## Labor Availability and Hiring Needs Report

# **Omaha** Area





Image by pabrady63 from 123rf OMAHA, NEBRASKA: City Skyline in Downtown Omaha, Nebraska along the Gene Leahy Mall



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## **Survey Area**

The Labor Availability Study is a questionnaire-based research project aimed at helping workers and businesses make more informed decisions about the workforce and job market in local areas.

Surveys were sent to business establishments with at least 3 employees located in Greater Omaha and households located in the Greater Omaha survey area, which encompasses 61 ZIP codes in southeast Nebraska, in parts of Douglas, Cass, Sarpy, Saunders, and Washington counties and Harrison, Mills, and Pottawattamie counties in Iowa. The survey was conducted between December 2021 and February 2022, with 1,593 businesses and 1,189 households responding.

**Survey Area Population Age 18+:** 654,028<sub>(1)</sub> **IOWA NEBRASKA Estimated Total Labor Force: 474,131**<sub>(2)</sub> Shelby Harrison Dodge Colfax Washington Pottawattamie Douglas Omaha Saunders Butler Sarpy Montgomery Cass Seward Lancaster Fremont Page

Businesses and Households (dark blue) Household Only (light blue)

## Labor Availability Study Results Overview

## **Omaha Area** Highlights

#### **Top 3 Industries with Greatest Difficulty Hiring**

Industries	Percentage of Respondents
Construction	90.5%
Accommodation and Food Services	89.0%
Health Care and Social Assistance	88.6%

# Factors Most Important to Potential Job Seekers When Considering New Employment

Salary

Using Existing Skills

Job Security/Stability

## Top Job Satisfaction Factors for Employed Potential Job Seekers

Job Security/Stability

Use of Existing Skills

Work Schedule

## Top 3 Occupations with Greatest Difficulty Hiring

Occupations	Percentage of Respondents
Installation, Maintenance, and Repair	88.9%
Construction and Extraction	85.5%
Personal Care and Service	84.0%

# Top 3 Reasons Given by Employers for Hiring Difficulty

Not enough applicants	82.5%
Applicants' wage demands too high	58.0%
Applicants lack of work experience	56.3%

## Top Obstacles to Employment for Potential Job Seekers

- Work schedule flexibility
- Inadequate pay offered at local area employers
- Required relocation

## **Comparison to Previous Study**

	2017	2021-2022
Businesses reporting difficulty finding workers	66.9%	84.1%

Important Factors for Potential Job Seekers when considering new jobs	2017	2021- 2022
Work from Home/Teleworking	25.3%	47.0%
Learn new skills	68.5%	78.8%

Obstacles to Employment for Potential Job Seekers	2017	2021- 2022
Lack of job opportunities in local area	52.0%	45.6%
Lack of job experience	12.8%	22.1%

## **Hiring Trends**

# Top 7 Industries with Openings, by Percentage of Total Reported Job Openings

(C)	Health Care and Social Assistance	17.1%
	Accommodation and Food Services	13.9%
	Administrative and Waste Services	12.5%
	Finance and Insurance	8.0%
	Retail Trade	7.7%
	Manufacturing	7.7%
	Construction	7.4%

# **Top 5 Occupation Groups Frequently Hiring, by Percentage of All Occupations Frequently Hired**

<b>V</b>	Food Preparation and Serving Related	14.5%
	Office and Administrative Support	12.3%
	Sales and Related	10.6%
	Transportation and Material Moving	8.5%
0000	Construction and Extraction	7.3%

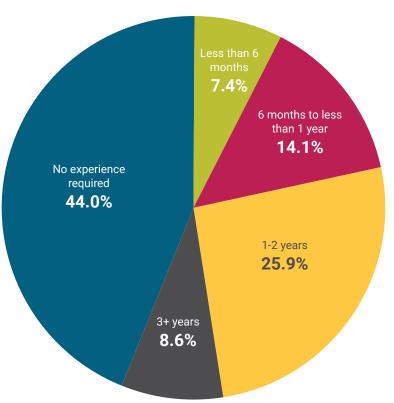
65.3%
Omaha business establishments with at least 1 job opening.

