Resources for Washington businesses

Hear from employers who have found success with the SharedWork program. This webinar includes a labor market analysis and an industry panel followed by live Q&A.

SharedWork Industry Panel

Tuesday, Sept. 19 11:45 a.m. - 1:15 p.m.









SharedWork Panel

What is it?

SharedWork was enacted into law in 1983, establishing a voluntary short time compensation business program. Intended to be an excellent resource to help stabilize business operations during periods of lower economic activity.

- Allows employers to preserve their workforce by reducing employee hours to save payroll costs and keep the business operating.
- > SharedWork pays employees a prorated percentage of unemployment insurance benefits.
- Eligibility is open to most business and industries to use when needed.

The SharedWork Program

A proven program that helps employers:

- Stabilize their business
- Retain their skilled workforce
- Continue serving customers
- Avoid layoffs and attract talent



A temporary workforce reduction example



"We are a residential and commercial inspection company.

There are less buyers that qualify, and, as a result, less inspections are being scheduled. Business goes down 18% and halts growth in all departments."



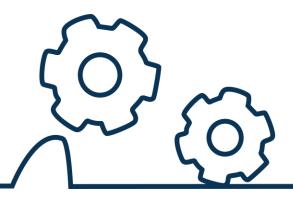
Ana's business is experiencing a temporary economic downturn. She employs 8 individuals. Instead of letting go of employees, she enrolls in the SharedWork program and reduces the workweek.

In lieu of layoffs. Ana gets her SharedWork plan approved for fifty-two weeks. There is no cost to enroll, and plans can be renewed year after year.

Reduced workweek. An employer may reduce an employee's usual weekly hours of work from ten to fifty percent and the employee can receive the same percentage of unemployment benefits.

Summary. The 8 employees would each receive wages from their employer, while also remaining eligible for up to 50 percent of their respective weekly benefit amount under SharedWork.

SharedWork in Washington



In a survey of past employers who enrolled in Washington's SharedWork program:



SharedWork improved employee morale.



The program helped retain skilled workers.



Would recommend SharedWork to another employer.

Employer Requirements for SharedWork:

- 1. Must be a legally registered business in Washington state.
- 2. Must have an Employment Security Department (ESD) number.
- 3. Must have at least two permanent employees, who are not corporate officers, affected by a reduction in hours and wages.
- 4. Continue to provide same benefits to employees.

Employee Requirements for SharedWork:

- 1. All permanent (part-time and full-time) employees may participate in SharedWork.
- 2. Employee must have a valid UI claim worked at least 680 hours during their <u>base year</u> (includes all employment)
- Must be able and available for all scheduled hours by SharedWork employer.

SharedWork in Washington state

Top 5 reasons employers sign up for the SharedWork program:

- Loss of contracts or reduction in work
- 2. Maintain employee morale
- 3. In response to an economic downtown
- 4. Reduce payroll costs
- Reduce cost of hiring and training new employees

Sources: <u>IMPAQ International</u>, <u>U.S.</u>
<u>Department of Labor Employment</u>
<u>and Training Administration</u>



"It has allowed us to maintain our staff count and service levels, while lowering our overhead during the temporary housing shift. Staff is appreciative of the plan option and receiving partial payment with a day out of the office."

~ Erin Crain, AVP/office administrator, <u>Chicago Title of Washington</u>, Everett



"SharedWork has given us a great amount of balance and flexibility to pivot and budget our expenses wisely. It's given the employees a sense of security. They know that we're doing this so that we don't have to take more dramatic measures, so there's massive relief of anxiety in that sense as well."

