

HR BUSINESS PARTNERING is evolving.

The role of the HRBP is becoming broader, more demanding and more complex. As the organisational context becomes more challenging, the need for HR to effectively partner the business also increases.

HRBPs and HR leaders need to act now to ensure HRBPs have the capabilities required to be effective in the future. However, our research indicates HRBPs are not currently well-prepared for the future requirements of their role.

How ready is your organisation?





"The role of an HR Business Partner is becoming significantly more challenging but also significantly more interesting as it requires even greater business understanding and ability to work with and influence stakeholders to support navigation of a complex and rapidly evolving business context".











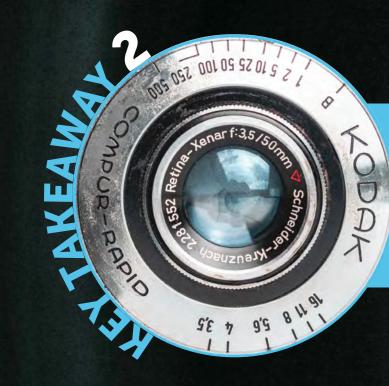
The HRBP role will increase in importance

as the operating environment becomes more complex. The role is also a fundamental part of the HR function.

of survey respondents still use the HRBP



The HRBP role is significantly changing.



The HRBP role will increase in importance.

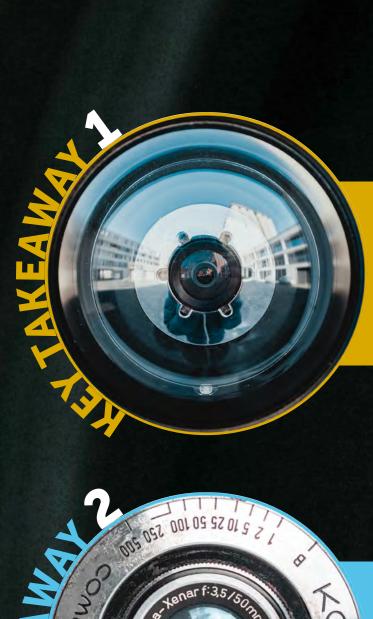


Above all else, effective future HRBPs will need to be:

- 1. strategic
- 2. skilled at change management
- 3. data-oriented.

HRBPs and senior HR leaders are aligned on this.

3.5-5.5



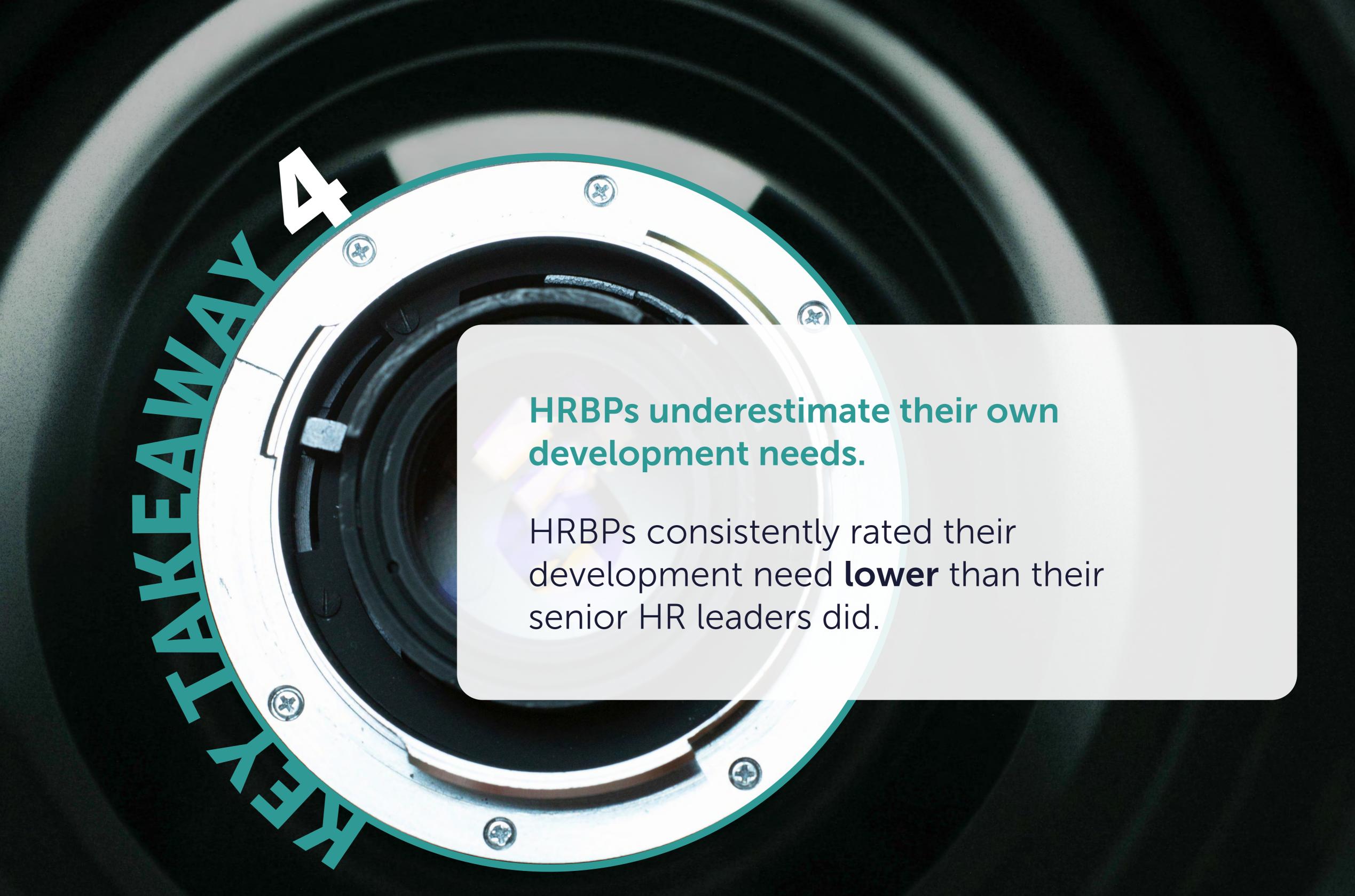
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HRBPs need
to be:
1.Strategic
2.Change Agents
3.Data-Oriented





The HRBP role is significantly changing.



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HRBPs need to be: 1.Strategic 2.Change Agents 3.Data-Oriented



HRBPs
underestimate
their own
development
needs.





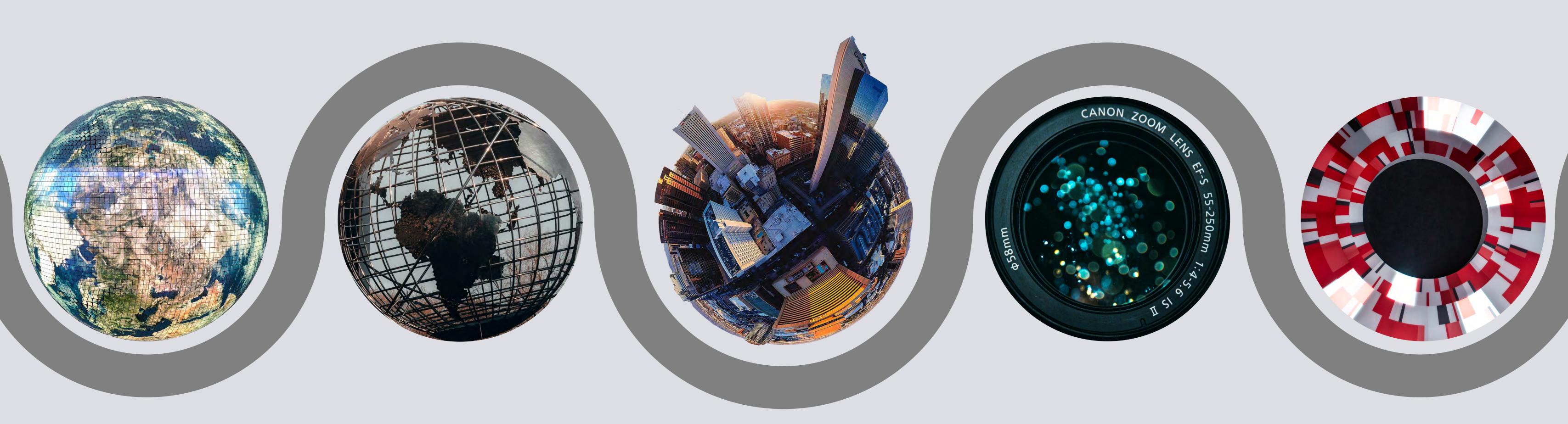
BESPOKE Learning

To ensure HR professionals optimise their business impact, CRF has worked closely with over 75 organisations in co-creating and delivering impactful, bespoke, learning solutions. Recognising the context of every organisation is different, CRF applies our proprietary research and experienced faculty of HR leaders, to deliver tailored programmes ensuring sustainable business benefit.

To discuss your requirements and CRF's approach, please contact Melissa Bull at melissa@crforum.co.uk



"We were delighted to co-create a programme with CRF that would build the capability of our global HR team, specifically around business consulting skills. We were presented with practical models and insights which were tailored to our business needs. Thanks to the CRF team for designing and delivering this exceptional programme".



What TRENDS will most impact HR Business Partnering?

HRBPs will need to effectively partner and support the business through an ever-changing external context, playing a leading role in the organisation's preparation for a wide range of changes. Our survey of over 200 HR practitioners showed that the below five trends will be particularly impactful on the HRBP role. Please refer to the Research Method for further details on our research methodology.



