

Professor Sir Cary L. Cooper, CBE, FAcSS

The 50th Anniversary
Professor of Organizational
Psychology and Health
Manchester Business School



Causes of Long-Term Absence for Non-Manual Workers 2015

	All	Manufacturing & production	Private services	Public services	Non- Profit
Stress	58	50	46	79	60
Acute medical conditions	51	49	44	64	49
Mental ill-health	49	37	45	61	52
Musculoskeletal injuries	38	35	29	49	44
Back pain	32	32	33	36	26
Recurring medical conditions	25	24	23	31	22
Injuries not related to work	25	35	19	25	25
Minor illness	17	18	19	9	21
Pregnancy-related absence	16	13	17	17	15

Percentage of respondents citing this reason as leading cause (base 394) Source: CIPD Absence Management Survey

Estimated Annual Costs to UK Employers of Mental III-Health (Sainsbury Centre for Mental Health, 2007)

	Cost per average employee (£)	Total cost to UK employers (£ billion)	Per cent of total
Absenteeism	335	8.4	32.4
Presenteeism	605	15.1	58.4
Turnover	95	2.4	9.2
Total	1035	25.9	100

Presenteeism

	Health "Good"	Health "Not good"
No absences	Healthy & present	Unhealthy and present "Sickness Presentees"
Some absences	Healthy and not always present	Unhealthy and not always present

How common is sickness presenteeism?

	Health "Good"	Health "Not good"
No absences	35%	28%
Some absences	13%	24%

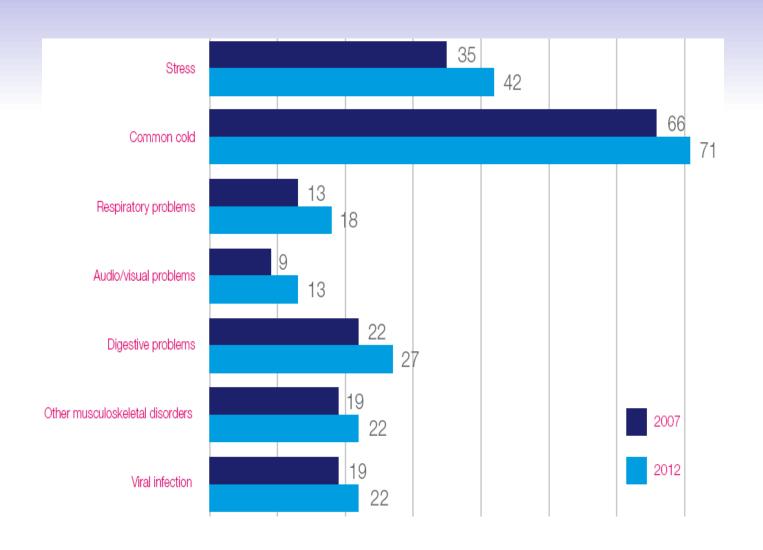


A Critical Business Issue

- Mental health costs the UK £70bn per year, equivalent to 4.5% of GDP OECD (
- Mental ill-health costs each employer £1,035 per employee, per year
- 15.2m sick days per year due to stress, anxiety or depression Office for National Statistics
- Failure to unlock discretionary effort costs UK business £6bn
- Only 2 in 5 employees working at peak performance

Managers' Experience of III-health

(Source: CMI Quality of Working Life 2012)



Managers' Experience of Physical and Psychological Symptoms

Percentage who Experienced	Sometimes or often 2012 %	Sometimes or often 2007 %	Change
Loss of sense of humour	36	31	5
Avoiding contact with other people	33	25	8
Mood swings	31	27	4
Feeling unable to cope	30	25	5
Difficulty in making decisions	27	23	4
pcopic	25 urce: CMI Quality of e 2012	21 Working	4

