# Navigating the way forward: A guide to redefining the workplace





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# As we continue to experience effects from COVID-19,

employers need to plan next steps for their businesses and employees. Many organizations are transitioning workers back into their offices. Some businesses have been operating as usual, but may face new challenges as stay-at-home orders are lifted. Phased roll outs of new state guidelines are impacting businesses differently based on industry, size and location.



As your organization plans to resume and adapt operations, you will need to comply with legislation and policies at the local, state and federal levels.

This guide provides employer resources, expert guidance and topics for consideration as you formulate new policies and make strategic decisions to help your business succeed and thrive as you navigate the way forward.

# **III** ( Navigating regulations and staying compliant

Business and HR leaders are balancing the interests of customers and the safety and well-being of their staff, while reacting to the dynamic policy and legislative guidance resulting from COVID-19 across the globe.

Employers need to tailor turn-to-office programs to comply with state and local requirements. Because there are no comprehensive guidelines from government sources that spell out exactly how every business needs to respond to the global health event as they resume and adapt operations, it's understandable that employers are looking for guidance.

## **Planning resources**

The decision of when, whether, and how to return to and reopen workplaces requires a multidisciplinary approach and a review of workplace policies and practices. What new policies and practices should you consider? What existing policies and practices may need to be revisited?

For extensive information on workplace policies and legislative changes pertaining to COVID-19, see the <u>ADP Coronavirus (COVID-19) FAQs.</u>

View our webinar on demand, <u>Workplace Spotlight: What to Consider in Enacting</u> and <u>Managing Your Return to Work Strategy</u> for information on compliance considerations and leading practices in:

- Workplace safety
- Attendance and leave policies and regulations
- Timekeeping and scheduling
- Employee privacy
- Antidiscrimination, and other employment law considerations

## **Employee policies**

The key to successful employee policies are compliance with jurisdictional guidelines, clear communication with your employees and consistent reminders and reinforcement. When was the last time you evaluated your employee policies? How are they impacted? For example, now is the time to make sure that your attendance and telecommuting policies are updated to reflect recent changes. You should also socialize your updated employee policies and handbook with your workforce.

#### Return-to-workplace guidance

**CDC Workplace Decision Tool** 

<u>COVID-19: Return-to-work Checklist and Key Considerations for HR and Finance</u> <u>Leaders</u>

### **Electronic pay options**

The suddenness with which many organizations altered business operations and moved to remote work posed unique challenges. Employers who were equipped with electronic pay options and mobile access to employee payroll experienced fewer delays in paying their workers.

If you aren't currently offering electronic pay to your employees, now is a good time to consider making the transition. Direct deposit is more convenient and cost-effective than printing and delivery of paper checks. Pay cards — a newer pay method that loads employee pay on a reloadable card each pay period that can be used everywhere that credit and debit cards are accepted — allow for both electronic transfer of pay and touchless purchasing.

For more information on implementing pay cards at your organization, see the **Employer Pay Card Guide**.

# Unemployment

Unfortunately, as people continue to social distance and work remotely where possible, many businesses have been forced to make workforce reductions or temporarily shut down, contributing to a substantial rise in unemployment claims.

News of new unemployment laws and regulations in the Families First Coronavirus Response Act (FFCRA) and in the Coronavirus Aid, Relief, and Economic Security Act (CARES), may have you wondering what you should be doing to manage unemployment claims.

Our account executive has helped with facilitating all the changes we are making due to COVID-19, including furloughs, changing employees to 'work from home' status, changing to direct mail, implementing paperless payroll and taking advantage of some of the CARES Act opportunities. She has been great in helping us navigate through all this.

-Lydia Chodnicki, director of payroll, Education Affiliates

#### Best practice for employers

It is important that you maintain best practices to protect your business and assist displaced workers in receiving benefits for which they may be eligible.

When reducing hours, wages or staff for reasons related to COVID-19, provide a written statement to the employee(s) notifying them that they may be eligible for unemployment insurance benefits. In the statement, clearly convey the following information:

- The reason for reduction is business impact due to COVID-19
- Effective date of the action
- Type of reduction in hours or pay
- Length of reduction (temporary/permanent/undetermined)
- Date of hire (if available) and last date physically worked
- Guidance that the employee should notify the unemployment agency of the facts listed above
- Respond in a timely manner to all unemployment claims and requests for information received by your organization

We elected the ADP direct mail option, which allows employees' checks/pay statements to be sent directly to their homes and eliminates the need for someone to be in the office to receive them.

