

A GUIDE FOR RESOURCEFUL RECRUITERS

The Benefits Employees Want Most



INTRODUCTION



Benefits are one piece of the employer brand puzzle that cannot be overlooked.

In the face of rising health insurance costs, shrinking pension plans, unlimited paid time off and more generous family leave policies, employers have to carefully evaluate how their benefits program impacts their ability to attract and retain talent.

Aspects of an Employer Brand:

perks growth opportunities
culture compensation **benefits**
brand communication diversity mission

Benefits like health insurance, paid leave and retirement plans make up about a third of the total compensation pie — a share that has been rising in recent decades.¹

Source: ¹ Employer Costs for Employee Compensation Historical Listing March 2004 – December 2015, Bureau of Labor Statistics, 2016



ATTRACT

In a candidate-driven market, **benefits can sway candidates' decisions to accept** employment offers.

57%

of job candidates report benefits and perks are among their top considerations before accepting a job.¹

RETAIN

Benefits are also vital to retaining employees long-term. **Nearly 80% of workers would prefer new or additional benefits to a pay increase.**²

MILLENNIALS

Benefits are particularly appealing to younger workers. **90% of those 18 to 34 years old say they would prefer benefits over pay**, versus 70% of those 45 to 54 and 66% of those 55 to 64.²



Sources: ¹ Harris Poll for Glassdoor, December 2015; ² Glassdoor Employment Confidence Survey, October 2015



SECTION 1

How Benefits Influence Your Employer Brand

Today, before applying for open positions, **job candidates do more research** than ever before.

Part of that effort includes pouring over online company reviews left by employees, who like sharing first-hand opinions about their workplace experiences, including how they feel about benefits.

61% of Glassdoor users report that they seek company reviews and ratings before making a decision to apply for a job.¹

Glassdoor users report that they use an average of 7.6 job sites during their job search.¹

Top 5 pieces of information job seekers want employers to provide as they research where to work:²

- 1 Details on compensation packages**
- 2 Details on benefits packages**
- 3 Basic company information**
- 4 Details on what makes the company an attractive place to work**
- 5 Company mission, vision and values**

When benefits programs change, the news is likely to ripple through social commentary on sites like Glassdoor, which can affect and shape perceptions of your company and employer brand. That means companies should carefully consider the consequences of benefit reductions and have a structured approach to rolling out changes.

69%

of job seekers are more likely to apply to a job if the employer actively manages its employer brand¹

(e.g., responds to reviews, updates its profile, shares updates on culture and work environment).

Sources: ¹ Glassdoor U.S. Site Survey, January 2016; ² Glassdoor U.S. Site Survey, January 2015



SECTION 2

Which Benefits Matter Most

Each benefit or perk sends a particular message about your company's culture and employment brand. Because every change in benefits requires a significant resource investment in evaluation and rollout, it's wise to carefully consider which changes will have the most impact.



Focus on the Basics

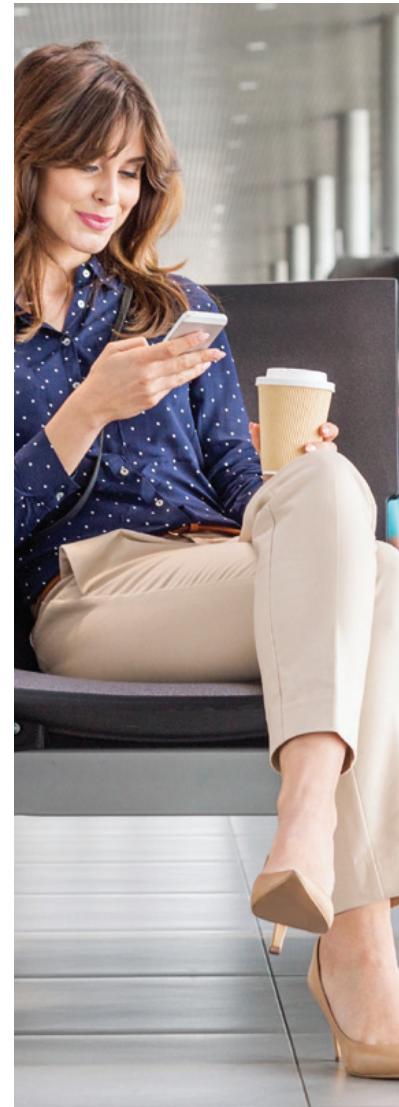
A Glassdoor Economic Research study revealed which of the 54 benefits have the highest correlation with employee satisfaction.

Top 5 Benefits by Correlation of Overall Satisfaction with Benefit Packages¹

Rank	Benefit Type	Correlation on a scale of 0-1.0
1	Health Insurance	0.7
2	Vacation and Paid Time Off	0.6
3	Pension Plan	0.6
4	401K Plan	0.6
5	Retirement Plan	0.5

The core benefits of health insurance, paid leave and retirement plans **matter more** than specific benefits like maternity/paternity leave, dependent care, stock options and free food.

