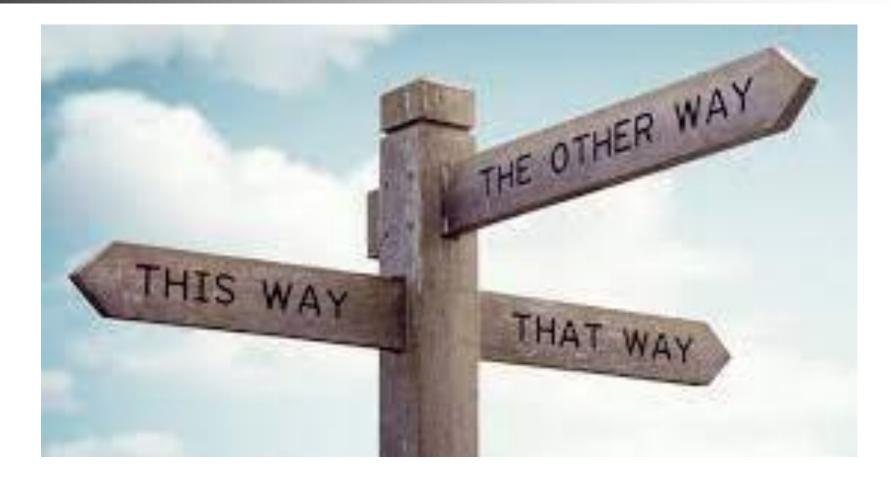
Torn between want and reality: Hybrid work and work-life balance

Dr. Linda Duxbury,

Chancellors Professor, Sprott School of Business, Carleton University

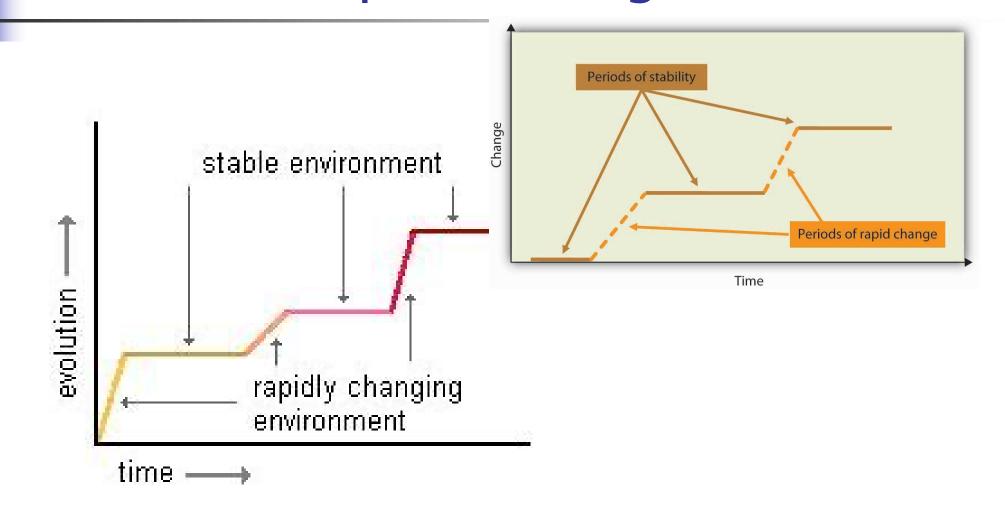
## What awaits is not a "new normal"....



### When the economy recovers

- Things will NOT return to "normal" and a different mode of leadership will be required
- Why because what we are seeing now (high levels of uncertainty, high levels of disruption and urgency) will continue even when COVID-19 ends as we face a sequence of significant and serious disruptions moving forward

### What is disruptive change?



## Disruptors

#### **COVID-19**

 Impact on workplaces and lives on the same scale as great depression and World-War II

#### Demographic changes

Declining birth rates, shifts in dependency ratios

#### Generational changes

- 4 generations in the workplace right now –different attitudes and values
- COVID-19 a watershed moment as it is exacerbating many of the generational differences we are already aware of

## Disruptors

### Technology driven change

Covid-19 has sped up what people see as possible

#### Climate change

 Change has been needed for decades but still the sense or urgency is not there

#### "The Haves and the Have Nots"

 Rising economic inequality, DEI, jobs without people, people without jobs

#### Political instability/unrest around the world

## To thrive moving forward

- It is not about going back to the way it was before
  - Cannot put the genie back in the Bottle
- The situation quite different now
  - "this is a once in a generation opportunity to rethink the future of work, the workplace and the workforce" McKinsey 2022

