

Data-Driven Talent Sourcing: Maximizing Profitability in a Tight Labor Market



David Folwell
Founder and President
Staffing Referrals

“**CLV** helps you think about how to optimize your acquisition spending for **maximum value rather than minimum cost.**”



You can **increase**
your Gross Profit by 15%
without increasing placements

WSI Grew 9% with 8% Fewer Placements

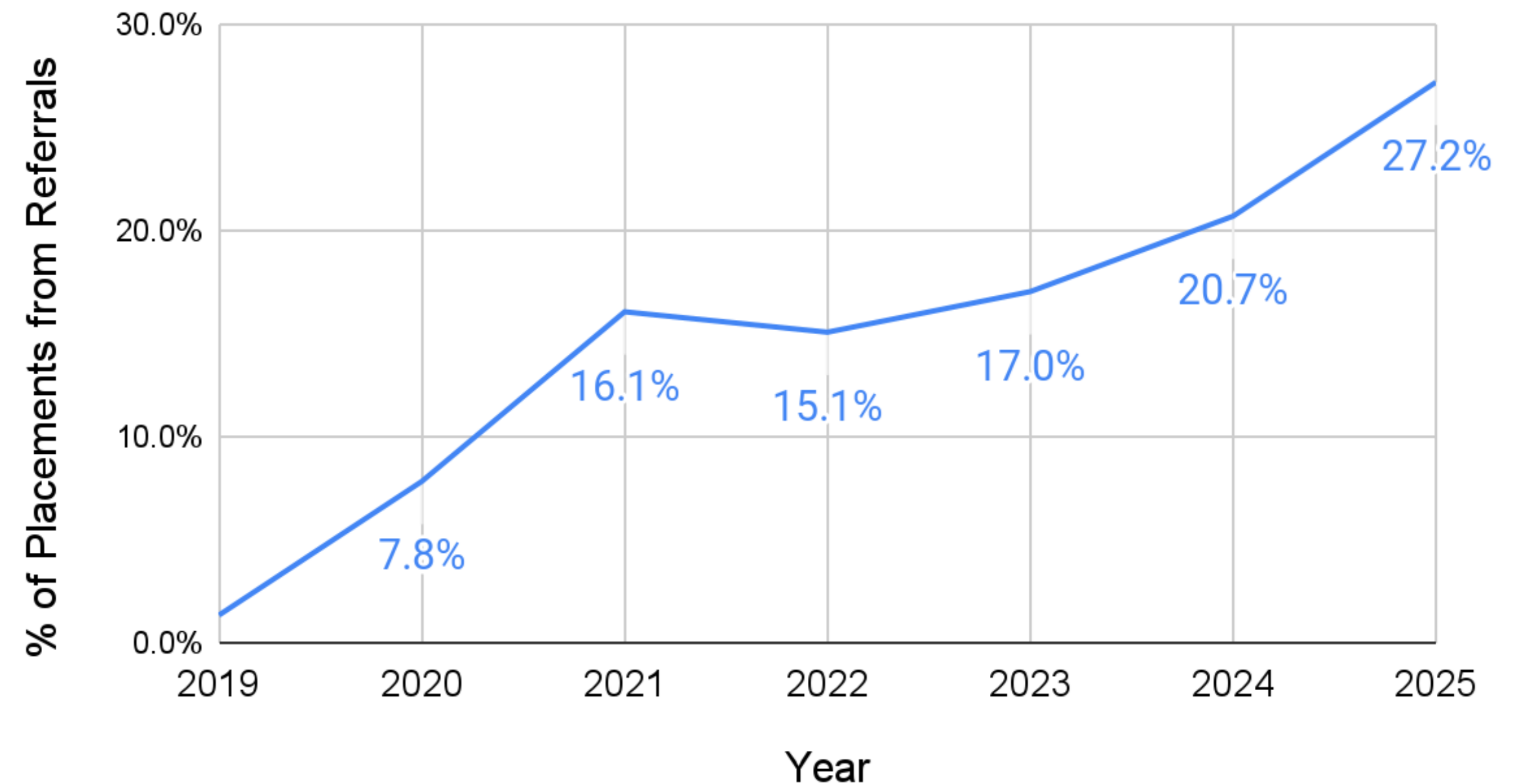


Shifting Placements from Job Boards to Referrals Drive Profitability

WSI outperformed market despite fewer placement opportunities by focusing on their most profitable talent source: referrals.