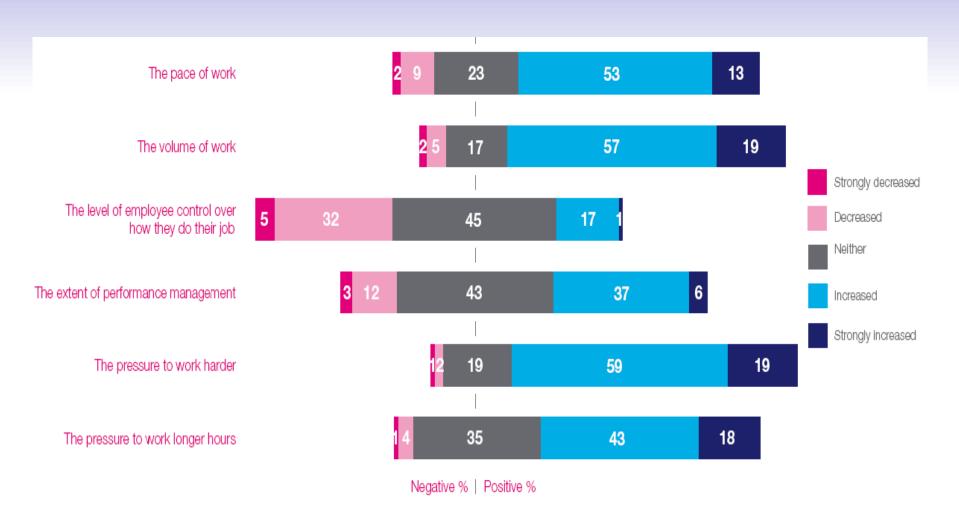
Managers' Views About Their Organisation as a Place to Work

	Agree 2012 %	Agree 2007 %
My organisation is a good employer	64	69
I feel fairly treated by my organisation	54	60
I feel empowered to make decisions within my organisation	56	60
Senior managers in my organisation are committed to promoting employee wellbeing	39	55
I think senior management manage change well in my organisation	30	45
Overall, I am satisfied with my job	55	62

Source: CMI Quality of Working Life 2012

Perceived Effects of Organisational Change on Employees

(Source: CMI Quality of Working Life 2012)



Organisational change and its effects



Percentage of Managers Working Over their Contract Hours per Day

(Source: CMI Quality of Working Life 2012)

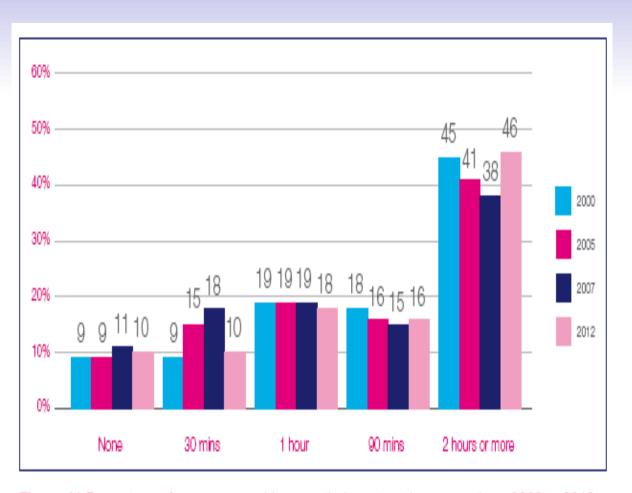
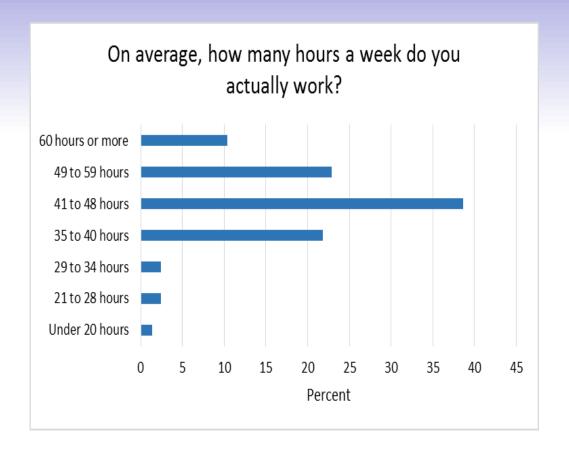