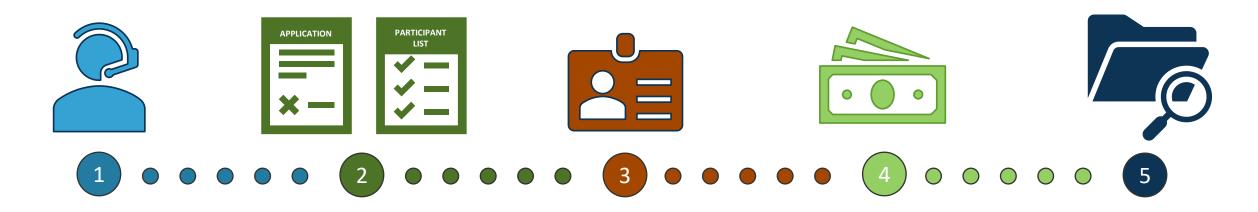
~ Jen Post, owner, Prestige Escrow, Woodinville



"It's really a good thing we have SharedWork or I could be at risk of losing the employees with whom I've invested thousands of dollars in training. My valued employees are part of our business family, and I don't want to lose them. During these ups and downs of the economy, it has been a lifesaver."

~ Suzette Jackson, VP/owner, NorthWest Granite & Flooring LLC, Whidbey Island

Enrolling is fast and easy!



The employer calls
SharedWork at
800-752-2500 option 3
to check business
eligibility.

The employer assigns
a SharedWork
representative (or
two) and submits an
Employer Plan
Application and a
Participant List.

Once the employer plan is approved, each participant submits an **Employee Application** and can file weekly claims.

The employee receives
earned wages and a
share of
unemployment
insurance benefits
when hours are
reduced.

The employer representative checks the weekly SharedWork Payments Report for accuracy.

Washington's COVID recovery: navigating the labor market in a strange time

8

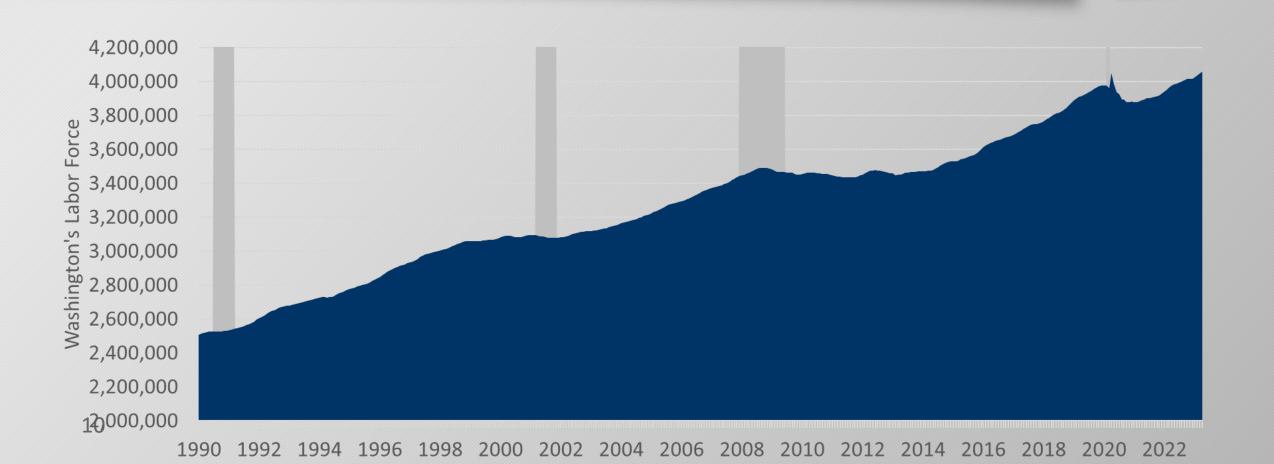
Washington State Total Nonfarm Employment, 1990 - 2023





