Oakland County MICHIGAN

# Gig Jobs Exploring Non-Traditional Employment Opportunities





- Please be courteous and respectful to the host and other participants
- This is an interactive session we welcome you to ask questions at any time (unmute your microphone or send questions via chat)
- The workshop presentation and other materials will be sent to all participants who provided an email address
- Follow up with your nearest Oakland County Michigan Works! service center for additional assistance



# What is a Gig-Economy?

- A Gig Economy refers to a workforce that is made up of freelancers and those who work independently from traditional workplace settings.
- Growing number of people going their own way through freelance and contract work – any situation where the individual is paid per job, or 'gig', as opposed to receiving a regular salary or wage from an employer

https://www.youtube.com/watch?v=oQfTJy0sRVs



# **Statistics of Gig-Economy**

About 36% of US workers are now involved in the gig economy.

US freelancers contributed \$1.28 trillion to the American economy in 2018.

90% of freelancers think the industry has an even brighter future ahead of it.

If the gig economy keeps growing at its current rate, more than 50% of the US workforce will participate in it by 2027.

In 2018, US independent workers spent a billion hours per week freelancing.

42% of young people freelance.

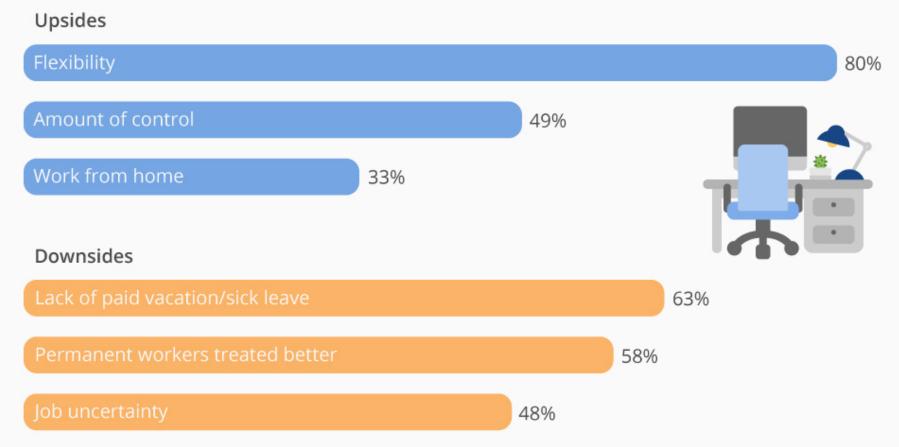




## **Gig Economy Leaders**

## **Pros & Cons of the Gig Economy**

Selected benefits and downsides of contingent work in the gig economy\*



\* A contingent worker is a provisional worker who works for an organization on a non-permanent basis



Online survey of 1,008 contingent workers based in the U.S. conducted in July 2016 s Source: EY





# **Benefits of Gig-Economy**

- Flexibility in schedule
- Greater independence and freedom to choose when and where to work
- Less risk of job and income loss with multiple employers
- Variety in work- expands work experience
- Greater scale to allow for financial growtheliminating traditional earning caps that are set with standard salaried positions
- Development of new skills viable to many industries
- Mimics entrepreneurship with less individual risk



# **Limitations of Gig-Economy**

- Inconsistent income, with less stability
- Lack of employer-sponsored benefits- health insurance, 401 (k) plan, paid vacation time, etc.
- Incurred costs such as gas, work supplies and workers comp coverage
- Absence of protections afforded to W-2 employees
- Price competition with lower cost markets
- Must come with skills (less in-house training)
- Employee classification and regulations
- Businesses have more talent options



# **Corporate Shift to Gig-Economy**

## **Pros for Companies**

- Ability to hire for immediate vs long-term needs
- Agility for fast growth or fast shrinking
- Reduced fixed costs
- □ Shift risk to employees
- No need to train staff into job
- Access to highly desired skills on demand
- □ "Try before you buy"

## **Cons for Companies**

- Pay premium for most desired skills
- Higher hourly rates to compensate for lack of stability
- Sharing resources with competitors
- Employees have more gig options
- □ Losing long-term experience



# **Reasons for Gig-Economy**



a full-time job, but pick up an ad hoc gig for extra income to pay for expenses like an annual family vacation.