-Laura Winters, HRIS project lead, The Hebrew Home at Riverdale

#### Best practice for employees

You can help prepare your employees with the information they will be expected to provide when filing for unemployment benefits, including:

- Full legal name
- Social Security Number or Taxpayer Identification Number
- Driver's license or state identification number
- Home/mailing address
- Employer name(s)
- Bank account information for a direct deposit payment option

By following these best practices, you can assist state unemployment agencies in making faster determinations on eligibility and, in turn, help employees receive unemployment benefits in a timely fashion.

#### Learn more about unemployment claims

#### Special edition webcast:

Understand and Prepare to Manage Unemployment Compensation Changes in Response to COVID-19



As you look at lessons learned while you start to return to your workplace, you may identify areas that you'd like to shore up to position your organization to best respond to continuing and upcoming changes.

Our ADP service consultants have come through for us during this challenging time. They helped us move to direct mail for our live checks, which was a huge help for us. Plus, they did it in record time as the decision was very last minute prior to payroll being submitted.

-Brenda Hook, payroll manager, Garmin

## Data security

During the global health event, with most businesses operating remotely and many employees working from home, data fraudsters and scammers have been more active. Even without anyone directly targeting your data, the risk at this time is greater.

The <u>ADP Employer Preparedness Toolkit</u> website has resources for establishing data best practices and for guarding against deliberate data attacks:

- Work from Home Data Security Best Practices
- Dodge the Scam Infographic
- COVID-19 Phishing Scams

The basic principles of internet security are even more complex within a global context. There are two places where multinational organizations especially need good information security practices: in their supply chain and in their employee data. The longer a supply chain is, the greater the number of different accountants and managers who are touching data for the same operations. Each of those touchpoints is a potential security risk. Your past security capabilities and protocols may not be sufficient, especially during a lockdown when ad hoc practices are popping up to handle situations.

Being aware of data security risks in all of the places where your organization does business can help guard against data risks. Reinforcing your supply chain or multi-national payroll and HR with an integrated, cloud-based system can greatly improve your business resilience and information security for the next emergency.

# Organizational agility and business resiliency

For HR and payroll departments, the immediate focus is highly tactical and operational — people need to be paid, have access to their health benefits, and manage their time information. Payroll and HR need to make sure this all continues to happen and that employees are kept informed about policies and procedures.

ADP has been pushing out webinars and content to help with the large amount of legislative changes and breaking developments. I want to say thanks to our ADP account representative who seems to maintain a positive attitude even though I know her phone is ringing off the hook.

-Danielle Ramos, payroll and HRIS manager, Multiplan

If you experienced any operational issues, here are some areas where you can upgrade your tools and technology to better prepare for future changes:



Leverage mobile capabilities and encourage self-service wherever possible. For example: clocking in and out, requesting leave, checking paid-time-off balances, etc.



Provide access to self-service tools to manage work-life virtually. Offer electronic direct deposit enrollment and access to wage statements and W-2s.

3 Encourage direct deposit and pay cards as payroll options that won't be affected by office closures and offer greater freedom for underbanked and unbanked employees.

Support accurate time capture and absence management with tools that employees can access remotely and securely to manage their own time. Time and attendance tools that integrate with other HR systems, and/or that store data in the cloud can offer additional capabilities and streamlining of processes.

Implement an HR system that maintains benefits eligibility information for all employees, especially when you change employee status, flex part-time employees' hours, or when employees leave the company and are eligible for COBRA. Systems that allow mobile employee access, reporting, communications capabilities from within the system, flags to notify employees about changes in status, and that are integrated with payroll, training and other in-house and vendor systems allow greater efficiency, limit data input, save time and help reduce errors.

Make your employee handbook available online to keep employees up-to-date on policy changes and procedures for addressing questions.

ADP has made working from home a breeze. Practically everything that we can do in the office can just as easily be done at home. The country, and most of the world, may be on hold for now, but payroll processing never gets paused, and ADP helps make sure we can still get funds owed to employees in these critical times.

-Mariya Zheleznyak, payroll specialist, Gatehouse Media

Not only can technology, integration and self-service save time and resources and help with business resilience in times of change, they can also improve the employee experience and allow better communication, which can help improve employee satisfaction and loyalty.

The ability for associates to access and update their own benefit information on demand, in the comfort of their own homes, is extremely important. Our associates have come to rely on it.

-Caroline Wyatt, vice president of human resources, Yokes Fresh Markets

For more information on the impact of COVID-19 on employee health insurance, please see <u>COVID-19 Insurance Relief: 4 Key Points for Business Owners</u>.