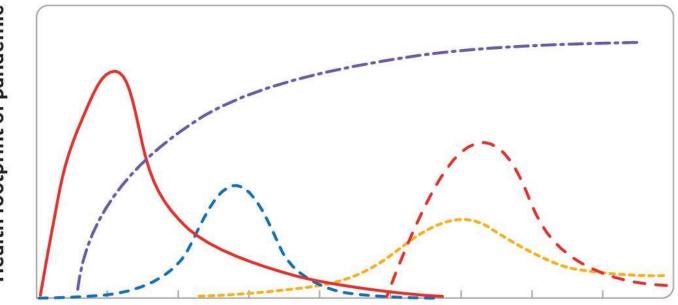
## To thrive moving forward

Moving forward organizations:

- cannot use what happened as "proof of concept" that remote arrangements work
- need to deal with the aftermath of the pandemic
  - employee wellbeing, work-life balance, workload and issues associated with the organizational culture must be addressed

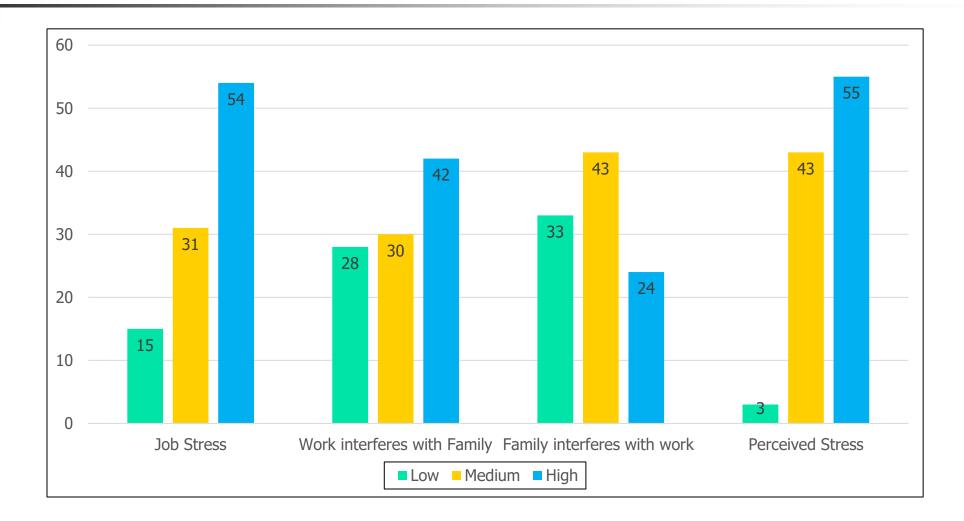
## Now is time to develop a plan to manage the collateral damage caused by COVID Victor Tseng

- Immediate mortality and morbidity of covid-19
- Effect of resource restriction on urgent non-covid conditions
- ----- Effect of interrupted care on chronic conditions
- --- Long term effects, including psychic trauma, mental illness, economic injury, burnout, post-covid rehabilitation
  - Re-emergence of covid-19 morbidity and mortality

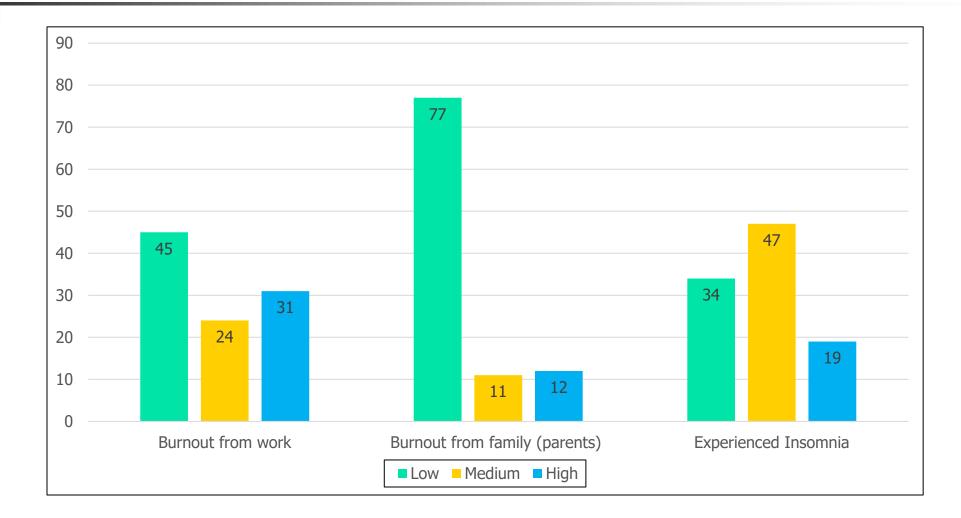




#### Key findings on Employee Wellbeing "Employee Wellbeing In Times of COVID" survey" (n = 26,000+)



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## Health and wellbeing

Key issue regardless of where people are doing their work

- Will be <u>huge</u> going forward
- Need to:
  - consider things like wellness programs
  - offer benefits that support physical wellness, mental health, flexible work schedules, childcare, eldercare paid time off etc.
- Employees must invest in employee wellbeing initiatives moving forward
  - Do not let over focus on hybrid arrangements blind you to what should be your number 1 priority