Washington State Civilian Labor Force, 1990 - 2023





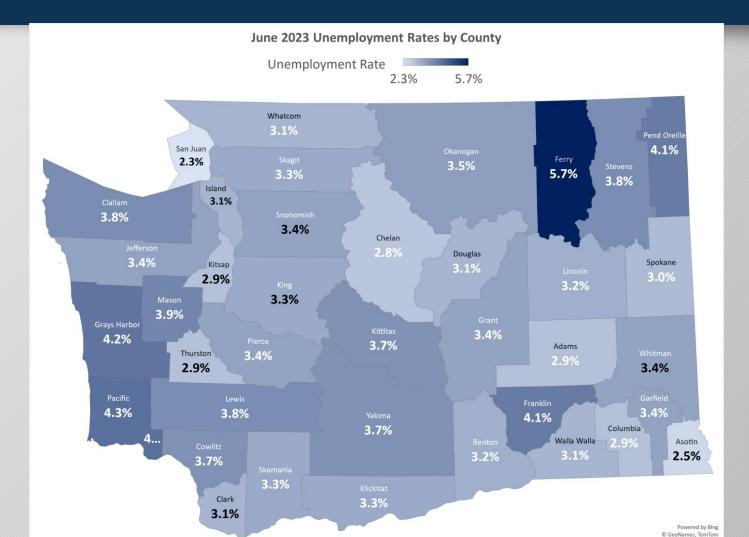
Washington's unemployment rate hit historic lows in 2022





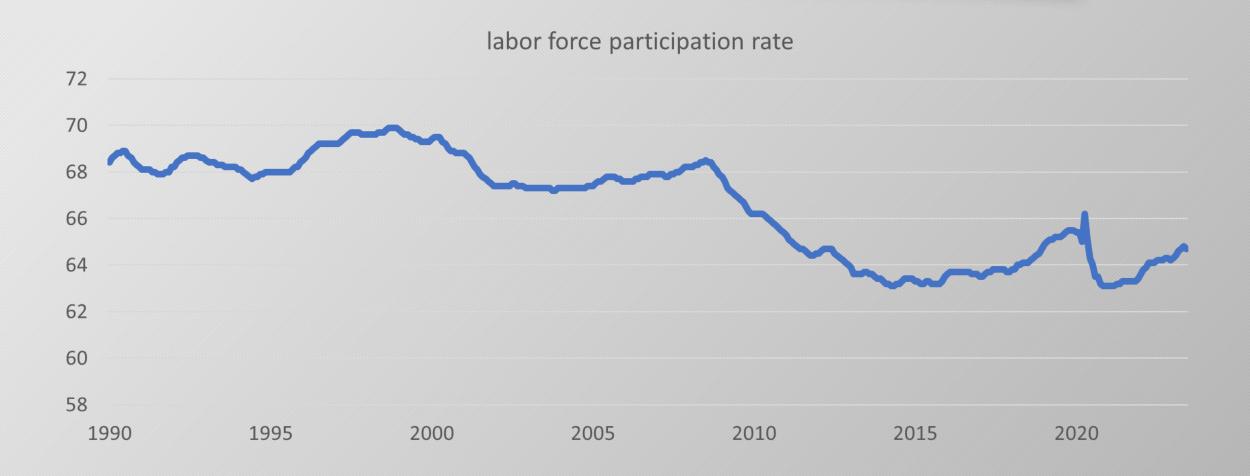
The unemployment rate tells us how effectively job seekers are connecting with employers





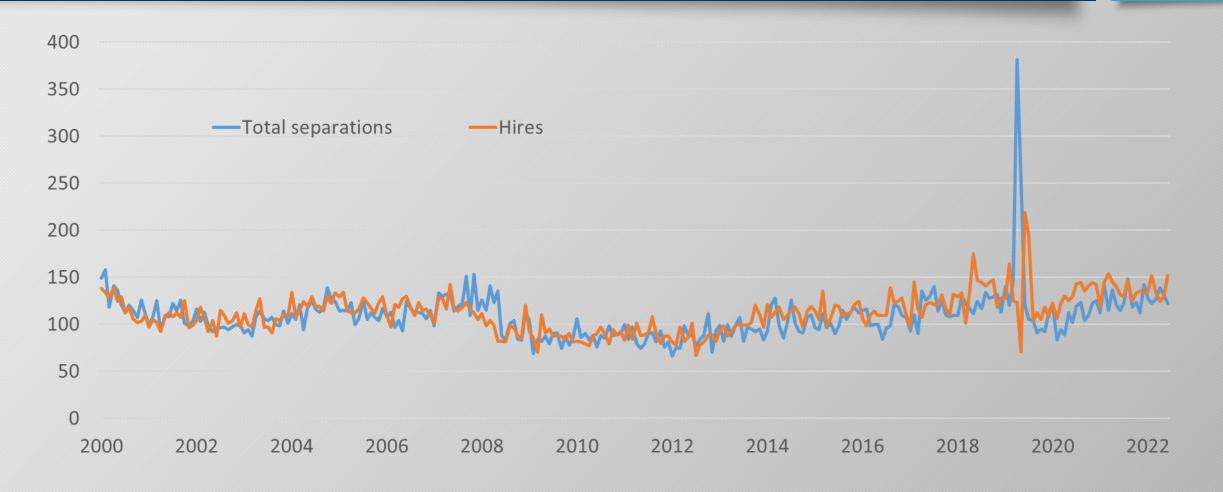
Washington's Labor Force Participation is recovering but not fully recovered





