



#### What will HR look like post-COVID?

COVID-19 changed everything for the HR industry.

Now, over a year after the pandemic began, we're checking in to see how HR professionals are doing.

**The good news:** Overall, the shift to remote work seems to be a good thing. HR pros are seeing improvements in employee well-being, and the move hasn't made their jobs significantly harder.

**The bad news:** The vast majority of HR professionals are feeling challenged and exhausted by the pandemic. And they're facing even bigger hurdles with the Great Resignation and the need to rapidly improve their diversity, equity, and inclusion (DEI) efforts.

This report examines these issues from the eyes of HR pros across the United States, from associates up to the C-suite—and ultimately asks how HR technology is helping to make things easier.

#### **METHODOLOGY**

The TrustRadius 2022 HR Trends Survey was conducted by email outreach. We received responses from 764 HR professionals across various industries in the United States. All responses were anonymous to assure privacy and allow respondents to share their honest answers. Full demographic info can be found at the end of the report.





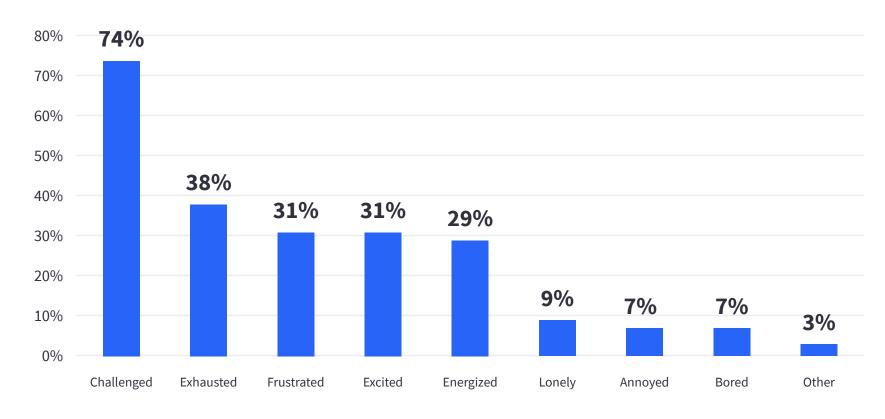
## 1. The State of HR in 2022

## How do HR professionals feel right now?

After a year of grappling with the COVID-19 pandemic, HR teams feel challenged (74%) and exhausted (38%) by the pandemic. They also find that their work during this time is energizing, exciting, and frustrating.

74% of HR professionals feel challenged by the pandemic.

#### How HR Workers Feel After a Year in a Pandemic





## Who are HR professionals today?

Our survey data revealed that United States HR departments are predominantly female (64% vs. 36% male) and overwhelmingly white (82%).

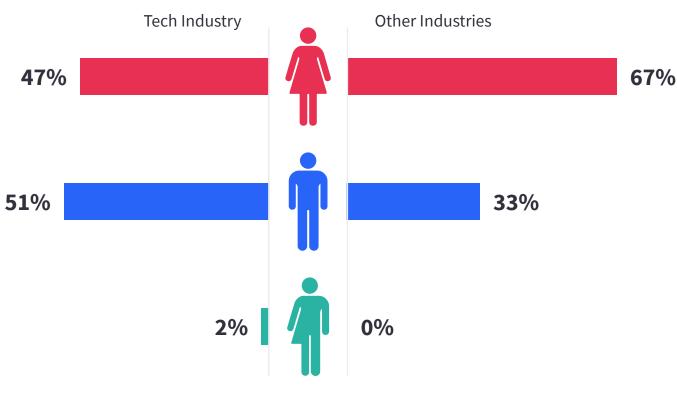
According to the <u>U.S. Bureau of Labor Statistics</u>, these trends are representative of the U.S. HR industry as a whole.

The tech industry is a notable exception.

Men make up 51% of tech HR teams in the United States and hold 53% of tech HR leadership positions. 47% of HR leaders in the tech industry are women, and 2% identified as non-binary. 82% of tech HR leaders are white.

While this may look like tech HR teams have achieved gender parity, this actually points to the continued <u>underrepresentation of women</u> and <u>people of color</u> in the tech industry. In non-tech industries, female HR staff are more than twice as prevalent than men (67% vs. 33%).