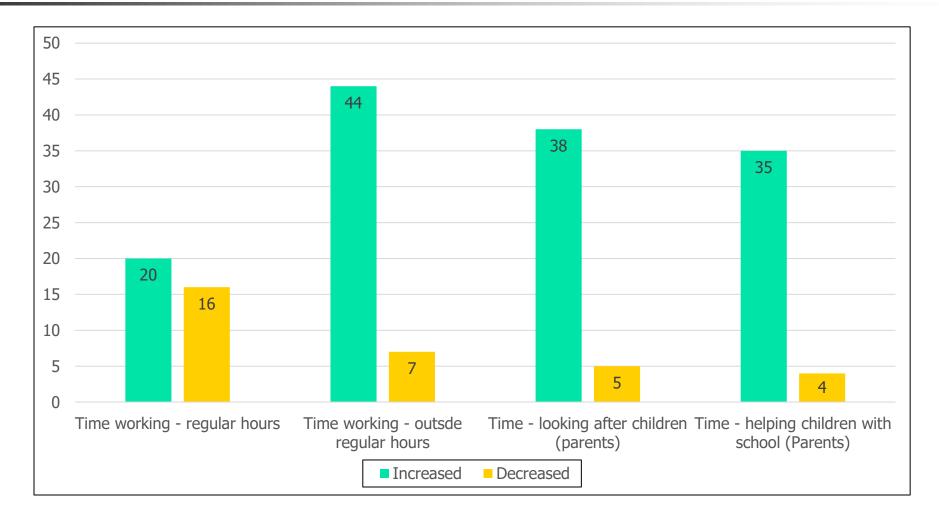
Why has employee wellbeing deteriorated over time

- Myriad of causes
  - Enforced work from home
  - Workloads
    - For many people workloads have increased during the pandemic for a myriad of reasons
  - Preferences re: Balance
    - Segmentors versus integrators
  - Many people are NOT coping well
  - Organizational culture may be making things worse

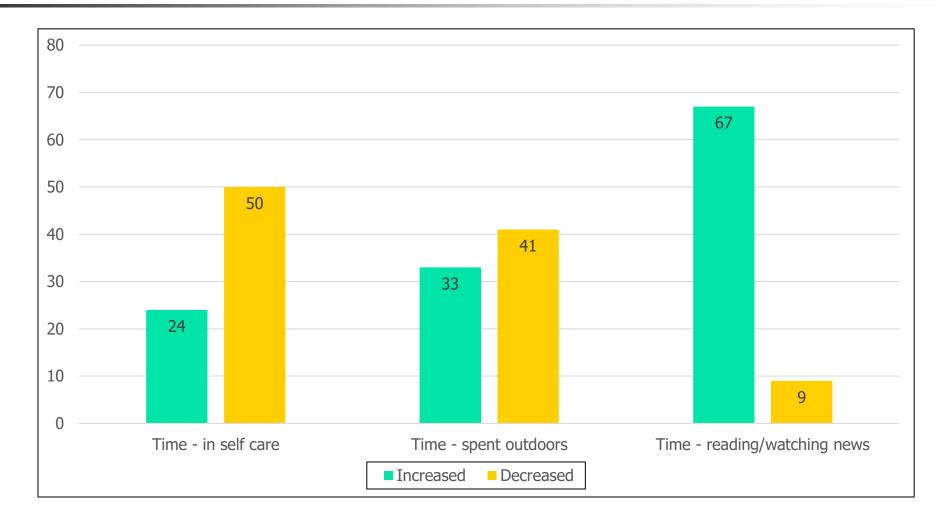
Enforced work from home has negatively impacted employee wellbeing – Why???

