



# **Table of Contents**

3 Ι	<b>Jnderstanding</b>	Absence	Management
-----	----------------------	---------	------------

- 4 Compliance and Regulatory Requirements
- 5 The Role of Technology in Absence Management
- 7 Maximizing Workforce Productivity Through Absence Management
- 9 Best Practices for Implementing an Effective Absence Management Strategy
- 10 How Actec Helps Organizations Implement Effective Absence Management
- 11 Ready to Take Control of Absence Reporting?

## **Understanding Absence Management**



Tracking employee absences may seem straightforward, but for many businesses, it's a tangled web of missed communications, compliance risks, and unexpected costs. When employees call out, HR teams scramble to verify details, managers juggle coverage gaps, and organizations risk costly legal consequences if leave is misclassified.

Many companies operate with fragmented absence reporting processes, where employees notify different departments depending on the type of leave. This creates:



Misclassified absences (e.g., casual vs. FMLA leave).



Compliance risks due to incomplete documentation.



Increased HR workload from manual follow-ups.



Workforce disruptions caused by lastminute scheduling issues.

Actec simplifies absence reporting by serving as a single, streamlined hub for tracking all types of leave, from FMLA and disability to routine sick days. With everything in one place, businesses gain accurate, accessible, and actionable data — eliminating guesswork and reducing compliance risks.

# Common Misconceptions and Challenges in Absence Management

Many organizations underestimate the complexity of absence tracking. Common misconceptions include:

- "It's just record-keeping."
- In reality, timely verification and compliance management are crucial.
- "Employees know where to report absences."
- Often, absence reporting is scattered across multiple departments, creating errors.

# The biggest challenges companies face include:

- Tracking multiple absence types under different regulations.
- Ensuring compliance with ever-changing federal, state, and local leave laws.
- Reducing HR workload while maintaining accurate records.

# Actec's solution addresses these by providing:

- A single reporting process to prevent misclassification errors.
- Automated compliance safeguards to ensure accurate tracking.
- Data-driven insights to optimize workforce productivity.



## **Compliance and Regulatory Requirements**

Organizations must comply with federal, state, and municipal leave laws, which set guidelines for job-protected leave, wage replacement, and employer responsibilities. These laws vary by jurisdiction and evolve frequently, including:

- Family and Medical Leave Act (FMLA) Job-protected medical leave.
- Short- and Long-Term Disability –
   Employee income replacement policies.
- Workers' Compensation Workplace injury claims.
- State and Municipal Leave Laws Varying requirements that businesses must track and follow.

#### **DID YOU KNOW?**

The average FMLA violation costs \$80,000 to litigate. Some cases result in fines of hundreds of thousands of dollars due to misclassified leave requests.

#### **How Actec Helps Ensure Compliance**

- 24/7 Call Recording and Documentation

   All absence calls are recorded and can be reviewed before making employment decisions. Actec pulls an average of five recordings per month per client to assist in compliance audits.
- Customizable Intake Scripts Ensures absences are classified correctly at the first point of contact, preventing misreported leave requests.
- Automated Compliance Audits Identifies potential risks before they become costly legal issues.

Clients often struggle with the risk related to unreported or misreported regulated leaves. Actec's absence reporting program is designed to mitigate these risks by simplifying the leave process and ensuring compliance with federal and state laws.



# The Role of Technology in Absence Management

Manual absence tracking is a headache — prone to errors, compliance risks, and endless HR follow-ups. Al-powered solutions take the guesswork out of the process, reducing mistakes, improving efficiency, and giving businesses real-time insights into workforce trends.

#### **Technology Comparison:**



#### **Manual Absence Reporting:**

Prone to errors and misclassification.

HR must manually verify leave requests.

Increased compliance risks due to inconsistent tracking.



#### **AI-Powered Absence Management:**

Immediate classification of leave types.

Automated trend analysis for workforce planning.

24/7 absence tracking via multiple reporting channels (phone, SMS, web, mobile app).

# How Actec Uses Automation to Improve Absence Tracking

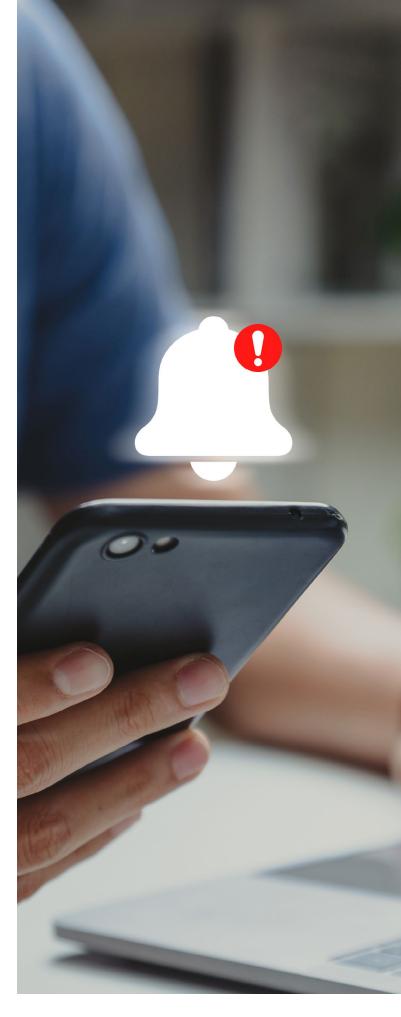
Actec streamlines the absence reporting process through:

 Customizable intake scripts and routing paths – Ensures absences are classified correctly at the first point of contact.