# **Employee retention tax credit**

The Coronavirus Aid, Relief, and Economic Security (CARES) Act, which was signed into law on March 27, 2020, contains over \$2 trillion for economic stimulus, including cash payments to individuals, expanded unemployment benefits, retirement distributions, payroll tax deferrals and tax credits, corporate relief, and economic support for the healthcare industry to combat the economic effects of COVID-19.

Included in the Act is an employee retention credit for employers impacted by COVID-19. The credit provisions are detailed and there is interplay with other provisions of the Act, like the ability for an employer to defer payment of certain employment taxes. Here, we answer some top questions about the credit.

#### Q. Who is an eligible employer?

- A. An eligible employer is an employer who has been carrying on a trade or business during 2020 that meets one of the following two criteria:
  - The employer's trade or business is fully or partially suspended during a calendar quarter due to orders from an appropriate government authority limiting commerce, travel, or group meetings (for commercial, social, religious, or other purposes) as a result of COVID-19; or
  - The employer experiences a significant decline in gross receipts.

#### **Q.** What constitutes fully or partially suspended?

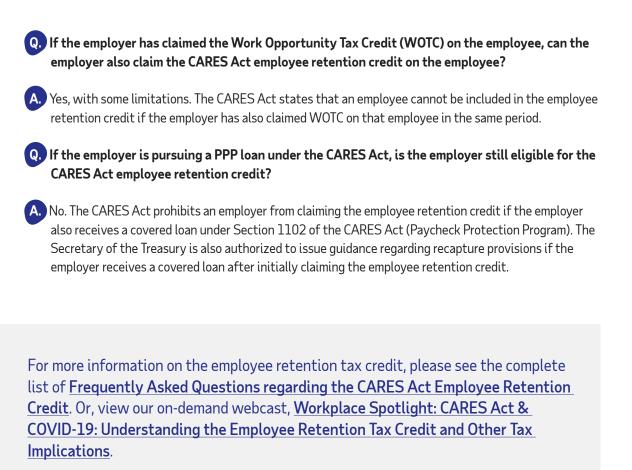
A. The term is not defined by the CARES Act, so the determination will likely require a facts and circumstances test for each employer. The CARES Act gives examples of limits on commerce, travel, and group meetings as examples of suspended operations.

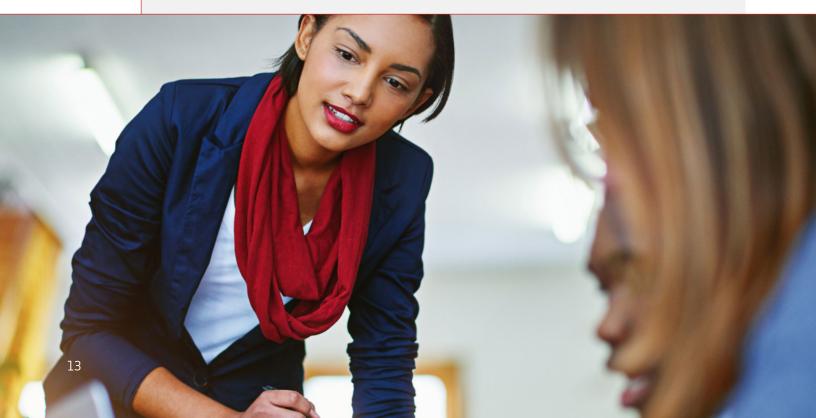
Curfews, quarantines, shelter-at-home orders, closing of non-essential businesses, and limitation on capacity for public events are all examples of actions that could result in full or partial suspension.

#### **Q.** What is included in the definition of qualified wages?

A. Qualified wages are wages paid by an eligible employer with respect to which an employee is not providing services (see below for definition) due to either a full or partial suspension of operations, or a significant decline in gross receipts. A special rule for employers with 100 or fewer full-time employees is discussed below.

"Wages" are broadly defined as generally including all remuneration for employment, including cash value of all remuneration (including benefits) paid in any medium other than cash.





# Rapid change in the global regulatory environment

Worldwide, legislative changes in response to COVID-19 are impacting businesses on a rapidly changing basis. The first wave of legislation that focused on providing immediate relief to employees and businesses is being updated to further refine and address issues that arose from rapid development. At the same time, new legislation is being released to address some of the longer-term effects of business shutdowns and economic uncertainty. While some businesses are beginning to plan for returning to the workplace, they are doing so with extreme caution. Countries and local economies are at different phases of the global health event. This presents unique challenges for multinational businesses.

