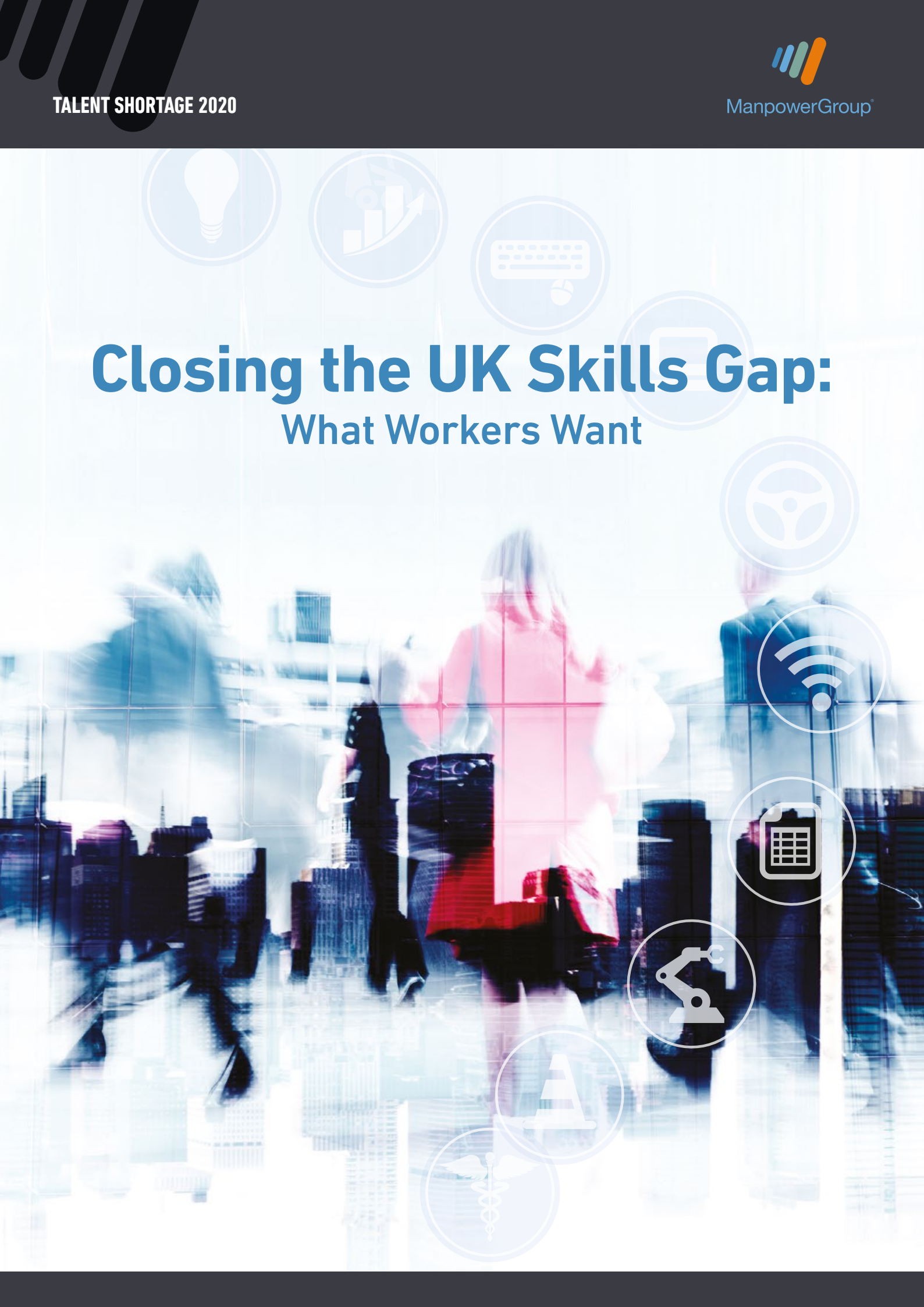




Closing the UK Skills Gap: What Workers Want





Jonas Prising,
Chairman & CEO,
ManpowerGroup

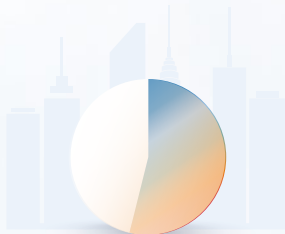
Unprecedented times are the new normal. Globally, the labour market is tight. Talent shortages are at record highs, unemployment at multi-decade lows. The voice of the consumer – employee and candidate – is ever stronger and the role of organisations under increasing scrutiny. We need new solutions for the future of work and the future for workers.