Figure 11 Percentage of managers working over their contract hours per day – 2000 to 2012

Your working hours



Average contracted hours were 38.18 (36.89 in 2012)

(Source: CMI 2015)

Impact of Working over Contract Hours



(Source: CMI 2012)

Symptoms of **Disease Sources of Stress Stress** Intrinsic to the Job **Individual** Coronary heart Role in the **Depressed mood** disease organisation **Excessive drinking Irritability** Mental illness Relationships at **Chest pains** individual work **High blood** pressure Career development Prolonged strikes **Organisational Organisational** structure Frequent and and climate High absenteeism severe accidents High labour turnover **Poor quality control Apathy** Home/work Interface

Intrinsic to the Job

- Too much work quantitative
 - qualitative
- Too little work
- Time pressures and deadlines
- Poor physical working conditions
- Mistakes
- Too many decisions

Variable Workload

High Workload

Poor Procedures by Pilots

Responsibility for Lives

Shiftwork Hours

Training Others

Stressed Air Traffic Controller

Increased Risk of Coronary Artery Disease

Role in the Organisation

- Role ambiguity
 - Role conflict
- Too little responsibility
- Responsibility for People
- Responsibility for things
- Lack of managerial support
- Organisational boundaries

Patients perceive as inflictor of pain

Job interfering with family life

DENTIST

Anxious

Personality

Coping with difficult patients

Trying to manage a practice

Administrative duties

Relationships

- Relationships with boss
- Relationships with colleagues
- Relationships with subordinates
 - Difficulties in delegating
 - Personality conflicts

Career Development

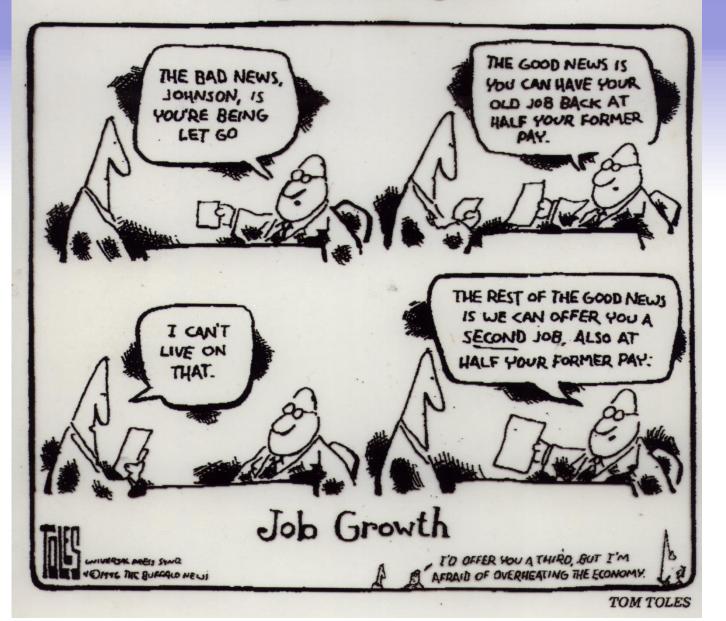
- Over promotion
- Under promotion
- Lack of job security
- Fear of redundancy or early retirement

Respondents Perceived Security in Current Job



(Source: CMI Economic Outlook April 2010)