↗ Increased referrals by 59% over two years

Percent of Placements from Referrals



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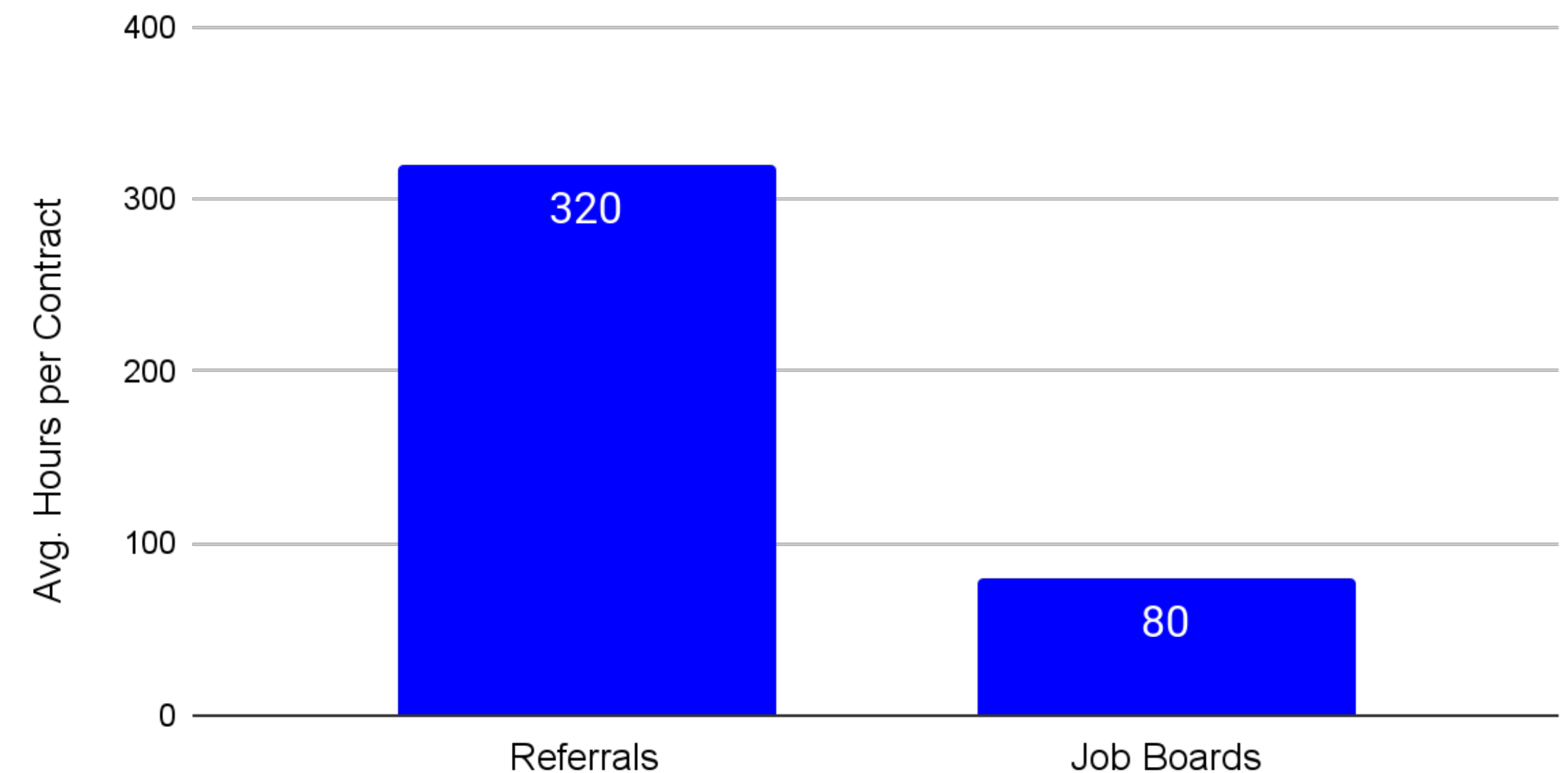