"The need to partner the business increases because the business becomes a tougher place. We have to be able to step up to the mark".

O/O
WHO THINK
THE TREND
WILL HAVE A
SIGNIFICANT
IMPACT ON
HRBP ROLE

PREPARING THE ORGANISATION FOR TECHNOLOGY-DRIVEN TRANSFORMATION



HR will need to design jobs and organisations differently in response to Al and automation. This will include strategic workforce planning, upskilling and reskilling of the workforce.

70%

INCREASING DIGITALISATION, AUTOMATION AND AI ENABLEMENT OF HR



HR services will increasingly be automated or AI enabled, with lower demand for administrative roles and a shift towards technology, data and commercially savvy HR people.

69%

IDENTIFYING AND DEVELOPING TALENT AS TALENT PARTNERS



increasingly specialised in talent identification, development and learning (including succession management, increasing the flow and deployment of people internally and using flexible employment models) and will be measured on talent-related metrics.

68%

RESPONDING TO THE CHANGING SOCIAL AGENDA



HRBPs will need to respond proactively and appropriately to the drive for social inclusivity, employee activism and a deeper consideration of diversity in all forms.

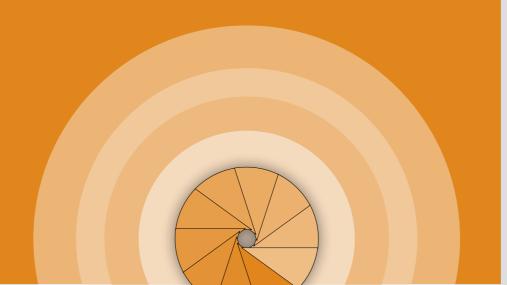
52%

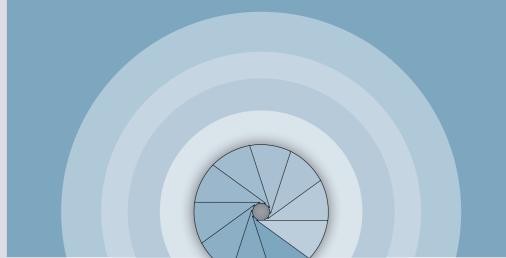
INCREASING
NEED FOR USERCENTERED AND
TAILORED
HR SERVICES



HRBPs will need to tailor HR products and services to the needs of different employee segments and create personalised HR services.









"The HRBP as a talent advisor will be a massive trend; shifting from advising on talent through the prism of role-based succession planning, to incorporating a more fluid model of matching high-value skills to critical tasks. The challenge is how to serve the needs of the many as they think about their own role-based career paths and help those with high-value skills to find the right opportunities to deepen their expertise".

The Six Critical Capabilities For Effective Future HR Business Partnering

Informed by a survey of over 200 HR practitioners and interviews with senior HR leaders, our research identified six capabilities that will be critical for HRBPs to be effective in the future.

Across every capability, HRBPs rated their own competency higher than their senior HR leaders did. The following graph shows this significant disconnect between **HRBP** and **senior HR leader** perceptions of HRBP development needs.



1. STRATEGIC

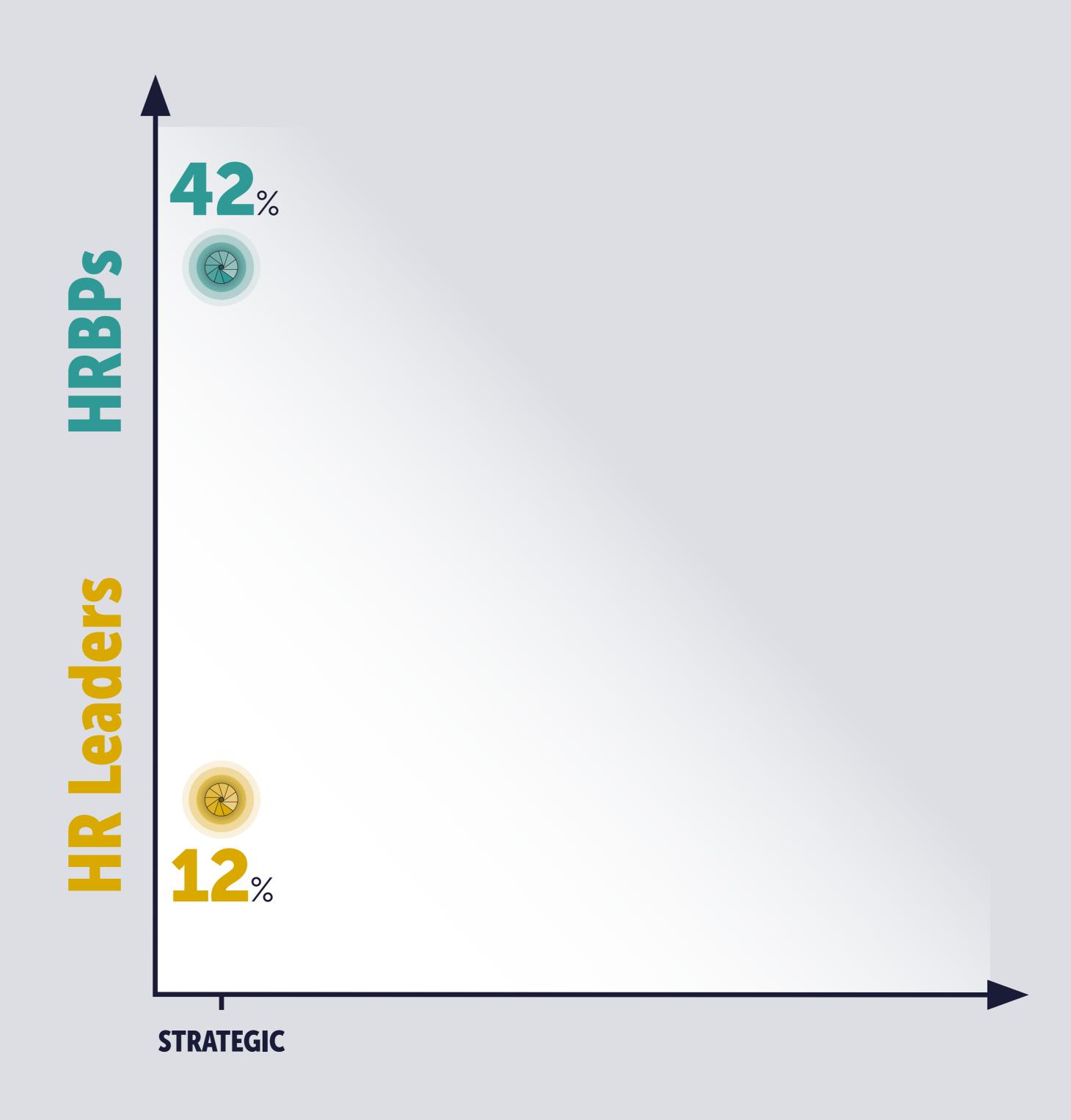
Nearly **90%** of our survey respondents thought that being strategic will become *even more* important over the next few years. HRBPs will need to shape business and people strategy in light of a constantly changing world, and know what being strategic actually looks like in their organisation.

42% of HRBPs think they are highly competent compared to

12% of senior HR leaders think their HRBPs are highly competent



"Over the next two to three years, the profile of the HRBP community will change significantly due to Generative AI, and will become more senior and more strategic".



LOOKING FOR STRATEGIC DEVELOPMENT?