More than half of companies around the world cannot find the skills they are looking for – almost double what it was a decade ago. As the pace of technological disruption, digitisation and automation continues to accelerate, most employers globally are increasing or maintaining, not reducing their headcount.¹ And as skills needs and job roles are changing faster than ever, the need for a Skills Revolution – which we predicted four years ago – continues to be the defining challenge of our time. In an increasingly technology-enabled world, people are in demand.

To find, build and sustain the best talent while others are trying to do the same, companies need to know What Workers Want. They need to shift their workforce demands closer to match the needs and desires of in-demand talent and expand the pool from which they source that talent.

Organisations must act differently. Creating shareholder value can only be done in conjunction with taking care of employees, customers and communities. And that includes the responsibility to help people learn new skills, adapt for future jobs and become creators of talent.

UK Talent Shortages at Record High...



23%
of companies report
talent shortages



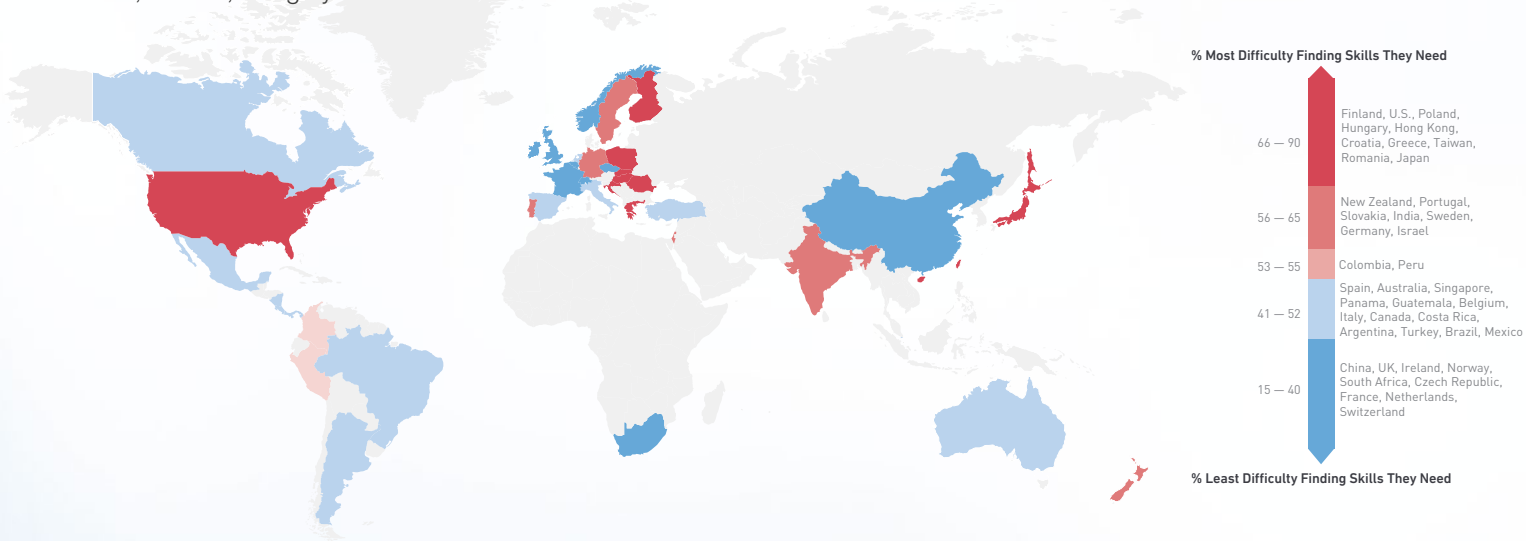
... more than double the 2009 figures

About This Report

As the leading workforce solutions company, ManpowerGroup finds sustainable employment for nearly 3 million people across the world every year. With the largest global footprint in the industry, we work with almost half a million companies in over 80 countries and territories. To find out What Workers Want, we surveyed 14,000 individuals across 15 countries to understand what attracts them to an organisation, what keeps them there and how that varies by geography, gender and at different stages of their career. This report combines our unique insight with 13 years of data from our global Talent Shortage Survey, the largest human capital study of its kind.

Talent Shortages Growing Around the World

Talent shortages are increasing around the world, with greatest year-over-year increases in the U.S., Sweden, Finland, Hungary and Slovenia.



The Skills They Are A-Changin'

The top ten most in-demand roles in 2019 are trending year over year: 90% of them were also in short supply in 2018. Teachers enter the top ten, reflecting the rising student numbers in schools, and a reduced level of interest in the profession. Meanwhile office administrators, contact centre staff, project managers, lawyers and researchers fall out of the top ten, reflecting the rise in automation of routine tasks.² And as technology disrupts work, the most in-demand roles may look similar yet the skills required continue to evolve rapidly.