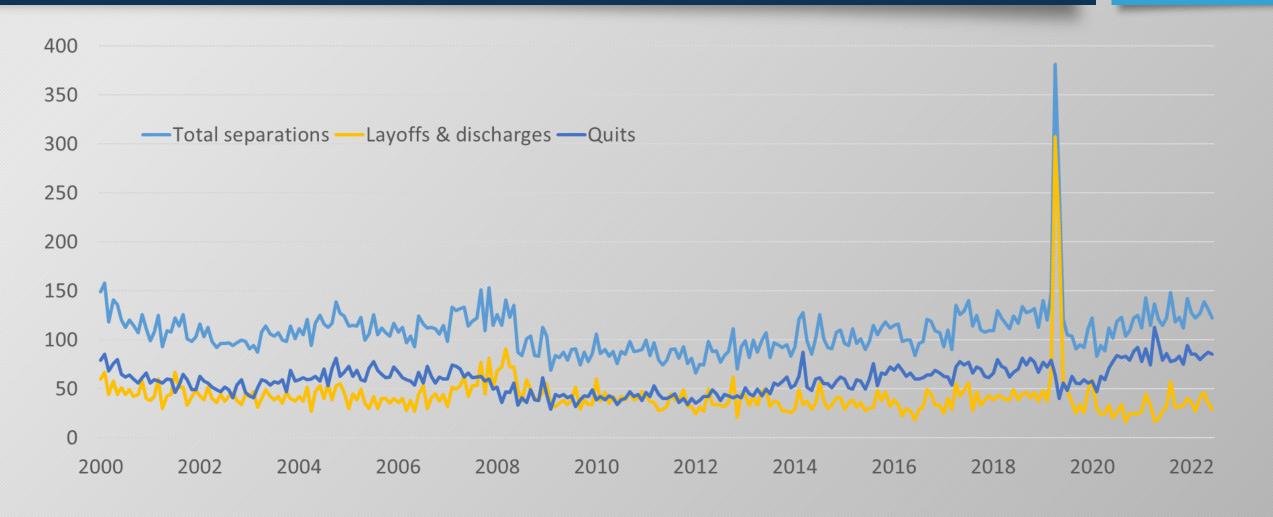
Labor turnover statistics tell a more complete story: Hires and Separations are up





