

# Improving progression opportunities for women in low-paid and low-skill jobs in Spain

Final report, March 2023

# The Behavioural Insights Team

The Behavioural Insights Team (BIT) is a global social purpose company that generates and applies behavioural insights to inform policy, improve public services and deliver results for citizens and society.

# About this report

This project is supported by JPMorgan Chase as part of their \$350 million, five-year global commitment to prepare people around the world for the future of work. This commitment will focus on creating economic mobility and career pathways for underserved populations and the firm's employees, by collaborating with educational and research institutions to forecast emerging skillsets in the financial services industry and enable new training programs to prepare the firm's workforce for changes in technology and business. While this report has been supported by JPMorgan Chase, the contents and opinions in this paper are those of the authors alone and do not reflect the views of the JPMorgan Chase Foundation, JPMorgan Chase & Co. or any of its affiliates.

# Acknowledgements

We would like to thank the following groups:

- Expert interviewees who contributed to our initial understanding of the literature: Professor Jenifer Ruiz Valenzuela, Professor Claudia Hupkau, Professor Sara de la Rica, Juan Jimeno, and Professor Antonio Cabrales.
- 2. Low-paid workers that completed our survey and participated in interviews
- 3. Workshop attendees:
  - Fundación Esclerosis Múltiple de Madrid
  - o Fundación Más humano
  - o Provivienda
  - Fundación Mujeres
  - Fundación Exit
  - Fundación Accenture
  - Escuela de Emprendedoras Juana Millán
  - Fundación Nantik Lum
  - Asociación Horuelo
  - Asociación Creando Huellas

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# **Executive Summary**

This report presents the findings of a research programme on the barriers faced by women in low-paid and low-skill work in Spain, alongside potential solutions. The research, conducted by the Behavioural Insights Team (BIT), was part of a global research programme focused on Spain, France, the UK, and South Africa. Our work included a review of existing literature, a survey of 1,000 low-paid workers, 6 in-depth interviews with low-paid women, and a co-design workshop that brought together a range of research organisations.

Below is a summary of the barriers we uncovered alongside interventions with the greatest potential.

# Job-related barriers to progression

<u>Safety</u>: Harassment and stereotyping in some male-dominated environments can isolate women and act as a barrier to progression. An unsafe working environment was the second-most selected barrier by low-paid women we surveyed, after long and/or expensive commutes.

→ Safety checks or reviews of an organisation by an external reviewer: External reviews of an organisation can help women to know in advance whether a location is safe and may encourage the organisation to improve if it scores poorly.

Flexibility and predictability: Flexible working arrangements are particularly important for women, as they are disproportionately responsible for unpaid work such as childcare and household work. This burden can be especially challenging for low-paid women, who may be less able to afford formal childcare. Predictability is often overlooked; low-paid women we surveyed were much more likely than men to say that unpredictable hours would prevent them taking a new role even if it paid more.

- → **Default jobs to be advertised with flexible working options:** Set a default that all jobs must be advertised with flexible working options available.
- → **Shift swapping & scheduling**: Advance scheduling to improve predictability and technologically-enabled shift swapping to allow workers to swap shifts with other workers without requiring manager approval.

<u>Job security</u>: Low-paid roles are more likely to be precarious. Agency work can mean workers are disconnected from the company they work for and therefore have fewer progression routes available.

<u>Organisational processes</u>: Recruitment and progression practices can unintentionally provide greater opportunities for men than for women.

- → Increasing transparency in recruitment decision-making: Reducing bias in the selection process
- → **Default employees into applying for promotions:** Where employees have demonstrated that they are ready for promotion against set criteria, they are

- automatically put forward in the next promotion cycle, without having to apply or be nominated.
- → Listing experience on CVs in terms of years, not dates: presenting previous roles on a CV in terms of years of experience rather than chronological dates

<u>Commutes</u>: Long and/or expensive commutes were the top-selected barrier by low-paid women we surveyed. Women may favour roles with a smaller commute over higher-paying roles in order to be closer to home to carry out domestic responsibilities. They are also more likely to encounter safety issues when commuting.

# Personal barriers to progression

<u>Financial stress</u>: Women in low-paid roles often have to manage financial stress, which gets in the way of progression opportunities. Low-paid work is often associated with irregular hours which equates to irregular pay. For the low-paid women we surveyed, reduced stress about current finances was the top selected factor that both women and men thought would help them prepare for progression at work.

- → Increasing pay frequency: Splitting pay into smaller and more frequent payments, for example, paying fortnightly rather than monthly.
- → Take-home pay transparency: Providing greater clarity to employees about the amount they would expect to earn if they were to work all their allotted shifts in the upcoming pay period.

<u>Skills</u>: The evidence on the effectiveness of training is mixed, however, the low-paid women we surveyed expressed a desire for more technical training. Access to training is also an issue, with some evidence of gender imbalance.

- → Improve workplace training: Improving both the training itself and access to training.
- → Use signalling devices to legitimise and endorse candidate skills: certification of skills may lead to more successful job applications and increased earnings.

<u>Domestic responsibilities</u>: Women in Spain spend an additional 2 hours 23 minutes more than men on unpaid work. Childbirth extends the pay gap between women and men.

- → Improve access to child-related financial support: Providing further information to people on how to access child-related financial support.
- → Increase men's uptake of parental leave: Encouraging men to take longer parental leave by tackling the perception that other male colleagues would disapprove, by providing information to men.

We welcome the opportunity to collaborate with employers and research organisations to:

- 1. Implement solutions that have already demonstrated proven impact
- 2. Trial solutions that have high potential
- 3. Develop new ideas and subsequently test them

# Introduction

# **Background**

Globally, women are more likely to work in low-paid and low-skill work than men.<sup>1</sup> In Spain, 16% of women are in low-paid work compared to 10% of men.<sup>2</sup> This contributes to the national gender gap, reducing women's economic power and putting women at greater financial precarity and risk.

A major factor driving this inequality is that women are disproportionately responsible for childcare and housework than men, stretching their income and limiting their access to the labour market and opportunities to progress.<sup>3</sup> Supporting women's progression is imperative to gender equality and the economy.<sup>4</sup>

The Behavioural Insights Team (BIT) is carrying out a global research programme to identify and design solutions for women in low-paid and low-skill work in Spain, France, the UK and South Africa, supported by JPMorgan Chase. This programme is the first of its kind to examine and build solutions for the particular barriers faced by low-paid women.

Throughout this programme of work, our focus is on understanding the barriers that low-paid women in low-skill work face and design solutions that employers, charities or public services are in a position to implement. We acknowledge the role of legislation and policy change, but these levers are outside of this programme's control. Similarly, we do not focus on what women can do, since these other partners and channels are typically in a stronger position to create change.

In this report, we present our research findings seeking to understand the key barriers that women face in Spain alongside promising solutions. Our findings are in separate reports for <u>France</u>, <u>the UK</u> and <u>South Africa</u>.

Our insights are based on the following sources (the full methodology can be found in Appendix i):

- 1. <u>Literature review</u>, summarising existing evidence on the barriers women face to progression and possible interventions to address these barriers, including research highlighted by the experts we interviewed.
- 2. **Survey** of 1,000 low-paid workers in Spain (74% women, 26% men) to better understand how women prioritise the barriers identified in the literature review and whether this differs to men.

<sup>&</sup>lt;sup>1</sup> Ortiz-Ospina, E., & Roser, M. (2018). Economic inequality by gender. Our World in Data.

<sup>&</sup>lt;sup>2</sup> INE Database, (2020), Mercado laboral

<sup>&</sup>lt;sup>3</sup> ONS. (2016). Women shoulder the responsibility of 'unpaid work'.

<sup>&</sup>lt;sup>4</sup> Morais Maceira, H. (2017). Economic Benefits of Gender Equality in the EU. Intereconomics, 52(3), 178–183;

3. **In-depth interviews** with 6 low-paid women in Spain, to better understand how the most highly prioritised barriers are experienced.

Following this exploratory phase, we then generated realistic solutions through a:

4. **Co-design workshop,**⁵ attended by a range of research organisations, to present our findings and to co-create ideas for possible solutions.