² Tech Experts Predict 14 Jobs that Will be Automated by 2030, Forbes, 2019

TELL ME WHAT YOU WANT, WHAT YOU REALLY REALLY WANT

What Workers Want: Throughout Their Career

One size really does fit one. What Workers Want varies by age, gender, geography, and where they are in their career lifecycle. More pay, flexibility and challenging work are non-negotiables to all. But there are additional levers employers pull to attract and retain in-demand and diverse talent.



Millennials (age 25-34)

Flexibility Is Critical for Her and Still a Nice to Have for Him

Millennials want the same, same but different. Both women and men prioritise salary, whilst also valuing flexibility and the chance to develop their skills. How they look to achieve this balance is beginning to change, with men adding subsidised childcare and well-being benefits to their priorities.

Attract:		Retain:	
WOMEN	MEN	WOMEN	MEN
1. £	1. £	1. £	1. £
2. Gear	2. Heart	2. Clock	2. Clock
3. Staircase	3. Globe	3. Thumbs up	3. Group
4. Clock	4. Gear	4. Car	4. Heart
5. Car	5. Parent/child	5. Staircase	5. Thumbs up

Gen Zs (age 18-24)

Money Matters Most, Especially to Women

Gen Zs are ambitious, hungry for cash and career development yet women and men have differing desires. Whilst women still consider flexible working and skills development to be a key priority, men value a strong brand, diversity and a good place to work as crucial for them to build their career. As more college-educated women than men enter the workforce for the first time after decades of unequal pay, women know their rights and money matters.³

Attract:		Retain:	
WOMEN	MEN	WOMEN	MEN
1. £	1. Trophy	1. £	1. £
2. Staircase	2. Thumbs up	2. Clock	2. Staircase
3. Clock	3. Staircase	3. Gear	3. Globe
4. Thumbs up	4. Globe	4. Thumbs up	4. Thumbs up
5. Gear	5. Spark	5. Staircase	5. Star

I want more time to learn on the job, and coaching around what to learn and which skills to develop

Gen Xers (age 35-54)

For Anyone Who Cares: Flexibility = Well-being

This is when the quest for balance starts to kick in. Men prioritise flexibility as much as women. They want a flexible start and finish to their day, the ability to work remotely some, not all of the time and they want their share of parental leave.⁴ With 75% of mothers and 93% of fathers with dependent children in work⁵ and care for the elderly on the rise⁶, flexibility is more than a hygiene factor for both genders.

Boomers (age 55-64 and 65+)

Loving Leaders and Teams, Learning Less So

Whilst still largely motivated by pay, Boomers are also driven by challenging work, flexibility, good leadership and great teams. Older workers want to enjoy their work, with men over 65 in particular looking for a great place to work. Employers cannot rely on promotions as workers age, they need to diversify and segment their learning strategies to engage boomers intent on working longer and later.

Younger Boomers (55-64)

Attract:		Retain:	
WOMEN	MEN	WOMEN	MEN
1. £	1. £	1. £	1. £
2. 🚗	2. ⌚	2. 🚗	2. 💰
3. ★	3. 🎯	3. 👥	3. 👍
4. ⌚	4. 💰	4. 👍	4. ⚙️
5. ⚙️	5. 👍	5. 💰	5. 🏢

Older Boomers (65+)

Attract:		Retain:	
WOMEN	MEN	WOMEN	MEN
1. 🏢	1. ⚙️	1. £	1. £
2. ⌚	2. £	2. ⌚	2. ⚙️
3. £	3. 🚗	3. 👍	3. 👍
4. ⚙️	4. ★	4. 🏢	4. 🏢
5. ⚙️	5. 🏢	5. 👥	5. ★

At 65+, I want to learn for personal development to stay stimulated, relevant and motivated, less so for professional development



I want to earn what I'm worth, with the flexibility to manage the hours I work

I want to improve current performance and earn more today. Instant gratification? I guess!

Younger Xers (35-44)

Attract:		Retain:	
WOMEN	MEN	WOMEN	MEN
1. £	1. ⌚	1. ⌚	1. £
2. ⌚	2. 📈	2. £	2. ⌚
3. 👍	3. £	3. 📈	3. 🏢
4. ⚙️	4. 🚗	4. 🚗	4. ⚙️
5. 🎯	5. ⚙️	5. 🏢	5. 👍

Older Xers (45-54)

Attract:		Retain:	
WOMEN	MEN	WOMEN	MEN
1. £	1. £	1. 🚗	1. £
2. ⌚	2. ⚙️	2. £	2. 👥
3. 🚗	3. ⌚	3. ⌚	3. ⚙️
4. ★	4. 🚗	4. 👥	4. ⌚
5. 👥	5. 📈	5. 💰	5. 🚗