## Gender Identity of HR Professionals







#### Most HR pros work in hybrid companies

As of October 2021, 50% of HR professionals work at companies with a hybrid remote/in-office workforce. 21% of their companies are fully in-office, and 16% are fully remote.

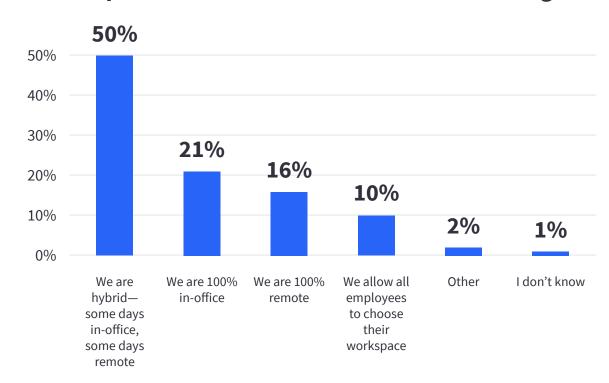
Tech companies were the most likely to offer a fully flexible remote work policy (19% vs. 9% for non-tech). They were also the least likely to be 100% in-office (7% vs. 23% for non-tech).

The vast majority of HR professionals agree with their company's remote work policy—likely because they had a hand in writing it.

90% of the HR leaders we surveyed agree with their company's remote work policy, compared to 77% of managers and below.

85% of HR professionals agree with their company's remote work policy.

#### What Do Corporate Remote Work Policies Look Like Right Now?





## Working from home may increase productivity

Overall, HR professionals are split on whether remote work has a positive effect on productivity.

Nearly half of HR pros (48%) say that remote work increases productivity, although an equal number say that it either decreases productivity (26%) or has no effect whatsoever (22%).

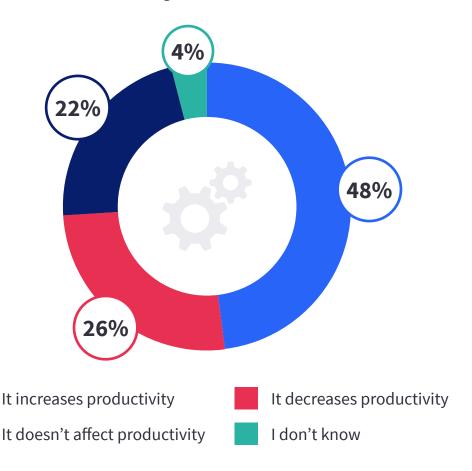
We weren't surprised to see that HR pros at office-only companies are the most likely to think that remote work has a negative effect. 42% of office-only HR pros say that remote work decreases productivity.

Those in fully remote environments strongly disagree: 59% of fully remote HR pros feel that remote work improves productivity.

This trend matches our <u>previous research</u> on the tech industry. Back in June 2020, 57% of tech employees said that working from home made them more productive.

#### **How Does Remote Work Impact Productivity?**

According to HR Professionals





## Remote work improves employee well-being

A clear majority of HR professionals—65%—say that working from home increases well-being. Just 18% believe it has a negative effect.

This data varies widely by remote work policy and by demographic.

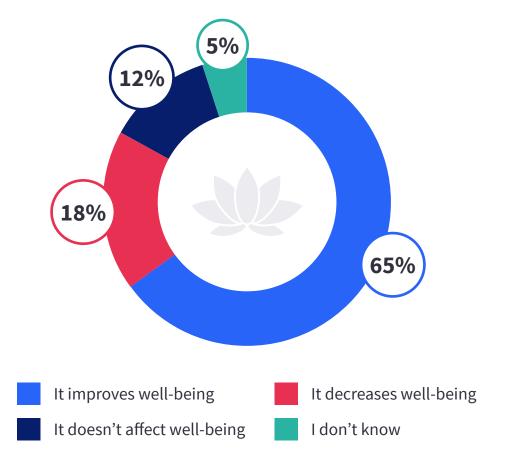
HR workers at office-only companies are the least likely to say that remote work improves employee well-being (45%) and most likely to say it has a negative effect (31%). In contrast, 72% of HR professionals in hybrid environments see an improvement.