- Multichannel reporting options –
   Employees can report absences via phone,
   SMS, email, web, or Actec's mobile app.
- Al-powered call handling Automates initial intake and can identify common patterns in absence requests.

#### How Technology Reduces Errors and Legal Risks

- Employee self-entry prevents mistakes –
  When employees report absences themselves
  via Actec's mobile app or Al-powered system,
  miscommunication is reduced, and errors are
  the employee's responsibility.
- 24/7 call recording protects businesses –
   Every absence report is documented and can be reviewed before making employment decisions, reducing legal disputes.
- Standardized processes lower compliance risks – Many organizations have disjointed absence tracking, making them vulnerable to lawsuits. Actec creates a single, structured system that eliminates inconsistencies.



## Maximizing Workforce Productivity Through Absence Management

Absence management goes beyond compliance by directly impacting workforce productivity. When businesses lack a structured absence management system, productivity takes a major hit, supervisors scramble to adjust schedules, and overtime costs skyrocket.

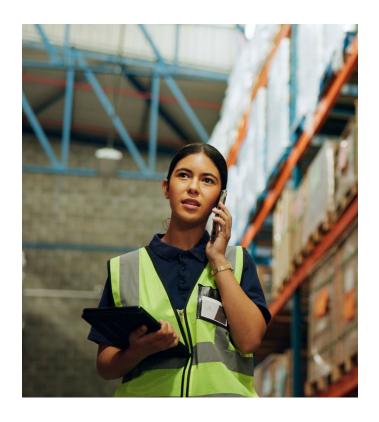
Actec's centralized absence reporting reduces these disruptions by improving scheduling predictability, minimizing administrative burdens, and helping businesses make datadriven staffing decisions.

#### The Hidden Cost of Absenteeism

#### **DID YOU KNOW?**

- 82% of employers rely on overtime to cover absences.
- 20% to 47% of absences are covered by overtime, increasing labor costs.
- An employee absence leads to a 29.5% perceived productivity loss for co-workers.
- Supervisors experience a 15.7% productivity loss when dealing with absences.

Without a clear system in place, companies are forced into reactive workforce planning, leading to unnecessary overtime, burnout, and inefficiencies.



# How Actec Improves Productivity and Reduces Costs

With Actec's absence management solutions, businesses can stay ahead of staffing gaps instead of making last-minute adjustments. Better planning means fewer disruptions, lower costs, and a more efficient workforce.

#### **Faster Return-to-Work Timelines**

- Average disability case duration drops from 67 days to 54 days when using Actec's system.
- This reduction results in annual savings of \$1,216,800 per 10,000 employees.

#### **Reduction in Absence-Related Litigation**

- The average cost to defend a single FMLA violation is \$80,000.
- Fines and legal awards can be upward of hundreds of thousands of dollars for misclassified absences.
- Actec helps mitigate these risks by making sure all absences are correctly recorded and classified.

#### **Lower Overtime Costs**

 By predicting absence trends, companies can adjust staffing levels in advance and reduce their reliance on expensive overtime shifts.

#### **Real-Time Absence Tracking**

 Actec's reporting tools provide insights into absentee patterns. With this data, HR teams can proactively adjust staffing strategies.



# Best Practices for Implementing an Effective Absence Management Strategy

#### **5 Steps to Improve Absence Reporting**



Assess Current Absence Tracking Methods – Identify inefficiencies in your existing process. Are absences reported inconsistently? Are compliance risks being overlooked? Understanding the gaps is the first step to improvement.



Implement a Centralized Absence Reporting System – A unified system eliminates confusion, ensuring that all absences — whether casual, FMLA, or disability — are tracked consistently across departments.



Use Al and Automation for Accuracy – Automation minimizes human error, helps maintain compliance, and provides real-time absence data for better workforce planning.



Train HR Teams and Employees – Clear policies and standardized reporting methods improve compliance and make absence reporting seamless for employees.



Continuously Optimize With Data Analytics – Tracking trends over time helps companies refine absence policies, improve scheduling strategies, and reduce costs.



# How Actec Helps Organizations Implement Effective **Absence Management**

- Customizable Intake Scripts and Routing Paths Every client has unique needs, and Actec provides tailored intake scripts to facilitate accurate and efficient absence reporting.
- Seamless HR and Payroll Integration Actec's system seamlessly integrates with HR and payroll platforms, cutting down administrative work and keeping compliance on track.
- Advanced Reporting and Analytics Real-time absence data gives businesses the insights they need to spot trends, fine-tune scheduling, and cut down on overtime costs.
- **Employee Experience and Retention Benefits** A straightforward absence reporting process removes confusion, making it easy for employees to request time off. Less frustration means higher satisfaction, which leads to better retention.
- Onboarding and Training Support Actec offers hands-on training and personalized support, making it easy for organizations to transition to a smarter, more efficient absence management system.
- Ongoing Performance Tracking and Optimization Get on-demand access to customizable reports that track the metrics that matter most. With real-time insights, businesses can finetune their absence management strategies and drive continuous improvement
- Paperwork Tracking and Compliance Support Managing statutory absences often comes with a paperwork burden, requiring timely completion and signatures from doctors. Acted simplifies this process by tracking, managing, and making sure all necessary documentation is completed, reducing administrative headaches and keeping businesses compliant.

10

