

# The Impact of Artificial Intelligence Technology on Employment Structure and Labor Market Adaptation Policies

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## Abstract

The rapid development of artificial intelligence technology has had a profound impact on the employment structure, driving the transformation of work forms and the reshaping and upgrading of the labor market. By analyzing the application examples of artificial intelligence in various industries, it can be seen that it has a dual impact on the employment structure, which will not only replace traditional jobs but also give rise to emerging occupations. Based on this, it is necessary to build a policy framework that focuses on skill improvement and fits the labor market to cope with the risk of job loss and structural unemployment and promote the fair distribution of technological dividends. At the same time, a response strategy centered on skill retraining and career transformation is proposed to help the labor market achieve a smooth transition and sustainable development under the background of technological change.

## Keywords

Artificial Intelligence Technology, Employment Structure Transformation, Skill Improvement, Labor Market Adaptability, Policy Framework

## 1. Introduction

Artificial intelligence technology is penetrating into various industries at an unprecedented speed, injecting new vitality into the social economy, and at the same time has profoundly changed the employment structure [1,2]. Automation and intelligent applications are gradually replacing some traditional jobs. At the same time, they have given rise to high-skilled occupations such as data analysis and algorithm engineering, making the labor market present a complex situation where opportunities and challenges coexist [1,2]. Given the rapid development of technology, how to coordinate technological progress with employment security and how to improve labor skills while reducing structural unemployment have become urgent issues to be addressed [2]. Building a scientific and reasonable policy framework can provide strong support for coping with technological changes.

## 2. The Development of Artificial Intelligence Technology and Its Characteristics

### 2.1 The Development History of Artificial Intelligence Technology

The progress of artificial intelligence technology has gone through multiple stages from initial exploration to deep application. Early artificial intelligence mostly relied on rule-driven and expert systems to simulate the human reasoning process through pre-set rules and knowledge bases. This symbolic logic-based method has certain effects in specific fields such as medical diagnosis and engineering fault detection, but its application areas are limited due to its lack of flexibility and autonomous learning ability. With the rapid development of computing power and data storage technology, modern artificial intelligence technology has gradually moved towards deep learning and big data-driven models [3]. The rise of deep neural networks has enabled artificial intelligence to have autonomous learning and pattern recognition capabilities, and to extract complex features and associations through large-scale data training. This transformation not only improves the accuracy of the algorithm, but also promotes the widespread application of AI in fields such as speech recognition, computer vision, and natural language processing, significantly improving the intelligence level and practical application value of artificial intelligence systems.

### 2.2 Typical Applications of Artificial Intelligence Technology in Industry

The application scenarios of artificial intelligence technology in industry are becoming increasingly diverse, and it has become the core engine for promoting social progress. In the manufacturing industry, AI helps build intelligent manufacturing and automated production lines, achieving dual optimization of production efficiency and product quality [4]. In the financial field, artificial intelligence uses big data analysis and machine learning to timely identify market fluctuations and transaction risks, and promote the implementation of intelligent financial management. In the medical and health field, the application of artificial intelligence continues to deepen. Intelligent diagnosis and health management platforms provide data support for personalized treatment by analyzing electronic medical records and imaging data. In the transportation field, with the help of autonomous driving technology and intelligent scheduling systems, intelligent management of road traffic is achieved to improve transportation efficiency. Through the integrated

application in different industries, artificial intelligence technology demonstrates a wide range of social and economic value.

### **2.3 Core Characteristics of Artificial Intelligence Technology**

Automation and intelligence, autonomous learning and evolution capabilities, and cross-domain adaptability are the core characteristics of artificial intelligence technology. Automation and intelligence enable artificial intelligence to efficiently handle a large amount of repetitive work and greatly improve production efficiency. In the field of industrial manufacturing, industrial robots replace manual operations and can accurately complete assembly, welding, and testing on the assembly line, reducing manual deviations and labor intensity. Intelligent technology has also been widely used in the service industry. For example, intelligent customer service systems can quickly respond to customer needs, handle common problems in an automated manner, and improve service efficiency and user experience [5]. Artificial intelligence technology has the ability to learn and evolve autonomously, relying on big data and deep learning algorithms to gradually optimize model performance. Taking the application of deep learning models in image recognition as an example, through training with a large number of image samples, the algorithm can gradually improve the accuracy of classification and recognition. With this learning and evolutionary ability, the artificial intelligence system has the characteristics of self-adjustment and upgrading. When faced with new data input, it can continuously improve its analysis and decision-making capabilities through learning mechanisms. In addition, artificial intelligence technology also has cross-domain adaptability and can flexibly adjust algorithm model settings to adapt to different fields such as industrial manufacturing, financial services, and smart medical care [6]. Its high flexibility and wide application capabilities make it a core force in promoting changes in social production and lifestyles.