³ Graduation Rate, OECD, 2018

⁴ Well-being at Work, ManpowerGroup Research by Reputation Leaders, 2019

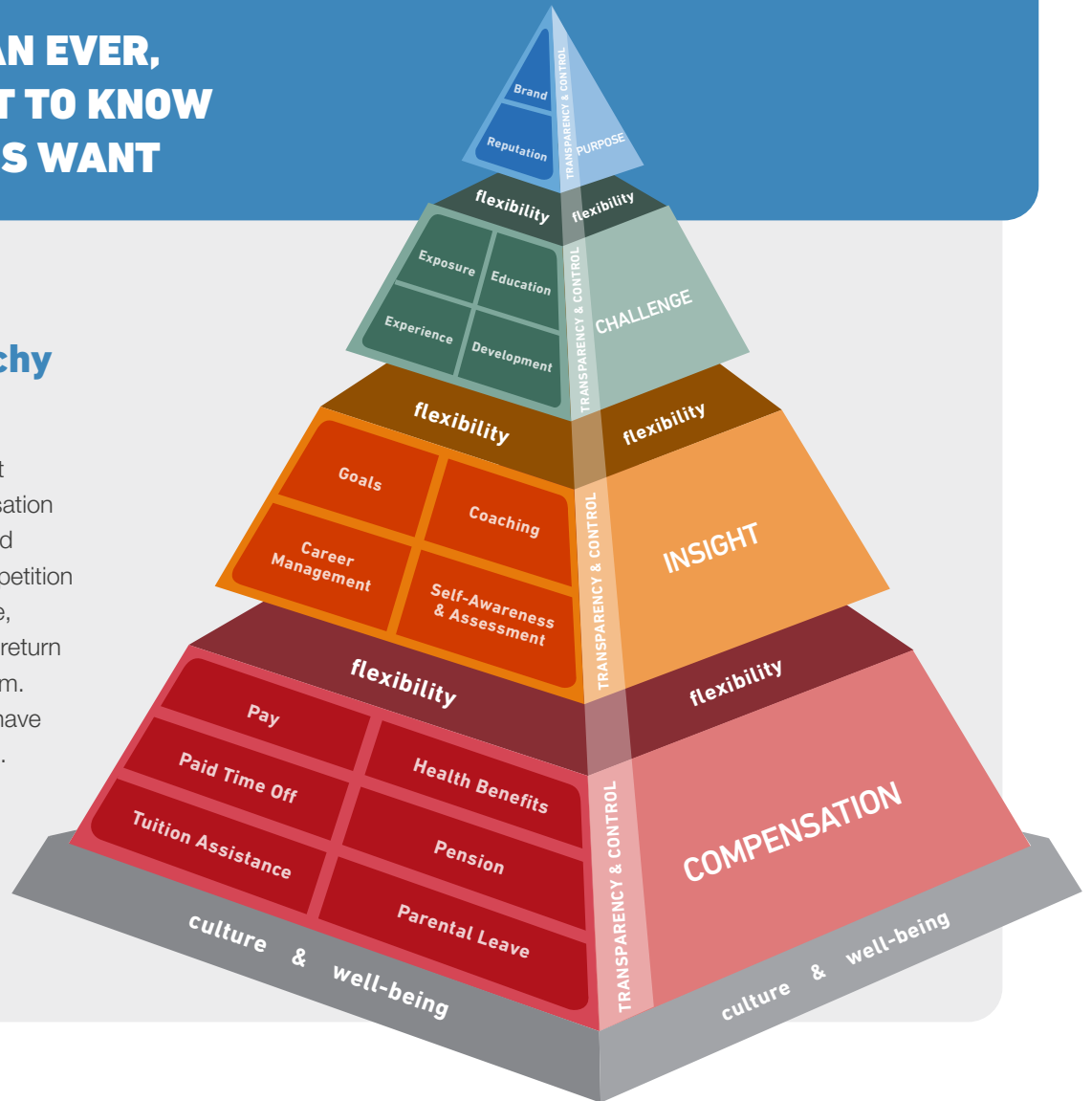
⁵ <https://www.ons.gov.uk/employmentandlabourmarket/peopleinwork/employmentandemployeetypes/articles/familiesandthelabourmarketengland/2019>

⁶ <https://www.bbc.co.uk/news/health-45354846>

NOW MORE THAN EVER, IT'S IMPORTANT TO KNOW WHAT WORKERS WANT

My Own ~~Maslow's~~ Hierarchy of Needs

Get it right the first time. What attracts workers to an organisation can also be what engages and makes them stay. When competition for talent and skills is so acute, getting it right up front brings return on investment for the long term. Move over Maslow, workers have their own hierarchy of needs...