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Avg. Hours Worked by Source



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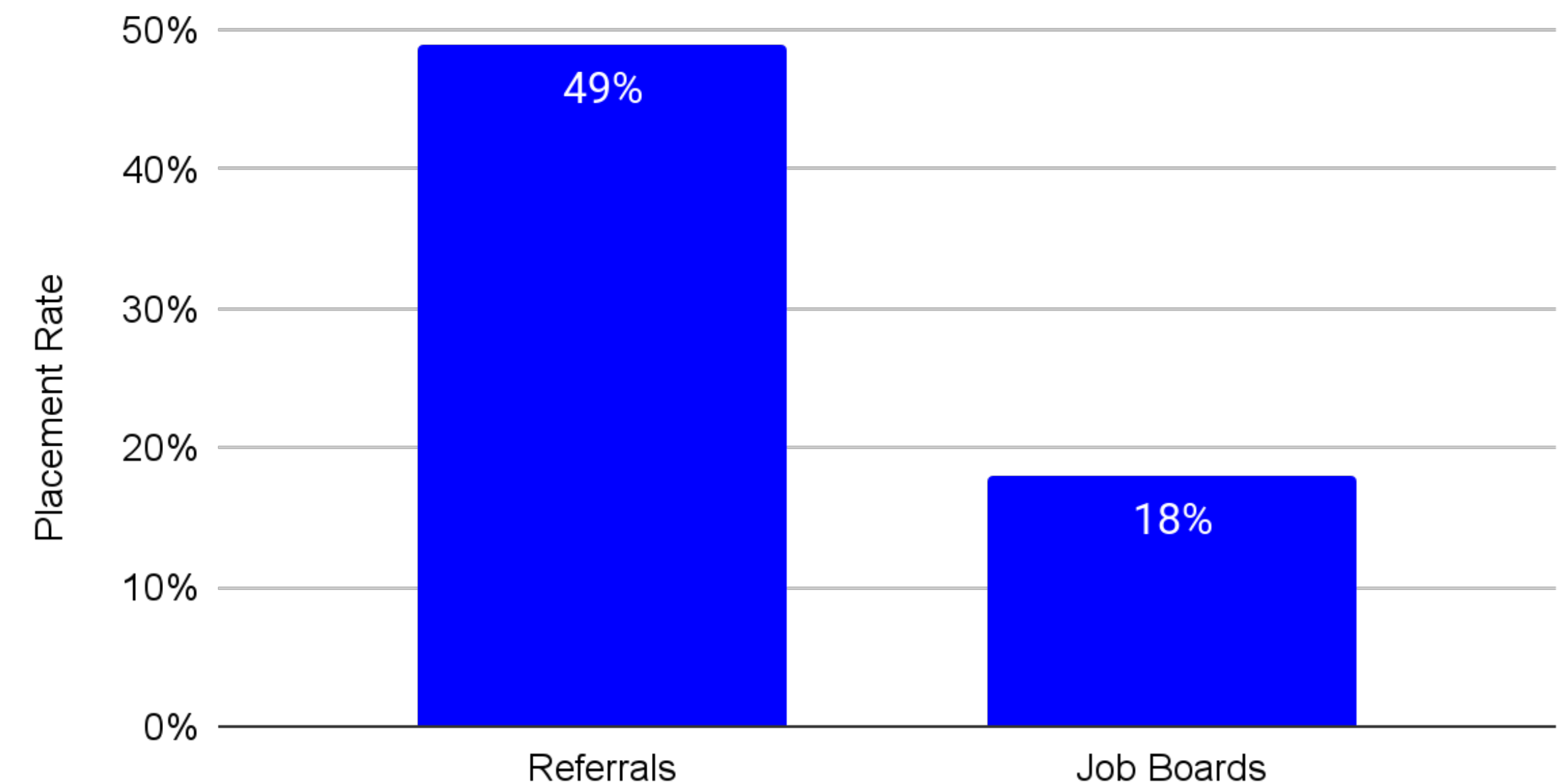


