Iceland

A. Skill Needs Indicators
Skill shortages occur when the skills sought by employers are not available in the pool of potential recruits, whereas skill surpluses occur when the supply of certain skills is higher than the demand for them. The OECD Skill Needs Indicators measure the degree of shortage (positive values) and surplus (negative values) for a range of dimensions, such as skills, abilities and knowledge.

B. Occupational clusters
Jobs can be grouped based on the similarities in the intensity and level of skills use (i.e. their skill profiles). Individuals in occupations with similar skill profiles may, nonetheless, have very different labour market outcomes in terms of wages, employment and skill matching, being either in shortage or in surplus. Moderate re-training or up-skilling can help these individuals move from jobs with poor labour market prospects (surpluses) to others with a brighter wage and employment outlook, by filling shortages in the labour market. In Iceland, for example, Health associate professionals (occupation 32, in surplus) could move relatively easily into Legal, social and cultural associate professional jobs (34, in shortage) with moderate training in social skills. Other career changes, as for instance a switch to ICT technicians jobs (35, in shortage), are possible although requiring more substantial training.
C. Mismatch Indicators

Individuals can be mismatched to their job in terms of qualification level and field of study. Qualification mismatch describes a situation for which a worker has qualifications that exceed (over-qualification) or do not meet (under-qualification) those generally required for the job. Field-of-study mismatch arises when workers are employed in a different field from what they have specialised in.

Useful links
Skills for Jobs web tool – [http://oe.cd/skills-for-jobs](http://oe.cd/skills-for-jobs)

Further information
Data for skill imbalances refer to year 2012, data on qualification and field-of-study mismatch refer to year 2015.
[http://dx.doi.org/10.1787/9789264277878-en](http://dx.doi.org/10.1787/9789264277878-en)

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Note: The occupation labels are stacked to reflect the stacked bars, i.e. the bottom label (e.g. 23 in the third group) corresponds to the bottom bar, and the top label (e.g. 26 in the same group) to the top bar. The occupation numbers refer to the following occupations: 11: Managers, 21: Science and engineering professionals, 22: Health professionals, 23: Teaching professionals, 24: Business and administration professionals, 25: Information and communications technology professionals, 26: Legal, social and cultural professionals, 31: Science and engineering associate professionals, 32: Health associate professionals, 33: Business and administration associate professionals, 34: Legal, social, cultural and related associate professionals, 35: Information and communications technicians, 41: General and keyboard clerks, 42: Customer services clerks, 43: Numerical and material recording clerks, 44: Other clerical support workers, 51: Personal service workers, 52: Sales workers, 53: Personal care workers, 54: Protective services workers, 60: Skilled agricultural, forestry and fishery workers, 71: Building and related trades workers, excluding electricians, 72: Metal, machinery and related trades workers, 73: Handcraft and printing workers, 74: Electrical and electronic trades workers, 75: Food processing, wood working, garment and other craft and related trades workers, 81: Stationary plant and machine operators, 82: Assemblers, 83: Drivers and mobile plant operators, 91: Cleaners and helpers, 93: Agricultural, forestry fishery, mining, construction, manufacturing and transport labourers, 94: Food preparation assistants, 96: Street and related sales and service workers, Refuse workers and other elementary workers.