

Case Study

Reduce Turnover with the Power of Birkman

Situation

A large US marine transportation company with a workforce of over one thousand can't keep employees. Their new-hire turnover rate is above 100%.

Executive Summary

With high turnover rates costing the company over three million dollars annually, the company turned to Birkman to strengthen their talent acquisition process and retain their top performing employees. After using Birkman to restructure their hiring process and develop existing talent, the company dramatically reduced their turnover rate by 67%.

Challenges

Despite competitive wages, generous benefits packages, and rigorous talent acquisition processes, the company was struggling with high turnover rates with direct costs of over three million dollars a year. Indirect costs added to the financial burden, totaling what experts estimate as one-and-a-half to two times the annual compensation for any position.

Solution

The company realized that their main issue with high turnover lay in the fact that they were hiring and training the people who simply were not going to stay with the company, no matter their salary or potential growth at the company. With background checks, medical screens, multiple interviews, and job-related skills and knowledge testing, the company's hiring practices were solid but incomplete.



By harnessing Birkman and having all new applicants complete the assessment, the company learned that they needed to identify applicants who possessed the character traits that would most help them succeed at their respective roles within the company, specifically identifying applicants who are characteristically suited for the work and working environment.

From a single assessment, Birkman provided enough insight about employee workstyles, work environment preferences, natural strengths, and performance motivators to give the company ample insight into the strengths and blind spots of their current workforce. Birkman provided such powerful behavioral insights that the company was able to develop a methodology to successfully reduce employee turnover.

First, they solidified the set of characteristics that accounted for success in the particular job and work environment. This was determined by developing a snapshot of success, a profile of the employee likely to stay on the job and perform at a high level.

"Birkman provided such powerful behavioral insights that the company was able to develop a methodology to reduce turnover."

Lynn Greene

Organizational Development Consultant and owner of Performance Enhancement Group, Ltd. The top performers and least successful employees of the current workforce were identified. By comparing the characteristics between these two groups, the company was able to create the profile of the employee most likely to succeed in their role and stay at the company.

Recruiters harnessed this profile to sort out the applicant pool, carefully selecting employees that matched this profile. Within six months, the company witnessed a significant reduction in its new-hire turnover rate.

Results

The company administered Birkman to all new applicants without changing anything else in the process, reducing the amount of disruption to the flow of existing HR activities. Therefore, implementing Birkman did not add significantly to the responsibilities of those involved in recruiting and hiring.

After refining the ideal employee profile over years of using the assessment instrument, the company was able to reduce their turnover rate by 67%, translating into higher productivity, improved workforce morale, and over \$2 million a year straight to the bottom line after added costs.



About Birkman

Birkman International is a behavioral and occupational assessment company headquartered in Houston, Texas with an extensive global reach. The company began assessing personality through a proprietary methodology founded by innovative organizational psychologist Dr. Roger W. Birkman in 1951.

The Birkman Method remains a preferred instrument to better understand interpersonal dynamics and achieve higher performance through positive psychology. It is used widely in the fields of career coaching, leadership development, human resources management, and organizational design today.