# **Definitions**

# Low-paid

Throughout this research programme we have used the OECD definition of "low-pay" work, defined as **workers earning less than two-thirds of median income**.<sup>6</sup> In Spain, this equates to earning less than €13,500 per year, based on 2019 data.<sup>7</sup>

# Low-skill

The definition of low-skill work used by the Spanish National Statistics Institution (INE) differs from international standards. It includes "trabajadores no cualificados" and "trabajadores/as de los servicios de restauración, personales, protección y vendedores/as". The first is defined by not needing any previous knowledge to work in those occupations. The latter is defined in terms of occupations whose main tasks require the knowledge and experience necessary for the provision of retail customer or support services.

It is worth noting, the definition of skill can itself be subject to gender bias, where those associated with female-dominated occupations are perceived as lower skilled. Some skills may also not be widely recognised and therefore considered as low-skill when in fact they are skilled.

# Progression

After an 'increase in pay', the low-paid women we surveyed identified 'a more secure contract' as the most important defining factor for progression. Rather than focusing on progression as exclusively about increasing pay, we use the term progression to include attaining higher quality work. This acknowledges that increasing pay does not necessarily

<sup>&</sup>lt;sup>5</sup> Co-design is a collaborative approach to design involving a range of perspectives in the design process

<sup>&</sup>lt;sup>6</sup> OECD. (2021). Wage Levels

<sup>&</sup>lt;sup>7</sup> INE Database, (2020), Encuesta anual de estructura salarial, año 2019

<sup>&</sup>lt;sup>8</sup> Green, F. (2011). What is Skill?: An Inter-Disciplinary Synthesis. London: Centre for Learning and Life Chances in Knowledge Economies and Societies. Chicago

<sup>&</sup>lt;sup>9</sup> Green, F. (2011). What is Skill?: An Inter-Disciplinary Synthesis. London: Centre for Learning and Life Chances in Knowledge Economies and Societies. Chicago

lead to higher quality work.<sup>10</sup> Increases in pay alone can come at the cost of other factors that contribute to higher quality work, such as job security and job safety.

# **Current context in Spain**

In Spain, women make up a disproportionate percentage of those in low-skill, low-paid jobs: 16% of women are in low-paid work compared to 10% of men.<sup>11</sup> Low-paid roles are more likely to be part-time or flexible jobs, and women are less likely to work full-time than men: 78% of women vs. 93% of men.<sup>12</sup>

For women, "involuntary" part-time jobs (where individuals would like to work more hours) represent 15% of total employment, against 5.5% for men.¹³ The service sector is heavily female-dominated, with 81% of employees in this sector being women, and it is also the lower paid segment of the Spanish economy (€13K average annual pay in 2017).¹⁴

<sup>&</sup>lt;sup>10</sup> Rubery, J., & Grimshaw, D. (2011). Gender and the Minimum Wage. In S. Lee & D. McCann (Eds.), *Regulating for Decent Work: New Directions in Labour Market Regulation* (pp. 226–254). Palgrave Macmillan UK.

<sup>&</sup>lt;sup>11</sup>INE Database, (2020), Mercado laboral

<sup>&</sup>lt;sup>12</sup> Dancausa Millán, M., Millán Vázquez de la Torre, M., Hernández Rojas, R., & Jimber del Río, J. A. (2021). The Spanish Labor Market: A Gender Approach. *International Journal of Environmental Research and Public Health*, *18*(5), 2742.

<sup>&</sup>lt;sup>13</sup> OECD (2016), OECD Employment Outlook 2016.

<sup>&</sup>lt;sup>14</sup> INE (2019), <u>Salarios, ingresos, cohesión social. Salario medio anual por sectores de actividad económica y periodo.</u>

# **Barriers & interventions**

In this section we discuss the barriers faced by women and possible solutions to address these barriers. We have categorised these barriers into job-related barriers, which relate to the job itself, and personal barriers, which relate to the individual. We are primarily interested in what wider actors like employers, charities or public services can do, rather than central government or individual action.

The solutions presented include those already evaluated, alongside new solutions which have not been tested. Therefore, while we provide high-level thoughts on impact and feasibility for each solution, in most cases further research should be conducted. The full list of solutions considered can be found at Appendix ii.

# Job-related barriers to progression

Job-related factors are those that relate to the job itself: safety, flexibility and predictability, job security, organisational processes and the commute.

# Increasing safety in the workplace

# Why is lack of safety in the workplace a barrier?

Studies have shown that harassment and stereotyping in some male-dominated environments can isolate women and act as a barrier to progression.<sup>15</sup> Increased sexual harassment is associated with fewer women in managerial positions.<sup>16</sup>

In the surveys, women (27%) were more likely than men (21%) to say that an unsafe working environment would prevent them from taking a new role, even if it paid more.

<sup>&</sup>lt;sup>15</sup> Jones, L. (2019). Women's Progression in the Workplace. King's College London.

<sup>&</sup>lt;sup>16</sup> Dobbin, F., & Kalev, A. (2019). The promise and peril of sexual harassment programs. *Proceedings of the National Academy of Sciences*, *116*(25), 12255-12260.

Imagine you find a new job that you would enjoy and that you are qualified for. The job pays more than your current job.

Would any of the following prevent you from applying?

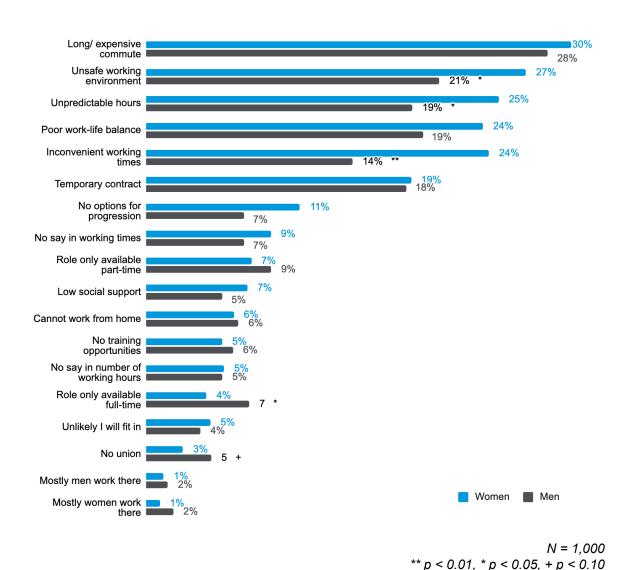


Figure 1. Proportion of women and men saying that a given barrier means they could not work in the role regardless of pay

The low-paid women we interviewed expressed a wide range of safety concerns. One woman recalled her experience working in a call centre where she was subjected to harassment from her manager to increase her productivity. This pressure lessened on days that she worked from home and could disconnect at the end of the day more easily as, even if her manager expressed frustration with her, she could distance herself from her manager and would not have to be face-to-face with them. Another woman stated:

"If you are having a bad day, a customer who is rude or speaks to you a bit rudely becomes a big problem, but if you are having a good time that day, then you swallow your pride and everything is fine"

# Intervention 1: Safety checks or reviews of an organisation by an external reviewer.

### What is it?

External review of an organisation can help women to know in advance whether a location is safe and may encourage the organisation to improve if they score poorly.

This could work in a number of different ways. For example, an employer could commission reviews of people's homes for a cleaning or caring role. Alternatively, an agency could commission a review of an organisation before an agent starts work there. The agency could notify organisations that any inappropriate behaviour will be reported via the review platform which may lead to the organisation being banned.

# What does the evidence say?

This was a new solution that came from an interview with a low-paid woman based in the UK, who primarily does casual work such as temporary customer service work, who stated they always read reviews on Google about a workplace or an agency. As such, this is not a tested solution.

Having said this, evidence from other areas suggests that measures to introduce transparency could be promising. For example, voluntary certification standards can help reduce information barriers for consumers and help people make purchasing decisions in line with their preferences and values.<sup>17</sup> Also, there is evidence that sustainability certification programmes can have a positive impact on quality.<sup>18</sup>

# Behavioural Insights

- Improves **transparency** for prospective employees
- Reduces frictions for people trying to find out how safe an organisation is and for reporting inappropriate behaviour

Channels and key partners: External reviewer, employers, job sites

# Increasing flexibility and predictability

# Why is lack of flexibility and predictability a barrier?

# **Flexibility**

Women are disproportionately responsible for unpaid care work compared to men.<sup>19</sup> Thus, flexible working arrangements are critical for women to participate in the labour market to

<sup>&</sup>lt;sup>17</sup> Roberts, T. M. (2013). The Rise of Rule Four Institutions: Voluntary Standards, Certification and Labeling Systems. Ecology LQ, 40, 107.