33.4%

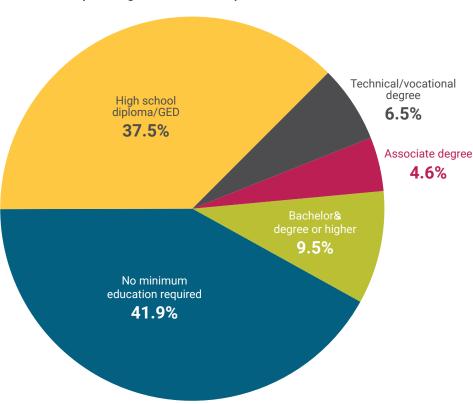
Estimated number of Omaha business establishments with at least 1 employee who works remotely at least occasionally.

## **Hiring Trends**

Experience Typically Required for Frequently Hired Occupations



Minimum Education Requirements for Frequently Hired Occupations



Census Estimates: Educational attainment for population in labor force ages 25 to 64

Less than high school: 31,495 (6.6%)

High school graduate or GED:

89,300 (18.8%)

Some college or associate degree:

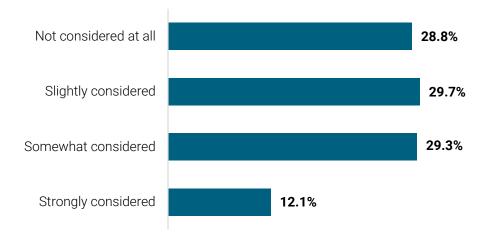
150,456<sub>(31.7%)</sub>

Bachelor's degree or higher:

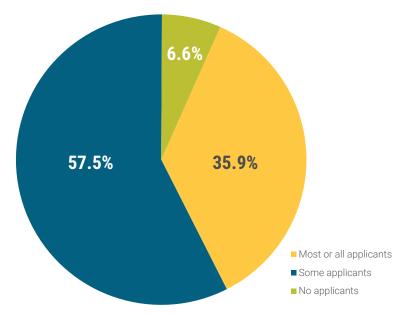
202,879 (42.8%)

## **Applicant Characteristics Considered by Employers**

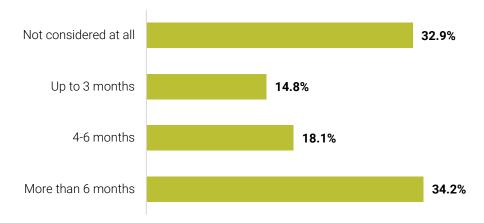
Employers were asked "When hiring, does your business consider whether an applicant is current working?"



"When hiring, how many applicants have experience in the same occupation or a closely related occupation?"



"What length of time not employed would cause hesitation about a candidate or affect a hiring or interview decision in an negative way?"





Businesses listed up to three occupations they have recently hired or attempted to hire. They were asked whether it was difficult to find workers for those occupations. Below are the percentage of occupations reporting hiring difficulty within each industry and occupation group listed.

## **Percentage of Occupations Reporting Hiring Difficulty**

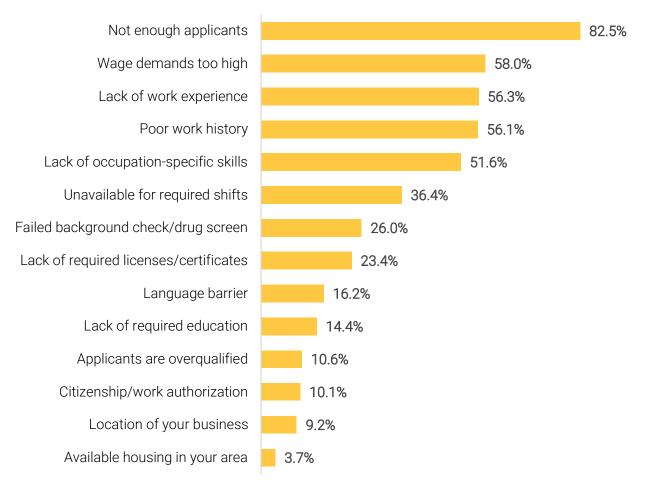
Top 10 Occupation Groups Reporting Hiring Difficulty

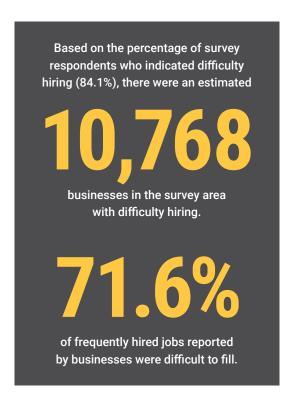
Installation, Maintenance, and Repair	88.9%
Construction and Extraction	85.5%
Personal Care and Service	84.0%
Food Preparation and Serving Related	80.5%
Production	77.7%
Healthcare Support	77.0%
Transportation and Material Moving	74.7%
Sales and Related	66.1%
Office and Administrative Support	64.0%
Business and Financial Operations	57.8%

