



## The IT Artifact in People Analytics

#### Reviewing Tools to Understand a Nascent Field

16<sup>th</sup> International Conference on Wirtschaftsinformatik (2021)



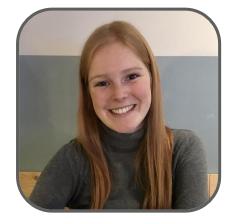
### **Meet the Authors**



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**01** Why Research in People Analytics is Necessary

Research Method

Five Archetypes in People Analytics Tools

Referencing Information Systems Discourses

Implications and Future Research

#### **Motivation**

People Analytics is a "hype topic" ...





# Gute Daten, böse Daten

VON INA LOCKHART - AKTUALISIERT AM 08.02.2021 - 13:16

People and HR Analytics Software Market was valued at USD 2.13 Billion in 2019 and is projected to reach USD 5.9 Billion by 2027, growing at a CAGR of 13.5% from 2020 to 2027.

Sources: Bild, 2021; FAZ, 2021; Verified Market Research, 2020.

#### **Motivation**

... but lacks conceptual clarity and consistency.

Practitioners:

01

Drive the topic together with people analytics vendors

**02** Focus on practical recommendations and selling professional advice

03

Offer different tools under the term people analytics



#### "Hype more than substance"

Lack of academic inquiry into the actual IT artifact and consistent theoretical foundation

Sources: Hüllmann & Mattern, 2020; Marler & Boudreau, 2009; Van der Togt & Rasmussen 2017.

#### **People Analytics**

Questions about the essence of people analytics remain.



Modern HR Function

Data-driven decisions over intuition to inform traditional HR processes **Transforms General Business** 

Involves all kinds of business operations that involve people

**Data and Technology Driven** Big data, computational algorithms,

and information technology

People analytics depicts "socio-technical systems and associated processes that enable datadriven (or algorithmic) decision-making to improve people-related organizational outcomes"

Sources: Gal et al., 2017; Hüllmann & Mattern, 2020; Levenson 2018; Marler & Boudreau, 2009.



## **Research Questions**

IT artifact lens for uncovering people analytics assumptions and conceptions.



- 01 What is people analytics as understood by reviewing existing tools in terms of methods, data, information technology use, and stakeholders?
- 02 What established discourse in the information systems discipline provides insights for inquiring people analytics?

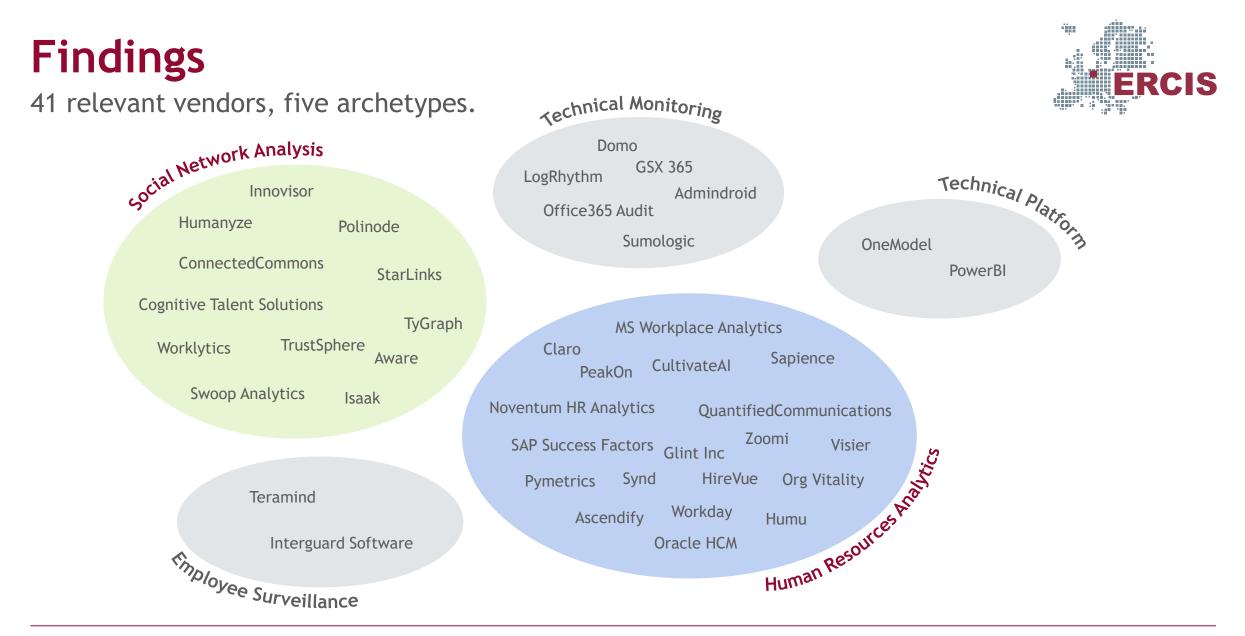
#### **Methods**





Search	Monitoring social media from August to December 2019 Keywords: "People Analytics", "HR/Human Resources Analytics", "Workplace Analytics", "Workforce Analytics", and "Social Analytics Workplace"
	41 People Analytics Vendors Screening of the 41 vendors' websites to gather information
Analysis	Independent coding of vendors by two researchers using five dimensions adopted from coding scheme by Hüllmann & Mattern (2020): methods, data sources, stakeholders, outcomes, and ethical issues and concerns Discussing and resolving non-matching codes jointly

Sources: Hüllmann & Mattern, 2020.



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## Discussion

Zarsky, 2016.

Learnings from IS discourses and people analytics software

Social Network Analytics

as People Analytics

Validity not sufficiently addressed by vendors but major ;-) theme in social network analytics discourse

Survey data as addition to digital traces potentially enrich insights on social networks and increase quality

> Beside managers, employees are major stakeholders of people analytics

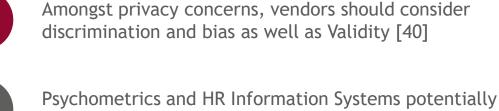
Qualitative methods as addition to quantitative means to gather insights, potentially enrich and improve results Human Resources Analytics as People Analytics

Amongst privacy concerns, vendors should consider discrimination and bias as well as Validity [40]

enrich insights from surveys, digital traces and interviews

People analytics not only concerns HR managers and employees, but all managers and business units





Sources: Ebrahimi et al., 2016; Gal et al., 2020; Howison et al., 2010; Hüllmann, 2019; Hüllmann & Mattern, 2020; Hüllmann & Krebber, 2020; Levenson, 2018; Marler & Boudreau, 2017; Schwade & Schubert, 2017; Thapa & Vidolov, 2020;



## **Implications and Future Research**

Raising questions for future research and recommendations for vendors.



Better understanding of the core of people analytics and underlying role of information technology



Critical view on potential issues with people analytics, popping the hype bubble and addressing validity, privacy, and other issues underlying the vendors' promises

#### Implications for Vendors Method transparency

Transparency in validity of outcomes

Address unintended side effects, potential issues with privacy and validity

#### **Implications for Research**

Take up perspective of the archetypes Extend the inquiry into the selected topics Critical assessment if people analytics tools deliver the value they promise.





## Thanks for listening

... and your ideas on how to continue our work!





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