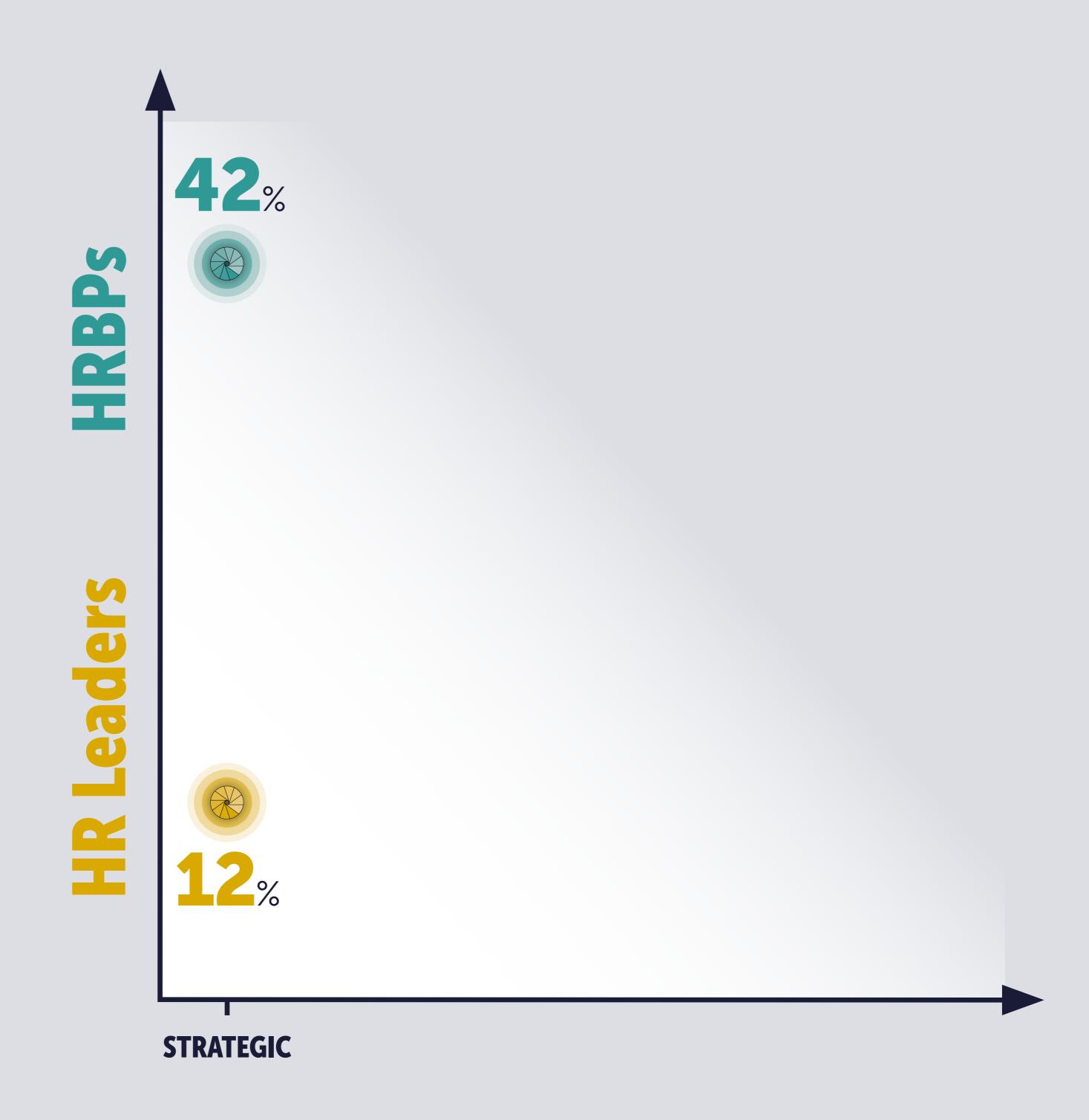


Further Reading

HR's Agenda in the Organisation of the Future

High Impact HR – Creating a More Business-Relevant

Function



2. CHANGE AGENT

The current economic and competitive market is increasing the need for HR to support business transformation and drive change. HRBPs will need to think more about jobs and work design and manage change in a way that maintains the employee brand and experience.

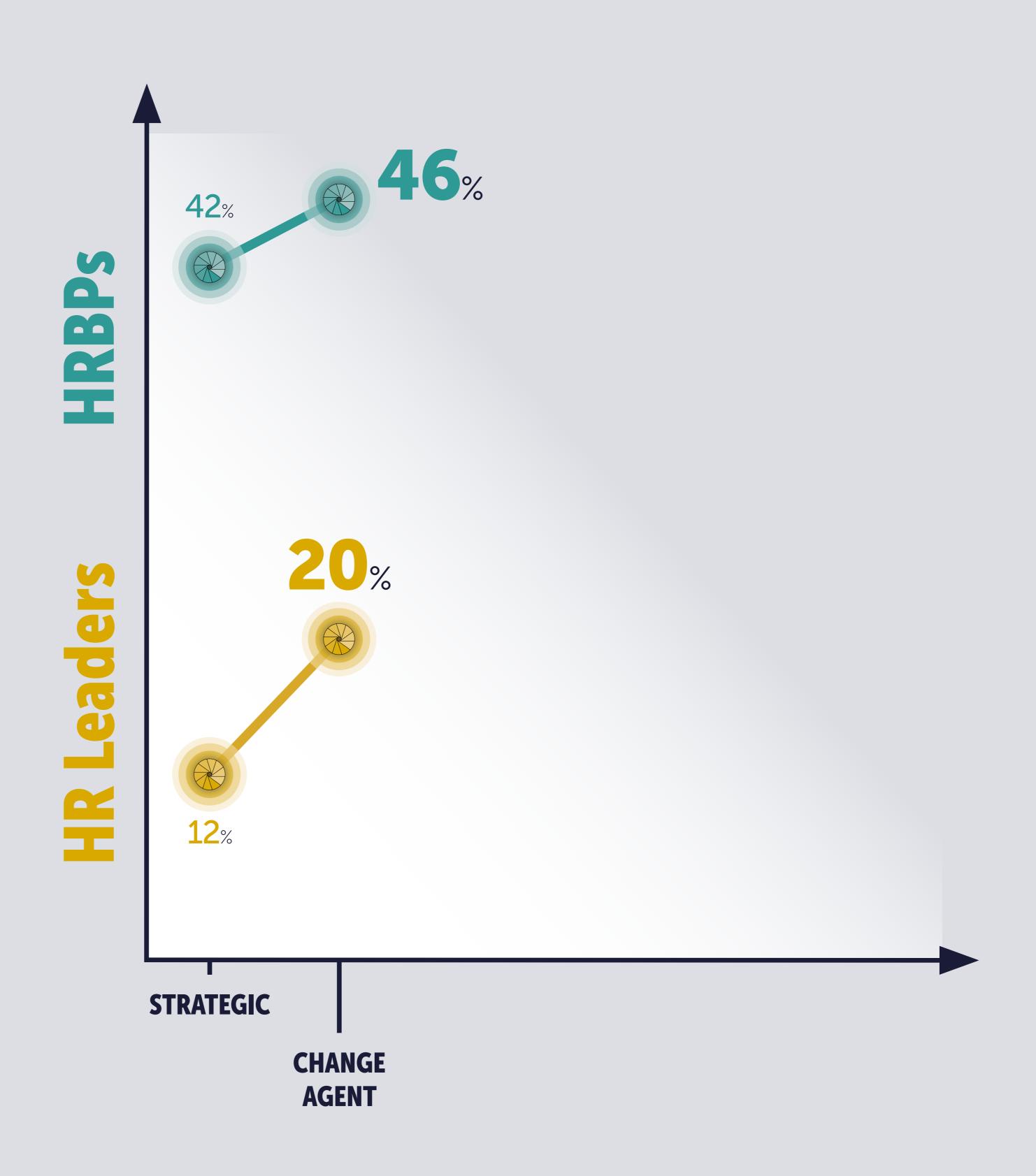
This includes integrating technological transformation as a change management process. In the words of Pat Wright, Professor of Management at the University of South Carolina, "Technology is going to be a change process and [HRBPs] are going to have to play a heavy role in managing that".

46% of HRBPs think they are highly competent compared to

20% of senior HR leaders think their HRBPs are highly competent



"What are [HRBPs] bringing to the table? Are they great change managers? In the modern world, we all need to be great change managers. Often I don't see enough of 'have you really thought through how we're going to do that?' ... so I do feel they could do more with that change management expertise".



LOOKING FOR CHANGE AGENT DEVELOPMENT?