Top 10 Industries Reporting Hiring Difficulty

Construction	90.5%
Accommodation and Food Services	89.0%
Health Care and Social Assistance	88.6%
Manufacturing	88.0%
Administrative and Waste Services	85.4%
Wholesale Trade	85.4%
Retail Trade	82.2%
Transportation and Warehousing	81.4%
Professional, Scientific, and Technical Services	79.6%
Finance and Insurance	74.6%

## Employers' Most Cited Reasons for Difficulty Finding Workers





The table below displays the reasons businesses had difficulty hiring workers in the five occupation groups they most often hired or tried to hire. The blue column indicates the percentage point difference in responses between the occupation groups listed and employers overall. The red boxes indicate the top reasons that were more prevalent in each occupation compared to all occupations.

**82.5%** of Greater Omaha employers reported "Not enough applicants" as the most common reason for hiring difficulty.

Top 5 Most Frequently Hiring Occupation Groups

	All Responses	Food Preparation and Serving Related		Office and Administrative Support		Sales and Related		Transportation and Material Moving		Construction and Extraction	
Not enough applicants	82.5%	85.1%	2.6%	76.6%	-5.9%	83.9%	1.3%	85.6%	3.1%	89.0%	6.4%
Wage demands too high	58.0%	55.0%	-3.0%	59.7%	1.8%	54.0%	-4.0%	57.1%	-0.9%	51.2%	-6.7%
Lack of work experience	56.3%	41.7%	-14.5%	60.3%	4.1%	48.2%	-8.1%	47.5%	-8.8%	61.6%	5.3%
Poor work history	56.1%	54.1%	-2.0%	64.1%	8.1%	53.1%	-2.9%	68.6%	12.6%	54.6%	-1.5%
Lack of occupation specific skills	51.6%	34.6%	-17.0%	48.6%	-3.0%	47.5%	-4.1%	43.8%	-7.9%	59.9%	8.2%
Unavailable for required shifts	36.4%	66.5%	30.2%	38.8%	2.4%	38.9%	2.5%	29.8%	-6.5%	12.2%	-24.1%
Failed background check/drug screen	26.0%	21.4%	-4.6%	20.9%	-5.0%	18.3%	-7.7%	47.5%	21.5%	27.7%	1.7%
Lack of required licenses/certificates	23.4%	10.3%	-13.1%	10.2%	-13.2%	17.0%	-6.4%	36.8%	13.4%	21.3%	-2.1%
Language barrier	16.2%	18.3%	2.0%	13.7%	-2.5%	12.7%	-3.6%	15.9%	-0.3%	21.0%	4.8%
Lack of required education	14.4%	4.4%	-10.0%	10.9%	-3.5%	9.1%	-5.3%	4.7%	-9.7%	9.3%	-5.1%
Applicants are overqualified	10.6%	4.5%	-6.1%	17.3%	6.7%	9.3%	-1.3%	10.2%	-0.4%	5.8%	-4.8%
Citizenship/work authorization	10.1%	15.6%	5.5%	4.8%	-5.4%	6.1%	-4.0%	9.6%	-0.6%	23.7%	13.6%
Location of your business	9.2%	17.6%	8.4%	5.9%	-3.3%	6.3%	-2.9%	7.1%	-2.1%	2.8%	-6.4%
Available housing in your area	3.7%	9.1%	5.4%	1.2%	-2.4%	2.0%	-1.7%	0.5%	-3.2%	1.2%	-2.5%

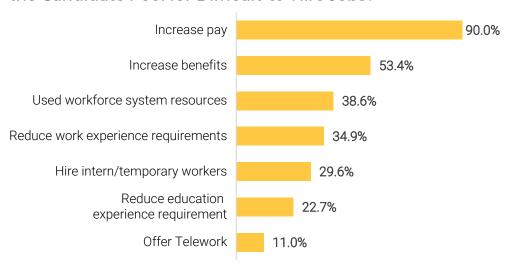
The table below displays the reasons businesses in the top five responding industries had difficulty hiring workers. The blue column indicates the percentage point difference in responses between the occupations in each industry listed and occupations in all industries surveyed.

**84.1%** of Greater Omaha employers reported it was difficult to find workers for at least one occupation they have recently hired or have been trying to hire.

