Talent. It’s what makes the real difference between a successful technology company, and one that genuinely leads the industry.

Cisco employs 30,000+ engineers, who make up 40 percent of its employee base. Keeping these skilled employees on board is vital in maintaining the company’s competitive advantage. Cisco’s HR Advanced Analytics Group wanted to help executives understand how these high-value employees think and feel. It wanted to assess the impact of different management styles on engineer satisfaction. And it wanted to find out why employees decide to leave, and how best to encourage them to stay.

What the team needed were the right tools. Working with IBM and Aviana, it adopted IBM® SPSS® solutions from the IBM Watson™ Foundations portfolio. With a deeper and richer level of analysis, HR can design policies and packages that keep all employees – and especially key engineers – happy and productive.

Overview

The need
Even for large companies, success or failure can depend on a small number of very highly skilled employees. How can HR teams keep their top talent happy and avoid losing them to the competition?

The solution
Cisco’s HR team is using advanced analytics to assess employee satisfaction and develop retention models that identify the key causes of attrition for highly skilled engineers and other employees.

The benefit
The HR analytics team has become a valued advisor for Cisco executives, helping them understand how management style affects staff satisfaction, and how best to incentivize and retain key employees.

Cisco is using analytics technologies to transform the relationship between its HR analysts and its executive leaders. “The IBM SPSS tools have really helped our team to evolve. It was only by working with IBM and Aviana that showed us how far HR analytics can go,” says Tim Blanchard, Program Manager in the HR Advanced Analytics Group at Cisco.
Combatting the risk of attrition
Since 2009, when the global economy began to emerge from the aftermath of the financial crisis, job markets in many parts of the world have become more active. As a result, the temptations for skilled workers to seek their fortune with a new employer have become more acute.

Recognizing that the company's strength was in its people, Cisco executives became concerned about the risk of losing key staff – especially some of the company's leading engineers.

Tim Blanchard, Program Manager in Cisco's HR Advanced Analytics Group, comments: “Our employee attrition rate wasn’t high by industry standards, but it was higher than it had been. Because of the nature of the technology industry, where competitive advantage greatly depends on individual genius, we knew that even a few of our key senior engineers leaving could have a big impact on some very important projects. So we began looking for ways to limit that risk.”

New finger on the pulse
With these new skills in place, and further support from Aviana, the HR Advanced Analytics Group was able to turn its attention to the Pulse Survey.

“Cisco has been running the Pulse Survey for several years – it's an initiative from our CEO, and it aims to really show us how our working culture is evolving over time,” says Tim Blanchard. “This year, we finally had the tools in place to bring it to a new level.”

The team used text mining techniques to analyze more than 18,000 free form responses from employees who completed the optional text sections of the Pulse questionnaire. Under
“We built our own model, and then worked with Aviana to whittle down the key variables to a small number of highly influential factors,” says Tim Blanchard. “What we learned was very interesting: the model was pretty good at predicting attrition in the employee population in general – but when we used it on engineers, the accuracy dropped dramatically.”

Looking for an explanation of these results, the analytics team realized that Cisco’s engineers were often offered additional retention perks and benefits, which were loosely tracked as part of the HR department’s retention activities. As a result, the model was being skewed.

“We learned a lot about how much retention modeling can be artificially influenced by incentives not easily captured within our HR systems,” says Tim Blanchard. “Going forward, this helps us to understand our data collection protocols better. In the future, it will give us a much better opportunity to predict attrition for both engineers and non-engineers – and we have already been working with Aviana to create new models to do so.”

Designing more effective retention strategies

Ultimately, the aim is to help Cisco design better retention packages that take into account employees’ individual motivations and help them feel valued, happy and productive in their jobs.

“Retention isn’t always about money,” says Tim Blanchard. “Sometimes giving an employee more holiday, better projects or more flexible working hours can be a much more effective way of boosting their job satisfaction. With SPSS, we can gain a much clearer view of what people really want from their jobs – which is the key to retaining the talent that makes Cisco so successful.”

He concludes: “In most companies, HR is still not an area that invests much in advanced analytics. At Cisco we are pushing it much higher on the agenda. With support from our executives, we have been able to expand our team and bring in a top data scientist who is really going to help us take things to the next level.”
About Cisco
Cisco solves its customers’ most important business challenges by delivering intelligent networks and technology architectures built on integrated products, services and software platforms. The company has a strong focus on technical expertise and innovation: 40 percent of its 74,500 employees are engineers, and 12 percent of its USD48.6 billion revenues from 2013 is invested in research and development.

To learn more about Cisco, please visit cisco.com

About Aviana
Since 1994, Aviana has built a solid reputation as a preferred custom solutions and consulting partner for clients in healthcare, entertainment, finance, insurance, retail, hospitality and gaming, and manufacturing.

Over the years, Aviana has empowered its customers with increased control and flexibility through a variety of best-in-class performance management solutions and strategies. As a result, it is now one of the fastest-growing IT consulting companies in Southern California.

To learn more about services and solutions from Aviana, please visit avianaglobal.com

About IBM Business Analytics
IBM Business Analytics software delivers data-driven insights that help organizations work smarter and outperform their peers. This comprehensive portfolio includes solutions for business intelligence, predictive analytics and decision management, performance management, and risk management.

Business Analytics solutions enable companies to identify and visualize trends and patterns in areas, such as customer analytics, that can have a profound effect on business performance. They can compare scenarios, anticipate potential threats and opportunities, better plan, budget and forecast resources, balance risks against expected returns and work to meet regulatory requirements. By making analytics widely available, organizations can align tactical and strategic decision-making to achieve business goals.

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