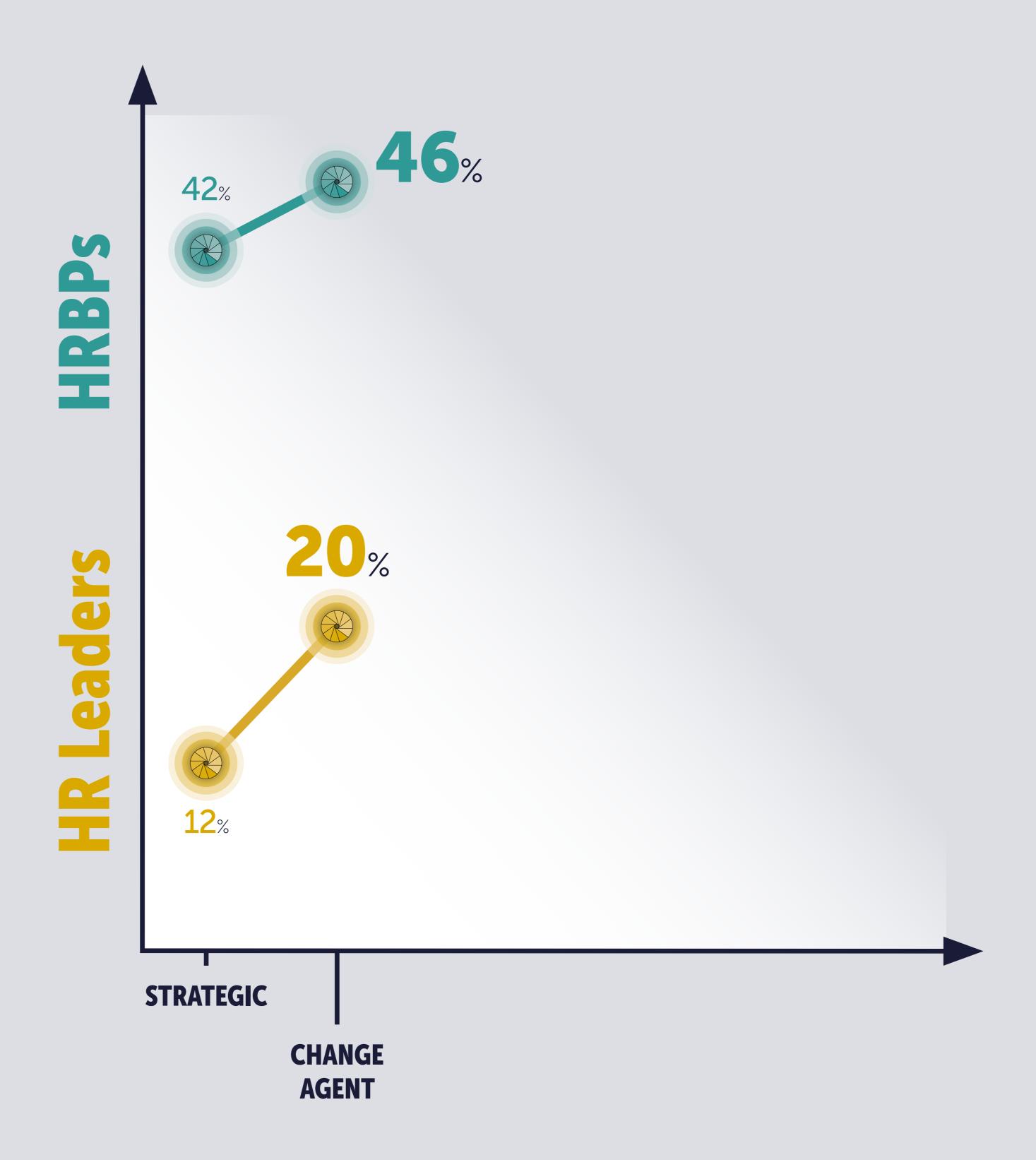




Further Reading

<u>Applying Social Science to Behavioural Change</u>

<u>Organisation Development Manifesto</u>



3. DATA-ORIENTED

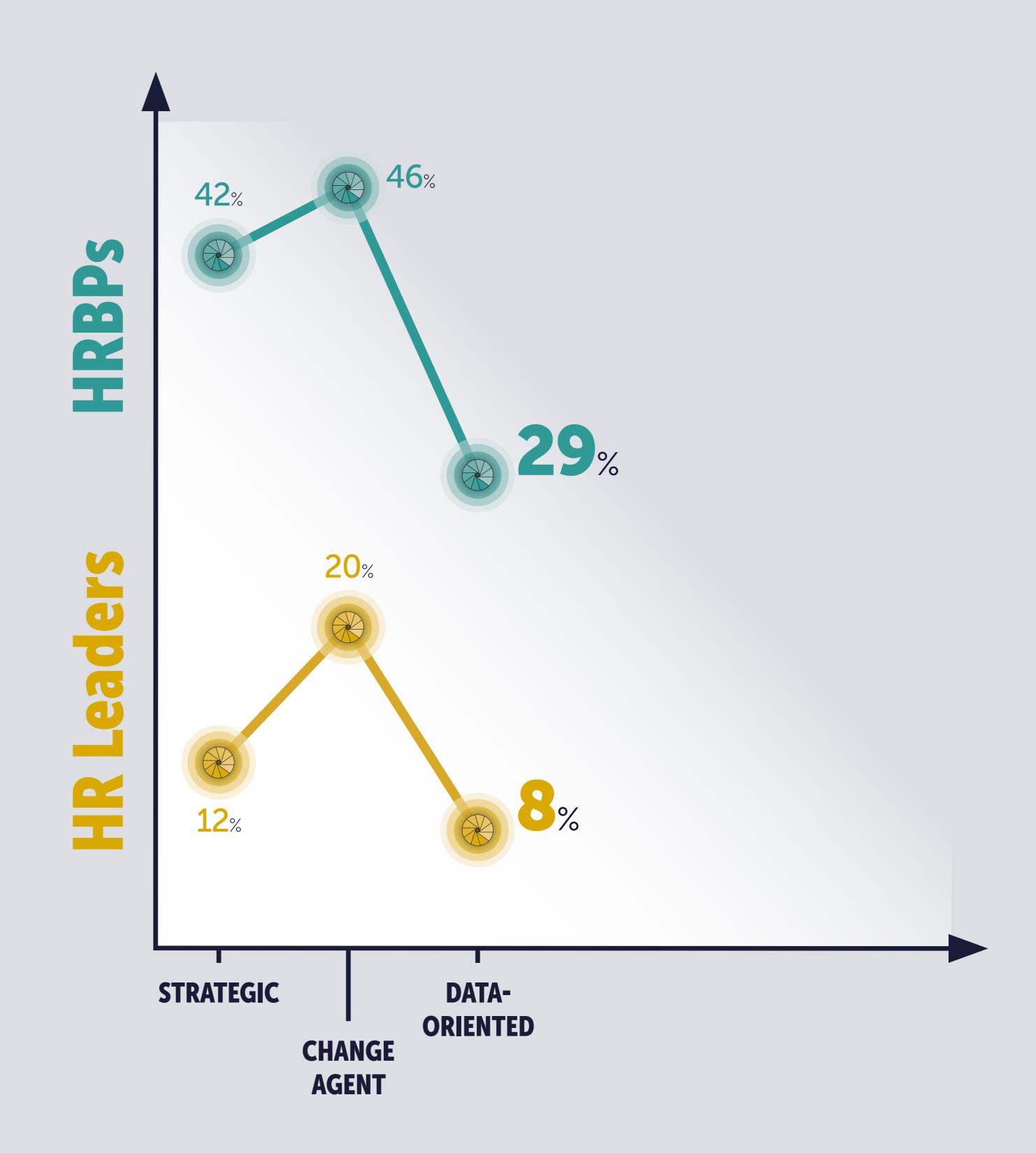
Being data-oriented is rapidly increasing in importance for HRBPs – over **90%** of survey respondents thought that this capability will be more important for HRBPs in the near future. Rather than just reporting on data, HRBPs will need to add value through generating insights, bringing in predictive trends and making judgments. HRBPs will need to use business data from across the whole organisation (not just HR) and request for more if data is not easily available.

29% of HRBPs think they are highly competent compared to

8% of senior HR leaders think their HRBPs are highly competent



"HRBPs just knowing their data isn't going to be good enough...
the data [needs to be turned] into the 'so what?'; So what does that
mean for our strategy? What does that mean for our people? What
do we need to think about and do differently and prepare for?"



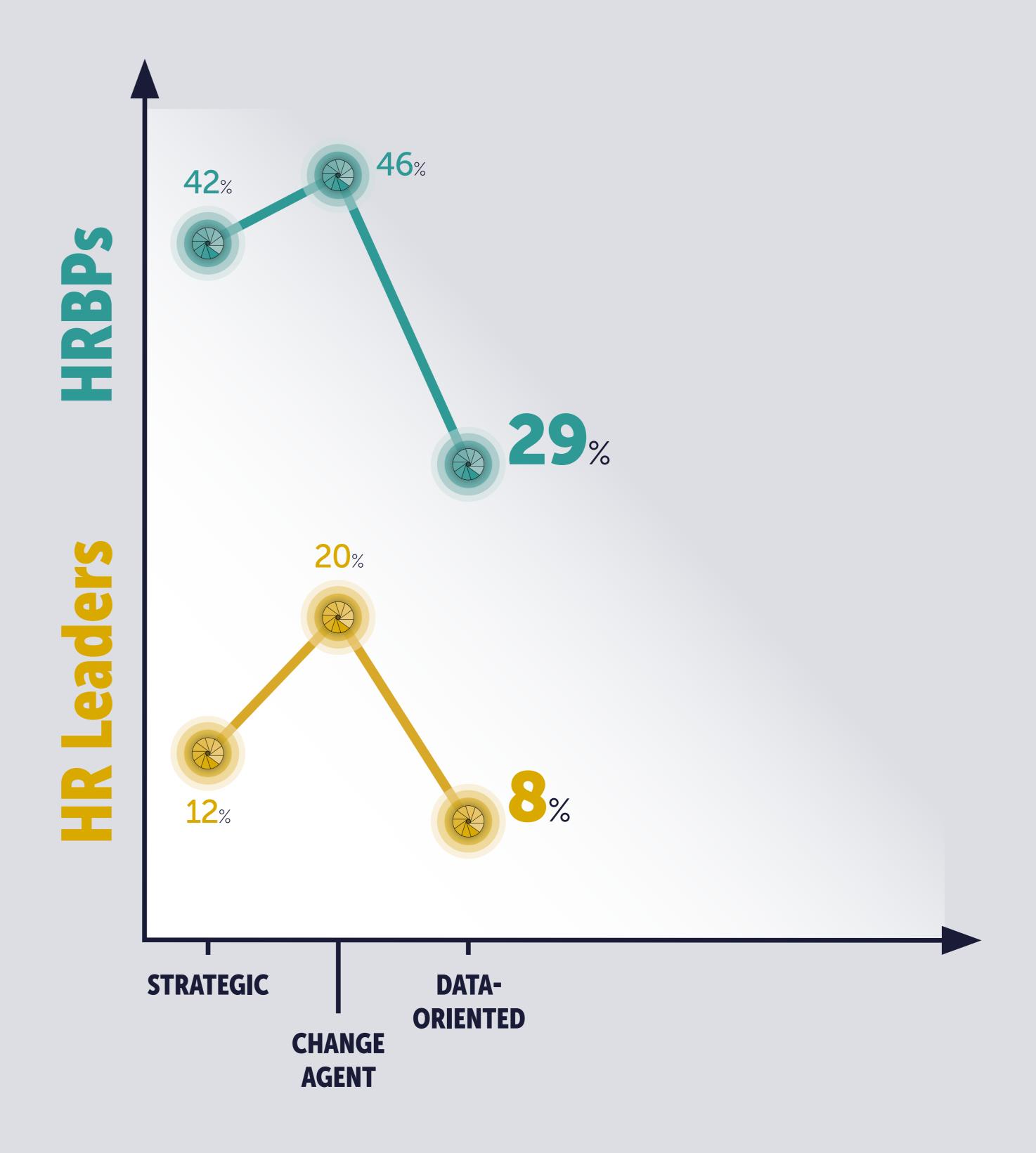
LOOKING FOR DATA-ORIENTED DEVELOPMENT?