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- 🕒 Referrals worked 4x more hours on avg.
- 👤 Referrals 2.7x more likely to be placed

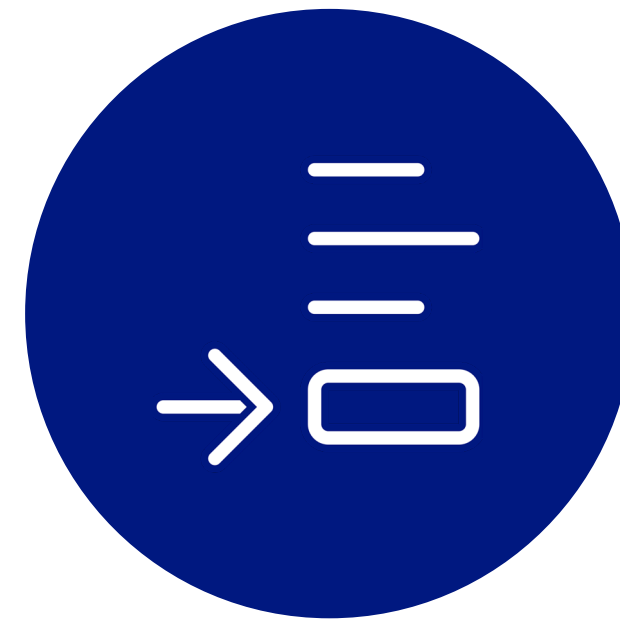
Placement Rate



The Staffing Industry



Job Board Dependent
77% of placements start
with same job boards



Market Saturation
Race to bottom through
commoditized channels



Increased Competition
In-house and new
staffing platforms

Commoditization through lack of differentiation

How to Win: Maximize Your CLV

Measure, Optimize, and Scale Your Candidate Lifetime Value



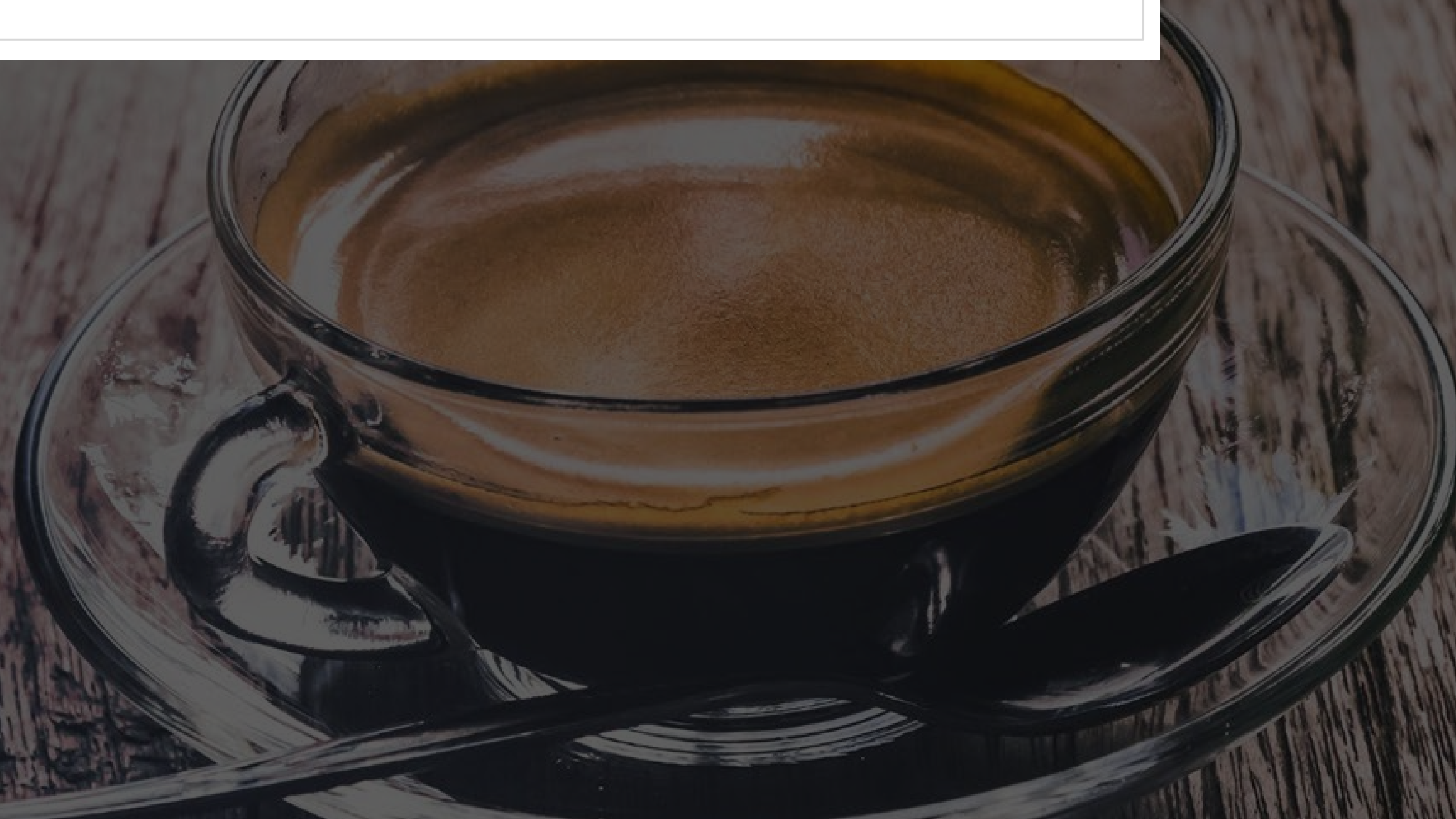
What is Candidate Lifetime Value?

