



# Reimagining Workforce Development: A Conceptual Framework for Upskilling and Reskilling in the Digital Age

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## Abstract

The rapid advancement of automation, digitisation, machine learning, and artificial intelligence has significantly transformed the global workforce, rendering traditional skill sets increasingly inadequate. This shift has intensified the demand for continuous upskilling and reskilling to ensure workforce relevance, adaptability, and sustainability. Despite growing awareness, many organizations and institutions continue to rely on one-time training interventions, which fail to align with the dynamic nature of modern job markets. This conceptual paper examines the critical importance of upskilling, reskilling, and lifelong learning as foundational pillars for future-ready workforce development. It highlights the limitations of traditional workforce models and advocates for an integrated, collaborative, and inclusive approach involving governments, educational institutions, industries, and individuals. Emphasis is placed on the evolving role of educational institutions in fostering a lifelong learning mindset, embedding real-world problem-solving, digital competencies, and transversal skills into curricula. The paper also explores how technological platforms, work-based learning, and industry-academia collaborations contribute to preparing individuals for emerging roles in the digital age. Ultimately, the study underscores that a resilient and adaptable workforce is essential to achieving sustainable development, quality education (SDG-4), and readiness for Industry 4.0 and the transition toward Industry 5.0.

**Keywords:** Upskilling, Reskilling, Lifelong Learning.

## 1. Introduction

The modern workspace has seen a sea change over a period, obviously driven by technological upgradations such as automation, digitisation, machine learning and of late the Artificial Intelligence which is ruling the job markets and reshaping the workforce profiles leaving no space to dwell on the traditional skills (Schwab, 2017; Manyika *et al.*, 2017). Learning new skills to stay relevant and compete in the job market is of utmost importance. This transition has ignited worldwide discussions about the pressing need to provide the workforce with new skills through upskilling and reskilling. (OECD, 2019; World Economic Forum, 2020).

Although the digital change has created awareness for skill transformations, the workforce and the leadership authorities still stick on to the traditional way of functioning where the workforce is provided one time training interventions (Autor, 2015; ILO, 2020) where the learning gets obsolete without changes in the work structure and not consistent with the changing job market demands.

Moreover, existing frameworks often concentrate solely on strategies driven by employers or policies, neglecting the creation of integrated and adaptable systems that harmonize the objectives of individuals, organizations, and society. This

deficiency highlights the need for a new approach—one that incorporates ongoing learning, collaboration across sectors, and a flexible understanding of skill development.

The objective of presenting this paper is to create awareness on the new technological changes and the need to change with the changing times to make the work environment more agile, more accessible through upskilling and reskilling and to early adapt to the changing work protocols. This conceptual paper aims to guide the stakeholders towards a more sustainable and inclusive approach to workforce development.

### 1. What is Upskilling and Reskilling?

**Upskilling:** Upskilling refers to the process of teaching employee's new skills or enhancing their existing skills to improve their performance in their current roles. This often involves advanced training in specific areas, such as digital tools, leadership, or specialized technical skills. The goal of upskilling is to help employees stay relevant in their positions and increase their productivity. (Urban Economic Forum, 2020)

**Reskilling:** Reskilling, on the other hand, involves training employees to take on new roles or responsibilities that may differ significantly from their current positions. This is

particularly important in industries that are undergoing significant changes due to automation or shifts in market demand. Reskilling prepares employees for new career paths within the organization, ensuring that they remain valuable assets. (International Labour Organization [ILO], 2019)



## 2. Importance of Upskilling and Reskilling

- i). **Adaptability to Change:** Changing landscape of industries calls for new technological developments. The concept of upskilling and reskilling promotes an agile environment enhancing employee flexibility.
- ii). **Employee Retention:** Investments in human resources can lead to competent individuals which in turn leads to job satisfaction and promotes loyalty to retention to a greater extent. Employees stay in organisations where their loyalty is recognised and valued.
- iii). **Competitive Advantage:** A competent employee is no doubt an asset to the organisation. Such employees help in maintaining a competitive edge to face the changing environmental challenges.
- iv). **Addressing Skill Gaps:** Upskilling and reskilling will help in closing the skill gaps by addressing the skill shortage issues through thorough scanning of organisational constraints.

## 3. The Driving Forces for Upskilling and Reskilling of Workforce:

### i). Global Workforce Impact

- By 2030, as many as 375 million employees, representing approximately 14% of the worldwide workforce, might need to transition to different job categories due to the influence of automation and AI (McKinsey Global Institute, 2021).
- By 2025, approximately 54% of the workforce will need to undergo substantial reskilling and upskilling to keep up with technological progress. (World Economic Forum, 2020).