Further Reading

Strong Foundations: Evidence-Based HR Persuasive Analytics: Influencing with Data



4. AGILE

The dynamic and ever-evolving global context is increasing the need for HRBPs to work with agility. For some organisations, this will mean HRBPs applying agile methodologies, though for most it will be more about being agile in their overall approaches. In the words of Lesley Wilkinson, Chief Talent Officer at Experian, being agile "is about constantly unlearning and being curious, and questioning the status quo."

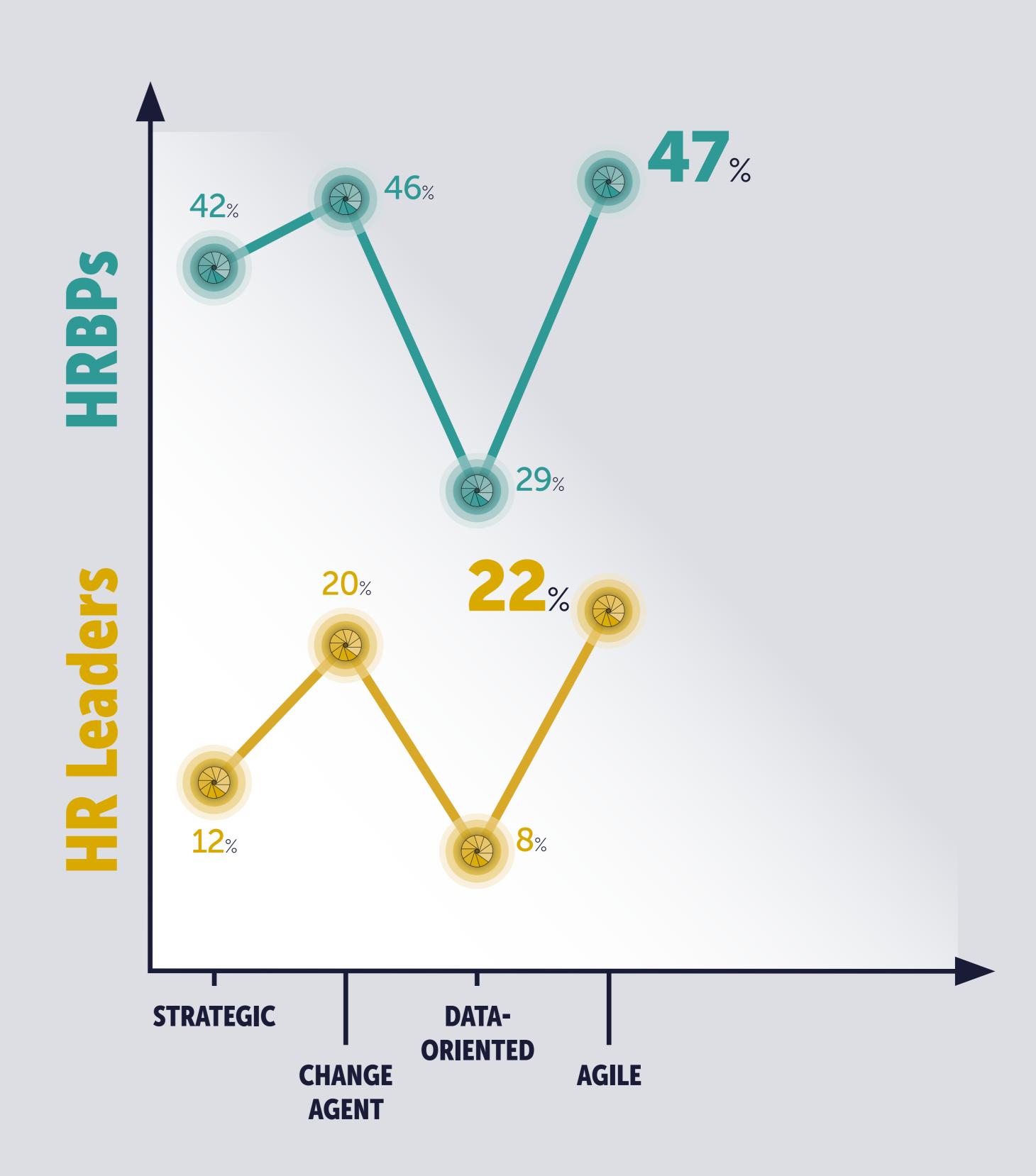
HRBPs will need to support a flexible user experience, customising it to different internal populations. In many organisations, HRBPs will move away from a dedicated business area and towards being allocated to projects according to business need.

47% of HRBPs think they are highly competent compared to

22% of senior HR leaders think their HRBPs are highly competent



"HR has got a lot of work to do using technology, all available data and listening to really understand how to create more agile, adaptable policies and practices... understanding the voice of the colleague in a granular way, listening and then translating into policy change is where the business partners are a key conduit".



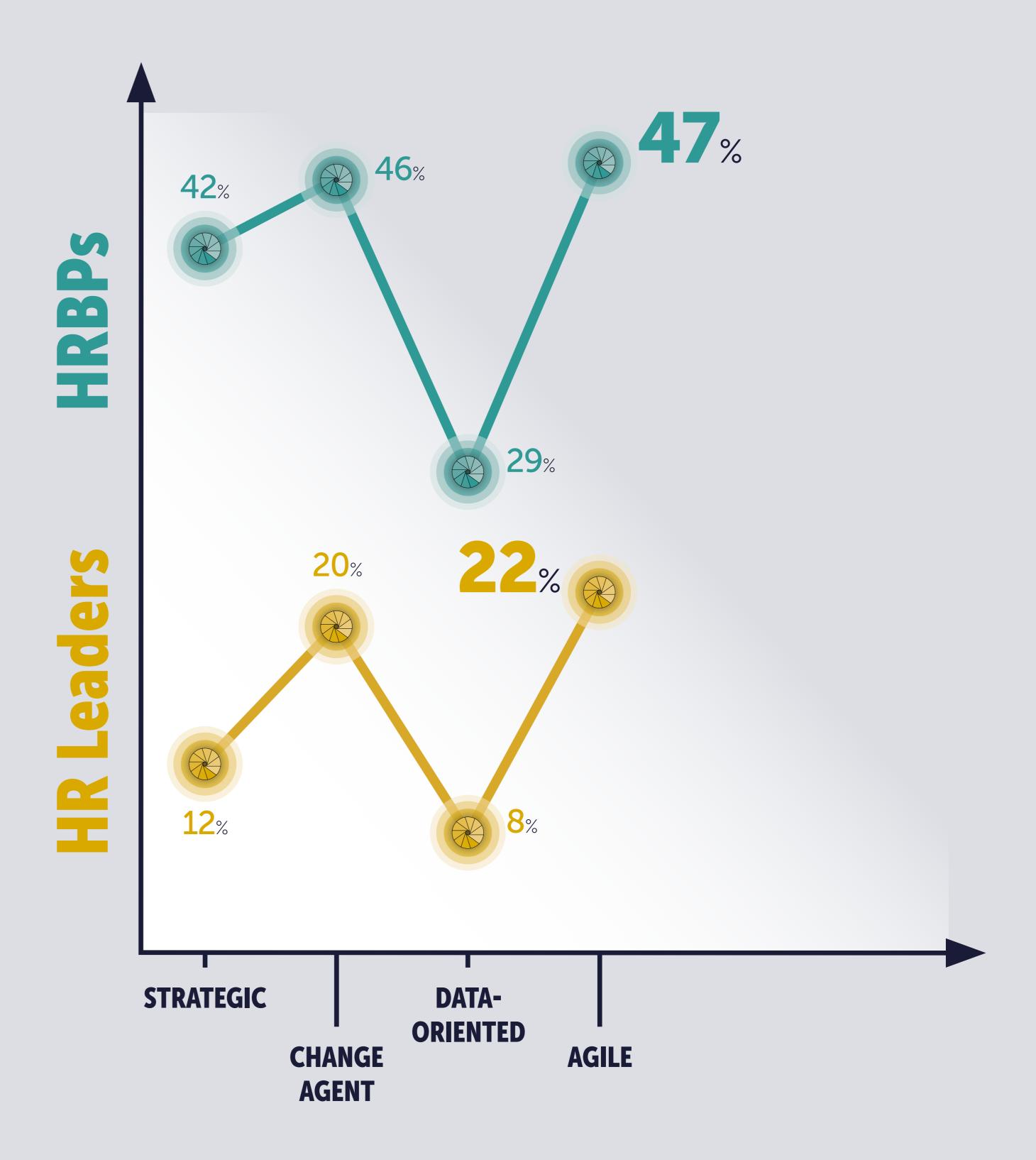
LOOKING FOR AGILE DEVELOPMENT?