Workplace at a glance



Organisational Structure and Climate

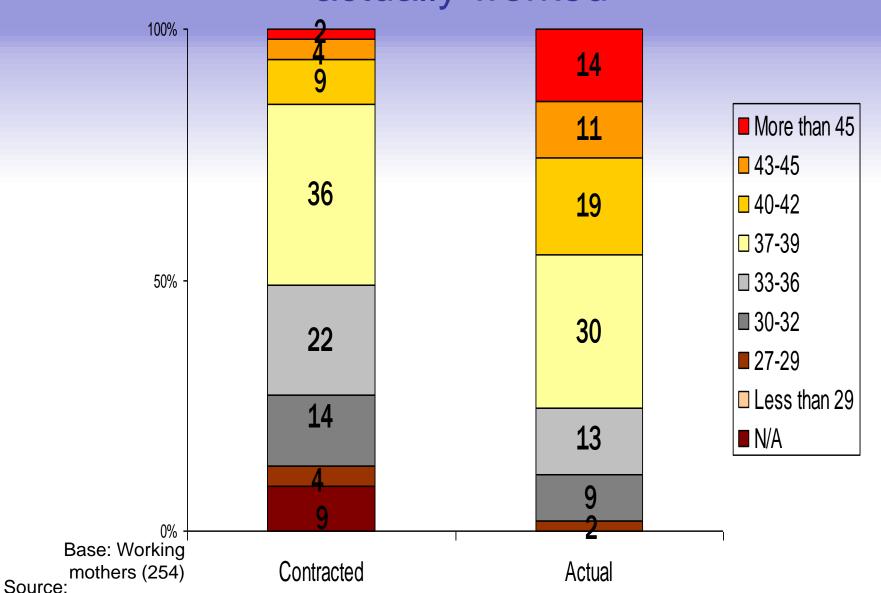
- Restrictions on behaviour
- No effective consultation or communication
 - Uncertainty
 - Loss of identity
 - Lack of participation

Organisation's Interface with Outside

- Divided loyalties
- Conflict of work with family demands
 - Intrusion of problems outside