### ii). Investment in Training

- On average, companies around the globe allocate \$1,200 per employee each year for training and development (LinkedIn Learning, 2022).
- Despite this investment, only 40% of employees believe their employer offers adequate opportunities for skill enhancement (Gallup, 2023).

### iii). Skill Gaps and Employer Concerns

- A Deloitte survey conducted in 2022 revealed that 87% of executives identified skills gaps within their workforce, which impeded their capacity to innovate.
- According to PwC (2023), the top three skills that employers focus on for upskilling are digital skills (67%),

leadership skills (52%), and adaptability (48%).

## iv). Lifelong Learning Engagement

Approximately 70% of the global workforce is open to acquiring new skills or undergoing retraining (LinkedIn Learning, 2022).

However, just 30% are engaged in formal programs for upskilling or reskilling (OECD, 2021).

## v). Economic Benefits

According to Deloitte (2019), businesses with strong learning cultures have 32% higher

Employee retention and 24% greater profit margins.

By 2030, reskilling investments could boost the world economy by up to \$6.5 trillion (World Economic Forum, 2020).

## vi). COVID-19 Pandemic Effect

- The pandemic accelerated digital adoption, increasing demand for digital skills training by nearly 50% worldwide in 2020–2021 (LinkedIn Workforce Report, 2021).
- Remote work requirements caused more than 60% of organizations to increase reskilling efforts during the pandemic (McKinsey, 2021).

## 4. From the Facts Presented the Problem Statement:

As mentioned, technological innovations are taking place at a faster pace; to meet these challenges a ready workforce is the need of the hour, other resources such as infrastructure, finances, research and development are the requisites with which the challenges can be encountered in a more sustainable manner. Traditional workforce models no more fit the work environments, for a country like us to develop and remain competent it is more important for a mindset shift, the thought to be open for learning irrespective of age, geographical constraints, finances. By doing so we can build a nation that is self-sustained and a generation that thrives to take its nation towards development.

## 5. A Mention of the Traditional and Future Models of Workforce Development

**Table 1:** Depiction of Traditional and Future Models of Work

Traditional Workforce Models	Future-Ready Models
One-time training events	Continuous, lifelong learning
Siloed stakeholder engagement	Cross-sector collaboration
Skills mismatch	Real-time market alignment
Inflexible curricula	Agile and adaptive systems
Technical focus only	Integration of soft + digital skills
Limited access for vulnerable groups	Inclusive, accessible, equitable systems

(World Economic Forum, 2020; OECD, 2019)

## 6. Research Objective

To bring out a conceptual framework that focuses on the future skills required by the nation through upskilling and reskilling and lifelong learning. The focus is building of life skills the purpose of quality education which the entire nation is fostering towards. This paper will try to cover what quality education relies on, the efforts required and mention the skillsets to be developed. The aim of Holistic Education is to build Life skills along with Academic Knowledge, the

meaning of which is building strong decision-making skills, the ability to adapt, think creatively and the power of resilience.

## 7. Research Questions

- What is the role of educational institutions in making individuals receptive to the concept of lifelong learning through upskilling and reskilling?
- Does upskilling and reskilling pave way for future skills in the digital age?

### 7.1. Role of Educational Institutions to Develop a Lifelong Learning Mindset

A shift in the mindset is very essential, only a strong educational system can foster and build this. Academic institutions have an important role in moulding the mindset of continuous learning among the student community to foster innovation and growth mindset. Therefore, teaching is seeing a transition from classroom teaching with blackboard and chalk to usage of AI in making the classrooms more interactive and visual based. This promotes a culture that encourages students to embrace upskilling and reskilling to bring in changes in their job profiles as the advancement of technology takes place.

In the first place, the curriculum design must not be limited to textbook delivery but should focus on real-world problem-solving methodologies. According to OECD (2019) academic institutions are embracing digital learning, critical thinking and collaborative skills into their programs to meet the demands of the current job markets. This culmination helps students to view learning as an adaptive measure to meet the growing challenges.

