© OECD, 2002.

© Software: 1987-1996, Acrobat is a trademark of ADOBE.

All rights reserved. OECD grants you the right to use one copy of this Program for your personal use only. Unauthorised reproduction, lending, hiring, transmission or distribution of any data or software is prohibited. You must treat the Program and associated materials and any elements thereof like any other copyrighted material.

All requests should be made to:

Head of Publications Service, OECD Publications Service, 2, rue André-Pascal, 75775 Paris Cedex 16, France.

© OCDE, 2002.

© Logiciel, 1987-1996, Acrobat, marque déposée d'ADOBE.

Tous droits du producteur et du propriétaire de ce produit sont réservés. L'OCDE autorise la reproduction d'un seul exemplaire de ce programme pour usage personnel et non commercial uniquement. Sauf autorisation, la duplication, la location, le prêt, l'utilisation de ce produit pour exécution publique sont interdits. Ce programme, les données y afférantes et d'autres éléments doivent donc être traités comme toute autre documentation sur laquelle s'exerce la protection par le droit d'auteur.

Les demandes sont à adresser au :

Chef du Service des Publications, Service des Publications de l'OCDE, 2, rue André-Pascal, 75775 Paris Cedex 16, France.

### INTRODUCTION

In 2001 OECD Education Ministers endorsed the theme of *investing in competencies for all* to guide the education work of the Organisation over the next five years. This theme reflects the goal of ensuring that all citizens have the basic competencies on which other learning depends, and the high-level intellectual and social competencies necessary for full engagement in the knowledge society. It builds on the commitments Ministers made to *lifelong learning for all* in 1996.

Education policy increasingly embraces the entire spectrum of learning: from the pre-school years, through primary and secondary schooling and tertiary education to adult learning. Education must build strong foundations for learning; and also enable people to continue building by developing the motivation and competence to manage their own learning. The education policy agenda is both long-term and multi-faceted. Its very breadth can raise concerns about where priorities should be placed, and how effective new strategies can be introduced. The analyses reported annually in Education Policy Analysis are intended to assist in these deliberations.

It is increasingly recognised that high-quality programmes are needed to give all young children a strong start in lifelong learning. An unequal start in learning will become increasingly costly to remedy later on, as well as individually damaging and socially divisive. And yet, in a number of countries policy making and programme coverage in the early childhood area remains fragmented and piecemeal. Chapter 1 draws on country experience and recent research to provide a better understanding of how the pieces can be put together more coherently.

The OECD is also improving the evidence base on school-level policies that provide a strong foundation for lifelong learning. For example, the Programme for International Student Assessment (PISA) indicated that there is substantial variation among countries, and within some countries, in 15 year-olds' achievement in reading, mathematical and scientific literacy. However, the further analyses of PISA reported in Chapter 2 show that it is possible to combine high performance standards with an equitable distribution of learning outcomes. Quality and equity need not be seen as competing policy objectives.

In identifying the need for schools to adapt to changing social circumstances, and to successfully meet the learning requirements of all young people, OECD Education Ministers have placed a strong emphasis on the capacity of the teaching workforce. However, there are serious difficulties in many countries in maintaining an adequate supply of good quality teachers, and further developing the skills of those already in the profession. Chapter 3 argues that teacher shortages raise concerns about quality as well as quantity. It reviews the international data on measures of shortfalls in teacher supply, identifies the policy challenges that shortages give rise to, and outlines policy tools that need to be considered.

One interesting means by which increasing numbers of students manage their own learning is by travelling to another country to study, or by accessing overseas education services while living at home. Rapid developments in e-learning, and competition from a wide range of education and training providers, are accelerating these trends. While data on such developments remain uneven, Chapter 4 provides a major new profile of cross-border education activity. The increased connectivity among national education systems means that difficult policy questions about student access, institutional funding and regulation, and quality assurance, now need to be confronted in an international context.

People's motivation to learn and competence to manage their learning is fundamental to promoting lifelong learning. The importance of strengthening these aspects is brought out in Chapter 5. It draws on recent empirical work to argue that the concept of "human capital" needs to be broadened beyond directly productive capacities to encompass the characteristics that allow a person to build, manage and

deploy his/her skills. These include the ability and motivation to learn, effective job search skills, and personal characteristics that help one work well, as well as the capacity to blend a successful life with a good career. Such competencies, which are critical for economic success as well as social and personal development, need to be more explicitly built into educational policies and programmes.