- Because enforced remote work differs in many important ways from the ideal (i.e., a well-designed remote work arrangement)
  - For many remote work has increased the amount of time they are spending in work and decreasing their ability to balance work and family

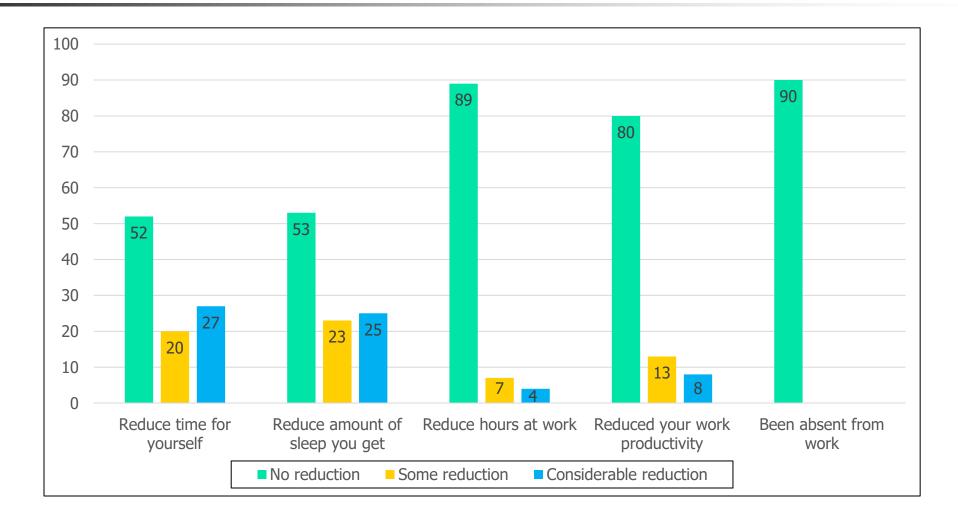
Key findings: How COVID has impacted how employees spend their time "Employee Wellbeing In Times of COVID" survey" (n = 26,000+)



Key findings: How COVID has impacted how employees spend their time "Employee Wellbeing In Times of COVID" survey" (n = 26,000+)

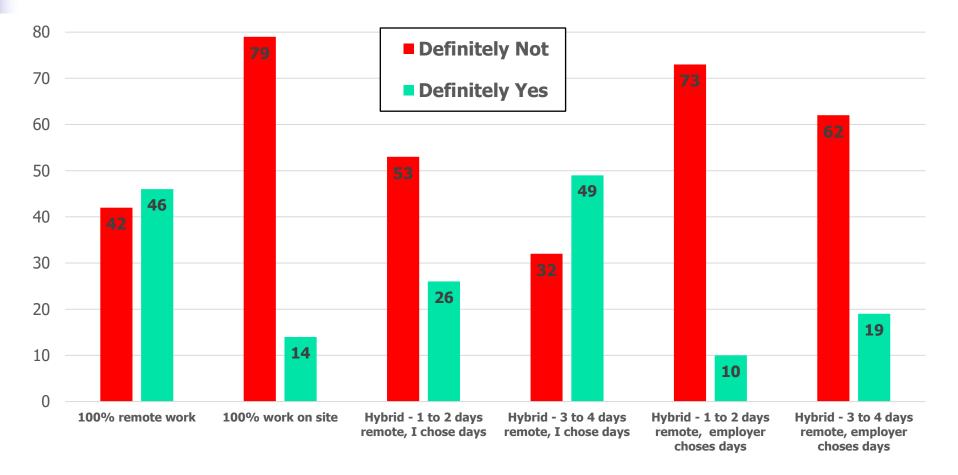


Looking back – since COVID-19 pandemic began, to what extent have challenges with respect to balance work and family caused you to: "*Employee Wellbeing In Times of COVID*" survey (n = 26,000+)

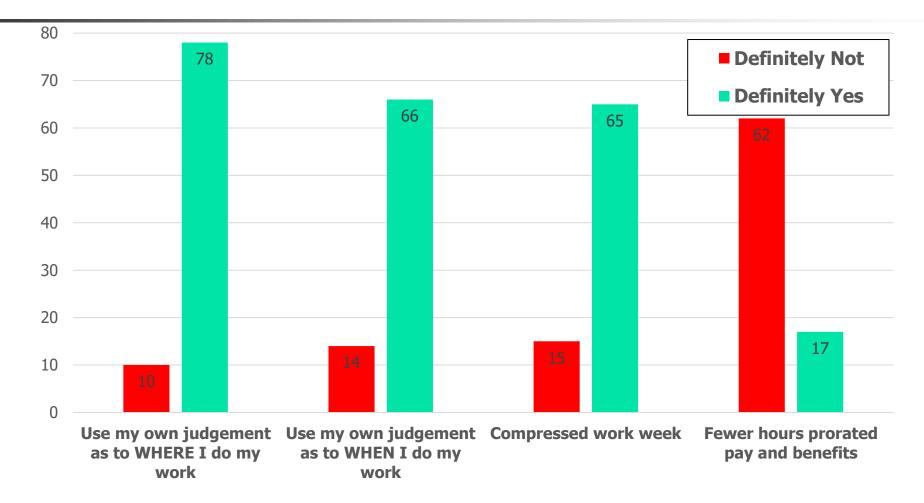


## BUT people do not want to return to the way it was

Likelihood that employee will want their work structured this way: n = 3800 collected April 2022