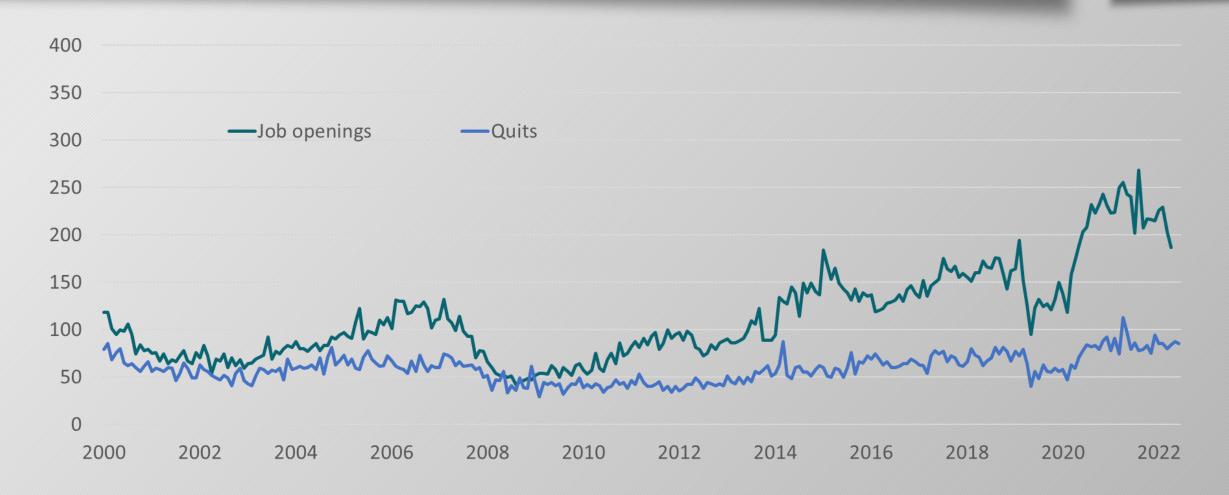
Labor turnover statistics tell a more complete story: Quits are up but layoffs are down





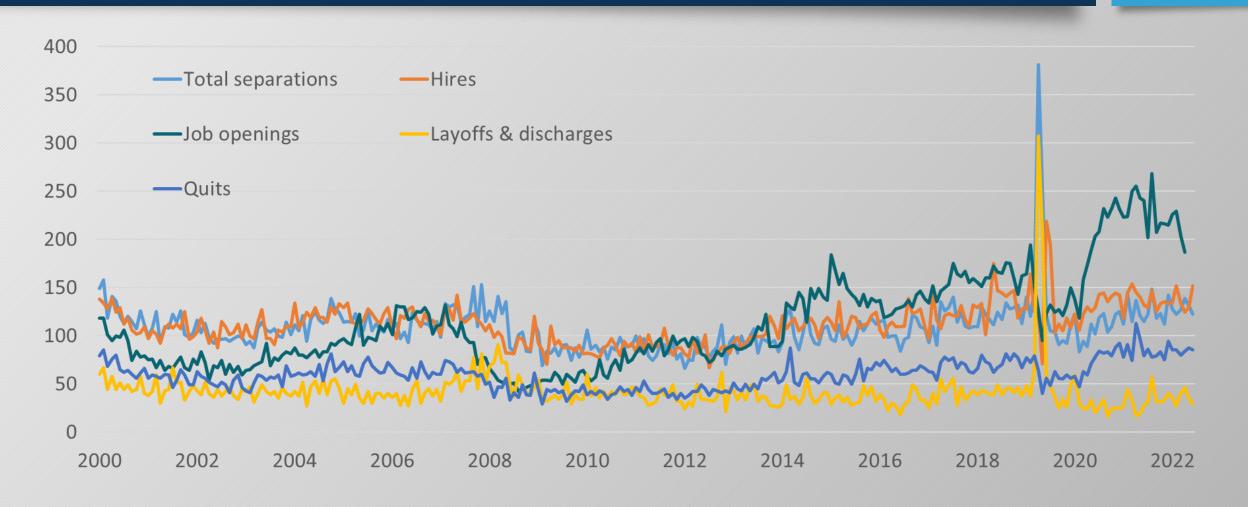
Labor turnover statistics tell a more complete story: Quits rise when job opportunities are abundant