Further Reading

<u>Design Thinking for HR Leaders</u>

<u>Innovation: Growth from Uncertainty</u>



5. COMMERCIALLY ASTUTE

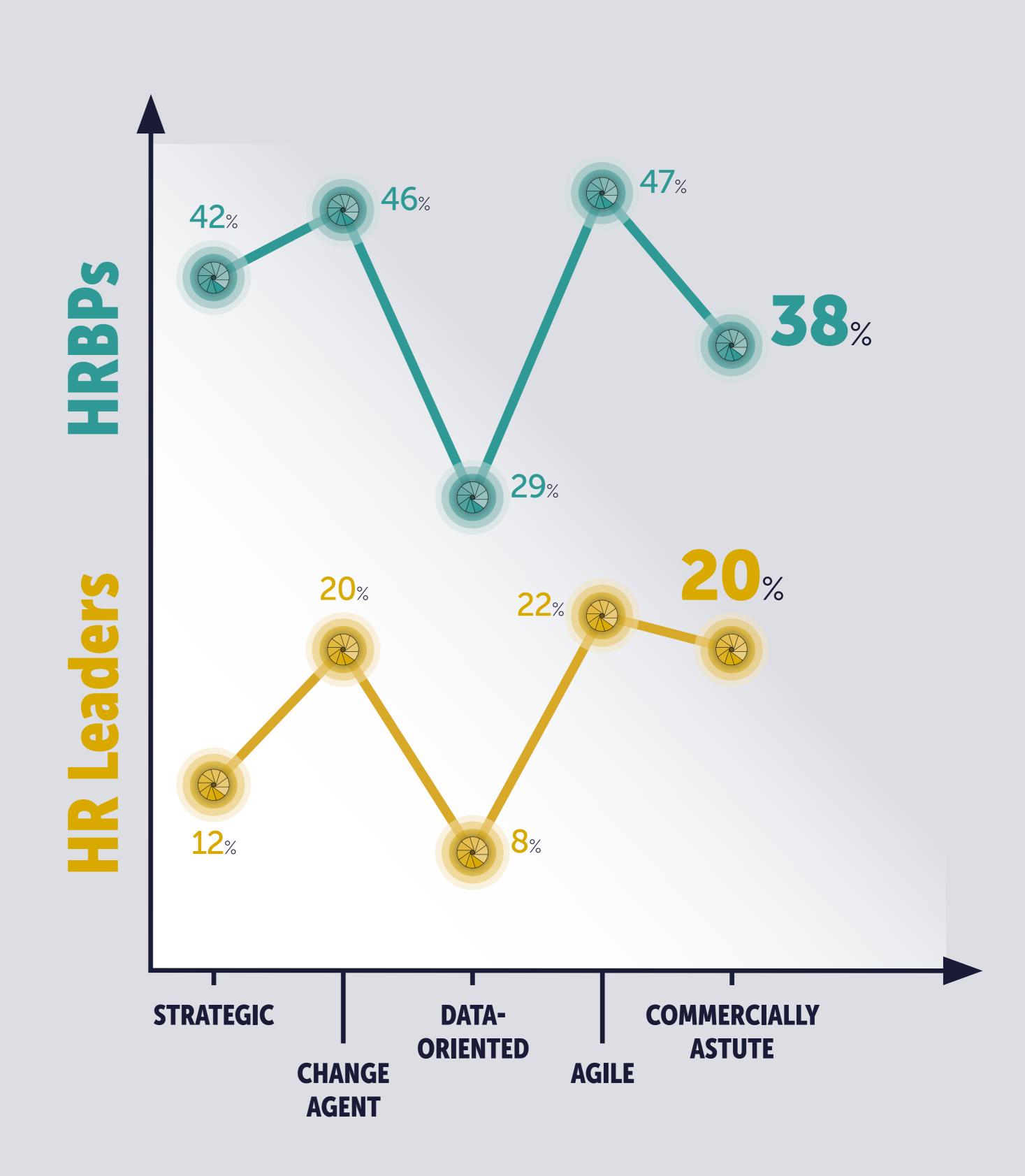
This goes beyond interpreting financial statements to understanding what HR does that drives value. It will be important for HRBPs to act as an employee advocate when needed, shaped and supported by an understanding of how employees create value. Great commercial awareness skills will also provide HRBPs with the credibility to adopt a stance and thoughtfully challenge when needed.

38% of HRBPs think they are highly competent compared to

20% of senior HR leaders think their HRBPs are highly competent



"The most important competence for an HR Business Partner is commercial acumen... Without understanding the business, you have no credibility to do anything else".



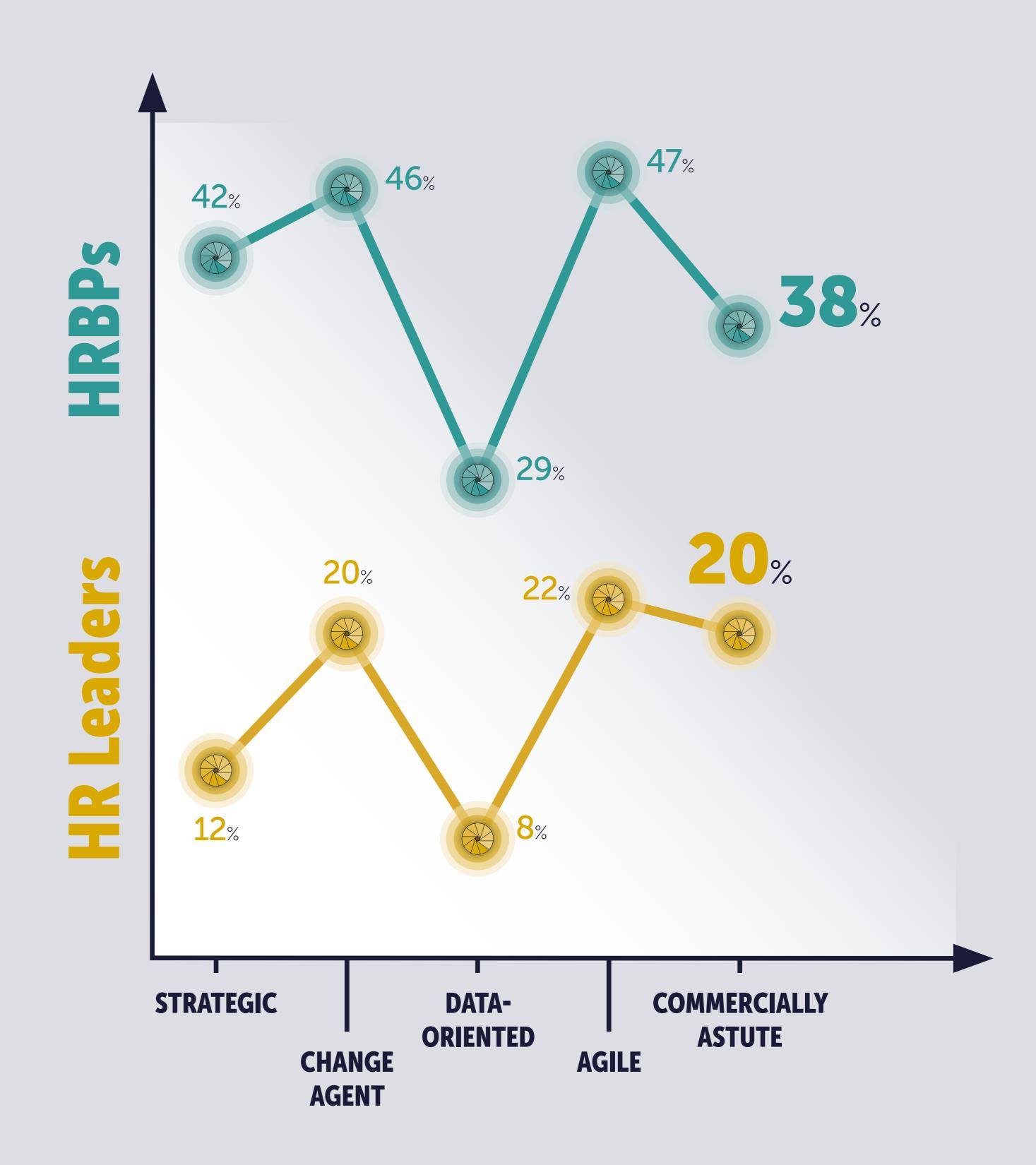
LOOKING FOR COMMERCIALLY ASTUTE DEVELOPMENT?





Further Reading

<u>Developing Commercial Acumen for the HR Function</u> <u>High Impact HR – Creating a More Business-Relevant</u> <u>Function</u>



6. DIGITALLY ENABLED

HRBPs will need to have their finger on the pulse of emerging technologies, understand the risks and opportunities, and be aware of ethical and privacy considerations. HRBPs will need to balance technology with the 'human touch,' taking account of how different workplace populations (e.g. digital natives) might define this.