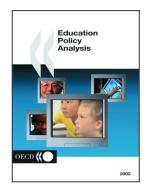
To assist Member countries in such important tasks, the OECD is giving education a higher profile in its work. On 1 September 2002 a new Directorate for Education was created. As the OECD Secretary-General said, "our work on education will retain important connections with our work in other areas such as employment, social issues, science and technology, governance, and macro-economics but its independent status makes clear the importance we attach to it". This higher profile reflects the greater emphasis that Member countries are placing on education, and developing people's competencies more generally. A well-educated population that is engaged in on-going learning is fundamental to social and economic development, as well as an important goal in its own right.

# TABLE OF CONTENTS

INTRODUCTION	7
Chapter 1 STRENGTHENING EARLY CHILDHOOD PROGRAMMES: A POLICY FRAMEWORK	9
Summary	10
Introduction: eight key strategies	11
1. A systemic approach to policy development and implementation	11
2. A strong and equal partnership with the education system	12
3. A universal approach to access	
4. Public investment in services and infrastructure	21
5. Participatory approaches to quality improvement	23
6. Appropriate training and work conditions for all staff	25
7. Attention to evaluation, monitoring and data collection	
8. A framework and long-term agenda for research and evaluation	
Conclusion	31
References	31
Data for the Figures	34
Chapter 2	
IMPROVING BOTH QUALITY AND EQUITY: INSIGHTS FROM PISA 2000	35
Summary	36
1. Introduction	37
2. Evidence on the quality and equity of student performance	38
3. Is there a trade-off between quality and equity?	
4. Pointers for policy	
5. Conclusion	
References	
Data for the Figures	58
Chapter 3 THE TEACHING WORKFORCE: CONCERNS AND POLICY CHALLENGES	65
Summary	66
1. Introduction	67
2. What is the evidence on teacher shortages?	68
3. Policy tools and challenges	80
4. Conclusion	84
References	
Data for the Figures	87

Chapter 4		
THE GRO	OWTH OF CROSS-BORDER EDUCATION	89
Summar	у	90
1. Introd	1. Introduction	
2. Stude	nt mobility: from a cultural to a financial focus?	93
	orms of trade in educational services	
4. Trade in education and the GATS		
	5. International quality assurance and accreditation	
6. Conclusion and policy issues		
	usion and poncy issues	
,		
Data for	the Figures	115
Chapter 5		
	KING HUMAN CAPITAL	117
Summar	у	118
	luction	
	numan capital affects earnings: the evidence	
	er conception of human capital	
	ds measurement: the learning process	
	xts for policy intervention	
	cations for policy and research	
References		130
Education	n Policy Analysis: Purposes and Previous Editions	122
Education	TPOLICY Alialysis: Pulposes and Previous Editions	1))
	IXES, FIGURES AND TABLES	
BOXES	The OFCD sharestic accions of early shill and advertise and early saling	
Box 1.1 Box 1.2	The OECD thematic review of early childhood education and care policy	
Box 1.3	Policy approaches to the under-threes and their parents	
Box 1.4	Rinkeby in Sweden – an intercultural approach	
Box 2.1	PISA 2000 – an international standardised assessment of 15-year-olds	
Box 2.2	Reading literacy proficiency levels in PISA 2000	
Box 3.1	The importance of teacher quality	67
Box 4.1	Examples of initiatives to attract international students	101
Box 5.1	Human capital and the determination of earnings in the labour market	121
Box 5.2	Personality and motivational characteristics, earnings and job performance	123
FIGURES		
Figure 1.1	Net enrolment rates by single year of age in pre-primary and primary education, 2000	16
Figure 1.2	Expenditure on pre-primary education as a percentage of GDP, 1999	21
Figure 2.1	Percentage of students performing at each proficiency level on the PISA reading literacy scale, and the relative standing of countries, PISA 2000	30
Figure 2.2	Student performance on the PISA reading literacy scale and expenditure per student, OECD countries	
Figure 2.3	Performance in reading and the impact of family background, OECD countries, PISA 2000	42