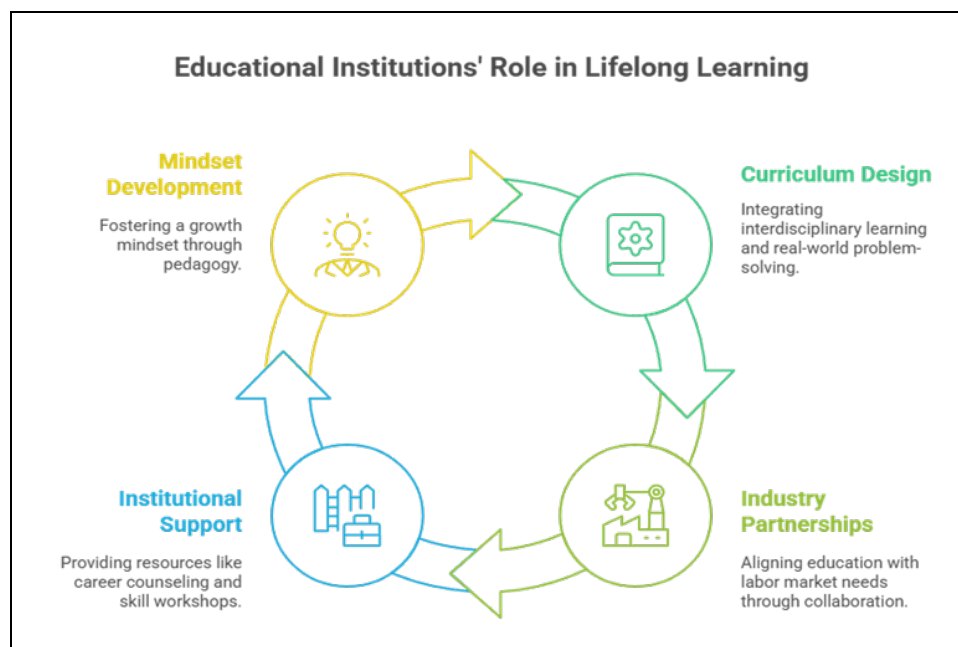
Secondly, Industry academia collaborations help in

inculcating the workplace requirements in the curriculum, this process also helps in interacting with industry experts who can share the expertise with the students. Industry collaboration can also provide internships, learning space real life experiences that helps in enhancing problem solving skills and taking the right decisions, this lays emphasis on life skills. These collaborations expose students early to the concept of skill relevance and lifelong adaptability.

Digital platforms such as LinkedIn learning, future learn, Udemy, Coursera, edex provide vast knowledge and reinforce the learning habit through continuous development. According to Jackson and Bridgstock (2021), higher education institutions that provide access to flexible, modular learning opportunities significantly enhance students' readiness to engage in upskilling.

Lastly, institutions influence student mindsets and motivation through pedagogy. Adopting growth mindset frameworks—as advocated by Dweck (2006)—fosters resilience, encouraging learners to view skill development as an evolving journey rather than a one-time achievement. Various schemes of the Government such as PM Vidyalakshmi Scheme, One Nation, One Subscription (ONOS), National Scholarship Portal, Swayam aims towards providing access to education.

On the whole educational institutions under the guidance of the government are moving in the path of renewing their teaching strategies to provide skills for the future jobs. The real question is not about formulating policies, but the effort driven towards providing potential candidates to the nation who help in building the nation through research driven insights, problem solving mechanisms and the grit to hold the nation together in any case of external disturbances. The skills to do so should always happen in the academia scenario and through quality education.



### 7.2. Does Upskilling and Reskilling Pave Way for Future Skills in the Digital Age?

A wide range of learning platforms are being developed to deliver upskilling and reskilling content, to cater to the various needs of learners. These platforms provide scalable and flexible options for students, academicians and the workforce to continue self-paced learning (World Economic Forum, 2020). Corporates such as Infosys, have introduced self-learning applications to empower individuals with

professional development (Infosys, 2021).

Work-Based Learning (WBL) is another approach that brings together academia and industry knowledge. It is formulated to increase the skillsets of students and prepares them to take up various positions in the organisations (Billett, 2011). WBL consists of internships and apprenticeships, workplace simulations and projects, industry academia collaborations. Technology plays a pivotal role in enhancing this approach through Learning Management Systems, Simulations,

Interactive platforms that culminates digital and face-to-face learning (Sangrà *et al.*, 2012). Other trainings include mentoring programs, hackathons, self-learning modules and Quality Circles (Cedepop, 2020).