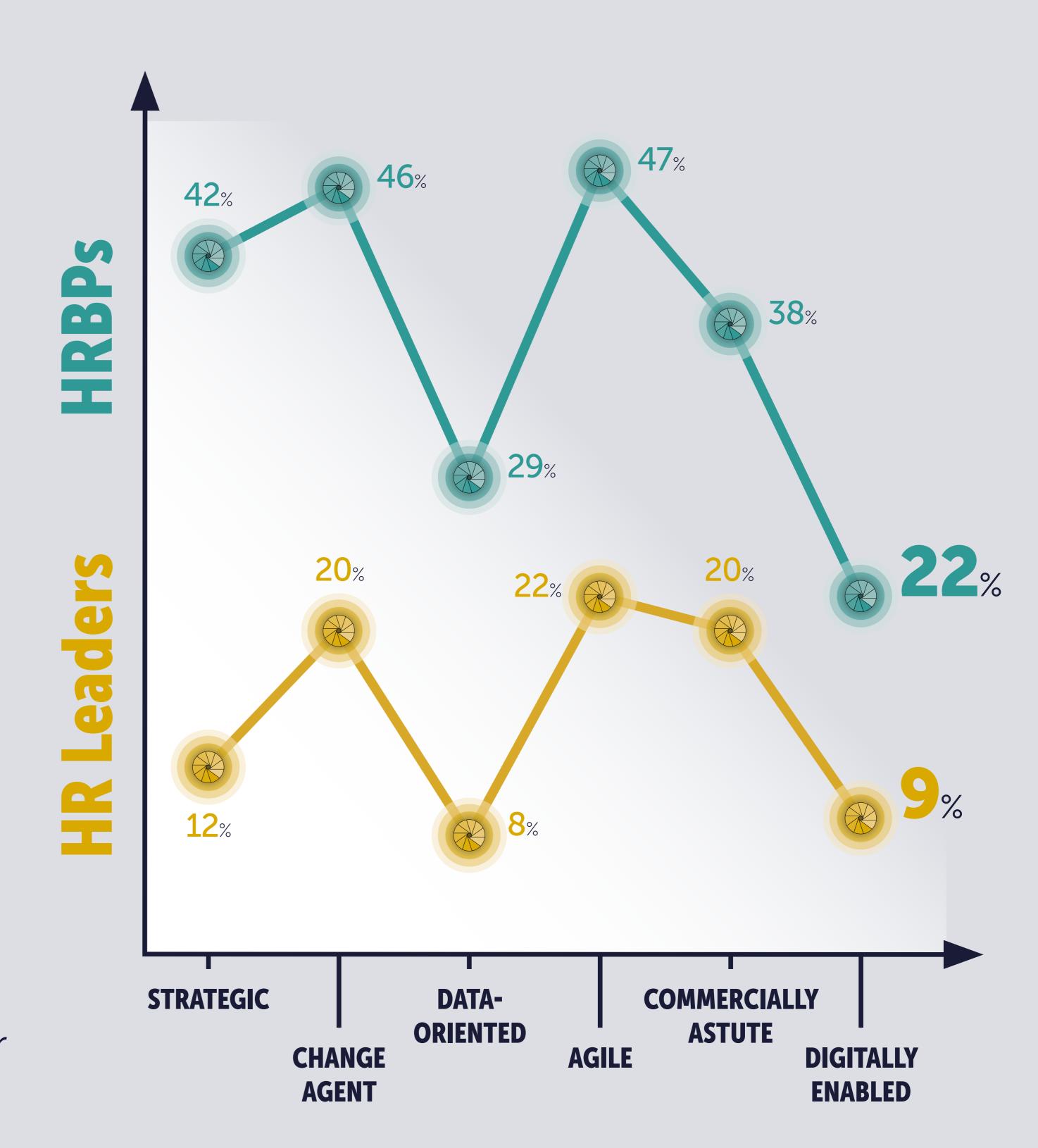
22% of HRBPs think they are highly competent compared to

9% of senior HR leaders think their HRBPs are highly competent



TALENT & LEADERSHIP SOLUTIONS AG

"The [HRBP] model has its strengths and its weaknesses, but I believe it's the best option currently around; it is unlikely the business partner will be replaced by artificial intelligence anytime soon".



LOOKING FOR DIGITALLY ENABLED DEVELOPMENT?

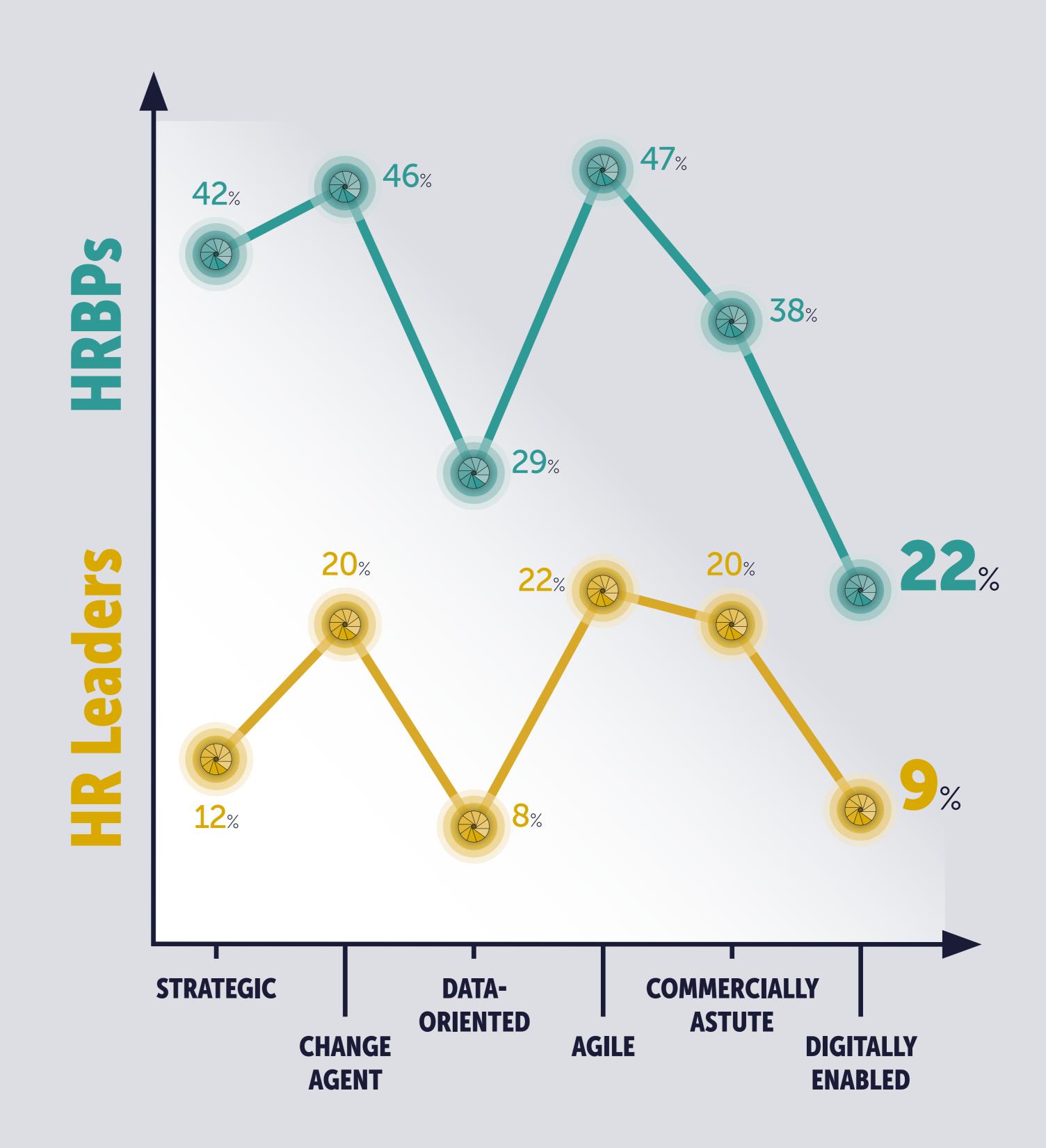




Further Reading

<u>Embracing Al integration – Navigating the path to business</u> <u>transformation</u>

<u>Digital Disruption – Exploring the Implications for Leaders</u> <u>and Leadership Development</u>





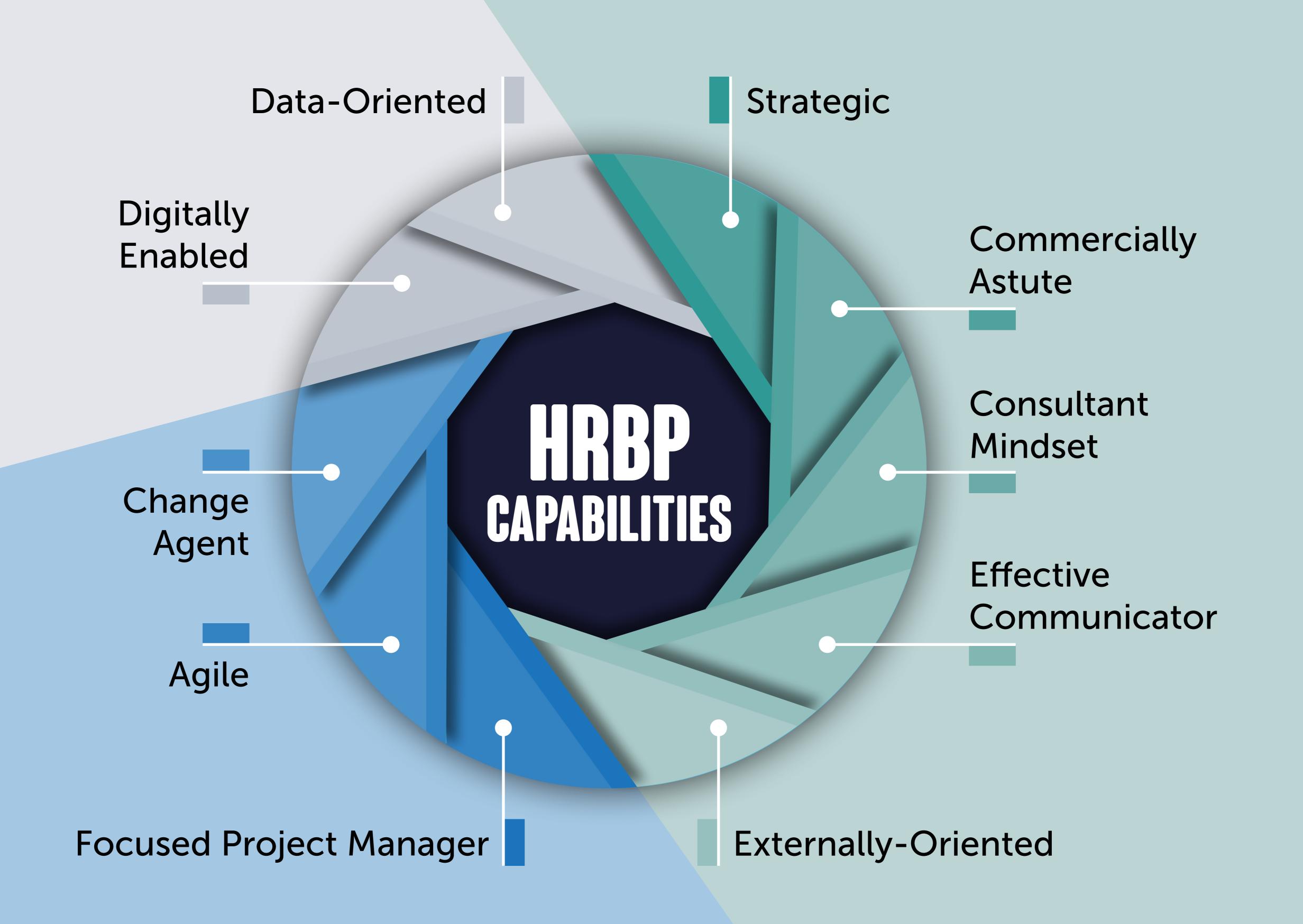
"HRBPs need to understand the technological landscape... and they have to be able to think through where and how does technology change the business – for example, what's its impact on organisation design, capability and change management and what level of technology awareness does there need to be at different layers in the organisation and how do you train that in? Good working relationships with Finance Directors have always been critical – increasingly it is the same with Chief Technology Officers".