<sup>&</sup>lt;sup>18</sup> Aidenvironment, WWF and ISEAL. (2018). The Systemic Impacts of Voluntary Sustainability Standards

<sup>&</sup>lt;sup>19</sup> For unpaid care responsibilities, see cross-country comparison for the EU: 2020. Gender inequalities in care and pay in the EU. European Institute for Gender Inequality. For household work, see cross-country comparisons for the EU: Eurofound (2020), Living, working and COVID-19, COVID-19 series, Publications Office of the European Union, Luxembourg.

manage both paid work and unpaid care work. One low-paid woman we interviewed expressed that when she needed to work flexibly to look after her child, her employer hinted that she should quit. Formal processes may allay these concerns, as one woman stated they preferred to ask for flexible work at larger employers where there were formal processes in place.

The introduction of family-friendly measures by the government, such as the adaptation of working hours for parents and the extension of parental leave, may have exacerbated this imbalance. As these measures are mainly used by women, it can reinforce the employer perception that family work, such as childcare or housework, is mainly a feminine task.<sup>20</sup>

Flexible working arrangements are typically less well paid per hour than non-flexible arrangements for similar roles, as workers pay a "penalty" to work flexibly.<sup>21</sup> Additionally, low-paid flexible roles are more likely to be on more insecure contracts, whereas high-paid and high-skill jobs are typically offered on a permanent contract.<sup>22</sup>

The low-paid women we surveyed identified two factors relating to low **time** flexibility as important barriers: poor work-life balance (24%) and inconvenient working times (24%). These factors also typically had large differences between women and men.

Both women and men ranked choosing **when** they work their hours as more important than choosing how many hours they work or being able to change the location they work.

Others worry about how their colleagues perceive them if they work flexibly. For example, one interviewee, who now works half days after childbirth, thought that other employees do not like that she is allowed to work part-time and are jealous. Another woman, working as a receptionist at a gym, stated that the gym is very understaffed and, therefore, she is often called in the morning asking if she can work in the afternoon. She felt that flexibility was only being offered for the employer's convenience and not her own and recounted starting to lie about having plans in the afternoon to avoid being asked to work.

# **Predictability**

An often overlooked challenge for low-paid workers is predictability. Low-paid women we surveyed (25%) were much more likely than low-paid men (19%) to say that unpredictable hours would prevent them from taking on a new role, even if it paid more. One low-paid woman we interviewed recalled working in a factory where they would sometimes call her in the morning to work an afternoon shift. She felt she could not organise anything as she was always waiting for a call.

<sup>&</sup>lt;sup>20</sup> Hupkau, C., & Ruiz-Valenzuela, J. (2021). Work and children: is the motherhood penalty in Spain too high for working women?. *LSE Business Review*.

<sup>&</sup>lt;sup>21</sup> Jones, L. (2019). *Women's Progression in the Workplace*. King's College London.

<sup>&</sup>lt;sup>22</sup> Adams-Prassl, A., Balgova, M., & Qian, M. (2020). Flexible Work Arrangements in Low Wage Jobs: Evidence from Job Vacancy Data. *SSRN Electronic Journal*.

# Intervention 1: Default jobs to be advertised with flexible working options

### What is it?

Set a default that all jobs must be advertised with flexible working options available. Making it the default means that instead of managers having to remember to include flexible working, it is advertised without individuals needing to take action. If managers feel a role cannot be performed flexibly, this has to be explained to HR. For this to be especially effective, the flexible working options should be specific, e.g. part-time, job share, compressed hours.

# What does the evidence say?

**Evidence it increases applications from women.** BIT has tested this intervention in trials with the British retailer John Lewis Partnership (JLP) and Zurich Insurance UK, specifically focused on including job share and part-time work options by default.<sup>23,24</sup> The proportion of store management jobs advertising job share and part-time roles increased to 100% at JLP and across all roles to 78% at Zurich. The proportion of women applying to store management positions at JLP increased by 35%. The proportion of women applying increased by 16% at Zurich, and 19% to senior roles.

**Specific flexible arrangements are more effective.** Employers should avoid generic statements such as 'flexible working available' and instead provide specific examples of the flexibility on offer.<sup>25</sup> An online experiment by BIT found that both men and women are more interested in applying to jobs with specific statements on flexibility rather than generic statements.<sup>26</sup> Women were most interested in jobs specifying flexible working options if that included part-time work.

# Behavioural insights

- Introduces **defaults** to make it easier to include flexible working options on job adverts and to signal that flexible working is normative
- Removes friction for hiring managers in the process of setting up job adverts.
- Improves transparency and reduces ambiguity aversion for candidates about the different types of flexibility that are available

Channels and key partners: Employers and job sites

# Intervention 2: Shift swapping & scheduling

What is it?

<sup>23</sup> Government Equalities Office. 2020. <u>Changing the default: a field trial with Zurich Insurance to advertise all jobs as part time</u>.

<sup>&</sup>lt;sup>24</sup> Government Equalities Office. 2021. <u>Flexibility by default: Increasing the advertisement of part-time or job-share options.</u>

<sup>&</sup>lt;sup>25</sup> Timewise. 2021. The Timewise Flexible Jobs Index 2021.

<sup>&</sup>lt;sup>26</sup> Behavioural Insights Team. Who is more likely to apply for flexible jobs – men or women? (2021).

This intervention is two-tiered. Firstly, advance scheduling provides women with greater certainty over their working patterns. For example, one woman we interviewed in the UK wanted to work somewhere where she would be given her schedule a month in advance in order to see her friends and family.

Secondly, technology-enabled shift swapping allows workers to swap their shifts with other workers without requiring manager approval. Thus, last-minute emergencies, such as illness of a child, can be managed.

# What did research organisations think?

**Evidence it increases predictability.** A US study specific to the retail industry implemented a randomised controlled trial (RCT) to evaluate increasing schedule stability and shift swapping.<sup>27</sup> The study found that tech-enabled shift swapping increased the consistency of shifts, both in terms of start and end times and in terms of the time of day, with 71% of respondents stating they could easily anticipate their working hours compared to 63% in the control group.

A similar study found that increasing schedule predictability resulted in employees with children working fewer days per week but more hours per day.<sup>28</sup> This may be beneficial to women who may find childcare arrangements easier and cheaper if they are required for fewer days. Additionally, the study found that the parents had less difficulty sleeping.

**Evidence it can be positive for the employer.** The effects of stable scheduling also appear positive for the employer. The US retail study found that worker input increased, store sales rose and labour productivity increased by 5%.<sup>29</sup> One review finds that "when blue-collar employees describe their schedules as predictable, they are less likely to quit. Having a predictable schedule is six times more powerful in predicting front-line employee retention than having a flexible schedule."<sup>30</sup>

# Behavioural insights

- Reduces **friction** by enabling decision-making directly between peers rather than via a manager
- Draws on feelings of reciprocity, for example if an employee asks for a shift swap on one occasion, they may be more likely to accept a shift swap request from a colleague on another occasion

Channels and key partners: Employers, organisations offering shift swapping technology

<sup>&</sup>lt;sup>27</sup> Williams, J et al. (n.d.). <u>Stable Scheduling Increases Productivity and Sales: The Stable Scheduling Study</u>. *WorkLife Law*.

<sup>&</sup>lt;sup>28</sup> Ananat, E., Gassman-Pines, A., & Fitz-Henley, J. (2022). The Effects of the Emeryville Fair Workweek Ordinance on the Daily Lives of Low-Wage Workers and their Families (Working Paper No. 29792; Working Paper Series). National Bureau of Economic Research.

<sup>&</sup>lt;sup>29</sup> Williams, J et al. (n.d.). <u>Stable Scheduling Increases Productivity and Sales: The Stable Scheduling Study</u>. *WorkLife Law*.

<sup>&</sup>lt;sup>30</sup> Sull, D., Sull, C., & Zweig, B. (2022). <u>Toxic Culture Is Driving the Great Resignation</u>. *MIT Sloan Management Review*.