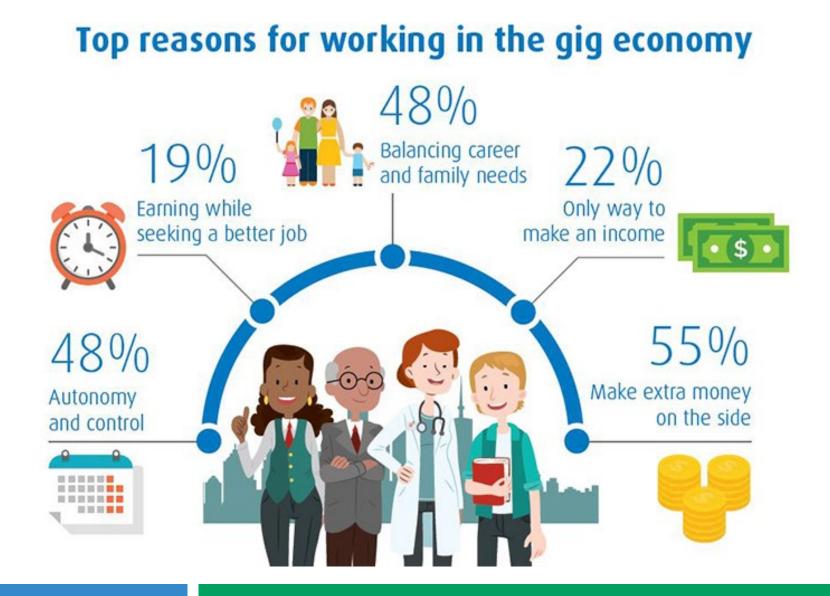
a main gig as a hobby.

picked up various gigs after losing a job and continue to work multiple gigs until they find a traditional full-time job.

one/multiple gigs in addition to a regular part-time job or one primary gig job.

a primary gig and combine gig assignments to create full-time employment.





Top Reasons for Working in the GIG Economy

## BREAKDOWN OF SERVICES PROVIDED BY GIG WORKERS

Personal services, such as cleaning, moving, or DIY tasks, through a website or app like *Hassle* or *TaskRabbit* 

**Skilled manual work**, such as plumbing, building, electrics, or carpentry, through a website or app like *MyBuilder* or *RatedPeople* 

Administrative work, such as data entry or 'click work', through a website or app like PeoplePerHour or Clickworker

Creative or IT work, such as writing, graphic design, or web development, through a website or app like Upwork, Freelancer or Fiverr

Professional work, such as consultancy, legal advice, or accounting services, through a website or app like Upwork, Freelancer, or Talmix

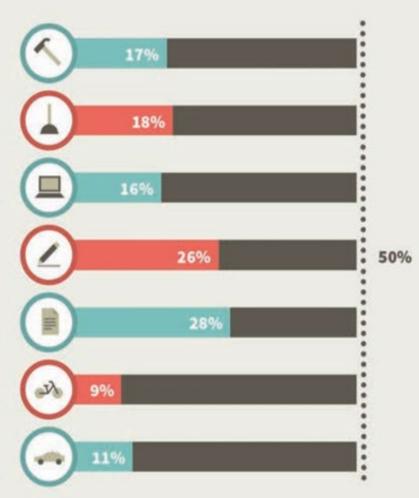
Delivery or courier services, through a website or app like Deliveroo, UberEATS, or Just Eat

Driving or taxi services, by finding passengers through a website or app like Uber

Source: RSA/IPSOS Mori Survey

150 Power Gig Economy Apps!





## **Best GIG Economy Jobs in 2020**





**Occupational Therapies** 

# **Types of Gig Work**





## **Hiring Requirements**

- Age -18 years old Minimum for most 21 years old Minimum for Rideshare
- Reliable vehicle 10 -15 years old or newer (rideshare)
- IPhone (ios 8 or newer )/Android (4.4.2 or newer)
- Valid U.S. Drivers License
- A Social Security # or Business EIN #
- Email Address
- Online application, Resume and Interview Process is required for most
- Valid Registration and Auto Insurance
- Bank Account for direct deposit or PayPal
- Thorough background check required
- Knowledge base or work to be performed
- Ability to lift 25lbs
- Other requirements may apply





## What you should consider before you start....



#### Which gig is right for your current lifestyle?

Research, Research, Research - know what you are getting yourself into.

Don't quit your traditional job until you know if this type of employment is a good fit.

Create a budget and make sure it will be supported by this type of employment.

Do you have the skills needed to succeed in the "Side Gig" you choose? Do you need additional training?

Does the gig you wish to start align with your short term and long-term goals?

What type of commitment is required to engage successfully with the gig you choose?



# **Current Economy Changes**

## Positive

- Increased demand for delivery services and online retail stores
- Federal Cares Act provides some provisions
- Larger gig companies are offering benefits to assist
- Rise in awareness for protecting this economy
- Hazard pay

## Negative

- Decline in non-essential gigs like rideshare/ property
- Increased risk in exposure to virus when delivering service
- Lack of benefits to provide support
- □ Increased talks of strikes



# **Future Economy Changes**

## Positive

- Flexibility ability to modify services to provide in-demand services
- Maintain non-contact delivery
- Larger gig companies are offering benefits to assist
- Increase in social media driven digital economy work because of extended social contacts during SIP orders
- Push for increased legislation to provide rights to freelance occupations
- Freelance opportunities on the rise based on the effects of COVID-19

## Negative

- Feeling of lack of security with the Gig Economy work
- Increased risk in exposure to virus when delivering service
- □ Still not stable work
- May need to change focus due to employment trends
- Recession



# **At Your Service**

Monday-Friday, except state holidays

**Telephone and Virtual Appointments Only** 

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