CLV represents the total profit your agency generates from a candidate across all assignments they complete.

CLV Formula:

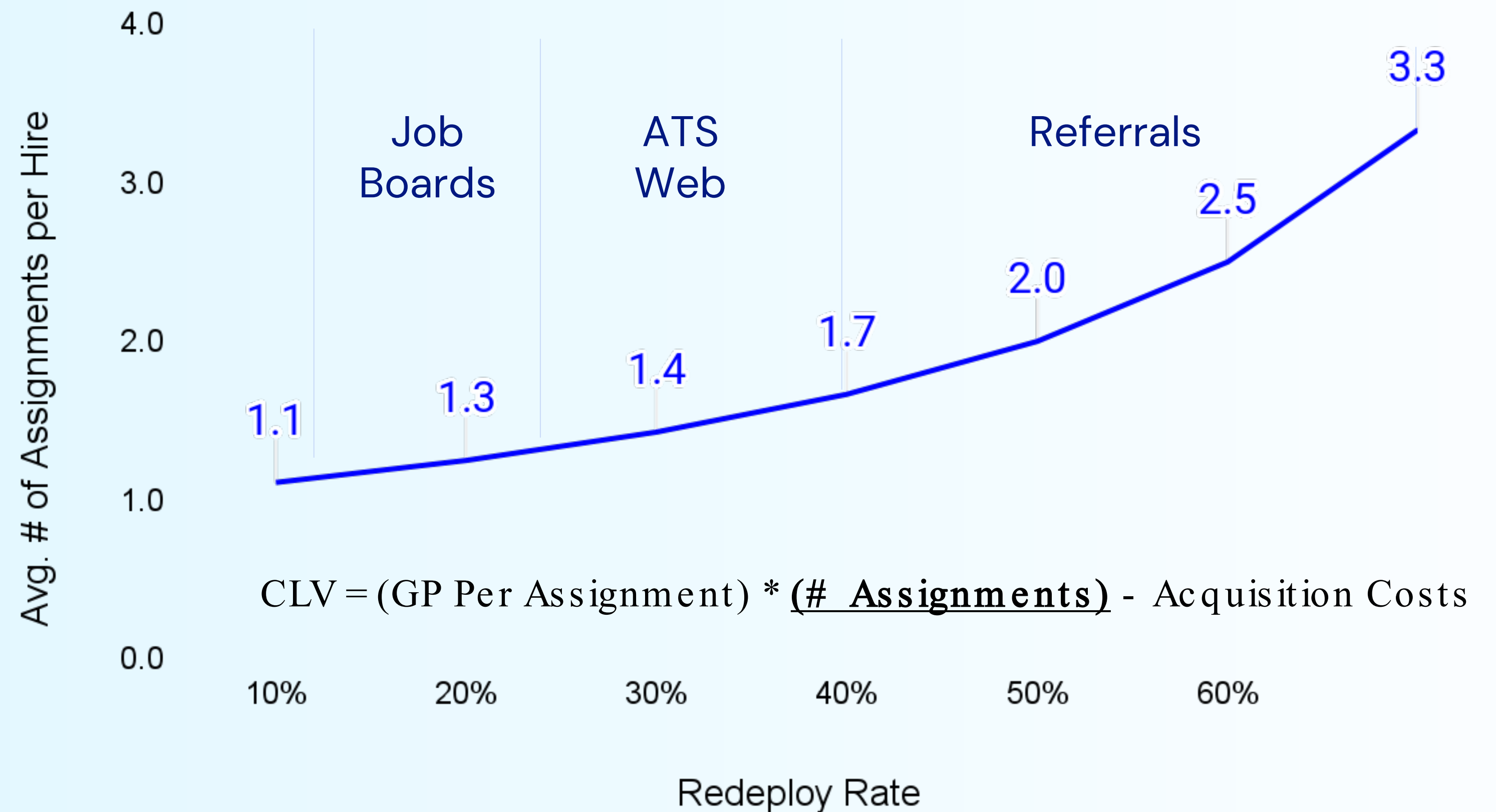
(GP Per Assignment) * (# Assignments) - Candidate Acquisition Costs = CLV