#### Likelihood employee will want their work structured this way n = 3800 collected April 2022



# Why do employees want to work from ohome?

- Reasons we have heard given for why employees want to work from home post-pandemic:
  - To avoid long or inconvenient commute to work
  - Superior ability to focus at home
    - Open office is noisy I cannot concentrate
  - I prefer my office set up at home (coffee, food, privacy)
  - It is more convenient for me to manage my personal routines at home (ability to fit in workouts mentioned)
  - It is now a habit ("I am comfortable working from home and enjoy the extra family time")
  - Makes no sense to come into the office when my schedule is filled with on-line meetings

## AND... Many employees truly feel they are more productive at home – WHY?

- They no longer have to travel to and from work – this savings in travel time is highly valued by employees
- They do not have to move from meeting room to meeting room – a main source of friction for many people
- Many of our workplaces were just not all that productive before the pandemic
  - Many employees regularly worked outside of office hours pre-Pandemic so little has changed

## What would motivate employees to come into the office

- Employees more likely to say that they would come in if it offered them:
  - The opportunity to see colleagues and grow their personal network
  - The ability to interact with valued colleagues at work
    - People want to know who else will be in at work when they come in
    - Some say they will not come in if a particular person is at work; others say that they are more likely to come in if a "colleague of interest" is in at work
  - The ability to refuse work when they went home

## Why Return to the Office: The Proximity Principal

- Research shows that people tend to form interpersonal relationships with those nearby
  - We become friends with people we encounter regularly - this is a source of joy in our lives
- These friendships matter
  - Gallup has found that people who have a friend or friends at work are seven times more likely to be engaged with their job and identify with their company
- BUT during pandemic we had reduced access to this social network
  - lock downs, physical distancing, masks

## The Proximity Principal

- Prior to the pandemic companies and employees benefited from the proximity principle
  - During pandemic only essential workers who had to work on-site received this benefit
  - Research shows employees emotional and social needs were not met when they were working remotely
- Research also shows that many people feel isolated and lonely when working from home
  - BUT our data shows that 80% do not want to give up the flexibility they get from not having to come in every day

     even though they feel disconnected from their colleagues

## Implications of The Proximity Principal for Return to Work

- Back to office needs to provide employees with more opportunities for shared moments
- Implications
  - Everyone on team needs to come in on the same day
  - Shared moments do not happen when:
    - people come into workplace and it is empty
    - shared office structures mean that they cannot locate their friends
    - work demands are so onerous no one has time to socialize

The question then is – how to balance flexibility and proximity?

- How do we balance
  - Employees need for autonomy and flexibility while fostering togetherness
  - Need for social interaction with efficiency
- How do we give employees the dopamine hit that they get from interacting with coworkers in office without mandating return to work and requiring employees to come in on certain days

Zoom happy hours do not cut it

Employers need to change their thinking and how they communicate with employees

"offices are <u>not</u> about making people more productive but rather about bringing them together"

COVID has shifted the office away from a productivity space to something else – both a learning space and a space to solve complex problems."

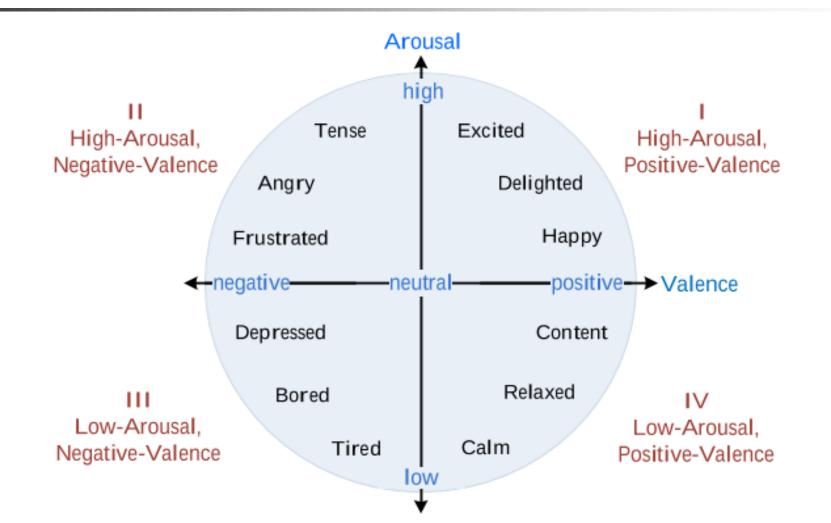
### Discussions on Return to Work: Emotions are running high