Getting the basics (health insurance, paid leave and retirement assistance) right will **do more for employee satisfaction** than adding ancillary benefits and fun perks. Any cuts to the three basic areas should be carefully considered for their potential impact.



Source: ¹ The Best Industries for Benefits, Glassdoor Economic Research, May 2016



SECTION 3

Keep Up With — or Ahead of — Your Industry

Is Your Benefits Program on Par With Your Industry?

Knowing how you **stack up against other companies** can help you stand out, especially if you offer better benefits than talent competitors. It's also an important discussion point when interviewing candidates from other industries.



Ranking on 1-5 scale of Benefits Criteria by Industry¹

Highest-Rated Benefits	Lowest-Rated Benefits	Highest-Rated 401(K) Plans	Highest-Rated Maternity/ Paternity Leave
Finance (3.7)	Business Services (3.4)	Finance (3.8)	Finance (3.8)
Information Technology (3.7)	Retail (3.1)	Education (3.8)	Information Technology (3.7)
Manufacturing (3.6)	Food Services (2.7)	Manufacturing (3.8)	Education (3.6)

ACTION TIPS

- ✓ When evaluating your benefits package, **research competitor benefits packages** as well as their benefit reviews on Glassdoor. Note reviewer sentiment and how benefits changes are perceived.
- ✓ Use competitive information to **make the case for or against** benefits changes to your senior leadership.

Source: ¹ The Best Industries for Benefits, Glassdoor Economic Research, May 2016



SECTION 4

Examine Your Benefits Package

As you look to change benefits programs, remember that health insurance, paid time off and retirement plans are of the utmost importance to employees and candidates. Employees will be the most vocal about cuts to these programs.

Be the Voice of Your Company's Employees

Present the results of your research and recommendations to senior management. Arming executives with this intelligence allows them to make decisions on behalf of the well-being of the company and its employees.



Before making cuts to your benefits package:

- ✓ **Research** your industry.
- ✓ **Check your reviews** on Glassdoor. Note sentiment about benefits in overall reviews and benefits review sections.
- ✓ **Conduct an internal survey** and/or focus groups to determine how cuts may be received.
- ✓ **Conduct a financial analysis** of cuts and compare against publicly known metrics like CEO salary and executive bonuses.
- ✓ **Consider what free/low costs perks** you can offer to offset cuts.
Ideas may include:
 - Wellness Programs (e.g., gym discounts, team hikes, sports groups, meditation and yoga)
 - Volunteer Time Off (VTO)
 - Financial Education



SECTION 5

How to Plan Your Benefits

A little planning will go a long way in maintaining the integrity of your employer brand when making benefits reductions or enhancements.

Though changes to health insurance, paid time off and retirement programs have the most impact, additions like extended maternity/paternity leave policies, free food, tuition reimbursement, childcare assistance and transportation subsidies can foster goodwill.

Your full package of benefits **strengthens your employer brand** even among the employees who don't take advantage of them.



Tips for planning a successful benefits rollout:

- 1 **Be transparent** in your company's rationale behind the change. Let employees know what's driving the decision and how it will benefit your organization as a whole or its bottom line.
- 2 **Test messaging** by looking at Glassdoor to see how similar changes were previously received.
- 3 **Leverage expertise** by asking mid-level managers for confidential pre-launch feedback and involving them in the rollout.
- 4 **Provide clear messaging** by creating manager and employee toolkits for the rollout. Provide manager training if necessary.
- 5 **Capture feedback** by providing an open forum for employees to discuss concerns and ask questions. Use tools like Waggl, Slack or a company intranet/Wiki page.



SUMMARY



Remember, research shows that the core benefits of health insurance, paid time off and retirement plans are essential components of your employer brand and candidate appeal! They help you **attract, hire and retain great talent** in a competitive hiring market.

As you consider modifying or upgrading your benefits package, carefully consider the potential impact of your actions. In an age of organizational transparency and always-on social media, any changes to your benefits will naturally affect both candidate and employee sentiment about your company.

To head-off concerns, stay competitive and ensure a successful benefits rollout, here are three best practices:

- 1 **Proactively study** your competitors' benefits, including how employees reacted to certain changes or modifications.
- 2 **Engage your own employees**, asking their feedback on the value they place on certain benefits. Also, verify that your benefits are updated and accurate on your Glassdoor profile.
- 3 Accompany your benefits rollout with **clear, transparent messaging** and rationale for any changes.



About Glassdoor

With millions of company reviews, salary reports, interview reviews and benefits reviews on more than 700,000¹ companies worldwide, Glassdoor is a trusted and transparent place for today's candidates to search for jobs and research companies. Glassdoor helps employers across all industries and sizes advertise their jobs and promote their employer brands to a well-researched, highly selective candidate pool. By advertising jobs via mobile devices, email alerts and throughout Glassdoor, employers influence candidates at the moment they're searching jobs and making decisions. This results in more-informed candidates that require 50% fewer resumes to find a quality hire at a fraction of the cost of traditional job boards.²

It's easy to get started! Start monitoring
your brand reputation today.

Unlock Your Free Employer Profile

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