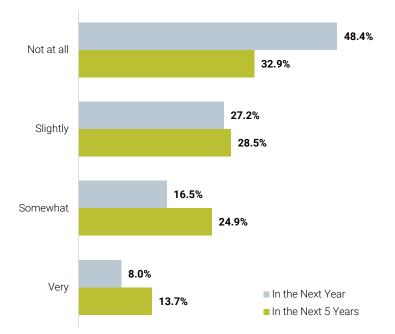
Top 5 Most Frequently Hiring Industries

	All Responses		nodation Services		Care and ssistance	Retail Trade		Construction		Professional, Scientific, and Technical Services	
Not enough applicants	82.5%	82.2%	-0.3%	84.9%	2.3%	80.9%	-1.6%	87.1%	4.6%	87.3%	4.8%
Wage demands too high	58.0%	52.4%	-5.6%	67.4%	9.5%	53.5%	-4.4%	50.6%	-7.4%	52.7%	-5.2%
Lack of work experience	56.3%	40.2%	-16.1%	54.6%	-1.6%	48.0%	-8.3%	66.1%	9.9%	67.2%	10.9%
Poor work history	56.1%	49.5%	-6.5%	57.2%	1.2%	57.0%	0.9%	55.2%	-0.9%	49.2%	-6.8%
Lack of occupation specific skills	51.6%	33.5%	-18.1%	47.6%	-4.0%	52.7%	1.0%	62.5%	10.9%	61.8%	10.2%
Unavailable for required shifts	36.4%	57.7%	21.4%	46.0%	9.6%	42.9%	6.5%	10.5%	-25.9%	16.0%	-20.4%
Failed background check/drug screen	26.0%	20.2%	-5.8%	31.3%	5.3%	28.1%	2.2%	27.9%	1.9%	5.5%	-20.5%
Lack of required licenses/certificates	23.4%	9.5%	-14.0%	32.9%	9.5%	16.9%	-6.5%	26.6%	3.2%	32.3%	8.9%
Language barrier	16.2%	22.1%	5.9%	17.1%	0.8%	13.7%	-2.5%	19.2%	3.0%	8.7%	-7.5%
Lack of required education	14.4%	5.5%	-8.9%	24.6%	10.2%	9.7%	-4.7%	13.5%	-0.9%	25.2%	10.8%
Applicants are overqualified	10.6%	5.4%	-5.1%	11.6%	1.0%	8.5%	-2.1%	4.9%	-5.7%	12.8%	2.2%
Citizenship/work authorization	10.1%	18.0%	7.9%	5.0%	-5.1%	7.3%	-2.9%	18.4%	8.3%	4.8%	-5.4%
Location of your business	9.2%	14.6%	5.4%	9.3%	0.1%	7.8%	-1.3%	2.5%	-6.7%	8.6%	-0.6%
Available housing in your area	3.7%	9.9%	6.2%	3.9%	0.2%	3.0%	-0.7%	0.4%	-3.3%	1.6%	-2.1%

What Action Has Your Business Taken to Increase the Candidate Pool for Difficult-to-Hire Jobs?

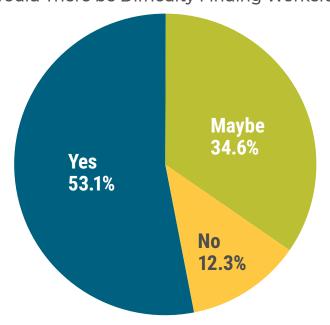


How Concerned are Employers about Potential Loss of Skills and Experience Caused by Retirement?



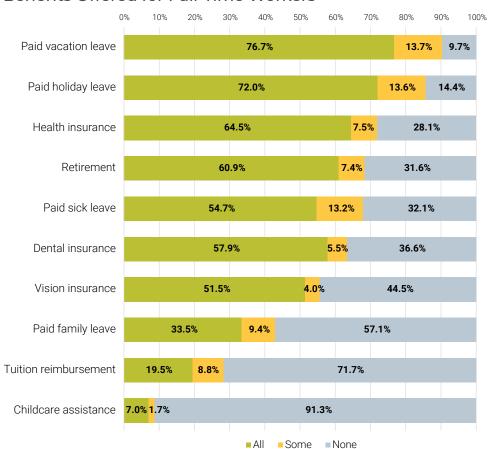


If Asked to Consider Business Expansion, Would There be Difficulty Finding Workers?