Starbucks calculated
their **CLV** at...\$14,099

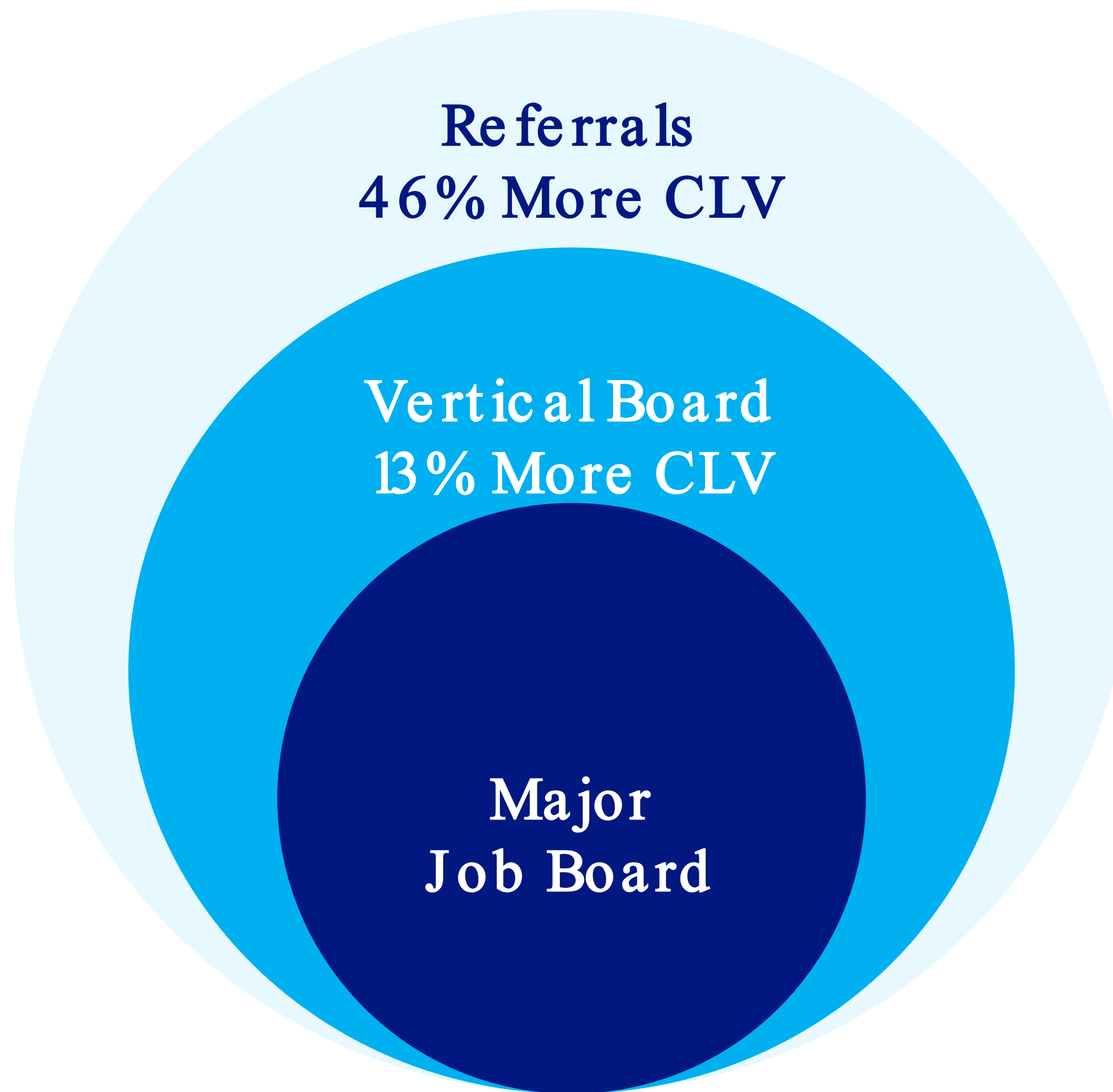


Redeploy Rates Deliver Exponential Assignment Growth

Redeploy Rate vs. Avg. Number of Assignments



Referrals Dramatically Increase Your CLV Compared to Job Boards



Referrals
Drive Profitability
Compared to Job
Boards

90%

Lower
Acquisition
Costs

1.4x

More
Assignments

213%

Improvement
in CLV

The Impact for Your Agency

Shift Your Mix, Increase Profit and Productivity

Case Study