Angry Sad Afraid Happy Worried Hopeful resigned Anxious Lonely Depressed Tired ' Stressed Gratefu

## Circumplex model of emotions

From: Research Gate

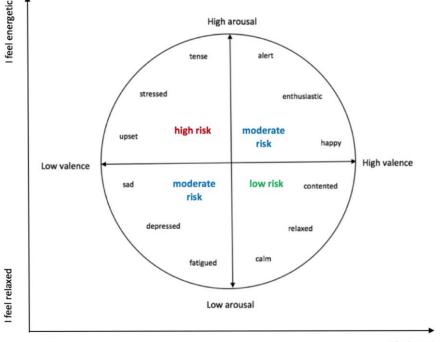
Valence – is pleasure/displeasure continuum



Role of emotions versus logic in decision making process

Don'T Make A Permanent Decision For Your Temporary Emotion.

Of course our feelings matter. But emotional decisions are usually not the best ones. On the other hand, your emotions can affect your decisions whether you like it or not because the effects can occur on the unconscious level. ~ Leonard Mlodinow



I feel bad

I feel good

## Many employees not able to adopt their work-life preferences





## Are you an Integrator or a Segmenter? A quick test





Lunch

Don't need a strict schedule. Comfortable juggling work and personal time, without a hard start or stop. Feel comfortable with eating while working on the desk or attending a work call.

#### Segmenters:

Set up a dedicated working space at home, usually in a separate room or isolated corner of the house. Need an office-like schedule with a clear start and end time for work, and established personal time.

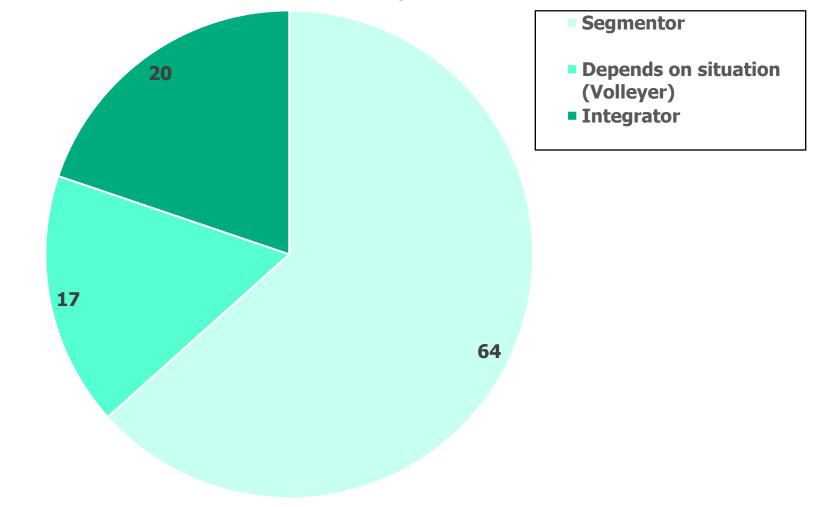
Prefer to take lunch time away as a break and not comfortable with eating on the desk.

Integrators:

Don't mind working from bed or couch and later relaxing in the same space.

### Preference: Segmentation versus Integration Pre-COVID

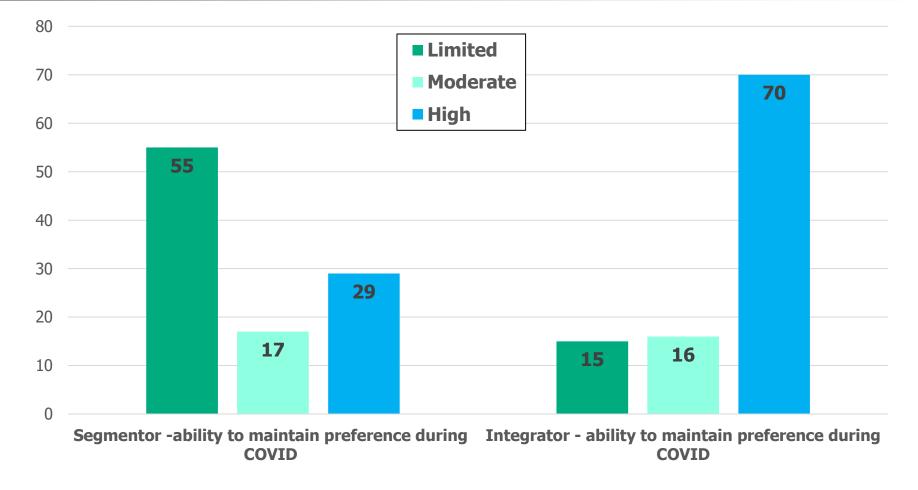
Managers 2X more likely to say they were integrators n = 3500 Data collected April 2022



## Implications for how people structure their work

Who is better off working remotely?