HR professionals in the Millennial generation have the most favorable opinion of remote work, finding it increases both productivity (58%) and well-being (72%).

We also found a significant disparity with race. 68% of white HR professionals believe that remote work improves employee well-being, compared to 57% of professionals of color.

#### **How Does Remote Work Impact Employee Well-Being?**

According to HR Professionals





#### WFH has a mixed impact on HR's work

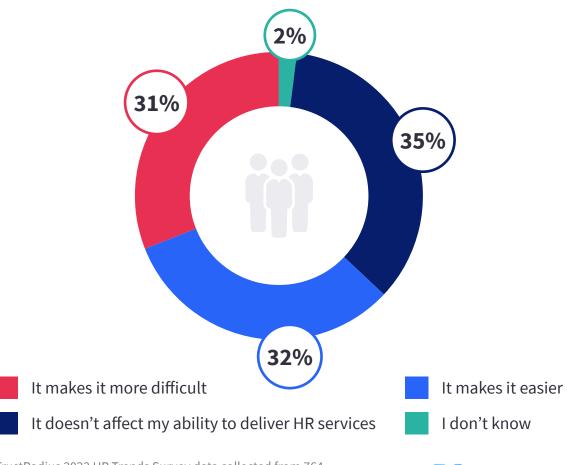
When we asked if remote work impacts the ability of HR professionals to deliver service to employees, responses were evenly split. 31% say remote work makes it more difficult, 32% think it's easier, and 35% say it makes no difference at all.

Here again, respondents who work in office-only environments take the opposite view to those in more flexible companies.

39% of office-only HR pros say that remote work makes their job harder. In a direct reversal, 38% of HR professionals in flexible organizations say that remote work actually makes their work easier.

#### **How Does Remote Work Impact HR Service Delivery?**

According to HR Professionals







3.

## What caused the Great Resignation?

Employees in the United States are leaving their jobs by the millions.

This upheaval is caused by a combination of things, including major economic factors and widespread shifts in thinking by both companies and their employees.

On the company side, HR professionals believe that the single biggest cause of the Great Resignation is stressful working conditions (31%). This was followed by low pay (16%), a lack of flexibility (15%), and a failure to address work/life balance (13%).

#### **Company-Related Causes of the Great Resignation**

According to HR Professionals



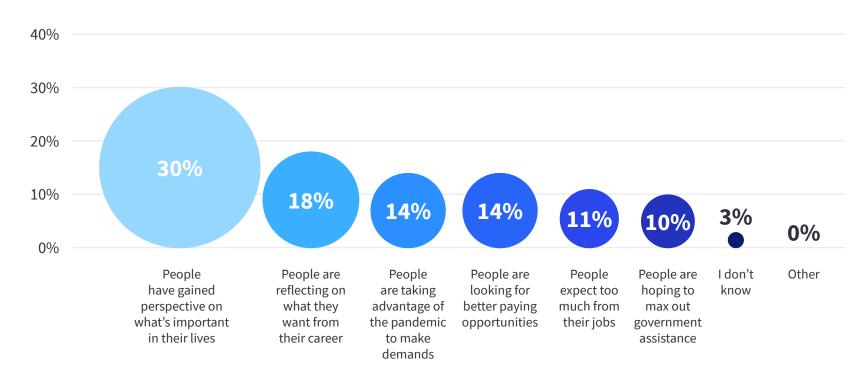


HR professionals of all genders tend to agree on those company-side reasons, with the notable exception of flexibility. 18% of women cite it as the primary cause compared to 12% of men.

On the talent side, HR professionals think that the Great Resignation happened because people have gained perspective on what's important in their lives (30%) or are reflecting on what they want from their career (18%).

#### **Employee-Related Causes of the Great Resignation**

According to HR Professionals





## Exploring a small but skeptical minority

A small but significant group takes a more skeptical view. 14% of HR professionals think that people are taking advantage of the pandemic to make demands, and 10% think that people are hoping to max out government assistance before returning to work.