1 **No Spoiler Alert Necessary:** Pay Always Matters – But How It's Delivered Matters More

Pay is consistently one of the top attraction and retention factors for all workers under 65-years-old, regardless of gender. Fact. However, wages are growing half as quickly as they were 10 years ago especially for lower earners.⁷ Averages can of course be deceiving. Skills matter: workers with in-demand skills – cyber security, cloud computing, front end developers, solutions architects, healthcare and more – have seen salary increases of over 10% in the same time period.⁸ Companies have to get creative to enhance compensation beyond cash to differentiate and attract talent. When many individuals would consider additional benefits over more pay, popcorn and ping pong are not the answer.⁹ Think personalisation: autonomous working and flexibility, parental leave and unlimited time-off/unplug policies to cultivate sought after well-being and improved lifestyle. Add attractive financial incentives and goodwill gestures that reward loyalty, learning and development like training reimbursement – companies will be more likely to attract and retain the best talent.

⁷ Rising Employment Overshadowed by Unprecedented Wage Stagnation, OECD, 2018

⁸ Friday's Jobs Report: Which Jobs are Seeing Wage Growth?, Glassdoor, 2016

⁹ The Most Desirable Employee Benefits, Harvard Business Review, 2019



2 Workers Want Personalisation: People Strategy Must Be Both a Science and an Art

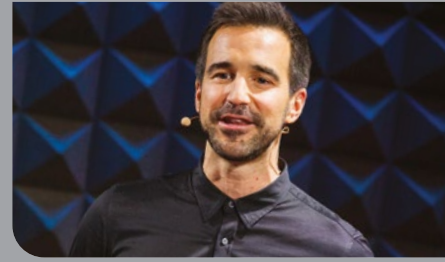
In an increasingly data driven world where algorithms in fridges know this and AI is suggesting you buy that, people expect the same from work. They want assignments that test their abilities, projects that demand the best from them and recommendations on the next role. They want insight and advice on fit today and potential tomorrow.

This is where assessment comes in – critical for understanding human potential. It allows employers to better match and motivate people while helping individuals to get to know even more about themselves. Assessment can remove bias and over-reliance on Applicant Tracking Systems (ATS) that automatically sift suitable candidates out. And it helps employers fish from a more diverse talent pool, selecting people not on past experience but on the basis of future potential.

Like all consumers, workers also want a great user experience. They want personalised insight to understand their strengths and potential – as personalised as their Amazon Prime. For this they need assessments to be short, gamified and scientifically validated; and they expect something in exchange for their data. They want career conversations and coaching to set goals, manage their development and control their career.

Yet when only 39% of workers in the UK have been assessed, it really is time to let the data do the talking – 81% of those who have been assessed report higher job satisfaction versus 65% of those who have not.

Only 39% of workers have been assessed, yet most believe their manager understands their skills. Go figure (or just guess...)