Furthermore, the emergence of AI is being utilised to carve pathways to provide real-time feedback and assessment which promotes engagement and outcomes in skill development initiatives (HolonIQ, 2021). Upskilling and Reskilling is an initiative of not only the academic world but corporates such as Google, Amazon, IBM etc are also establishing learning and development platforms to provide the best learning experience to their employees to upskill their abilities and prove to be an asset to the organisation. Mentioned below are few examples of companies and their focus areas for learning.

**Table 2:** Depicting the Key Programs and Focus Areas of few companies

Company	Key Program(s)	Focus Areas
Amazon	Career Choice, Upskilling 2025	Cloud, machine learning, healthcare, tech certifications
IBM	SkillsBuild, P-TECH, Apprenticeships	Cybersecurity, AI, cloud, digital skills
Microsoft	Global Skills Initiative, Microsoft Learn	Digital literacy, AI, cloud, GitHub, LinkedIn learning
Google	Grow with Google, Google Career Certificates	IT support, UX design, data analytics, cloud skills
Accenture	Future Talent Platform	AI, data, cloud, agile, leadership
PwC	New World. New Skills.	Digital transformation, automation, soft skills
AT&T	Future Ready, AT&T University	Data science, software development, online education
Salesforce	Trailhead	CRM, cloud, Salesforce platform, business skills
Walmart	Live Better U, Walmart Academy	Business, healthcare, supply chain, general tech literacy
Infosys	Lex Platform, Reskill and Restart	Digital reskilling, tech roles, agile, certifications

The changing landscape also emphasizes the growing importance of transversal skills (soft skills) alongside technical ones. Skills such as critical thinking, problem-solving, communication, collaboration, and self-management, are gaining prominence for working alongside the digital environment. Meanwhile the AI systems can provide a helping hand in automating the routine tasks by giving space and time for people to perform more complex jobs requiring soft skills. However, the integration of AI may sometimes reduce autonomy or change the dynamics of work, and its effects can vary depending on the skill level of the job.

## 8. Changing Landscape of Workforce around the Globe

### i). Job Creation and Displacement

- 170 million new jobs are projected to be created by 2030, driven by sectors such as AI, renewable energy, and healthcare.
- Conversely, 1.6 million jobs are expected to be displaced due to factors like inflation and slower economic growth. (World Economic Forum)

### ii). Impact of Artificial Intelligence

- AI is anticipated to significantly disrupt the workforce, with estimates suggesting that up to 50% of entry-level

white-collar jobs could be automated within the next five years.

- Despite potential job losses, 70% of employers plan to hire for AI-related roles, indicating a shift in skill requirements. (New York Post)

### iii). Emerging In-Demand Roles

Roles experiencing rapid growth include:

- Artificial Intelligence Engineer
- Renewable Energy Engineer
- Big Data Specialist
- AI Consultant
- Sustainability Analyst
- Cybersecurity Analyst
- Healthcare Support Staff (Deloitte)

### iv). Evolving Skill Requirements

- By 2030, 39% of current skills are expected to become obsolete, underscoring the need for continuous learning.
- Key skills gaining prominence include:
  - Analytical Thinking
  - Creative Thinking
  - Resilience and Flexibility
  - AI and Big Data Proficiency
  - Leadership and Social Influence
  - Environmental Literacy

(*LinkedIn, World Economic Forum*)

### v). Workforce Adaptation and Training

- A significant portion of the workforce is proactively acquiring new skills:
  - LinkedIn reports a 140% increase in new skills added to user profiles since 2022.
  - Despite this, formal AI training remains limited, with only 14% of Gen Z and 21% of millennials having received such education.

## 9. Future of Jobs Report, 2025 - World Economic Forum

- The below figure depicts the diagrammatical representation of the Future Jobs.





## Conclusion

This paper overall defines upskilling, reskilling and addresses the need for adapting these in the real-life situation, it's not that organisations have not adopted, but the rate at which the implementation is going on is not the rate at which the world is changing. Collaborative efforts from governments, employers, employees, academic institutions are very much essential. Rules and Regulations and Procedures for effective implementation need to be thought of to ensure the best is obtained that assures quality education (SDG-4) and create an environment and the mindset to open for learning. Work cultures should initiate the change process by involving employees and making learning more reliable and engaging by gaining employee confidence that in turn promotes satisfaction and retention. Thus, an adaptable workforce is the necessity of the hour to bring in changes in the digital age of AI and Industry

Therefore, planned and inclusive initiatives are essential for building a resilient and adaptable workforce for the future of work in the age of AI and Industry 4.0 and prepare us for Industry 5.0 which will be more sustainable in nature.

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