Here, we found a surprising result when we broke down responses by gender. Women were more likely than men to feel that people are taking advantage of the pandemic (16% vs. 11%) and hoping to max out government assistance (12% vs. 6%).

Leadership roles also widen the perception gap. HR managers and below are more likely than directors

and above to say people are taking advantage of the pandemic (17% vs. 12%) or maxing out assistance (11% vs. 9%).

These results differ even more by remote work policy.

HR pros working in office-only companies are twice as likely to think that people are making demands thanks to the pandemic (22% vs. 11%) or that people are riding out government assistance (13% vs. 4%). On the other hand, HR pros in a fully remote environment believe that people have gained perspective on their lives at nearly double the rate (39% vs. 20% office-only).

14% of HR professionals think that people are taking advantage of the pandemic to make demands, and 10% think they're hoping to max out government assistance.



## The Great Resignation is probably permanent

A shocking majority of U.S. HR professionals think that the Great Resignation is a permanent change in the labor market.

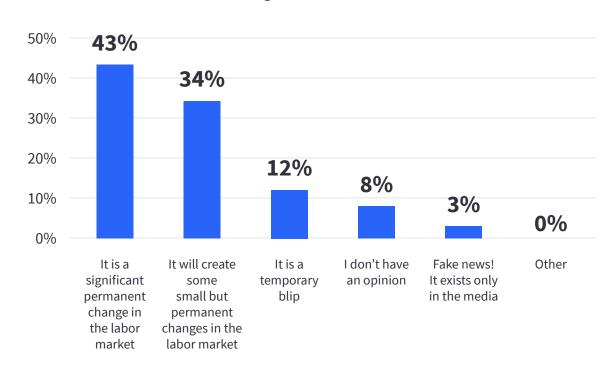
But when we asked how big the impact would be, we got mixed responses. 43% of HR professionals say that the Great Resignation will have a significant permanent impact. 33% think that those changes will be small.

Again, this data varies by remote work policy.

77% of U.S. HR professionals think that the Great Resignation is a permanent change in the labor market.

#### **How Will the Great Resignation Impact the Labor Market?**

According to HR Professionals







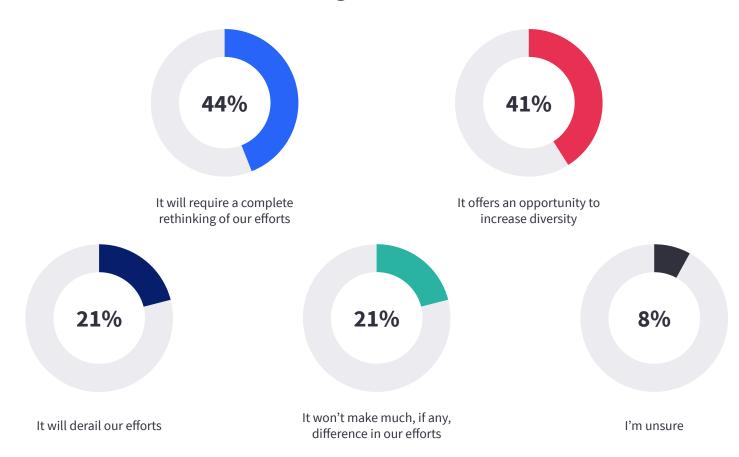
## **How the Great Resignation impacts DEI**

71% of HR professionals said that the Great Resignation will have some impact on their DEI efforts. 41% see it as an opportunity to increase diversity. 44% think that it will require a complete rethinking of their efforts.

Race and ethnicity had noticeable effects on these perceptions. 44% of white respondents called the Great Resignation a "significant permanent change," compared to 37% of Black respondents and 38% of Latinx respondents.

