Immersive People Function

HR Function Transformation

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HR is encouraged to mature towards an Immersive People Function for future value-add



As the HR function matures, existing offerings will increasingly be delivered by automated technology leveraging the potentials of AI.

That provides HR the chance to broaden its scope, addressing the challenges of today and tomorrow to provide relevant value-add through a people experience-centric function

- Dynamic PeoplEX OS as functional basis
- Strong experience improvement focus of agile teams
- Data-driven, experience-triggered problem-solving for people topics

Improve overall People Experience and thereby increase individual and corporate engagement, productivity and performance



People Experience

Larger: In comparison with today's focused Employee Experience, the future People Experience function will significantly impact and add value to the entire People Experience through culture, work, workplace and technology experience emphases, therefore enabling a high level of engagement.

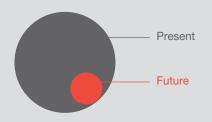
Traditional HR Product Delivery

Smaller: Traditional HR products such as Talent Management and Business Partnering will be consolidated, automated and highly supported by Al. Remaining work will be delivered by cross-country expert teams.

HR Operations

Smaller: Traditional HR Administration efforts become smaller, more cost effective, and more highly automated and Al leveraged, with most remaining work delivered by GBS.







The path towards an Immersive People Function involves looking at the status quo and defining a target state





HR Silo

Shaping support function

- Lean and efficient HR function
- Operationally excellent
- Digitized and automated HR
- Cost reduction across HR delivery chain
- HR cloud suites



Digital HR Service Platform

Shaping customers' experience

- + Coherent digital HR with customer at the center
- + HR data focus
- + Maximized HR customer satisfaction
- + Customer value across HR delivery chain
- + Service Management Tech



Immersive People Function

Shaping company's agenda

- + Immersive network node sensing workforce trends and needs
- + People value in all HR activities & business ops
- + Workforce data focused
- + Experience-driven
- + Maximized workforce experience, productivity and engagement
- + Experience Tech & Al



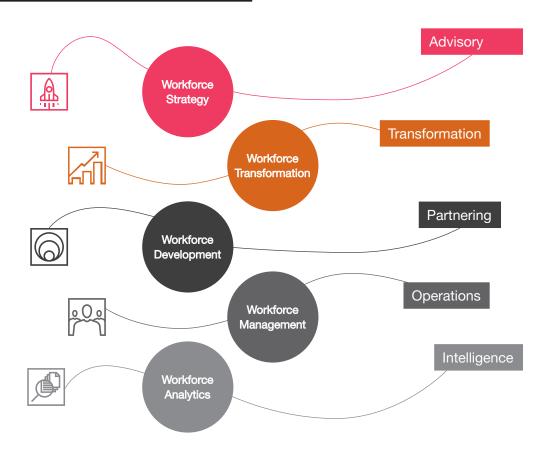




With demands on HR rising, CHROs need to translate workforce-related requirements into functional capabilities

- Future People Function decisions will be shaped by **predictive** and **prescriptive** analytics enabled by AI.
- Specialist teams will evolve to become lean and agile with deepseated expertise.
- 70% of processes will be automated, leaving the rest to GBS in the most suitable locations.
- Hub-like structures will be central in forging transformative employee interactions and people experience.
- The People function will spearhead the integration of ESG, Purpose & DE&I advocacy with business strategies.
- The pursuit of operational excellence will lead to pioneering datadriven process optimisation and resource agility.
- The emphasis will shift towards a **skill-centric ecosystem**, enhancing organizational competitiveness and scalability.





Source: https://www.mckinsey.com/capabilities/people-and-organizational-performance/our-insights/the-organization-of-the-future-enabled-by-gen-ai-driven-by-people

Rather than operating in isolation, Immersive People Functions address challenges across all the CHRO's playing fields



Complex jobs and tasks demand a smart division of labor in the People Function and a hybrid human-AI sourcing approach



Advisory Pod

What: A podular and networkedform of organization for the HR advisors

How: Form cross-functional, pod-centered and self-organizing teams that can respond quickly and flexibly to the strategic needs and requests of the CHRO and business leaders

Why: Facilitate the sharing of expertise, information, knowledge, and best practices across teams as well as with external partners and stakeholders



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Transformation Program

What: An agile, project-based form of organization for the HR transformation specialists

P&C

How: Work in iterative and collaborative ways to deliver workforce change initiatives that align with the business and workforce objectives and priorities

Why: Foster a culture of innovation, experimentation and feedback among the workforce transformation teams and with the business units and functions



HR Partner Matrix

What: A matrix form of organization for HR partners

How: Balance dual reporting lines to the people function and the business units and functions, coordinating and integrating their efforts to support and evaluate workforce development programs and interventions

Why: Enhance alignment, communication and collaboration between HR partners and business leaders and employees

Operations Center

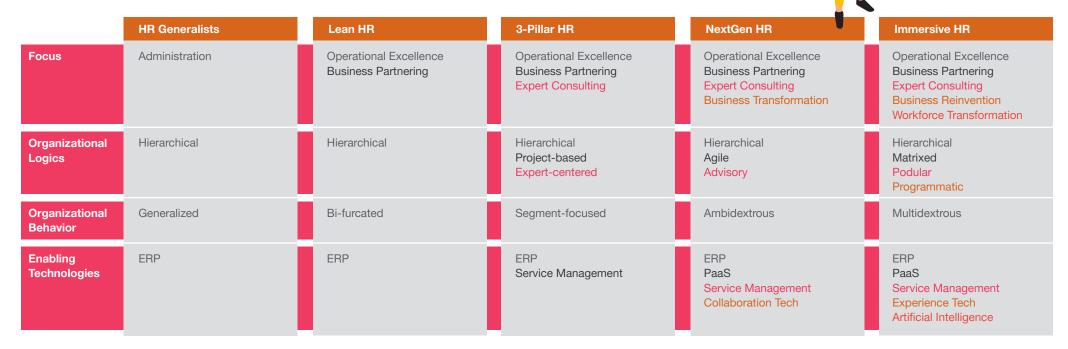
What: A traditional, hierarchical form of organization for the HR operations staff and managers

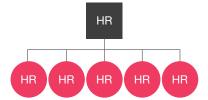
How: Ensure efficiency, quality, compliance and engagement across workforce management activities, such as payroll, benefits, compensation, HR data and analytics, HR technology and customer interactions

Why: Provide clear roles, responsibilities and accountabilities for HR operations staff and managers



As business environments and organizations grow more complex, HR models must become more versatile













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Let's start transforming your HR organization today!



PwC is one of the world's leading HR and change management consultancies

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