

Hiring without Borders

How to navigate international and domestic employment laws.



Presenters



Miranda Zolot General Counsel & Secretary

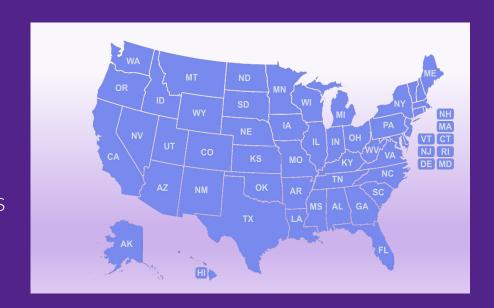


Ryan Parker General Counsel & Chief Legal Product Officer

Hiring Trends



- Companies are continuing to expand the number of states where they have employees
- Smaller companies are beginning to hire employees in new states.
- Companies are allowing employees to move to new states where they don't already have employees.





Why hire in new jurisdictions?

Remote Work

- Organizations have learned during the pandemic that they can be successful with remote employees.
- A lot of employees want to work from home.
- Organizations may not see many benefits from having employees in the same area.

Tight Labor Market / Bigger Talent Pool

Feasibility of Having a Distributed Workforce



Companies hiring remotely

We Work Remotely is the largest remote work community in the world: with 4.5M+ visitors. The %'s below per year is based on platform use.

- 2013: WWR is founded
- 2014: +100%
- 2015: +10%
- 2016: +18%
- 2017: +8%

- 2018: +58%
- 2019: +32%
- 2020: +11%
- 2021: +246.12%
- 2022: -16% -- [This number decreased but it's still 187% more companies than before the pandemic.]

Source: WeWorkRemotely.com



Employees working remotely





Employees said they worked remotely full time, compared to just 18% before the pandemic.



81.7%

Employees said remote working had become more important since the pandemic.



44%

Employees said remote working was one of their top 3 factors when it came to their ideal company.

Source: Oyster Employee Expectations report



Why hire in new jurisdictions?

Remote Work

 Organizations have learned during the

Tight Labor Market / **Bigger Talent Pool**

- There is significant competition for top talent and allowing employees to work remotely can be a big selling point.
- Allowing people to work where they live can help organizations keep and recruit talent.

Feasibility of Having a Distributed Workforce



Remote Job Seekers Up

These %'s are based on YOY results in platform browsing use.

Highlights: These impressive stats showcase the desire for employees to work remotely.

Source: WeWorkRemotely.com

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'Remote' **most important** benefit

Buffer Poll

- X 2,700 responses
- Showcasing the priority employees give remote work, v other important henefits

Source: LinkedIn, Buffer





Why hire in new jurisdictions?

Remote Work

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Tight Labor Market / Bigger Talent Pool

 There is significant competition for top

Feasibility of Having a Distributed Workforce

 There are challenges to having a distributed workforce, but organizations are realizing that those challenges are increasing manageable and outweighed by the benefits.



Challenges Organizations Face When They Hire in a New State or Country

Entity Issues

- ☐ Entity Creation & Registration
- ☐ Statutory Benefits
- ☐ Taxes (Employment & Sales)

Employment Issues

- Job Postings & Hiring
- ☐ Engagement Document
 - Offer Letter
 - Employment Contract
- Required Policies
- Payroll Compliance

Jurisdiction Specific Knowledge

- CA- no restrictive covenant
- MA- Ban the Box
- Netherlands- long probation or fixed
- Spain- restrictive covenants must be bilateral & paid





Different Places, Different Requirements

- Two different approaches:
 - One size fits all: pay the same amount across the country and set leave policies at the level of the most generous state or locality.
 - <u>Location specific</u>: pay and leave policies that vary based on location.







Trends:

What jobs and where? Your next hire.



Distributed Hiring (Locally or Globally)

- Type of Work Is It Remote Friendly?
- Working Environment- Is this Team Remote Ready?
- Where in the World?
 - Follow the Sun Considerations
 - Risk Tolerance- FTE v. Contractor
 - Compensation Range
 - What is your compensation philosophy?
 - What is your compensation package?





Top areas of demand

[Source: Oyster, 2023]

Customer Support

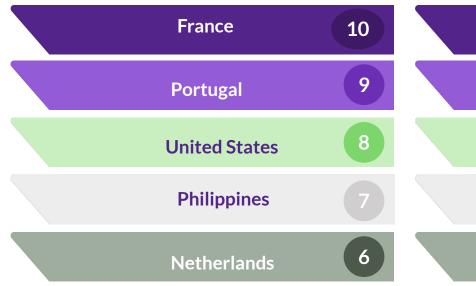
Finance & Accounting

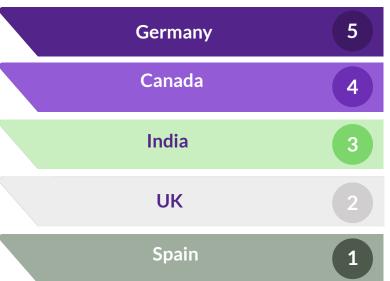
Engineering

Top countries for hiring



[Source: Oyster, 2023]







Thank you!



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