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#### **How Does the Great Resignation Impact Your DEI Efforts?**





## Are we succeeding with DEI?

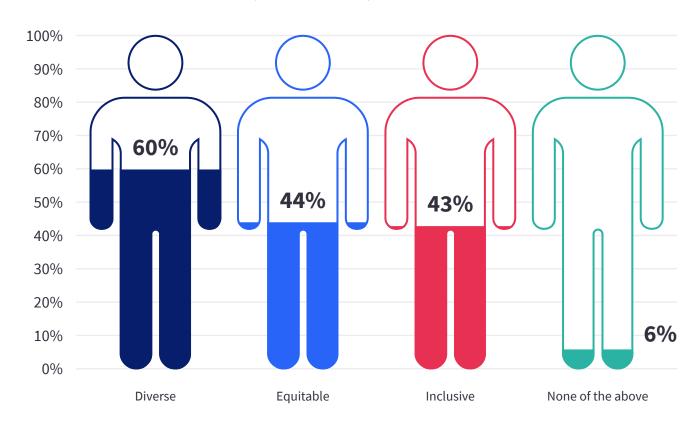
Overall, HR professionals are divided on how they perceive their organization's success at achieving diversity, equity, and inclusion right now.

While a majority (60%) describe their company as diverse, perceptions of equity (44%) and inclusiveness (43%) fall below the halfway mark. 6% of respondents say they don't believe that their organizations meet any of these descriptions.

Race and ethnicity obviously influence these perceptions. But we were surprised to see that the perceptions of different groups did not diverge more than seven percentage points (for diversity and inclusiveness) and as little as two points (equity).

60% of HR professionals think their companies are diverse.

## Do HR Workers Think Their Companies Are Diverse, Equitable, and Inclusive?





#### Remote work may correlate with DEI success

There's a significant correlation between how companies approach remote work and how they perceive their DEI efforts.

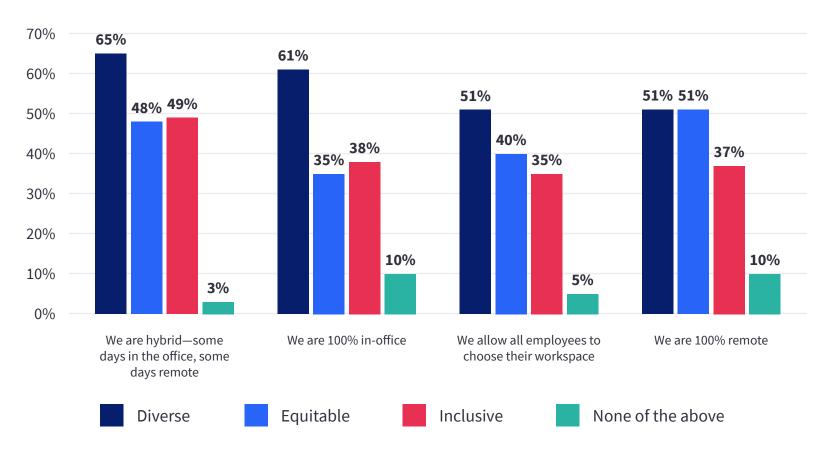
HR employees at remote-only companies are the most likely to describe their organizations as "equitable" (51%), while office-only employees are the least likely to say that (35%).

HR professionals in hybrid workplaces are most likely to describe their company as diverse and inclusive (65% and 49% respectively) compared to peers in other work environments.

On the other hand, remote-only workplaces are less likely to see their companies as diverse.

Only 51% of fully remote HR employees think their company culture is diverse. This may be because the fully remote category includes a greater concentration of tech companies—which are less diverse than other industries (83% white vs. 73%).

#### **HR Worker Perception of Their Company Culture by Corporate Remote Policy**







**R** TrustRadius

# 5. The Impact of HR Technology

## HR teams are spending more on technology

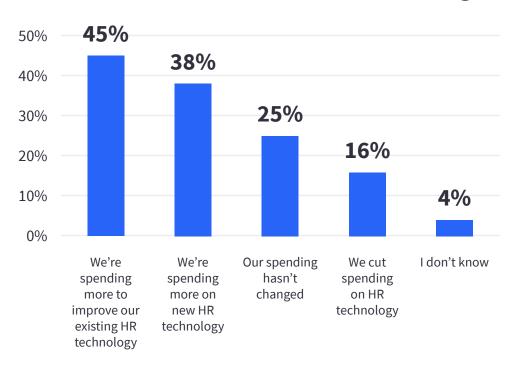
HR software has experienced a massive boom in response to the pandemic. We expect this trend to continue well into 2022 and beyond.