## **3. The Positive Impact of Artificial Intelligence on the Employment Structure**

### **3.1 The Emergence of Emerging Occupations and Positions**

The rapid development of artificial intelligence technology has changed the traditional occupational structure to a certain extent and has given rise to a large number of emerging occupations and positions. In the fields of big data analysis, algorithm development and intelligent system maintenance, high-skilled positions such as data analysts, algorithm engineers, and machine learning experts have emerged [7]. To be competent for these positions, practitioners not only need a solid foundation in mathematics and computer science, but also need to have the ability to develop and optimize deep learning algorithms. With the widespread application of artificial intelligence technology, the demand for professional and technical talents in enterprises continues to grow, especially in the fields of intelligent transformation and algorithm optimization, and scientific and technological talents have become "hot" in the labor market. In the fields of intelligent manufacturing and modern service industries, the application of artificial intelligence technology has also brought about career updates. The demand for equipment monitoring and intelligent operation and maintenance technical workers in intelligent manufacturing factories has increased significantly. Such positions require workers to have the ability to operate automated production lines, perform equipment fault detection and data monitoring and analysis. With the introduction of artificial intelligence, the modern service industry has continued to change, and new positions such as intelligent customer service and voice interaction engineers have emerged. These positions have improved the level of intelligence in customer service and also expanded the new career development space for practitioners in traditional service industries. By promoting industrial upgrading and process improvement, artificial intelligence technology has created a large number of new jobs while improving labor productivity, and promoted workers to achieve career transformation and skill improvement in technology-intensive fields.

### **3.2 Promote the Upgrading of Labor Skills**

With the widespread application of artificial intelligence technology, enterprises have an increasingly urgent need for highly skilled compound talents. Single skills can no longer adapt to intelligent production and service models, and the demand for skill training has increased significantly. In the field of smart factories, operators need to have data analysis and system fault diagnosis capabilities in addition to mastering basic operating skills. This requirement for comprehensive ability and quality makes skill improvement and vocational education the core link of the labor market. Educational institutions and enterprises have gradually opened vocational training courses for artificial intelligence technology, covering deep learning algorithms, data preprocessing, intelligent equipment operation and other fields, aiming to improve the comprehensive skill level of workers. Through skill upgrading and training, not only the unemployment risks brought about by technological changes are effectively alleviated, but also new career opportunities are helped in the intelligent work pattern, thereby promoting the overall improvement of employment quality.

### **3.3 Optimize Labor Productivity and Work Efficiency**

Artificial intelligence technology has performed significantly in improving labor productivity and optimizing work efficiency. The application of automation technology has gradually replaced a large amount of repetitive labor with machines, greatly improving the efficiency of industrial production. In the overall manufacturing industry, automated assembly lines can accurately complete the assembly process of parts, reduce the probability of manual operation errors, and improve product quality and output. The adoption of intelligent logistics systems has greatly improved the efficiency of cargo sorting and distribution, and reduced the occurrence of manual intervention and operational errors.

Automation technology not only reduces labor costs, but also promotes the development of corporate production processes to a higher level of efficiency and order. Artificial intelligence has effectively improved work efficiency through decision-making assistance technology. In the process of enterprise management, intelligent analysis systems can monitor production processes and market trends in real time, and use data mining and prediction algorithms to provide managers with scientific decision-making support. In the field of medical health, intelligent diagnosis systems can quickly process a large amount of medical records and imaging data, assist physicians in disease diagnosis and treatment plan formulation, shorten diagnosis time and improve accuracy. The widespread application of these technologies not only optimizes decision-making efficiency, but also provides support for the refined management of production and service links, and promotes the transformation of enterprise management towards intelligence. Through automation and intelligent assistance, artificial intelligence has effectively released the constraints of human resources, enabling employees to participate more in innovation and management work, while improving work efficiency and promoting the optimization and transformation of professional roles.