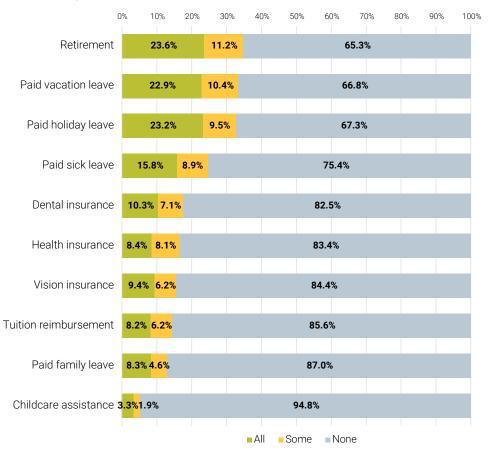


## **Benefits**

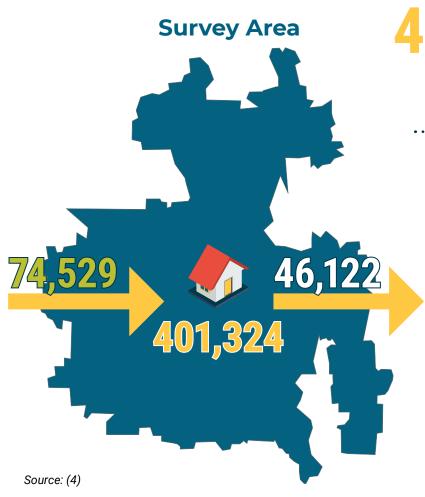
#### Benefits Offered for Full-Time Workers



#### Benefits Offered for Part-Time Workers



## **Commuting Patterns In and Out of Greater Omaha**



401,324

people both live and work in Greater Omaha

74,529

work in Greater Omaha but live outside Greater Omaha 46,122

live in Greater Omaha but work outside Greater Omaha

Of the **475,853** people employed in Greater Omaha, **15.7%** live outside the area.

	Would Commute	Would Relocate	Total
Percentage of potential job seekers who would accept a job in Greater Lincoln area if a suitable job was available	23.9%	12.9%	36.8%
Percentage of potential job seekers who would accept a job in Nebraska outside the Greater Omaha or Lincoln area if a suitable job was available	11.4%	13.9%	25.3%
Percentage of potential job seekers who would accept a job outside Nebraska (at least 50 miles away) if a suitable job was available	6.4%	26.7%	33.1%

46.6%

of potential job seekers indicated that lack of job opportunities in their local area was an obstacle to changing jobs or reentering the workforce.

#### **Potential Job Seekers**

POTENTIAL JOB SEEKER An employed person who answered either 'yes' or 'maybe' to the question "Are you likely to change jobs in the next year if a suitable job is available?" or a non-employed person who answered 'yes' or 'maybe' to the question "Are you likely to reenter the workforce in the next year if a suitable job is available?" The potential job seekers group includes all individuals who indicated that they might accept a new job within the next year, given the right circumstances.

Based on the percentage of respondents identifying as potential job seekers (43.0%), there were an estimated

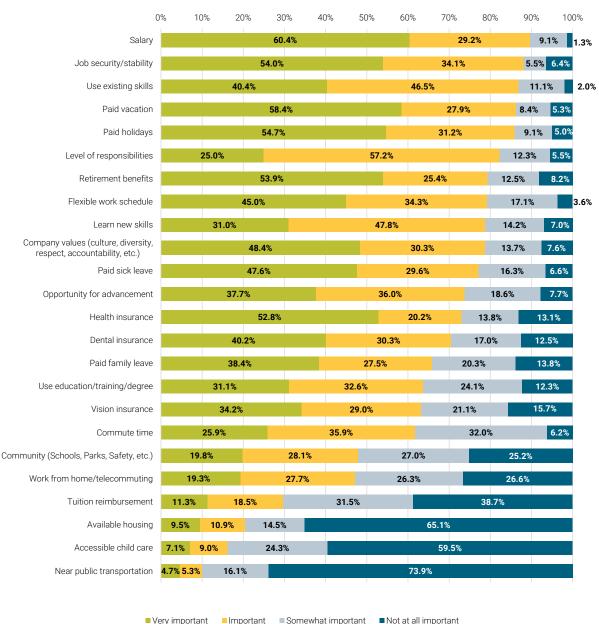
200,000

potential job seekers 18 years old and over in

the Omaha survey area.