55% of HR professionals say that their companies are spending more on HR technology right now. 45% are spending more in order to upgrade their existing tech stack, and 38% are purchasing new tech.

Across all industries we surveyed, tech companies were much more likely than non-tech companies to increase their HR tech spending, whether on new technology (56% vs. 37%) or to improve their existing technology stack (67% vs. 44%). This boom is likely caused by both the shift to remote work and the Great Resignation.

55% of HR professionals say that they're spending more on HR technology right now.

#### **How COVID-19 Impacts HR Tech Spending**





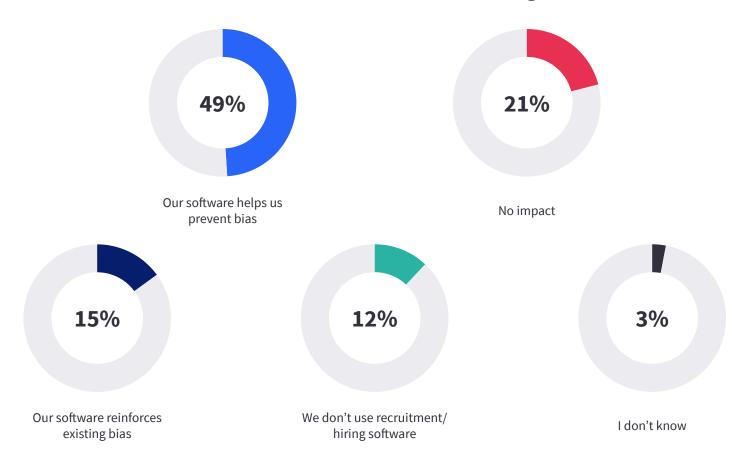
## HR technology may prevent hiring bias

There is a debate going on in HR circles about what effect, if any, HR technology has on <u>unintended bias</u>. Our respondents have a largely, but not exclusively, positive take on the matter. 49% of think that their HR software helps them prevent bias in hiring, while 15% say that their software reinforces existing bias.

However, this perception differs significantly by gender. 62% of men believe that their HR software helps them prevent bias compared to only 43% of women. Women were also more likely to think that their software has no impact on their diversity efforts.

Overall, will we see HR software companies meet the needs of the post-COVID world?

#### **How Does HR Software Impact Hiring Bias?**





## **Demographic information**

The TrustRadius 2022 HR Trends Survey was conducted by email outreach. We received responses from 764 HR professionals across various industries in the United States. All responses were anonymous to assure privacy and allow respondents to share their honest answers.

Current or most recent job title		Race and/or ethnicity identity		Industry	
Associate	10%	American Indian or Alaska Native	2%	Energy & Utilities	4%
Coordinator	5%	Asian	6%	Manufacturing & Industrials	9%
Manager	26%	Black or African American	14%	Professional Services & Real Estate	10
Director	35%	Latino	8%	Consumer Products & Services	99
Vice President or C-suite	10%	Native Hawaiian or other Pacific Islander	1%	Healthcare	17
CEO, Owner, or Founder	13%	White or Caucasian	76%	Financial Services	10
Other	1%	Other	1%	Tech, Internet, IT, & Telecomm	19
				Media, Arts, & Entertainment	29
				Other	21
Age		Gender identity			
24 or younger	3%	Man	36%		
25-40	53%	Woman	64%		
41-56	35%	Non-binary	1%		
57-75	9%	Other	0%		
76 or older	0%	Prefer not to disclose	0%		



#### **About TrustRadius**



TrustRadius helps technology buyers make better decisions and helps vendors tell their unique story, improve conversion, engage high-intent buyers, and gain customer insights.

Each month, more than 1 million B2B technology buyers, over 50% from large enterprises, use verified reviews and ratings on TrustRadius.com to make informed purchasing decisions.

We also produce world-class research on topics that are relevant to the tech industry, B2B marketing, and customer voice.

Headquartered in Austin, TX, TrustRadius was founded by successful entrepreneurs and is backed by Mayfield Fund, LiveOak Venture Partners, and Next Coast Ventures.

To learn more about how TrustRadius can help you supercharge your tech marketing efforts, start a conversation with us today.