Figure 2.4	Percentage of students enrolled in schools which have at least some responsibility for the following aspects of school policy and management, OECD countries, PISA 2000	47
Figure 2.5	Variations in reading literacy performance between and within schools, OECD countries, PISA 2000	49
Figure 2.6	Effects of student socio-economic background and school socio-economic composition on performance on the reading literacy scale, OECD countries, PISA 2000	51
Figure 3.1	Principals' perceptions on whether a shortage/inadequacy of teachers hinders student learning, 2000	70
Figure 3.2	Principals' perceptions on whether a shortage/inadequacy of teachers hinders student learning, by subject area, 2000	
Figure 3.3	Unfilled teaching vacancies – The Netherlands, New Zealand, England and Wales	73
Figure 3.4	Teacher turnover and attrition rates – England, New Zealand and the United States	74
Figure 3.5	Destinations of teachers who leave their position, and reasons for leaving – England and Wales, and the United States	76
Figure 3.6	Qualifications of teachers, United States and Australia	77
Figure 3.7	Percentage of teachers 50 years old and over, primary education	78
Figure 3.8	Percentage of teachers 50 years old and over, lower secondary education	79
Figure 3.9	Ratio of teachers' statutory salaries after 15 years of experience to GDP per capita, public institutions, lower secondary education	80
Figure 3.10	Expected changes of the school-age population from 2000 to 2010, ages 5-14	81
Figure 3.11	Expected changes of the school-age population from 2000 to 2010, ages 15-19	81
Figure 4.1	Number of foreign tertiary students in OECD countries, by host country, 1999	94
Figure 4.2	Increase of foreign tertiary students in OECD countries, 1980-1999	95
Figure 4.3	Number of foreign students per domestic student abroad in tertiary education by OECD country, 1995 and 1999	98
Figure 4.4	Percentage of direct expenditure for tertiary educational institutions coming from students' households, 1998	102
Figure 4.5	Distribution of international students enrolled in Australian universities by mode of study, 1996 to 2001	104
Figure 5.1	Human capital – sources, aspects and outcomes	120
TABLES		
Table 2.1	Reading performance and engagement in reading, OECD countries	44
Table 2.2	Expected and observed percentages of students classified by the PISA index of engagement in reading and the PISA index of occupational status, 2000	45
Table 2.3	Reading performance of students classified by the PISA index of engagement in reading and the PISA index of occupational status, 2000	45
Table 2.4	Effects of student-level and school-level factors on performance on the PISA reading literacy scale, for all OECD countries combined	53
Table 2.5	Structural features of school systems	55
Table 3.1	Potential policy tools to manage the teaching workforce	82
Table 4.1	Main modes of the international supply of educational services	92
Table 4.2	International tertiary students' field of study compared with all students, 2000	96
Table 4.3	English-speaking countries' shares of foreign students by origin, 1995 and 1999	96
Table 4.4	Distribution of foreign students enrolled in OECD countries, by region, 1995 and 1999	97
Table 4.5	Export earnings from foreign students and as a percentage of total export earnings from services, 1989, 1997 and 2000	99
Table 4.6	Import payments by national students studying abroad and as a percentage of total import payments for services, 1989, 1997 and 2000	100
Table 4.7	Level of tuition fees in public universities for international students compared to domestic students	101
Table 4.8	GATS obligations and rules	106



#### From:

# **Education Policy Analysis 2002**

### Access the complete publication at:

https://doi.org/10.1787/epa-2002-en

## Please cite this chapter as:

OECD (2002), "Introduction", in Education Policy Analysis 2002, OECD Publishing, Paris.

DOI: https://doi.org/10.1787/epa-2002-2-en

This work is published under the responsibility of the Secretary-General of the OECD. The opinions expressed and arguments employed herein do not necessarily reflect the official views of OECD member countries.

This document and any map included herein are without prejudice to the status of or sovereignty over any territory, to the delimitation of international frontiers and boundaries and to the name of any territory, city or area.

You can copy, download or print OECD content for your own use, and you can include excerpts from OECD publications, databases and multimedia products in your own documents, presentations, blogs, websites and teaching materials, provided that suitable acknowledgment of OECD as source and copyright owner is given. All requests for public or commercial use and translation rights should be submitted to rights@oecd.org. Requests for permission to photocopy portions of this material for public or commercial use shall be addressed directly to the Copyright Clearance Center (CCC) at info@copyright.com or the Centre français d'exploitation du droit de copie (CFC) at contact@cfcopies.com.