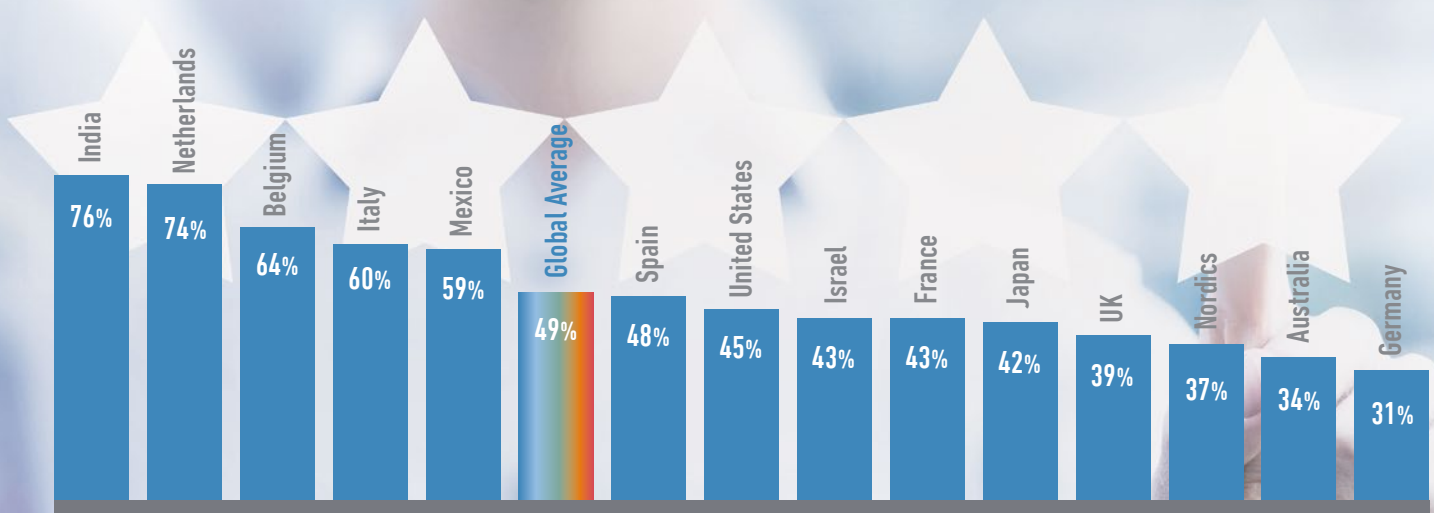


Science-based assessments are the most accurate and reliable tool for placing the right person in the right job. Adding a well-designed interview will increase predictive accuracy by around 15%, but most of the qualities interviewers try to infer can be more effectively evaluated with assessments.¹³ As well as testing technical skills, assessments measure human strengths that are critical predictors of success such as how rewarding someone is to deal with, their ability to do the job and their willingness to work hard. That's the science part.

Dr. Tomas Chamorro-Premuzic
Chief Talent Scientist
ManpowerGroup

Hindsight Is Not Insight:

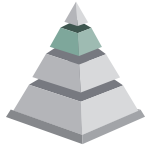
Almost half of employers are using assessment data versus gut instinct to predict performance and potential



¹⁰ What if We Killed the Job Interview, Fast Company, 2018



Only 16% of employees say they have ongoing conversations with their managers about their careers¹³



3

Variety is the Spice of Work Life: Workers Want Education, Experience, Exposure

Challenge is a top five priority for workers of all ages and means a multitude of things. Education and training, yes, but more than that: stretch opportunities; rotational assignments; on-the-job learning and apprenticeships; stimulating projects and agile work across various teams and functions; applying fresh skills in new roles; thinking harder; feeling more tested; being on a clear career pathway from this job to the next.¹¹

People want portfolio work that offers variety, broadens their experience and builds knowledge and skills. They want the opportunity to develop and to earn more. They are realising they need a long shelf life in this fast-changing, career-marathon world of work.

To deliver challenge and opportunities so people succeed and stick around, managers need to understand skills, potential and desires. With assessment, insight and a culture of learnability they can coach individuals so they thrive in a supportive environment. A sink-or-swim approach, without support, can result in procrastination paralysis or even burnout. The eager entry-level graduate seeking stretch will need different support compared to the mid-career emerging leader. Managers need coaching skills to guide people to choreograph career conversations that pace their own career mobility, embrace new experiences and welcome the exposure that drives personal and business success.

*Employees whose manager listens to their work-related problems are **62% less likely to burnout**¹²*



“Our ability to continuously learn is the most important skill we’ll need to succeed in the jobs of today and tomorrow. As leaders, it is our responsibility to foster a culture of learnability, which requires leaders to be coaches, increasing and accelerating career mobility and creating relevant and curated learning pathways, not one-size-fits-all. Dedicate time for learning, so they can fulfill their potential in their current roles and equip them to be relevant for future roles.”

Michelle Nettles, Chief People & Culture Officer, ManpowerGroup

¹¹ Your Workforce is More Adaptable Than You Think, Harvard Business Review, 2019

¹² How Managers Can Help Employees Avoid Burnout, Fast Company, 20180

¹³ Talk the Talk: How Ongoing Career Conversations Drive Business Success, Right Management, ManpowerGroup, 2016

Creating a Culture of Learnability

More employers than ever know they need to upskill and reskill their workforce and many are taking it on themselves.¹⁴ But awareness, intent and even online learning portals are not enough. Almost two-thirds of organisations offer free training, but workers say they also need the time, support and guidance to capitalise on it. Companies need to boast a *Culture of Learnability* to attract and retain top talent, and to encourage all of their workforce to engage in continuous learning, not just those who would have upskilled anyway. Managers also need to understand how their people's motivations for learning vary depending on where they are in their career life cycle and the wider responsibilities they have to balance. When time, money and lack of support are the biggest obstacles to learning, workers want dedicated time on the clock to learn, swift results and a return on their investment of that time.

1. TAKE IT FROM THE TOP:

The CEO needs to be the Chief Learning Officer and leadership need to quench their thirst for learning too

2. BE EXPLICIT AND RAISE AWARENESS:

Help people understand their Learnability Quotient™ and know what kind of learner they are¹⁵

3. ALLOCATE TIME FOR LEARNING:

It's a worker's biggest barrier to skilling up

4. DEDICATE RESOURCES:

Invest in learning platforms and offer on-demand, snackable options, and combine online and digital with face-to-face and peer-led learning

5. DESIGN RELEVANT LEARNING PATHWAYS:


Link learning at all levels to people's existing and potential roles in-line with what the company needs today and tomorrow