# Increasing job security

# Why is lack of job security a barrier?

# Temporary contracts and seasonal labour

Labour market insecurity may act as a barrier to progression for women in low-paid and low-skill work. Short-term work, temporary contracts and seasonal labour increase precarity. Even where workers return to the same employer following fixed-term work, they do not gain the same employment rights as permanent staff and thus have less job security.<sup>31</sup> In the survey, 19% of low-paid women said that having a temporary contract would mean they would not take a new role, even if it paid more. In the interviews, women expressed that their financial situation meant they didn't want to pursue new job opportunities, even if the role was better, as they were worried about their job security. The key priority for them was to maintain their current job, rather than seek progression.

Low-paid women we interviewed felt that the current economic situation put them at risk of dismissal. One woman mentioned the Expediente de Regulación de Trabajo (ERE), a mechanism wherein an employer can seek approval from the government to dismiss a large number of people in one go.

"There are no jobs here, the person that has a job here is a privileged person"

### Ancillary services

One report into low-paid women further identifies how company structures create divides between different types of work. Ancillary services, such as cleaning, are often outsourced to agencies.<sup>32</sup> This means that those services, and, therefore, the individuals working within those services, become disconnected from the company and viewed as outside the company's development and progression structure.

Low-paid women we interviewed raised the topic of agencies as a key issue. For those juggling several smaller jobs, they would use interim agencies. One woman said the agency does not provide details of the employer, location or pay until the second round of recruitment, which can mean they waste time. Another woman said that interim agencies are making the labour market worse as they do not provide a quality job. She stated that you do not have a real manager you can talk to, no one takes responsibility for problems and you cannot go to HR as you are not contracted by the company. She also mentioned that the agency only operates on the phone, so you cannot have an in-person interaction with them.

# **Unemployment**

<sup>&</sup>lt;sup>31</sup> Ray, Kathryn; Hoggart, Lesley; Vegeris, Sandra and Taylor, Rebecca (2010). Better Off Working? Work, Poverty And Benefit Cycling. Joseph Rowntree Foundation, York.

<sup>&</sup>lt;sup>32</sup> Rubery, J. (2017). Why is Women's Work Low-Paid? Establishing a framework for understanding the causes of low pay among professions traditionally dominated by women. Oxfam GB.

Spain suffers from high unemployment rates, particularly youth unemployment. The unemployment rate in Spain is also highly unequal across demographic groups. Women and people with lower levels of education are more likely to be unemployed.<sup>33</sup> Women are more likely to be unemployed than men whether under 25 years old (39.7% vs. 37.1%) or over (16% vs. 12.3%).<sup>34</sup> This is likely due to a combination of challenges with childcare, discrimination in the labour market and female-dominated sectors facing higher unemployment.

In our research, we did not identify any high potential interventions relating to job security that were either employer or public services focused and sufficiently developed.

# Improving organisational processes

# Why are organisational processes a barrier?

Low-paid and low-skill jobs are characterised by issues with career mobility and promotion practices with limited opportunities for development, making it difficult for individuals to progress once they enter these roles. Progression by changing job roles may be difficult when recruitment practices create barriers for women. The UK's Equality and Human Rights Commission found that informal recruitment methods are used more in low-paid industries than high-paid industries, such as using 'word of mouth' and informal networks to find applicants. They suggest that these practices may entrench existing demographics within the workforce, making it difficult for women to enter male-dominated industries.

One field study found that over three quarters (76%) of the promotion gap between men and women is explained by women being less likely to put themselves forward for promotion.<sup>38</sup> Other research finds that with a standard opt-in system women are less likely to participate in leadership selection than men, even when told they are the group's top performer.

One review found evidence of discriminatory practices stemming from a requirement by recruiters to have a continuous employment history with no gaps.<sup>39</sup> Where individuals, from varying organisations and sectors, did not have a consistent work history they were immediately screened out from the application. The majority of individuals that have left the workforce for caring responsibilities (and wish to return) are women, and, in particular, women with dependent children.<sup>40</sup>

<sup>&</sup>lt;sup>33</sup> ElDiario.es (2021), La desigualdad del desempleo: consulta la tasa de paro de la gente como tú.

<sup>&</sup>lt;sup>34</sup> INE (2020). Empleo. Tasa de paro y brecha de género según grupos de edad y periodo en la UE.

<sup>&</sup>lt;sup>35</sup> OECD (2019), Getting Skills Right: Engaging low-skilled adults in learning.

<sup>&</sup>lt;sup>36</sup> OECD (2019), Getting Skills Right: Engaging low-skilled adults in learning.

<sup>&</sup>lt;sup>37</sup> Equality and Human Rights Commission. (2020). *Recruitment of workers into low-paid occupations and industries: an evidence review.* National Institute of Economic and Social Research.

<sup>&</sup>lt;sup>38</sup> Bosquet, C., Combes, P., & García-Peñalosa, C. (2018). Gender and promotions: Evidence from academic economists in France. The Scandinavian Journal of Economics, 121(3), 1020-1053.

<sup>&</sup>lt;sup>39</sup> Hudson, N and Runge, J. (2020). <u>Recruitment of workers into low-paid occupations and industries:</u> <u>an evidence review</u>. NIESR

<sup>&</sup>lt;sup>40</sup> Paull, G. (2018). Analysis of those returning to the labour market following a break to care for others. Government Equalities Office

# Intervention 1: Increasing transparency in recruitment decision-making

### What is it?

Increasing transparency in recruitment decision-making involves reducing bias in the selection process, considering the sifting, interview and assessment, evaluation, and post-offer processes. The UK's Chartered Institute of Personnel and Development's (CIPD) guide to inclusive recruitment, written by BIT, suggests the following:<sup>41</sup>

- **Sifting:** reduce bias in automated sifting and include more marginalised candidates in the shortlist
- Interviews and assessments: use structured interviews and use skill-based assessment tasks
- Evaluation: make decisions in batches and use calibrations for hiring decisions
- Post-offer: share and collect feedback from all candidates, and encourage candidates to reapply

# .What does the evidence say?

**Evidence it improves recruitment decision-making.** Studies have shown that there are no gendered differences in scores between candidates when structured interviews and skills-based assessments are used. 42,43,44 Studies also show that making decisions about candidates in batches can reduce stereotyping. 45

# Behavioural Insights

- **Reduces bias** by involving multiple perspectives in recruitment decisions rather than relying on one individual
- Makes it easy for hiring managers to compare performance on objective measures

Channels and key partners: Employers

# Intervention 2: Default employees into applying for promotions

# What is it?

Where employees have demonstrated that they are ready for promotion against set criteria, they are automatically put forward in the next promotion cycle, without having to apply or be

<sup>&</sup>lt;sup>41</sup> CIPD (2022). A guide to inclusive recruitment for employees.

<sup>&</sup>lt;sup>42</sup> Levashina, J., Hartwell, C. J., Morgeson, F. P., & Campion, M. A. (2014). The structured employment interview: Narrative and quantitative review of the research literature. Personnel Psychology, 67(1), 241-293.

<sup>&</sup>lt;sup>43</sup> McCarthy, J. M., Van Iddekinge, C. H., & Campion, M. A. (2010). Are highly structured job interviews resistant to demographic similarity effects?. Personnel Psychology, 63(2), 325-359.

<sup>&</sup>lt;sup>44</sup> Ployhart, R. E., & Holtz, B. C. (2008). The diversity–validity dilemma: Strategies for reducing racioethnic and sex subgroup differences and adverse impact in selection. *Personnel Psychology*, *61*(1), 153-172.

<sup>&</sup>lt;sup>45</sup> Bohnet, I., Van Geen, A.V. and Bazerman, M.H. (2012) When performance trumps gender bias: joint versus separate evaluation. *Management Science*. Vol 62, No 5. pp1225–34.

nominated. This measure does not result in automatically getting promoted. Rather, it seeks to redress the imbalance in promotion applications between women and men.

# What does the evidence say?

**Evidence it increases promotions for women.** One study found that when all participants were considered for leadership roles, women were significantly more likely to be selected.<sup>46,</sup>

# Behavioural Insights

- Introduces defaults, making application for promotion easier
- Reduces **similarity bias**, where managers may encourage those that are similar to them to apply for promotion
- Overcomes **risk and ambiguity aversion**, where employees may not apply for a job as they feel that it is a risk or they are unsure if they are suitable

Channels and key partners: Employers

# Intervention 3: Listing experience on CVs in terms of years, not dates

### What is it?

This means presenting previous roles on a CV in terms of years of experience (e.g. 'four years') rather than chronological dates (e.g. '2016–2020').