#### **4. Challenges and Negative Impacts of AI on Employment Structure**

##### **4.1 Reduction and Transfer of Jobs**

While the widespread application of AI technology improves production efficiency, it also leads to the reduction and transfer of some jobs. Low-skilled jobs are the first to be affected, and are directly impacted by automated equipment and intelligent systems. From the perspective of manufacturing, industrial robots are gradually replacing the labor of traditional assembly line workers, especially in repetitive operation scenarios such as assembly, polishing, and handling. The increase in automation has greatly reduced the demand for labor. In the service industry, with the popularization of self-service settlement systems and intelligent customer service, the number of low-skilled service jobs has dropped significantly. The loss of jobs in various industries has also gradually become prominent. In the financial field, automatic trading algorithms have gradually replaced manual operations, resulting in a decrease in the market demand for traders. In the logistics industry, the application of self-driving trucks and intelligent warehousing systems has squeezed transportation and warehousing jobs. In this context, the reduction of jobs in traditional industries has brought about the problem of a large number of labor transfers, and there are large differences in the adaptation performance of different occupational groups to technological substitution.

##### **4.2 Structural Unemployment of Skills**

Due to the rapid development of AI technology, the speed of skill update cannot keep up with the pace of technological evolution, giving rise to the problem of structural unemployment of skills. The promotion of intelligent technology requires practitioners to master higher-level digital skills and algorithm operation capabilities, but workers who originally relied on physical strength and basic operation skills cannot quickly complete the transformation, resulting in a decrease in skill matching. Especially in the manufacturing and traditional service industries, workers with insufficient skills face a greater risk of unemployment. There are large differences in the skill upgrading stage between workers of different ages. Young workers are more likely to accept new technology training, while middle-aged and elderly workers have certain obstacles in learning and applying information technology. This age difference further exacerbates the instability of employment and makes the formulation and implementation of skill training policies face more severe challenges.

##### **4.3 Increasing Inequality in the Labor Market**

With the improvement of productivity, artificial intelligence technology has exacerbated inequality in the labor market to a certain extent. The income gap between low-skilled workers and high-skilled talents has further widened. Talents with advanced skills such as algorithm development and data analysis have received higher rewards in the labor market, while low-skilled workers without professional skills face employment barriers and their income levels have gradually declined. The distribution of technology dividends is uneven between regions and industries. Developed regions and technology-intensive industries can obtain economic benefits from technological progress more quickly with their high intelligent foundation and industrial support; underdeveloped regions and labor-intensive industries encounter greater resistance in the promotion of artificial intelligence technology, resulting in a further widening of the economic gap between regions and industries. This unbalanced distribution method affects social fairness, may lead to unbalanced regional economic development, and increase the difficulty of social governance. In the labor market, due to the uneven popularization of artificial intelligence technology, the inequality in social wealth distribution has become increasingly prominent, forming a technological gap. This intensification of inequality requires policymakers to pay attention to the career security and re-employment support of vulnerable groups when promoting technology.

#### **5. Adaptive Policies and Practice Paths for the Labor Market**

##### **5.1 Skill Improvement and Retraining Policies**

With the rapid development of artificial intelligence technology, the skill requirements of the labor market have undergone profound changes, and the construction of a lifelong learning mechanism has become a key measure to meet the challenges. By building a learning system throughout the entire career life cycle, we can help workers continuously improve their skills in technological innovation and enhance their employment adaptability. Enterprises, social organizations and education departments should jointly develop courses related to intelligent technology, such as data

processing and analysis, algorithm architecture design, and intelligent system practice, so that learning resources are open and flexible. The government should work closely with enterprises to jointly promote the implementation of vocational skills training programs. As the direct implementers of technological innovation, enterprises should actively assume the responsibility of improving employee skills and provide vocational training and pre-job skills update courses. The government should introduce special subsidy policies to support the development of enterprise training projects, especially focusing on training activities for low- and medium-skilled workers, reducing their economic burden of skill improvement, and ensuring fair and inclusive training opportunities.