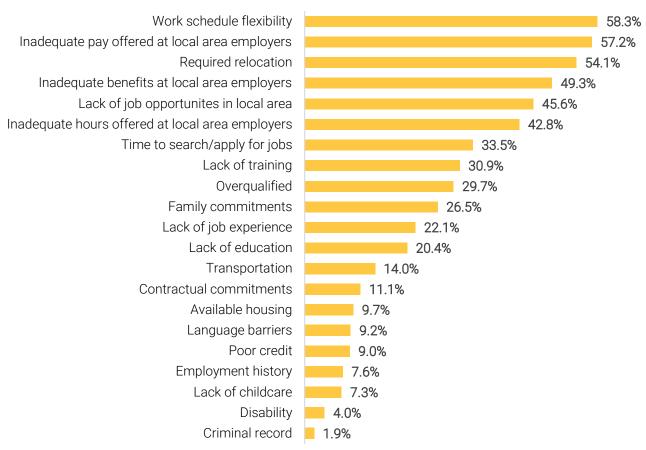
Most potential job seekers indicated that salary and job security/stability were important or very important when considering new employment. Approximately 52.9% of potential job seekers with children under 19 said a flexible work schedule was a very important factor (compared to 39.9% for those without children under 19).

#### Important Factors for Potential Job Seekers



### **Potential Job Seekers**

## Obstacles to Employment for Potential Job Seekers



Estimated number of potential job seekers in the survey area with the following obstacles:

163,851

Work schedule flexibility

160,720

Inadequate pay offered at local area employers

152,031

Required relocation

138,405

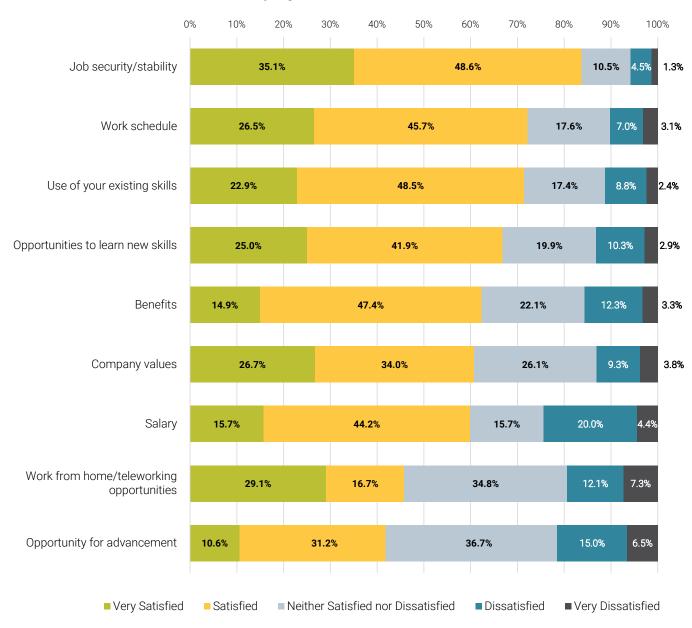
Inadequate benefits at local area employers

128,023

Lack of job opportunities in local area

#### **Potential Job Seekers**

#### Job Satisfaction Factors for Employed Potential Job Seekers



Percentage of employed potential job seekers who said they were satisfied or very satisfied with the job security/ stability of their current job.

Employed potential job seekers indicated they were most satisfied with job security/stability, work schedule and use of their existing skills in their current primary jobs. Salary, opportunity for advancement and working from home/teleworking opportunities were the factors with the highest percentage of workers saying they were very dissatisfied or dissatisfied.

Check out the reports on labor availability, business hiring and training needs, and skill gaps on the Labor Availability Study Publication page at: dol.nebraska.gov/las

### Data compiled and analyzed by:

# Nebraska Department of Labor Labor Market Information

For more information regarding this study, contact:

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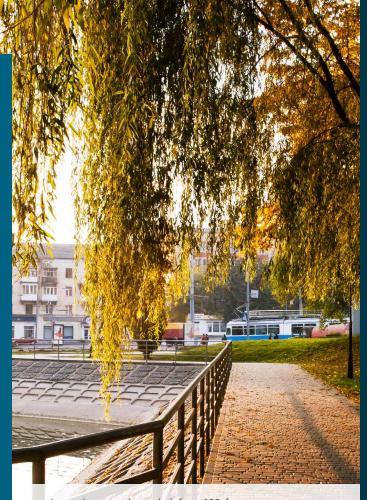


Image by sergeybogachuk from 123rf

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## **Partner Agency**

Nebraska Department of Economic Development

Equal Opportunity Program/Employer TDD: 800.833.7352

Auxiliary aids and services are available upon request to individuals with disabilities.

#### **WORKS CITED**

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