# What does the evidence say?

**Evidence it increases gender equity in recruitment.** Evidence suggests that listing experience in terms of years rather than dates can reduce bias against women returning to work. For example, one RCT found that positioning experience in terms of years rather than dates on a CV increased callback rates from employers by 15% for women returning to work after a break to care for children.<sup>48</sup>

# Behavioural Insights

- Makes the applicant's job experience salient<sup>49</sup>
- Makes it **easy** for the hiring manager to calculate total experience

Channels and key partners: Employers, job sites

<sup>&</sup>lt;sup>46</sup> Erkal, N., Gangadharan, L., & Xiao, E. (2021). Leadership selection: Can changing the default break the glass ceiling? *The Leadership Quarterly.* 

<sup>&</sup>lt;sup>47</sup> He, J. C., Kang, S. K., & Lacetera, N. (2021). Opt-out choice framing attenuates gender differences in the decision to compete in the laboratory and in the field. *Proceedings of the National Academy of Sciences*, *118*(42).

<sup>&</sup>lt;sup>48</sup> The Behavioural Insights Team (2021). <u>Facilitating return to the labour market with a novel CV</u> format intervention.

<sup>&</sup>lt;sup>49</sup> Kristal, A. S., Nicks, L., Gloor, J. L., & Hauser, O. P. (2022). Reducing discrimination against job seekers with and without employment gaps. *Nature Human Behaviour, 1-8.* 

# Improving commutes

Women may favour roles with a smaller commute over higher-paying roles in order to be closer to home to carry out domestic responsibilities.<sup>50</sup> Men, conversely, have fewer domestic responsibilities and are therefore able to commute further, allowing them to access higher earnings.<sup>51</sup> Low-paid women we surveyed identified a long and/or expensive commute as the highest ranked factor that would prevent them from applying to a new role, even if it paid more. One woman we interviewed stated:

"If the job is too far away, I have to think about what I spend on the commute (gas, or fare). It is not worth it. It is too expensive and you don't earn that much."

Commutes also have issues of safety. Women fear using public transport, particularly at night, and low-paid and low-skill jobs are more likely to involve night-time work.<sup>52</sup> This fear, as demonstrated by the experiences of harassment women face on public transport, limits the progression routes available for women, who, for example, may not take an opportunity if it is accompanied by late night travel.<sup>53</sup>

While long or expensive commutes are a key barrier for women, many solutions require non-behavioural or more structural solutions, such as in town and city planning, public transport infrastructure and business incentives to operate in different geographic locations. Therefore, we did not focus on this in the workshops.

# Personal barriers to progression

Personal factors are those relating to the individual: financial stress, skills and training, and domestic responsibilities.

# Reducing financial stress

# Why is financial stress a barrier?

Coupled with care commitments, women in low-paid work often have to manage financial stress as they are seen as "primarily responsible for seeing to it that the everyday needs of the home and the children are met". <sup>54</sup> Evidence suggests that financial stress can inhibit job

<sup>&</sup>lt;sup>50</sup> Bertrand, M., Goldin, C., & Katz, L. F. (2010). Dynamics of the gender gap for young professionals in the financial and corporate sectors. *American Economic Journal: Applied Economics*, 2(3), 228–255.

<sup>&</sup>lt;sup>51</sup> ONS (2019). Gender differences in commute time and pay. Office for National Statistics.

<sup>&</sup>lt;sup>52</sup> Crisp, R., Gore, T., & Mccarthy, L. (2017). *Addressing transport barriers to work in low income neighbourhoods: A review of evidence and practice*. Sheffield Hallam University.

<sup>&</sup>lt;sup>53</sup> For example, 55% of women in London report experiencing unwanted sexual harassesment in a YouGov survey Prescott-Smith, S. <u>Most women have been sexually harassed on London public transport</u>. YouGov.

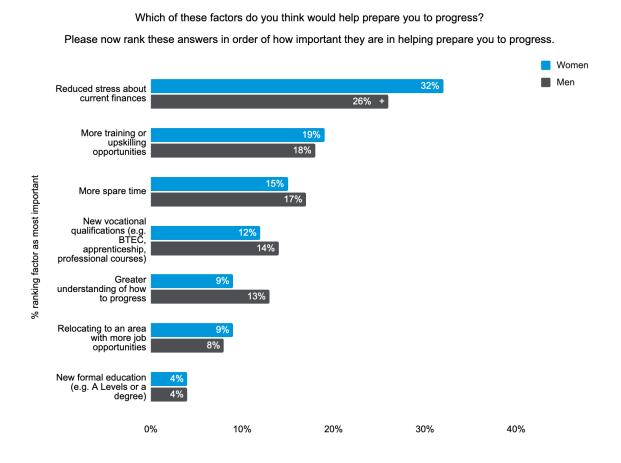
<sup>&</sup>lt;sup>54</sup> Average number of trips by age, gender and main mode: England. *Department for Transport*.

performance, thereby acting as a further barrier to progression.<sup>55</sup> One woman we interviewed stated:

""I don't have the time to think if the job I'm applying to is worth it"

Low-paid roles are more likely to be associated with irregular hours, and, thus, irregular pay. <sup>56</sup> Scarcity research suggests that instability in pay increases uncertainty, meaning individuals have reduced capacity to think about progression opportunities as their focus is on managing their financial commitments. <sup>57</sup>

For the low-paid workers we surveyed, reduced stress about current finances was the top selected factor that both women and men thought would help them prepare to progress at work, and women felt this to a greater extent than men:



N = 1,000\*\* p < 0.01, \* p < 0.05, + p < 0.10ranked the factor as most important.

Results presented are the percentage of women and men who ranked the factor as most important. Figure 2: The percentage of women and men who ranked the factor as most important.

<sup>&</sup>lt;sup>55</sup>Ratnawat, R. G., & Jha, D. P. C. (2014). Impact of Job Related Stress on Employee Performance: A Review and Research Agenda. *IOSR Journal of Business and Management*, *16*(11), 01–06. 
<sup>56</sup> Irregular Work Scheduling and Its Consequences. *(2015). Economic Policy Institute.* 

<sup>&</sup>lt;sup>57</sup> Mani, A., Mullainathan, S., Shafir, E., & Zhao, J. (2020). Scarcity and Cognitive Function around Payday: A Conceptual and Empirical Analysis. *Journal of the Association for Consumer Research*, *5*(4), 365–376.

# **Intervention 1: Increasing pay frequency**

### What is it?

Splitting pay into smaller and more frequent payments, for example, paying fortnightly rather than monthly.

This intervention aims to give individuals greater financial security, thereby reducing the cognitive load and financial stress associated with infrequent pay.

Of the low-paid women we surveyed, 37% wanted to be paid more frequently, with 52% of those wanting to move from monthly pay to fortnightly pay. One woman we interviewed in the UK also suggested that receiving pay more frequently would help her as she tends to struggle towards the end of the month before payday and that more frequent pay may give her more space to focus on work and progression.

# What does the evidence say?

**Evidence it reduces stress.** Research into tax credits found that spreading them into four smaller payments during a year, rather than as a lump sum, increased economic security, reduced reliance on credit, increased ability to pay for childcare and education and reduced stress about finances. <sup>58</sup>

**Evidence it may improve employee retention.** Offering advanced pay (providing wages to employees prior to payday) has been associated with a reduction in turnover of 19%. The study estimated that for each employee paid \$10 per hour, the cost of turnover was \$3,328, thereby, representing a large potential saving for businesses. This may assuage concerns for employers and provide a strong rationale for implementation.

# Behavioural Insights

- Reduces **cognitive load**, which is the total amount of mental effort being used in the working memory, through reducing financial stress
- Makes it easier for people to manage finances by smoothing out the flow of income

Channels and key partners: Employers, payroll providers

# **Intervention 2: Take-home pay transparency**

<sup>&</sup>lt;sup>58</sup> Bellisle, D, & Marzahl, D. (2015). Restructuring the EITC: A Credit for the Modern Worker. *Center for Economic Progress Report.* 

<sup>&</sup>lt;sup>59</sup> Baker, T. H., & Kumar, S. (2018). The Power of the Salary Link: Assessing the Benefits of Employer-Sponsored FinTech Liquidity and Credit Solutions for Low-Wage Working Americans and their Employers. SSRN Electronic Journal.