Labor turnover statistics tell a more complete story





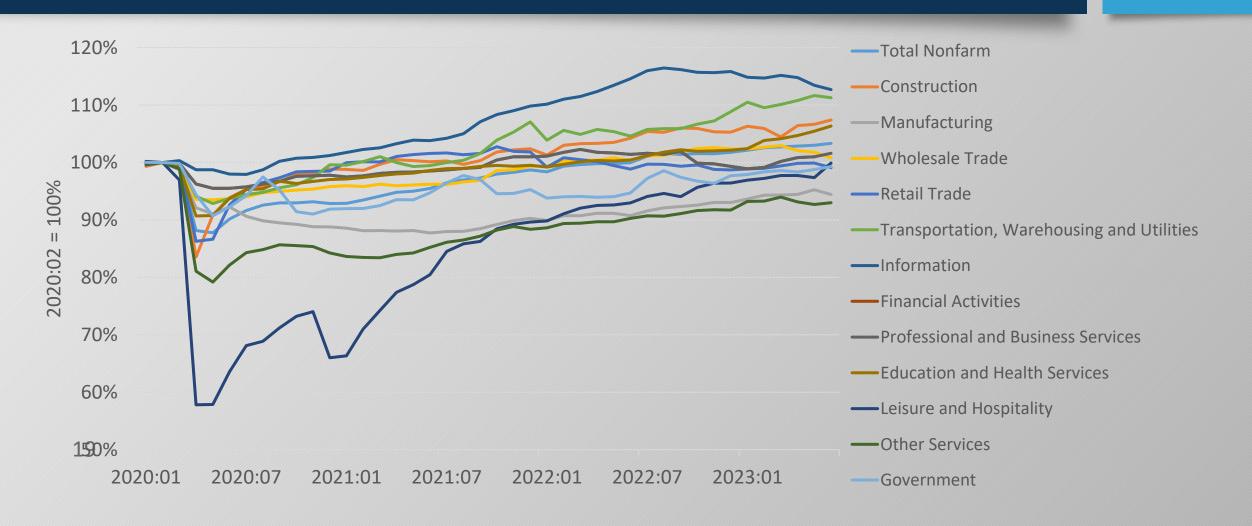
Labor Dynamics: Unemployed persons per job opening