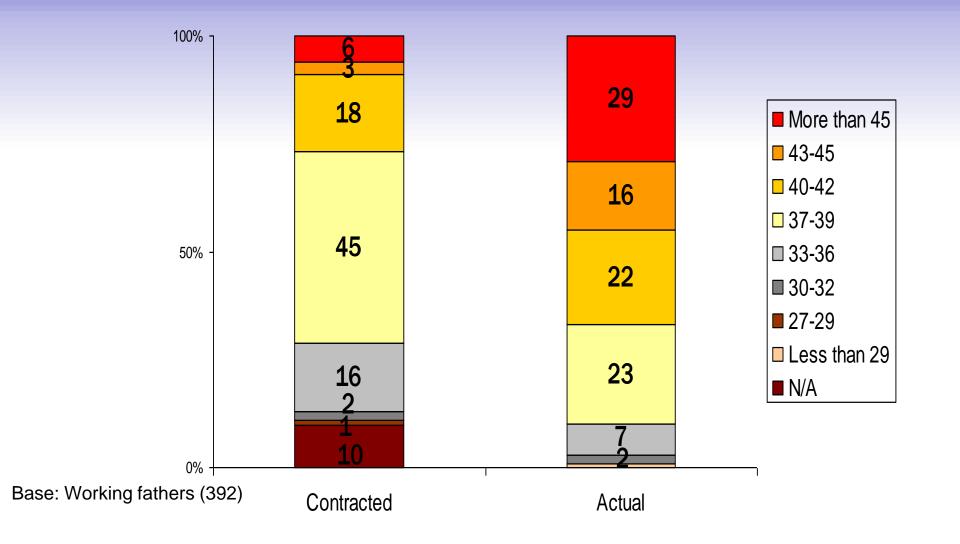
work-economic, life crisis

Women: hours contracted vs hours actually worked



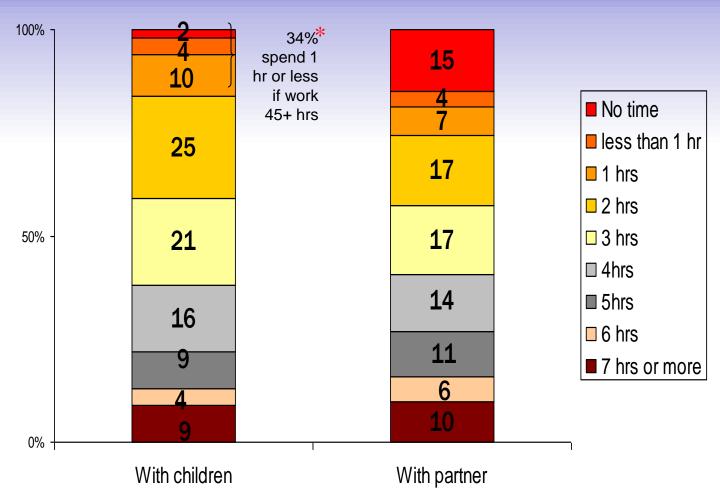
Amvⁱ

Men: hours contracted vs hours actually worked



Source:

Time spent with children and partner on weekdays



Base: Working parents (646); parents working 45+hrs

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Amvⁱ

Source:

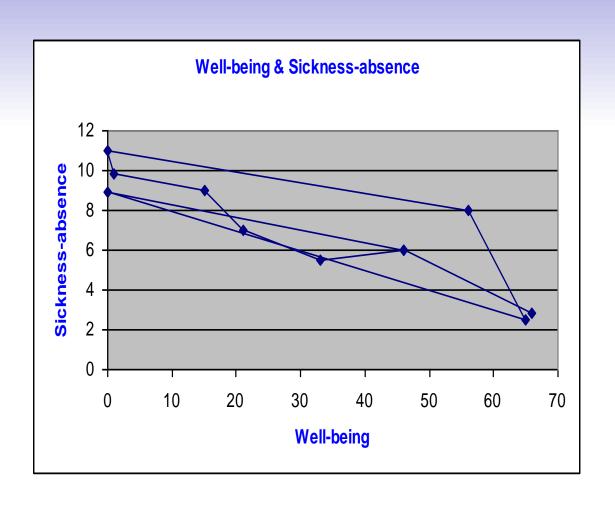
* = stat. sig. 95%

Comprehensive Programme

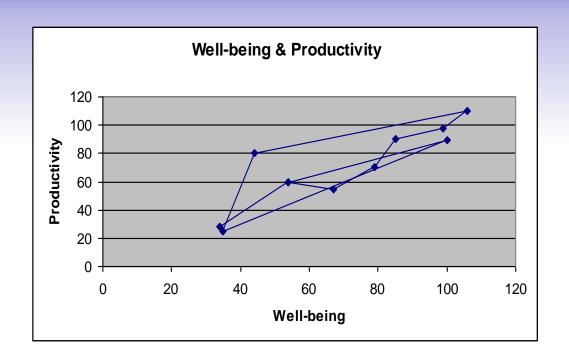
Interventions

☐ Primary – Dealing with the stressors
☐ Selection policies & induction
Workflow planning (task allocation, matching resource to work flow demand, etc)
■ Work Life Balance initiatives
Management Development Programmes
□ Secondary – Helping people to cope
☐ Resilience training
Annual reviews & appraisals and personal development plans
Healthy Lifestyle & Well-being programmes
☐ Tertiary – Picking people back up
☐ Employee Assistance Programmes