# What is it?

Providing greater clarity to employees about the amount they would expect to earn if they were to work all their allotted shifts in the upcoming pay period. This could extend to greater clarity on income after tax and any work-related costs, such as for travel to work.

The aim is to enable predictability which better allows women to manage their finances and therefore reduce financial stress.

# What does the evidence say?

The technology for this solution already exists, but it has not been evaluated. We believe that this solution may have a modest impact on reducing stress, through giving low-paid women greater information which they can use to plan their finances or to work out whether they should take on additional shifts.

# Behavioural Insights

- Introduces transparency for employees
- Improves mental accounting, which is the tendency for people to treat money differently depending on its origin and intended use, allowing people to better manage their finances<sup>60</sup>

Channels and key partners: Employers

# Developing new skills

# Why is lack of skills a barrier?

### **Education**

Education is often lauded as a panacea for addressing gender equality, poverty and economic growth, particularly in developing countries.<sup>61</sup> However, in Spain, women are more likely to have higher education than men, suggesting a lack of education may not be the issue.<sup>62</sup>

Higher educational attainment does not necessarily translate to better outcomes in the labour market. Evidence suggests that even where men and women study the same subject, men earn more. Women thus need to be more highly educated to achieve similar pay.<sup>63</sup>

<sup>&</sup>lt;sup>60</sup> Mental accounting is the tendency for people to treat money differently depending on its origin and intended use.

<sup>&</sup>lt;sup>61</sup> Omoniyi, M. B. I., & Omoniyi, A. O. (2014). Unlocking Potentials in Developing Country through Education: A Panacea for Economic Growth and Poverty Alleviation. Literacy Information and Computer Education Journal, 5(2), 6.

<sup>&</sup>lt;sup>62</sup> OECD (2021). Education at a Glance 2021: OECD indicators - Spain.

<sup>&</sup>lt;sup>63</sup> Carnevale, A. P., Smith, N., & Gulish, A. (2018). Women Can't Win: Despite Making Educational Gains and Pursuing High-Wage Majors, Women Still Earn Less than Men [Report]. Georgetown University Center on Education and the Workforce.

# Type of training

A large-scale quantitative study across 14 European countries, including Spain, found that, overall, training contributed more to increasing wages for women than men for those earning the lowest 10% of income.<sup>64</sup> Thus, the absence of training may act as a barrier for women.

One woman we interviewed, who works as a teaching assistant for disabled children, stated that the training offered does not provide solutions or answers to questions and she learns more on the job. Another mentioned taking an online course during the pandemic, but that training was not helpful to her nor valued by employers since she could not practise her skills and apply her knowledge through an internship or a work experience.

In the surveys, more training or upskilling opportunities were the second most important factor selected by both women (19%) and men (18%) that would help them prepare to progress at work. If free training were provided, more people (92% of women and 89% of men) felt that technical training related to their job would help them progress at work than soft skills training or training on how to progress. The low-paid women we interviewed felt that the training courses they were offered, including government-provided training, were often too theoretical and needed to be more practical. One woman did not think any training would benefit her, stating:

"I don't think any external training could help me get a better position, I think you need to work and get better at the job within the job."

# Access to training

Despite the ongoing debate on whether training is effective, there are clear disparities in access to training between women and men. Training may need to be offered flexibly to accommodate a wide range of working patterns. Women are more likely to work part-time and those working part-time are less likely to have access to employer-provided training than those working full-time.<sup>65</sup>

The low-paid women we surveyed were much more likely than men (59% for women, 46% for men) to say that 'my work does not offer any training courses', suggesting that there may be gender inequity related to the types of roles or organisations women and men occupy. Women we interviewed stated that training was often not provided by the employer and, if they needed training, they felt they had to complete external training which was costly. They also stated that they did not have the time to undertake training due to their working hours.

Intervention 1:	Improve	workplace	training

What is it?

<sup>&</sup>lt;sup>64</sup> Icardi, R. (2021). Returns to workplace training for male and female employees and implications for the gender wage gap: A quantile regression analysis. International Journal for Research in Vocational Education and Training, 8(1), 21–45.

<sup>&</sup>lt;sup>65</sup> Fawcett Society. (2017). Fawcett comments on lack of workplace training offered to women by employers.

Improving both the training itself and access to training. A previous BIT report on workplace training for the UK Department for Education made the following recommendations:<sup>66</sup>

- Identify training as a need: employers should focus on making skill gaps visible to managers and provide benchmarks so employers can compare training levels between themselves
- Encourage employees to take part: reduce difficulties for employees accessing training

One way in which to encourage greater participation from women in low-paid and low-skill work may be to encourage employers to cater for those working flexibly. Using online methods of delivery may overcome the barriers women face with transport and childcare constraints.

# What does the evidence say?

While there are some studies, as set out above, that demonstrate the positive impact training can have on progression, other studies report that individuals in Spain are actually overqualified for their current role and therefore may not benefit from additional training.<sup>67</sup> Alongside this, there have been no studies that we are aware of that have identified specific targeted training that would help low-paid women. As such, the above recommendations for improving training are not tested.

# Behavioural Insights

- Reduces **frictions** for employees in accessing training
- Improves **transparency** of skills in the organisation

**Channels and key partners:** Employers, training providers

# Intervention 2: Use signalling devices to legitimise and endorse candidate skills

# What is it?

Signalling devices may be used to improve the job opportunities available to women in low-paid and low-skill work. They work by acting as a signal to potential employers that they are a suitable candidate. For example, a tailored cover letter to an employer signals the individual's interest, skills and qualifications.

A skills passport could be created to certify existing skills, particularly, soft skills that may be more relevant for unskilled jobs. By adding a logo or brand to the passport, this adds credibility to the certification.

# What does the evidence say?

<sup>66</sup> Booth, S. (2017). <u>Annex B: Basic skills in workplaces – a behavioural insights perspective</u>. Department for Education.

<sup>&</sup>lt;sup>67</sup> International Labour Organisation. (2021). <u>Only half of workers worldwide hold jobs corresponding</u> to their level of education.

**Evidence it may increase employment and earnings.** In one study, individuals with limited work experience completed standardised skills assessments and were subsequently provided with certificates that showed their results and were branded by well-known agencies to lend legitimacy. The study found that those individuals who were provided with their results and certification were more likely to target jobs that they felt would value their skills. Compared to a control group, the treatment group were more likely to have found employment and increased their earnings.

# Behavioural Insights

- Makes it **easy** for employers to evaluate skills
- Reduces choice overload for people, as they are able to search for jobs which match their skills

Channels and key partners: Public service organisations

# Increasing support with domestic responsibilities

# Why are domestic responsibilities a barrier?

# Share of domestic responsibilities

As mentioned in relation to flexibility and predictability, women are disproportionately responsible for domestic responsibilities. Women in Spain spend an additional 2 hours 23 minutes more than men on unpaid work.<sup>69</sup> Low-paid women we surveyed (24%) were much more likely than men (3%) to say that their partner doing more housework and childcare would help them progress, corroborating evidence regarding the disproportionate imbalance in domestic responsibilities between women and men. Women we interviewed also said that they wanted one person to stay at home to be with their children and that this would often be the woman within the couple rather than the man.

### The effects of childbirth

Childbirth increases the pay gap between men and women. In Spain, the employment rate strongly declines after motherhood. A study analysing the Spanish labour force survey states that, "by the end of the 2010s, women with children aged 0-15 are about 7.5 times more likely than men with children of the same age to work part-time, twice as likely to be unemployed and about 25% more likely to hold a temporary contract". Similarly, earnings dip when women become mothers by an average of 28% 10 years after birth.

<sup>&</sup>lt;sup>68</sup> Orkin, K., Carranza, E., Garlick, R., & Rankin, N. (2020). *Job search and hiring with two-sided limited information about workseekers' skills*. CSAE Working Paper

<sup>&</sup>lt;sup>69</sup> OECD (2022), <u>Employment: Time spent in paid and unpaid work, by sex, data extracted on 30 March 2022.</u>

<sup>&</sup>lt;sup>70</sup> Hupkau, C., & Ruiz-Valenzuela, J. (2021). Work and children in Spain: challenges and opportunities for equality between men and women. *SERIEs*, 1-26.