Marcela Uribe, VP and assistant general counsel for ADP Employer Services International (ESI), said, "Multinational businesses must be very attuned to local counsel for direction at this time." With legislation evolving so rapidly, and plans for things like reopening certain cities and regions being canceled, moved or changed on a day-to-day basis, the best source of guidance is local counsel in the areas where a business operates. Clients of ADP have the benefit of information from <u>ADP's network of</u> <u>experts in the 140 countries</u> where we do business, including expertise from our Streamline and Celergo partners. ADP's legislative compliance team maintains a detailed knowledge of global payroll legislation and ensures that changes are incorporated into our products.

Uribe also pointed out that countries are facing different issues on different timelines. In Asia, for example, issues in the forefront right now are contact-tracing apps and procedures regarding physically returning to the office. The European Union is a bit behind that timeline, and starting to look at what a return to the office will be like in different regions and for different businesses. Contract-tracing apps are likely to be subject to greater scrutiny and debate in the EU for data privacy reasons.

According to Phillip Russell, Communications Director, ADP ESI, "A lot of the changes we're seeing are around government support and how to best support employees in different countries." For example, some countries, such as Austria and the Czech Republic, are beginning to get back to normal business operations, but there are likely to be further changes coming. "In the majority of countries, there are likely to be budgetary gaps based on the COVID-related shutdowns, and the payroll changes will be ongoing," Russell said.

As global organizations determine how to address continued business impact from COVID-19, ADP has been delivering timely legislative updates and guidance on payroll changes in all of the countries in which our clients operate. In addition to client portals, regular communications have been going out to multi-country payroll clients with information on ADP's COVID-19 resources and business resiliency plans.

Right now, one of the biggest concerns across the globe is how businesses are going to recover, and how they can adapt to do so. Stability and compliance are key factors in business resiliency. We understand the importance of our business resiliency and commitment to compliance for our clients and partners globally, and will be here to support them through this next phase.

# Managing and activating people in the new world of work

As the global health event continues to change our world of work, workers are finding themselves in flux and organizations must navigate new challenges to acquire, manage and activate their workforces. Leaders must balance the interests of customers, the well-being of their staff, and operational and financial hurdles. Employee engagement and productivity, however, should remain top-of-mind.

The pandemic has shown that many factors are beyond employers' control. However, there are a number of positive actions an employer can take to improve the employee experience. Perhaps the simplest is sharing positive messages and encouraging positive thinking. Among those "Most Satisfied" with their employers' response, 40% said this was something they received. At the end of the day, employer response matters. It can help shape the perception of your organization and improve employer brand, especially once this pandemic is behind us.

And that's what it really boils down to. Do employees feel like they are being taken care of?

-Dr. Ahu Yildirmaz, ADP Research Institute

For detailed crisis leadership and communications steps — immediate, near future and long-term — see <u>7 Steps to Protect Employees, Manage Business Risk and Maintain</u> <u>Engagement</u>.

# Supporting your team while they work at home

With the widespread shift to remote work, HR leaders can make a positive impact on employee engagement and productivity by supporting employees as they work from home.



#### Be aware of stress rippling through your organization

Promoting positive mental health in a work environment often starts with acknowledging the challenges.

#### Assess productivity expectations

Don't be afraid to tackle conversations about expectations, workload and productivity. Look for strategies to help employees get their work accomplished, for example, flexible deadlines or increased use of technology for basic or repetitive tasks.



#### Recognize that employees are dealing with different issues

Employees may have additional stressors at home, like homeschooling children or caring for sick loved ones.

#### Foster connection

One of the biggest challenges is coping with the lack of social interaction. Find creative ways to foster connection, using video conferencing, messaging applications and collaboration software.

#### 5

#### Communicate about health benefits

Sending out a newsletter to remind employees of their coverage and providing links to telehealth services can help people get needed support.

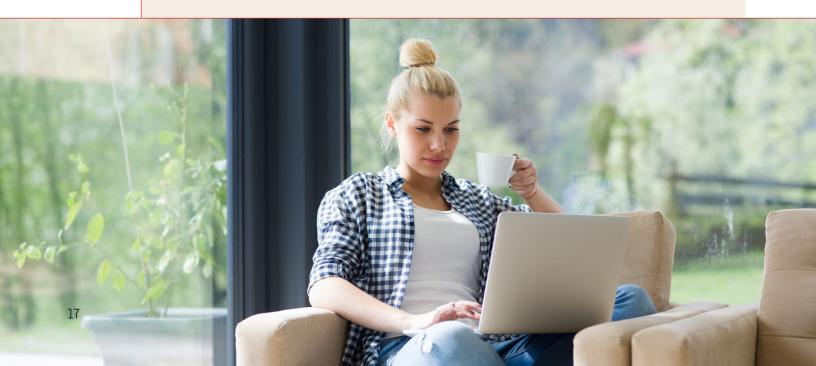
For additional insight into leading your workforce through times of change, see **Mental Health and Working from Home: 7 Ways to Support Your Team**.