Well-being and Sickness-absence

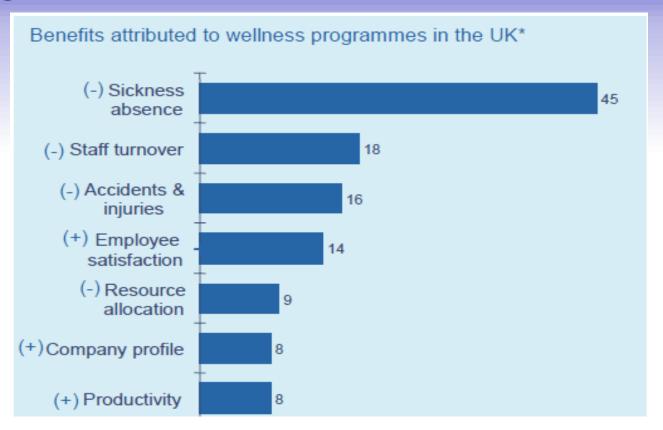


Wellbeing and Productivity

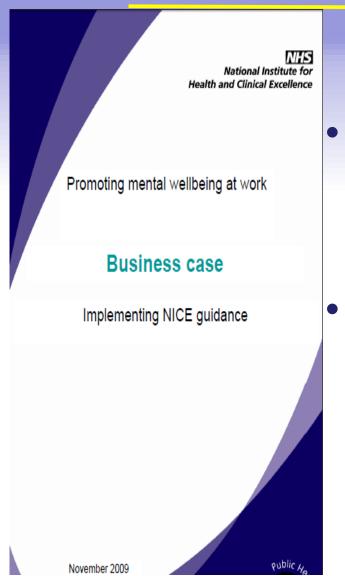


There is a positive correlation between wellbeing and performance (about 0.3) (Cropanzano & Wright, 1999; Wang, 2000; Donald et al., 2005)

There is a business case for wellness programmes



Making the business case



- If mental illness costs employers £28.3 billion per annum in 2009
- Prevention and early identification of problems, should save employers at least 30% £8 billion per annum

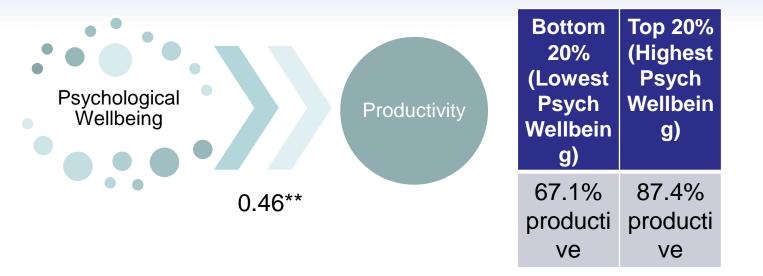
www.nice.org.uk/nicemedia/pdf/PH22G uidance.pdf

Best practice reporting group outperforms rest of FTSE 100 on average TSR for 2009

Average Total Shareholder Return (TSR) for 2009



Why Does Psychological Wellbeing Matter for Businesses? A worked example



Data collected from 2600 individuals in 2014 from a large public sector organisation

Impact on the Bottom-Line

Using the equation from Robertson, 2011:

Correlation
between
psychological
wellbeing (r) and
productivity

X

The expected improvement in psychological wellbeing with intervention, expressed as a Standard Deviation (Zwb)

X

The value of a standard deviation increase in productivity / performance (£P)

Financial Benefit

r=.462 (the correlation in this data set between psychological wellbeing and productivity)

Zwb = .25 (a conservative estimate that appropriate support intervention would increase psychological wellbeing by a quarter of a Standard Deviation. This is in line with Robertson, 2011) £P = £14,400 (using the commonly applied rule that a Standard Deviation increase in performance is worth 40% of average salary)

Impact on the Bottom-Line The figures:

- For one individual the estimated financial benefit of improving psychological wellbeing by a <u>conservative amount</u> is £1,201
- Making these improvements for just 15% of those in the sample equates to a productivity increase worth £468,390
- Making these improvements for 15% of those in the company's workforce of 34,000 people equates to a productivity increase worth £6.1million
- Making these improvements for 15% of the UK working population equates to a productivity increase worth £5.6billion

That's enough to:



OR...

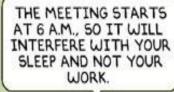




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THEY'RE ALWAYS
EXERCISING OR
EATING FRUIT WHEN
THEY SHOULD BE
WORKING.







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