6. INSIST ON CAREER CONVERSATIONS:

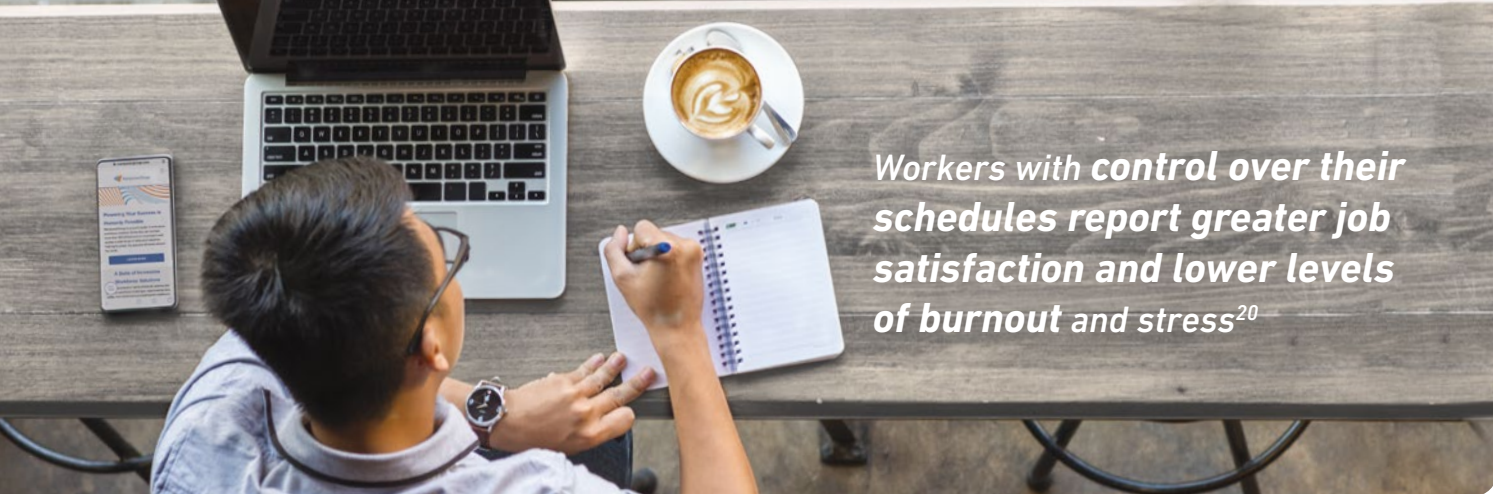
Continuous learning needs regular coaching and nurturing beyond the annual performance review

¹⁴ Humans Wanted: Robots Need You, ManpowerGroup, 2019

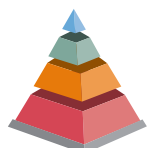
¹⁵ The desire and ability to quickly grow and adapt one's skill set to remain employable throughout their working life. Check your LQ at: <https://www.learnabilityquotient.com/>



79% of employees
who are offered
free training
like their jobs
versus only 61%
who are not
offered training



Workers with control over their schedules report greater job satisfaction and lower levels of burnout and stress²⁰



4

Flexibility and Well-being Combined Are Priceless: Productivity Beats Presenteeism

Workers are prioritising balance and choice and it's non-negotiable. People want to choose where, when and how they work, and that doesn't mean millennials logging on in coffee shops. They want the social aspect of work with the flexibility to accommodate the demands of One Life, the sharing of caring and the desire to boost their well-being.¹⁶

People want flexibility — and that means all things to all women and men so employers need to loosen up. Non-traditional work hours with flexible start and end times that counter the rush hour and control the commute.¹⁷ Work from Home (WFH) and Work from Wherever (WFW). Time to hustle and enjoy side gigs to nurture entrepreneurialism and boost pensions. Condensed four-day work weeks or five-hour workdays that peak productivity and preserve the weekend, and parental leave that balance family and care and can be worth more than pay.¹⁸

To tap the whole talent pool and retain a well workforce, employers must strike the balance of flexibility and reward productivity over presenteeism. Culture must promote it and leaders must model it and the consequence of workplace equality may well kick in too as a result. Happiness off the job can be key to happiness on the job.

In the UK only 6% of the workforce still does a 9-5 working day¹⁹



India, Australia, Mexico, UK and the U.S. have the most purpose-oriented workforce driven by brand and reputation



5

Tell Me About It. This Is a Purpose Economy and Bragging Rights Matter

Workers want to be proud of who they work for and take pride in what they do. Strong brands, solid reputation, great place to work and an opportunity to make an impact are in the top ten reasons to work for an organisation. How life looks on LinkedIn is just as important as how it looks on Insta.