CRF's Effective HR Business Partnering Framework

The six critical capabilities identified above are part of our broader framework of ten complementary HRBP capabilities, which we introduce here.

Personal qualities, such as curiosity, empathy, emotional intelligence and bringing the 'human touch' will remain an essential part of being an effective HRBP, though were not the focus of our research. Instead, our research centred on the most important capabilities that HRBPs will need to master in the next few years.





Competent working with data and evidence, can identify relevant business issues from data and act based on data analysis and judgement. Data-Oriented

Strategic Think holistically about the business, understand how HR can support the organisation's strategic direction, future-focused.

Effectively use and apply technology, and understand its implications for the people strategy and business.

Digitally Enabled

Commercially Astute

Adept at understanding the business needs of the organisation and aware of the organisation's value model.

Skilled in designing and

Change Agent

Agile

leading change initiatives, displaying courage and ability to influence stakeholders.

> Work iteratively, experiment, take a user/customer centred approach, comfortable in situations of ambiguity.

Delivery oriented, focused on action, execution and prioritisation according to the organisation's biggest commercial challenges.

Focused Project Manager

Consultant Mindset

Diagnose problems, create solutions, and tailor to business needs.

Effective Communicator Listen, engage, influence, and build relationships with stakeholders inside and outside HR.

Externally-Oriented

Looks beyond HR to the business and external context, including working with external stakeholders.

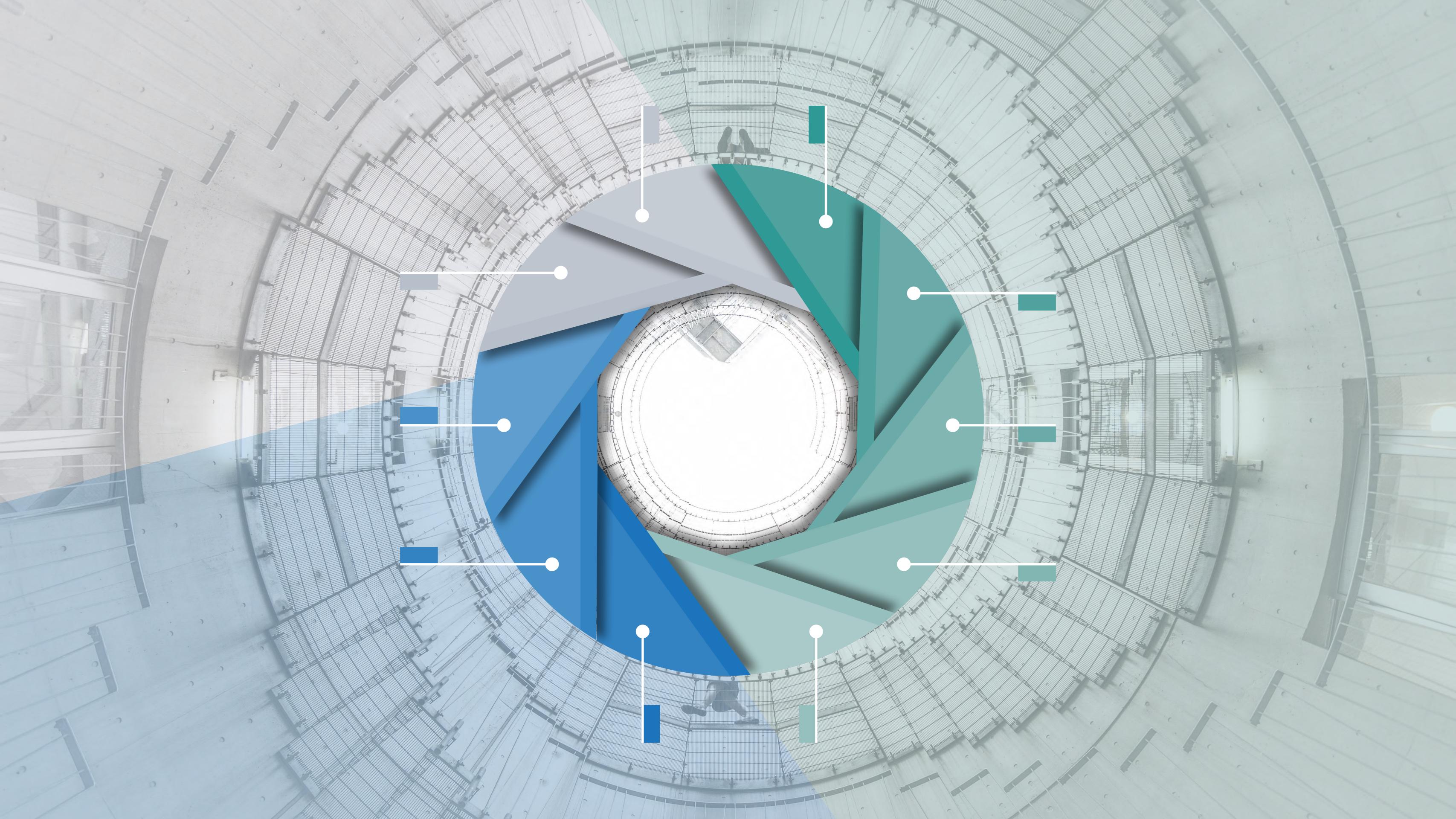
Additional Courses











Preparing for the FUTURE

Our research has shown that effective future HRBPs will need to be strategic, change agents, data-oriented, agile, commercially astute and digitally enabled. Building HR Business Partnering capability in these six critical areas will be an essential part of delivering the people strategy to drive superior organisational performance.

However, our research also shows there is a perception gap between where HRBPs are and where senior HR leaders think they need to be in order to deliver significant value to the organisation.

With this in mind, what will you do to ensure that HRBPs in your organisation are prepared for the future?

Whether you require large scale self-paced learning, interactive cohort-based courses or co-designed, tailored programmes, CRF has a suite of courses and resources to prepare HRBPs for the future.

Please contact our Commercial Director Melissa Bull to discuss your requirements in detail.

RESEARCH Method

In order to investigate the changing role of the HRBP and what capabilities they will need to prepare for the future, we interviewed 12 senior HR professionals. We also ran an online survey of CRF members and HR practitioners, completed by over 200 respondents. 47% of survey respondents were HRBPs or equivalent, and 53% were Senior HR Leaders. Respondents covered a wide range of industry sectors, including technology, media & telecoms (12.7%), professional services (12.7%), manufacturing (11%) and retail and consumer business (10%). 38% worked for organisations with 10,000 employees or more. 79% were UK based, with the majority of the remainder coming from Western Europe and the US.

Our questions covered topics such as:

- External trends that will change the roles of HRBPs in the next 1-3 years
- Preparation levels of HRBPs to meet the changing requirements of their role
- Characteristics of an effective HRBP in the next few years
- Changing importance of different capabilities for HRBPs over the next few years
- Competence of HRBPs in a range of future-focused capabilities.



Authored by: Jo Nayler, Senior Research Executive, CRF

We'd like to extend our thanks to the following interviewees who supported this research through kindly sharing their time and expertise:

Maria Antoniou, Group HR Director, Morgan Advanced Materials

Diana Breeze, Group Human Resources, Bunzl

Caroline Fanning, Chief People Officer, Avanade

Kevin Green, Chief People Officer, First Bus

Sarah Hamilton-Hanna, Chief People Officer, TT Electronics

Siegfried Hoenle, Founder, Talent & Leadership Solutions AG

Emma Lucas, Founder, Think Coaching Ltd

Andy MacLean, Global Head, Organisation & People Capability and Head HR Functions, Standard Chartered

<u>Catherine Taylor</u>, Director – People Projects, British Sugar

Sue Whalley, Chief People & Performance Officer, Associated British Foods PLC

Lesley Wilkinson, Chief Talent Officer, Experian

Patrick Wright, Professor of Management, University of South Carolina