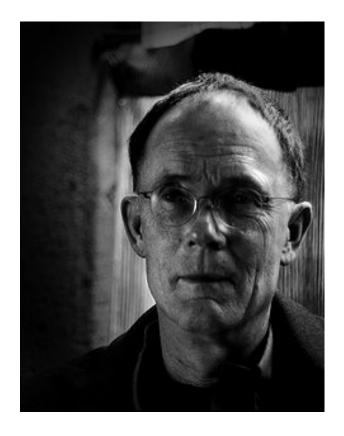
**Charles Fadel** 

## "The future is already here – it's just not very evenly distributed."

Science-Fiction author William Gibson,

quoted in *The Economist*,

December 4, 2003



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