¹⁶ #Gig Responsibly – The Rise of NextGen Work, ManpowerGroup, 2017

¹⁷ Finland is Taking a Radical New Approach to Flexible Working, World Economic Forum, 2019

¹⁸ It's Time to Switch to a Four-Day Working Week - Say These Two Davos Experts, World Economic Forum, 2019

¹⁹ Over Nine in Ten Not Working the Usual 9-5 Week, YouGov, 2018

²⁰ Workplace Flexibility Benefits Employees, American Sociological Association, 2016

In this hyper-transparent age people want to buy from brands with a wider social purpose that align with their values – think Ben & Jerry’s, Chobani and Dove, Bombas, Patagonia and TOMS. And they want to work for them too.²¹ Companies with purpose and a commitment to people, the communities in which they operate, and the planet are in-demand. And aspiring to meaningful work and purpose is by no means just a young person’s game — it’s of greatest importance to the over 65s and of least importance to Gen Z.²²

But when the purpose is not so well-known and the brand not so strong, companies need to work harder to tell their “Why.”²³ With 45% of the global population on social media, people have more visibility than ever into the careers of friends and strangers.²⁴ Companies need authentic employee endorsement. Even the strongest brands can be nudged to take a stance if their people speak up: Google employees on harassment, Amazon’s Prime Day on working conditions, and Twitter, Microsoft and many more on Action for Climate. Online reviews, peer ratings and rankings are replacing IRL (In Real Life) word of mouth recommendations. Companies need to meet current and future employees where they are at and work hard to achieve the Glassdoor recommendations, Net Promoter praise and authentic endorsements across channels that can brand build and rally their reputation. How an organisation lives its brand matters as much inside as it does outside the organisation.

²¹ Nine Reasons Why That High Paying Job is Making You Miserable, Fast Company, 2019

²² Gen Z @ Work: How the Next Generation is Transforming the Workplace, David Stillman, 2017

²³ Start with Why, TED Talks, 2014

²⁴ Number of Social Network Users Worldwide from 2010-2021, Statista, 2019

HOW TO GIVE WORKERS WHAT THEY WANT:

Talent can call the shots and employers need to shift their demand closer to match the supply. They need to understand people’s needs and desires to attract, engage and retain the best talent while others are trying to do the same in a tight labour market. Getting it right up front brings return on investment and retains and develops talent for the long term.

- 1 **Get creative about compensation** – pay matters but so does quality of life. Reward people well to help meet their needs wherever they are in their career journey
- 2 **Assess for fit and potential** – provide people with the insight they need to thrive and you’ll end up with more motivated and satisfied workers
- 3 **Build a Culture of Learnability** – give workers the challenge they crave and the support they need to grow and succeed
- 4 **Create Flexibility for One Life** – wherever people are in their career life cycle — it drives well-being and productivity too
- 5 **Be more than transparent about your Why** – be explicit and authentic about the purpose and meaning in your company’s mission and ensure leaders live it





ManpowerGroup®

ABOUT MANPOWERGROUP

ManpowerGroup® (NYSE: MAN), the leading global workforce solutions company, helps organisations transform in a fast-changing world of work by sourcing, assessing, developing and managing the talent that enables them to win. We develop innovative solutions for hundreds of thousands of organisations every year, providing them with skilled talent while finding meaningful, sustainable employment for millions of people across a wide range of industries and skills. Our expert family of brands – Manpower®, Experis®, Right Management® and ManpowerGroup® Solutions – creates substantially more value for candidates and clients across 80 countries and territories and has done so for over 70 years. In 2019, ManpowerGroup was named one of Fortune’s Most Admired Companies for the seventeenth year and one of the World’s Most Ethical Companies for the tenth year, confirming our position as the most trusted brand in the industry. See how ManpowerGroup is powering the future of work: www.manpowergroup.co.uk.

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ABOUT THE RESEARCH

ManpowerGroup commissioned two-part research to understand attitudes towards work from individuals, and talent shortage challenges across organisations.

Reputation Leaders conducted a quantitative global study of 14,091 workers balanced 50/50 across genders in 15 countries across all industry sectors. Respondents were aged 18-79 and included full-time workers (78%), part-time workers (13%) and gig workers (12%) from organisations of all sizes and at all levels of the company from entry level and individual contributors to senior management and C-suite. Fieldwork took place in December 2018 in Australia, Belgium, France, Germany, India, Israel, Italy, Japan, Mexico, Netherlands, Norway, Spain, Sweden, UK and US.

Infocorp carried out quantitative research with 24,419 employers across six industry sectors in 44 countries and territories: Argentina, Australia, Austria, Belgium, Brazil, Bulgaria, Canada, China, Colombia, Costa Rica, Czech Republic, Finland, France, Germany, Greece, Guatemala, Hong Kong, Hungary, India, Ireland, Israel, Italy, Japan, Mexico, Netherlands, New Zealand, Norway, Panama, Peru, Poland, Portugal, Romania, Singapore, Slovakia, Slovenia, South Africa, Spain, Sweden, Switzerland, Taiwan, Turkey, UK and USA.