### How able were you to maintain your preference for segmentation/ integration during the pandemic?



## Segmentor/Integrator

During the course of the pandemic

- One in four have shifted from a preference for integration to a preference for segmentation
- One in five have shifted from a preference segmentation to a preference for integration

One in three of these shifters are supervisors

### **Segmented Work & Family Integrated Work & Family Roles Roles**

**Implications: Structuring Work Moving Forward** 

Segmentors' strong desire to keep work and family lives separate is almost impossible to satisfy while working from home

• Result: major increase in stress

Integrators typically do not feel the need to separate work and home and found it easier to adjust to remote work arrangements during COVID-19.

They are happier and more productive working flextime arrangements which allow them to manage their time in way that and home boundaries" preserves a clear distinction between work and family

**But...** Some Integrators found the "sudden and fully immersive blurring of work difficult and now find themselves working 24/7

No matter where people are doing their work – employer needs to deal with workloads

- Workloads were a problem prior to the pandemic
  - Why? Understaffing and over committing
- Quiet quitting
  - Term a misnomer
- Pandemic has changed priorities for many employees who now place a higher value on "life"

In many organizations -- culture change needed to address issues workload and wellbeing

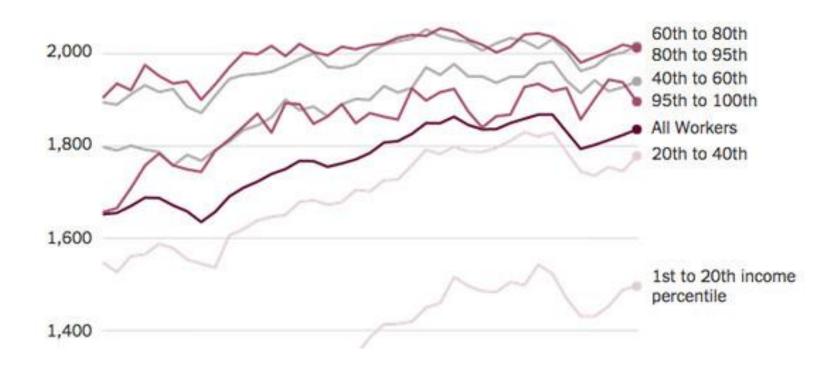
- Many organizations have deeply ingrained "cultures of face time" in which
  - hours at work are used as indicators of productivity and commitment
- Also have a culture that favours the boiled frog
- If these cultures are in place it will be challenging to address issues associated with employee wellbeing

### Hours spent working have increased over the past four decades : Pay has not kept pace

### The Rise in American Work Hours

The hours we work vary by business cycle and income, but they have increased for all workers over the last four decades.

### Average annual hours worked by paid workers age 18 to 64, by income percentile

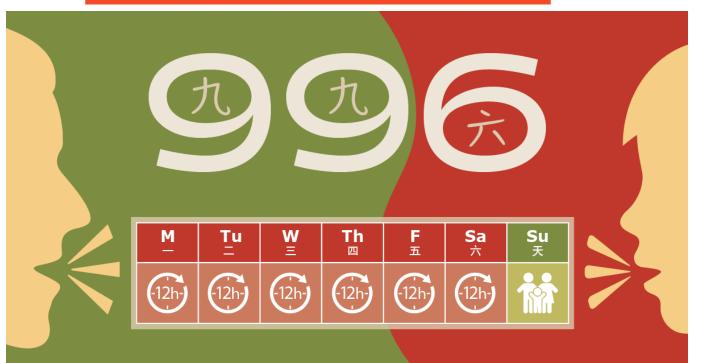


# 9-9-6

:China's work schedule commonly practiced by tech companies. 9 a.m. to 9 p.m., six days a week, plus overtime



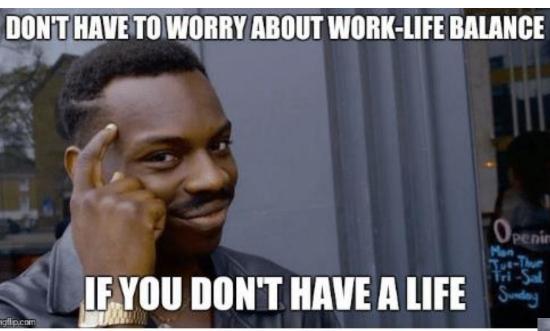
### BUT... QUANTITY OR QUALITY?