<sup>&</sup>lt;sup>71</sup> Arolas et al. (2021) *The effect of childbirth on job separations*. CRES-UPF working paper.

One study found that while 82% of the time mothers left work 14 months after childbirth voluntarily (around the end of maternity leave), there were a number of firms that dismissed female employees around that time. While Spanish law technically protects parents from wrongful terminations, employers can still dismiss employees for worker-related reasons, such as not achieving their objectives or poor performance. Most mothers (94%) who are dismissed in the 13th month after pregnancy become economically inactive or unemployed. The effects of these dismissals on employment are highly persistent: mothers are significantly more likely to remain economically inactive or unemployed for over two years following dismissal. In our interviews, women felt they could not take maternity leave as they worried about being dismissed from work. This resulted in them being more reliant on informal care networks from family members.

# Access to support

Low-paid workers (74% women and 73% men) we surveyed said that less paperwork or forms and application processes would be most beneficial to help them access child-related financial support.

### Parental leave

In the surveys, women (18%) were much more likely than men (10%) to say that their partner taking more time off work when their children were born would have made their return to work easier, although this was still a relatively small proportion of the sample.

# Intervention 1: Improve access to child-related financial support

### What is it?

Providing further information to people on how to access child-related financial support. MDRC, a US-based social policy consultancy, suggests the following behavioural interventions to address access to childcare:<sup>73</sup>

- Automate or remove steps where possible to access support.
- Amend messages to parents to make clearer what they need to do to access support, why they need to do it, and when they need to do it by.
- Break down actions for parents into smaller steps by using checklists.
- Send actionable reminders, emphasising what needs to be done before the deadline.

# What does the evidence say?

**Evidence it improves take-up of support:** BIT conducted an RCT designed to increase uptake of free childcare. <sup>74</sup> An updated letter was sent to parents in the treatment group,

<sup>&</sup>lt;sup>72</sup> Arolas et al. (2021) *The effect of childbirth on job separations.* CRES-UPF working paper.

<sup>&</sup>lt;sup>73</sup> Kruglaya, I. (2020). <u>Behavioral Science Strategies to Increase Access to Child Care</u>. MDRC.

<sup>&</sup>lt;sup>74</sup> Nesta. (2021). Early Years Toolkit

including a clear call to action, highlighting the exclusivity of the offer and adding a social norms message that emphasised that parents would be joining thousands of others if they took-up the offer. The letter also included a next steps checklist giving parents clear information on what they need to do to apply. The updated letter saw an increase in the application rate by 3 percentage points, but this was not statistically significant.

# Behavioural Insights

- Reduces frictions in accessing support
- Creates **implementation intentions**, increasing likelihood of following through with the steps required to apply for support
- Makes it **easy** for by breaking down tasks into smaller steps

Channels and key partners: Public service organisations

# Intervention 2: Increase men's uptake of parental leave

### What is it?

Encourage men to take longer parental leave by tackling the false perception that other male colleagues would disapprove with evidence of true high approval rates among male colleagues and/or managers in their organisation.

Encourage first-time parents to have conversations about how they will divide household responsibilities after having a child. New parents often do not discuss in advance how they will share parental leave, childcare and housework before they have their first child, which makes it more likely they will fall into traditional gendered patterns.<sup>75</sup>

# What does the evidence say?

**Evidence it increases men's intention to take longer parental leave.** Across two RCTs, BIT showed that providing men with the information that their male colleagues strongly support men taking longer parental leave increased intentions to take longer parental leave compared with men who did not see this information. <sup>76</sup> Importantly, this was in a context where longer parental leave was financially supported by the organisation.

**Evidence it increases men's uptake of parental leave.** In another RCT, BIT targeted first-time mothers reading a parental newsletter and aimed to influence their male partner's (if they had one) uptake of parental leave. The intervention primarily reframed decision-making around domestic care as a shared responsibility and was supported with worksheets that outlined key domestic tasks for couples to assign between themselves. For mothers receiving the intervention, their male partner's intended days of parental leave increased by 10%.<sup>77</sup>

<sup>&</sup>lt;sup>75</sup> Hacohen, R., Likki, T., Londakova, K., & Rossiter, J. (2018). <u>Return to work: parental decision making</u>

<sup>&</sup>lt;sup>76</sup> Davidson et al. (2021) <u>Supporting men to take longer parental leave and work flexibly</u>

<sup>&</sup>lt;sup>77</sup> Nicks et al. (2021) Increasing men's involvement in parental care

# Behavioural Insights

- Reduces stigma around men taking parental leave
- Reduces **frictions** in the process of applying for leave
- Creates **implementation intentions** for fairly sharing household work

Channels and key partners: Employers, charities or public services

# **Solutions summary**

In this section, we recap the solutions offered so far. Below, in table 1, we provide an overall rating for each solution presented, considering the strength of the evidence, the potential for impact and an initial assessment on feasibility. This rating is based on our assessment of what is most promising for this programme to take forward, rather than of the idea itself.

Notably, the solutions presented in this report primarily represent those where employers or public services can enact change, rather than legislation or central government policy-level interventions. In Appendix ii, we have listed all solutions considered as part of this programme of work.

Solution	Overall rating	Evidence strength	How this could help women in low-paid and low-skill roles	Feasibility
Default jobs to be advertised with flexible working options		Proven impact	Potential to greatly increase the availability of flexible jobs in the labour market beyond low-paid roles, resulting in feasible progression opportunities for women.	May require supporting managers to structure work in a way that enables flexibility. Some organisations, particularly SMEs, may perceive that they are less able to offer flexible work.
Shift swapping & scheduling		Proven impact	Potential to increase predictability of working hours and flexibility, while also improving employee output.	In most cases, it requires technology adoption, alongside safeguards to ensure workers aren't exploited.
Take-home pay transparency		New idea	Potential to reduce financial stress by providing low-paid women with greater clarity on their earnings.	Tools already exist to enable this solution, however, it requires adoption from employers and advanced understanding of hours.

Solution	Overall rating	Evidence strength	How this could help women in low-paid and low-skill roles	Feasibility
Listing experience on CVs in terms of years, not dates		Proven impact	May increase the number of callbacks women receive for jobs.	Easy and low-cost to implement.
Use signalling devices to legitimise and endorse candidate skills		High potential	Greater opportunities for new employment and increased earnings.	Requires an independent organisation to certify skills and for employers to recognise them.
Increasing transparency in recruitment decision-mak ing		Proven impact	Would reduce ambiguity aversion and reduce bias in the selection process.	Requires commitment from employers to being transparent with employees and understanding what kind of transparency makes a difference.
Improve workplace training		High potential	By improving both the access to and content of training, low-paid women have more readily available progression pathways.	Many employers already offer workplace training, therefore, there may be scope for amendments.
Increasing pay frequency		High potential	Ability to reduce financial stress through reducing time between pay periods, allowing women greater	There may be some administrative costs in setting up increased pay frequency.

Solution	Overall rating	Evidence strength	How this could help women in low-paid and low-skill roles	Feasibility
			financial security.	
Default employees into applying for promotions		High potential	Defaulting people into promotions may be a very effective way of overcoming organisational biases.  However, the promotion role needs to be associated with higher quality work in order for this solution to be effective.	The effectiveness of this solution depends on specific employers being able to offer this solution.  For some employers, their financial position and workforce plan may restrict opportunities to use this solution.
Safety checks or reviews of an organisation by an external reviewer		New idea	This solution may help low-paid women to seek new work as they can readily identify safe working environments.  Reviews may also encourage organisations to improve their safety, if they are shown to be scoring poorly.	Feasibility is constrained by identifying a credible external party to provide the review.  It may also be difficult to review working locations in some roles, e.g. people's homes for those working in caring roles.
Improve access to child-related financial support		New idea	Improving access to support, for example, through increasing information available on how to access, can improve the support women receive.	Providing more information on how to access support would be a low-cost solution, however would require either government or a non-governmental organisation to take ownership of this and raise awareness.
Increase men's uptake of parental		Proven impact	Potential to increase men's uptake of parental leave which in turn may help women return to work and to manage	May be more beneficial in male-dominated environments.

