

## **Workplace Conflicts**

Sources and Costs to Your Organization



## What are the Costs of Conflict?

Workplace conflict and the bottom line:



IOURS



- Legal fees: estimated average \$160,000 per claim
- Absenteeism: time off and healthcare expenses 50% more due to conflicts
- Loss of productivity: approximately 1-3 hour per week, 20-42% time wasted managing conflicts in the workplace
- Employee turnover: 50% of voluntary, 90% of involuntary departures<sup>8</sup> = +150% cost of each employee salary to replace<sup>8,12</sup>
- Low morale, decreased job satisfaction: Gallup estimates \$350 million per year in lost productivity, \$3,400 per every \$10,000 in salary per disengaged employee

## **Productivity Recovery Equation**

	EXAMPLE	YOUR COMPANY	
1 # of employees in the company	100	••••••	i i
2 FTE (ave. full-time cost/ee/hr)	\$37.25		224
3 multiply 3 hr x #1 x #2	\$3,725	••••••	555
4 multiply #3 x 52 weeks	\$193,700		

Taking care of the teams you care about