# **Quiet Quitting**

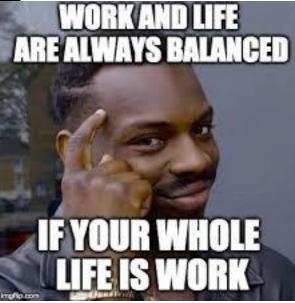




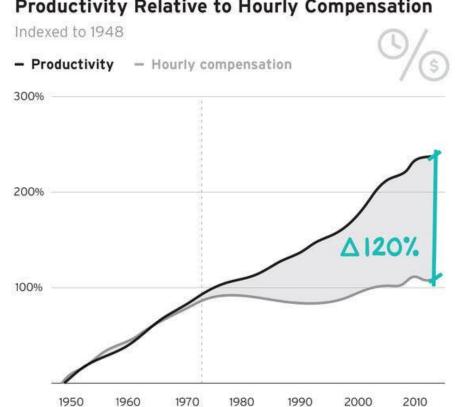


Many also have 24/7 cultures where boiled frog is honoured





### Pay has not kept pace New York Times, Sept. 27<sup>th</sup>, 2022



#### **Productivity Relative to Hourly Compensation**

Sources: Bureau of Economic Analysis, Bureau of Labor Statistics, Economic Policy Institute.

Note: Productivity equals net output for U.S. goods and services minus depreciation, per hour worked. Hourly compensation is inflation-adjusted and accounts for U.S. non-management workers.

# Ignore organizational culture at your own risk

- Companies that do not factor the need to change the culture into their planning exercises risk having two organizational cultures emerge:
  - the culture of face time/24-7 availability, and
  - the culture of the disenfranchised who are working remotely.
- The culture of face time is likely to dominate as those who work on site will continue to benefit from the positive elements of co-location and inperson collaboration.

Moving away from a 24/7 culture - organizations need to

- Challenge the existing culture by answering the following questions:
  - How long should people take for lunch (or should they take a lunch)?
  - When should people be at their desk working?
    - Do all people need to be working at some specified time?
  - How available should someone be outside of standard work hours?
  - What is the "end of a typical workday?"

Leading Through a Crisis OR Managing a Response

- All crisis have a beginning, a middle and an end
  - What Was- relative stability and predictability
  - What Is disruption which if managed poorly leads to chaos
  - What Will Be a different state or extinction
- Actions of managers and leaders in the midst of this disruption will help determine final end state

### Analogy: Person has serious heart attack

- EMTs rush person to hospital where expert team executes established procedures because there is little time to be creative or improvise
- One the emergency passes a set of less urgent but still high-stake challenges remain
  - How does patient prevent another attack?
  - How does patient adapt to the new realities in order to thrive?
- Crisis is over but the underlying issues that contributed to the crisis at the beginning remain
  - Serious change is needed

## Crisis Leadership/Management has Two Stages

### Stage One: Emergency Phase

- Task is to stabilize situation and buy time
- Also key here is to show empathy for those around you and be flexible
- Stage Two: Adaptive Phase
  - Tackle the underlying causes of the crisis and build capacity to thrive in changed environment
- Which of these two stages more "treacherous" for a leader?

## Stage Two: The Adaptive Phase

- Why is this stage so challenging?
  - People are still very anxious and often exhausted they want you to provide them with some measure of certainty of what is going to happen
  - People want direction
- Risk? No one has a crystal ball and overselling solutions at this point can result in a loss of trust later down the line
  - BUT you still need to lead/act

## What should you <u>not</u> do?

- Try and solve the problem with short-term fixes (tightened controls, cuts, restructuring)
- Focus on "same ole, same ole" it is not business as usual
- Assume if you survive the crisis that all will be well
  - Significant change is still needed (only 20% of heart attach victims change their behaviour – the rest die!)
  - But the reduction in urgency often blinds leaders to the need to adapt and change
- What should you do? Seize the moment



"the future of work is not going to be a choice between in-person, remote, or hybrid. You need to be fabulous in all of them and learn how to connect with people and work well with people in order to achieve your goals" Neeley, 2022, HBR, Reprint number: HO6TLB

## Final words of wisdom

- Look after yourself
  - Put yourself first sometimes
- Take the death bed test

### Remember – keep things in perspective



### And remember to laugh

US: WE CANT SHUT Everything down because of climate change!

MOTHER NATURE: OH Really? Heres a virus. Have a little practice!!