## 5.2 Labor Market Structural Adjustment Policies

The rapid popularization of artificial intelligence technology will inevitably lead to profound adjustments in the employment structure. In the process of promoting industrial upgrading, high-tech enterprises should take the initiative to assume social responsibility, actively absorb low-skilled workers, and promote the diversification of employment structure. Through policy guidance and fiscal incentives, enterprises are encouraged to create jobs for low-skilled workers, such as smart equipment operators and data labelers, and build a multi-level employment structure covering high, medium and low-skilled jobs. This approach can not only effectively alleviate the unemployment risk brought about by technological change, but also help low-skilled workers obtain new career opportunities in an intelligent environment. Fiscal support policies play an important role in protecting employment transformation, and it is necessary to focus on the economic needs of workers in the process of career transformation. By establishing employment subsidies and career conversion allowances, the economic pressure of unemployed workers can be alleviated, and they can be helped to smoothly transition to new positions. In the process of regional economic transformation, special funds can be established to guide labor-intensive enterprises to retain a certain number of traditional positions when implementing intelligent transformation, and promote the transformation of workers' skills towards intelligence, promote the smooth upgrading of enterprises, and achieve an organic combination of technological progress and social stability.

## 5.3 Improvement of the Social Security System

In the context of the popularization of artificial intelligence technology, the risk of unemployment has increased significantly, and the social security system urgently needs to be further improved and upgraded to flexibly respond to the unemployment problems caused by technology. The unemployment insurance system needs to be reformed to make it more flexible and inclusive. Different compensation methods should be adopted for different job transitions, and the amount of subsidies and the duration of receipt should be flexibly adjusted. The scope of protection should be further expanded to cover non-standard employment and flexible employment groups, such as gig economy practitioners and short-term contract employees, to ensure that more workers can maintain their basic lives in the face of unemployment risks caused by technological changes and alleviate social instability caused by job transitions. The government should also actively promote entrepreneurship support and social welfare protection policies to help unemployed groups achieve job transitions through entrepreneurship. By setting up entrepreneurship funds and providing low-interest loans, policy and financial support should be provided to workers with entrepreneurial potential to stimulate new vitality in employment. The investment in the social welfare system should be increased to ensure that basic living security is closely linked to employment support policies to avoid life difficulties caused by job transitions. By establishing a comprehensive social security system, it is possible to effectively alleviate unemployment pressure and maintain the stability of life and social integration of workers during their job transition period in the context of AI technology changes.

## 5.4 AI Ethics and Policy Protection

As AI technology is deeply integrated into social production and life, it has become an important task for policymakers to avoid employment crises caused by technological monopoly. The government should build an anti-monopoly system to prevent a few high-tech companies from monopolizing core technologies and market resources, and avoid the emergence of highly concentrated and unbalanced employment structures. Formulate policies to promote the popularization of technology and benefit the people, and promote the reasonable distribution of technology dividends among different regions and industries. The ethical risks in the application of artificial intelligence technology cannot be ignored, especially in terms of employment replacement and fairness of algorithmic decision-making. A risk assessment framework for artificial intelligence technology should be established to warn and intervene in problems such as large-scale unemployment and algorithmic discrimination that may be caused. Through the collaboration of the Technology Ethics Committee and policy research institutions, regularly evaluate the impact of artificial intelligence on the employment structure, adjust policy directions in a timely manner, and ensure the coordinated development of technological progress and social equity. Through the formulation of a multi-level and multi-angle policy system, it is possible to effectively respond to the impact of artificial intelligence technology on the labor market, ensure the stability of the employment situation, and promote technological innovation and harmonious social development.

## 6. Conclusion

With the rapid development of artificial intelligence technology, while promoting social and economic progress, it has also had a profound impact on the employment structure. In an environment of rapid technological innovation, the phenomenon of job reduction and transfer, structural unemployment of skills and inequality in the labor market have

become increasingly prominent. Artificial intelligence not only replaces traditional jobs, but also spawns a large number of emerging occupations, promoting the upgrading of labor skills. The labor market should actively respond to the employment difficulties brought about by technological changes through measures such as skill improvement and retraining, implementation of structural adjustment policies, improvement of the social security system and standardization of artificial intelligence ethics. Building a scientific and reasonable policy framework to help cultivate high-skilled talents and low-skilled workers' career transformation can promote a smooth transition of the labor market and promote sustainable social and economic development.

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