Industry sectors were impacted differently





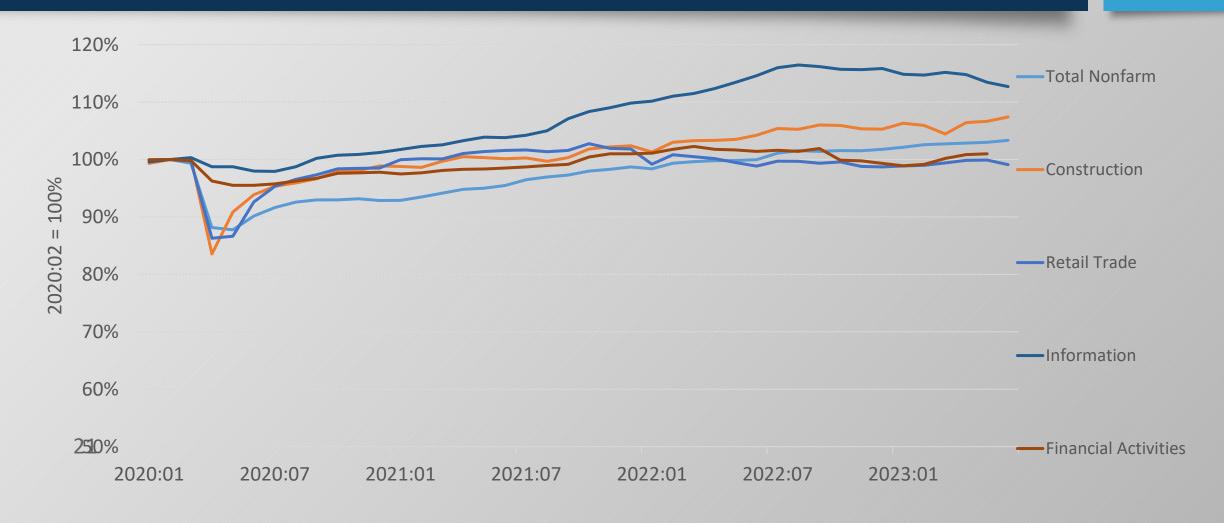
Some continue to struggle





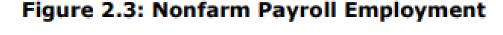
Others recovered early on



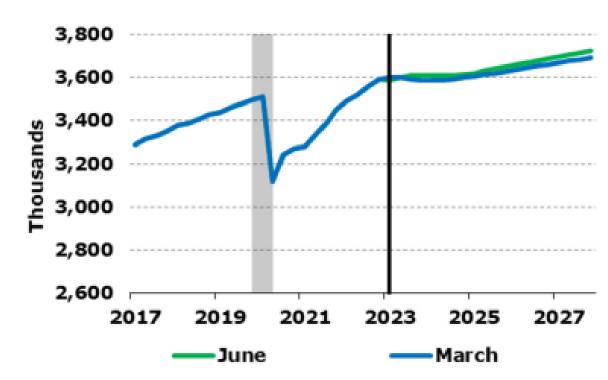


Looking ahead: ERFC calls for a slight dip in employment in the next year





Compared to the March forecast, job growth is stronger



Source: Employment Security Department, ERFC; historical data through 2023 Q1

Questions now or later?



Anneliese Vance-Sherman, Ph.D.

Chief Labor Economist

Employment Security Department

Anneliese.Vance-Sherman@esd.wa.gov

Panel Introductions



Moderator		Panelists	Chat Support	
Employment Security Department WASHINGTON STATE	LEV	ITON.	Corrina Rieken Program Coordinator	
Stephen Brediger Program Coordinator/ Sr. Plan Specialist SharedWork Employment Security Department	Adriane Fiorito Leviton HR Coordinator Bothell, WA	Tina Gilles Leviton Human Resources Bothell, Wa	SharedWork Employment Security Department	

How has your business and your industry been affected by the current economic market?







Adriane Fiorito
Leviton
HR Coordinator
Bothell, WA

How has rising interest rates and the declining housing market affected your business?







Adriane Fiorito
Leviton
HR Coordinator
Bothell, WA

How has SharedWork helped your business during this time?







Adriane Fiorito
Leviton
HR Coordinator
Bothell, WA

Tell us about workplace morale before and during the SharedWork plan?







Adriane Fiorito

Leviton

HR Coordinator

Bothell, WA

How and where did you hear about SharedWork?







Adriane Fiorito
Leviton
HR Coordinator
Bothell, WA

Once you decided to apply, how long did it take to hear from SharedWork that the plan was approved?





Adriane Fiorito
Leviton
HR Coordinator
Bothell, WA

How much time per week on average do you spend managing your SharedWork plan?







Adriane Fiorito

Leviton

HR Coordinator

Bothell, WA

What type of support do you get from SharedWork staff?



PANELISTS



Adriane Fiorito
Leviton
HR Coordinator
Bothell, WA

What has been a challenge you have faced and had to overcome while on the SharedWork program?







Adriane Fiorito

Leviton

HR Coordinator

Bothell, WA

What are 3 pearls of wisdom about your SharedWork experience you could say to other businesses thinking about signing up for the program?







Adriane Fiorito
Leviton
HR Coordinator
Bothell, WA

What are 3 pearls of wisdom about your SharedWork experience you could say to other businesses thinking about signing up for the program?





Adriane Fiorito
Leviton
HR Coordinator
Bothell, WA

Leviton Human Resources Bothell, Wa



Open Mic – Q&A



Contact SharedWork

Employers can verify their eligibility in minutes and get answers by calling 800-752-2500 and choosing Option 3.

800-752-2500

8am to 4pm, Monday through Friday

Option 1 – Claims

Option 2 – Existing Plans

Option 3 – New Plan Inquiry

Option 4 – I was asked to call

sharedworkplansect@esd.wa.gov

More ways to learn about SharedWork

- Watch our commercial on Youtube.
- The SharedWork program will be hosting many regional and statewide free virtual events for employers in Washington.

esd.wa.gov/SharedWork/events

- The SharedWork program will be hosting weekly webinars through the year end to help businesses get informed.
- Wednesdays 10:45 a.m. | <u>SharedWork</u>
 <u>Q&A for businesses webinar</u>.
- Download the SharedWork info card.

Next webinar

Resources for Washington businesses

Gain important insights about SharedWork and the business services of the Office of Regulatory Innovation and Assistance (ORIA) for a competitive workforce advantage!

Tuesday, Oct. 31 11:50 a.m. - 1:00 p.m. SharedWork & ORIA





Thank you for joining us today









Thank you!