Solution	Overall rating	_	How this could help women in low-paid and low-skill roles	Feasibility
leave			domestic responsibilities.	

Table 1: New solutions, in order of combined applicability and feasibility

# Conclusion

# **Overarching findings**

This programme of work has sought not only to understand the issues faced by low-paid women, but also to identify promising opportunities. A particularly novel finding of this research is the prioritisation of importance of different barriers for women, showing that long and/or expensive commutes were the most important barrier for many, followed by an unsafe working environment and unpredictable hours.

Safety is a key consideration for women in low-paid and low-skill work, with unsafe working environments emerging as a barrier in both surveys and interviews. Our findings emphasise the need for creating safe working conditions for women in low-paid work, allowing them to access greater opportunities.

A persistent finding throughout our research, spanning across the literature, surveys and interviews, is the disproportionate impact of domestic responsibilities on women. Domestic responsibilities help to explain womens' desires for flexibility and predictability, the need for job security and the importance of working location. They also impact personal finances and limit the amount of time women have available to develop new skills.

Predictability is crucial for low-paid women as it provides them with autonomy. Despite other factors like flexibility being important, they are secondary to the need for predictability. Without a base level of autonomy, low-paid women are unable to explore other needs in their work. In this part of the labour market, predictability should be prioritised.

# **Implications**

The summary of solutions, presented above, represents a starting point for next steps. The solutions presented can broadly be categorised into three areas:

- 1. **Proven impact**. These are solutions which are already well evidenced and should be more widely adopted. E.g. Default jobs to be advertised with flexible working options.
  - We welcome the opportunity to work with <u>employers</u> to <u>implement</u> these solutions.
- 2. **High potential.** These are solutions where we have some evidence of impact, but need further evaluation. E.g. Increasing pay frequency.
  - We welcome the opportunity to trial these solutions with employers.
- 3. **New ideas.** These are the sparks of initial ideas where we think there could be potential, but we need to build the evidence-base. E.g. Take-home pay transparency.

We welcome the opportunity to collaborate with <u>research organisations</u> to further <u>develop</u> these ideas, and with <u>employers</u> to subsequently <u>test</u> them.

# **Appendix i: Methodology**

# Literature review & expert interviews

We conducted a literature review, where we identified the barriers and enablers women face to progression, as well as possible interventions. In this review, we drew from the existing academic literature where possible. However, as the literature specific to women in low-paid and low-skill work has gaps, we also drew on grey literature such as think-tank reports.

When reviewing the literature, we critically assessed the robustness of the evidence offered, looking at: the size and representativeness of samples; the experimental design of studies; the appropriateness of outcome measures; statistical significance; and generalisability of results.

To further inform our findings, we also spoke to a range of experts (from academia and policy).

# **Surveys**

We surveyed 1,000 participants in June to July 2022 using Predictiv, BIT's policy testing lab. All participants were remunerated for completing the survey.

The screening criteria for the survey was as follows:

- Low-paid: must be paid two-thirds of the median income for the country or lower.<sup>78</sup>
- **Gender:** we surveyed 74% women and 26% men. While the study is focussed on low-paid women, surveying men allows us to draw comparisons.
- **Employment status:** must be either employed, self-employed or unemployed and seeking work. If unemployed and seeking work, they must have been employed less than 2 years ago. This was to ensure we could capture those who are in work, or have recently been in work and are looking for work.
- **Education:** those with a university degree or professional qualification under the age of 25 were excluded from the survey, as were those under the age of 25 who were currently studying for a university degree. This is because this group is more likely to move out of low pay without requiring intervention.

The questions were categorised as follows:

- 1. Demographic questions: such as gender, age, region and ethnicity
- 2. Definition of progression: how respondents define progression
- 3. Job-related barriers and enablers respondents face to progression
- 4. Personal-related barriers and enablers respondents face to progression
- 5. Domestic work: to understand caring and domestic responsibilities for the low-paid

<sup>&</sup>lt;sup>78</sup> Within this paper, we use the OECD definition of "low-pay" work, defined as workers earning less than two-thirds of median earnings: OECD. (2021). <u>Wage Levels</u>

The surveys were completed online. As such, the sample doesn't capture the digitally excluded, or people not inclined to complete online surveys. It is also important to consider that people's reported responses in a survey may not reflect how they will act in real life.

Where we state that results are different between women and men, we refer to statistically significant differences at a level of p < 0.05 and p < 0.10. If not statistically significant, we state 'no difference'. In figures, we use the following annotations: \*\* p < 0.01, \* p < 0.05, + p < 0.10

### **Interviews**

To address our research questions we drew on qualitative data gathered during interviews with low-paid women. We conducted six in-depth semi-structured interviews in September 2022 with low-paid women lasting between 45 minutes and 1 hour.

Participants were recruited through the surveys conducted in June to July 2022, where survey participants had the option to leave their email address if they wanted to participate in an interview. We sampled women using the following criteria:

- **Income** (6 participants earning less than €13,500 a year)
- Employment status (5 employed/self-employed, and 1 unemployed)
- Age (3 participants over 35, and 3 participants under 35)
- **Dependents** (3 participants with dependents, and 3 participants with no dependents)
- **Industry** (2x healthcare, 2x professional services, 1x hospitality)

We conducted light-touch analysis of summary data. During the analytical process, a balance was maintained between deduction (using existing knowledge to guide the analysis) and induction (allowing concepts and ways of interpreting experience to emerge from the data).

These findings represent the views of the 6 people we spoke with and are not necessarily representative of the population of low-paid women in Spain.

# Co-design workshop

We conducted a co-design workshop attended by 13 people from a range of research organisations. Co-design is a collaborative approach to design involving a range of perspectives in the design process. In the workshop we covered the following:

- 1. Presenting our findings from the literature review, surveys & interviews
- 2. We divided attendees into groups and presented them with personas, which were developed based on the women we interviewed and findings from the survey. Attendees initially gave their thoughts on the personas.
- 3. Attendees subsequently reviewed intervention cards we had created, commenting on the applicability of the interventions to the given persona. They also devised their own interventions.
- 4. Finally, attendees discussed the impact and feasibility of the interventions, before voting on the idea they felt was best.

# Appendix ii: Solutions longlist

Barrier	Solution	Description	
Job-related			
Flexibility & predictability	Default jobs to be advertised with flexible working options	A default that all jobs must be advertised with flexible working options available	
Flexibility & predictability	Shift swapping & scheduling	Providing technologically-enabled shift swapping to allow workers to swap shifts	
Safety	Safety checks or reviews of an organisation by an external reviewer	External review of a working location to help women know whether it is safe before they take on a job	
Organisational processes	Default employees into applying for promotions	Where employees have demonstrated they are ready for promotion, they are automatically put forward without having to apply or be nominated.	
Organisational processes	Increasing transparency in recruitment decision-making	Reducing bias in the selection process.	
Organisational processes	Listing experience on CVs in terms of years, not dates	Presenting previous roles on a CV in terms of years of experience (e.g. 'four years') rather than chronological dates (e.g. '2016–2020').	
Commute	Subsidised transport	Providing subsidised transport for workers	
Personal			

Barrier	Solution	Description		
Financial stress	Increasing pay frequency	Splitting pay into smaller and more frequent payments, for example paying fortnightly rather than monthly		
Financial stress	Take-home pay transparency	Providing greater clarity to employees about the amount they would expect to earn if they were to work all their allotted shifts in the upcoming pay period		
New skills	Improve workplace training	Improving both the training itself and access to training		
New skills	Use signalling devices to legitimise and endorse candidate skills	A signal to potential employers that the worker is a suitable candidate		
New skills	Offer effective mentoring	Employer-provided mentoring programmes to women		
Domestic responsibilities	Access to funded childcare in the workplace	Employer-provided childcare that is either free or subsidised		
Domestic responsibilities	Improve access to child-related financial support	Public services or employers providing further information on how to access child-related financial support.		
Domestic responsibilities	Increase men's uptake of parental leave	Encouraging men to take longer parental leave through removing gendered perceptions of men taking leave.		
System change				
System change	Encourage men into female-dominated occupations	Encouraging more men to work in female-dominated occupations		
System change	Encourage gender-balanced procurement practices	Updating government procurement to add gender requirements		