#### How successful is your communications strategy?

We haven't seen a demonstration of the importance of consistent, reliable communication like we did in the months immediately following the emergence of COVID-19. People across the globe looked to news, government and employer sources for guidance on everything from health and safety to finances. Employers who were able to provide reassurance and practical guidance to their employees gained significant trust and may be better equipped to weather the changes to come, through increased employee engagement and communication.

For resources to share with your employees on COVID-19 and returning to the workplace, please see our **Employee Communications Toolkit**.

- ADP has helped by providing the ability to use configurations to easily upload new articles, company information, links to legislation information, etc., so all of our employees can access it while working remotely.
  - -Christina Pasquarelli, paralegal, Direct Holdings Global



# Driving productivity with gig workers

Independent workers allow companies to adapt quickly to changing business environments.

#### The right talent and skills, when you need it

Maybe you need a skilled writer, blogger or technician to move a project forward or be on the ground in a specific geographic market. Many businesses have needed to find talent locally due to travel restrictions. By using independent workers, you can respond to changing demands for specific skills, experience or expertise, when and where you need them.

#### **Productivity on-demand**

Gig workers are faster to onboard than regular employees and are available on-demand. They can execute short-term tasks and projects to meet specific, immediate needs. Companies that adapt to working with distributed workforces and to the growth in gig workers will have the most agile and resilient workforce and will be best positioned to succeed in our new economy.

For more in-depth analysis of the benefits of gig workers, please see the full article: How Gig Workers Can Help Your Company Weather the Storm.

For legislative impact business owners and self-employed individuals, see: <u>CARES</u> <u>ACT AND FFCRA: Impact on Independent Contractors, Self-Employed Individuals,</u> <u>and Sole Proprietors</u>.

# Return-to-workplace readiness assessment

Consider the following return-to-workplace best practices to determine additional steps your organization may need to take as you resume operations:



1 Has your organization created a plan to bring employees safely back into the workplace, including updated workforce management practices?

- 2 Do you have the ability to segment employee data according to reopening phases and conditions?
- 3 Are you able to stagger or adjust employee schedules to minimize possible exposure to COVID-19?
- 4 Do your return-to-workplace communications to employees include updated policies and procedures, upcoming training and safety reassurances?
- 5 Are you able to send employee communications through a mobile app, including invitations to work, information about new policies, and health and safety updates, in real time?
- **6** Is your organization able to track and trace employee health and wellness, including possible exposure to COVID-19?
- 7 Has your organization implemented touchless technology where possible, such as on time clocks, to minimize exposure?
- 8) Are you able to trace and monitor employee exposure in the workplace in real time?
- 9 Are you able to monitor impacted locations and remove them from schedules for cleaning if needed?
- 10 Do you have data insights to monitor impacts on employees, locations and operations to improve decision-making?

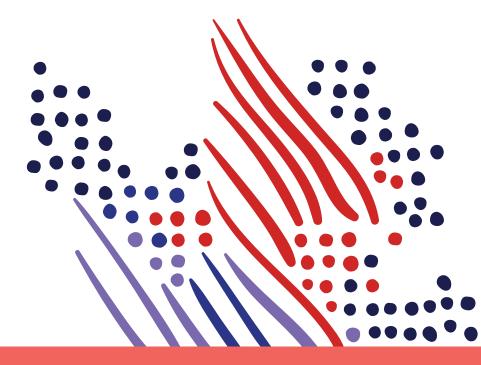


We hope you have found useful information to help you respond to recent legislative changes and operational and employee challenges as your organization resumes business.

ADP produced a virtual summit, <u>Looking Beyond the Curve: Recovery and Engagement in the New</u> <u>World of Work</u>. For additional expert guidance, you can view more than 18 on-demand sessions on topics that support return-to-workplace planning like payroll tax deferrals, leave management, HR outsourcing, employee engagement, safety and privacy, agile pay practices, financial wellness and global payroll.

- Stay connected: Sign up for the SPARK newsletter
- For real-time regulatory and legislative compliance alerts, please subscribe to <u>Eye</u> on <u>Washington</u>
- Be on the lookout for the next <u>ADP-hosted virtual discussion</u>
- Find more information on how <u>ADP can help</u> navigate the next stages and your return to work
- Stay informed about the latest COVID-19 updates
- Reach out to your local ADP representative, or go to <u>adp.com/enterpriseforward</u> for more information







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