Two agencies
10 k placements

- Different mix
- Referral CLV: \$11k
- Job Board CLV: \$7k

Results	Traditional Agency	Modern Agency
Job Boards/Referrals	80/20	50/50
Avg. CLV	\$7.8k	\$9k
Gross Profit	\$78M	\$90M



15.4% increase (\$12m) in gross profit with same placements

3 Steps to Optimizing Your CLV

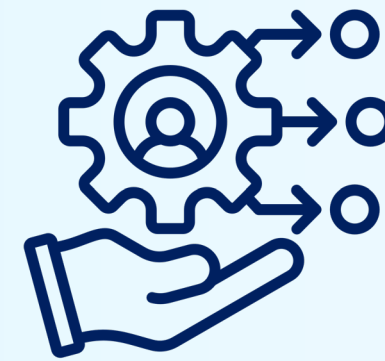
1



Measure

CLV by source

2



Optimize

sourcing strategy

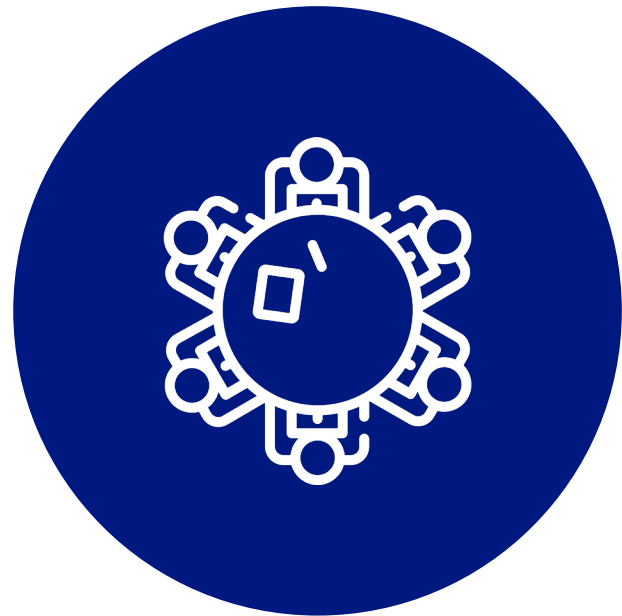
3



Scale

your top source

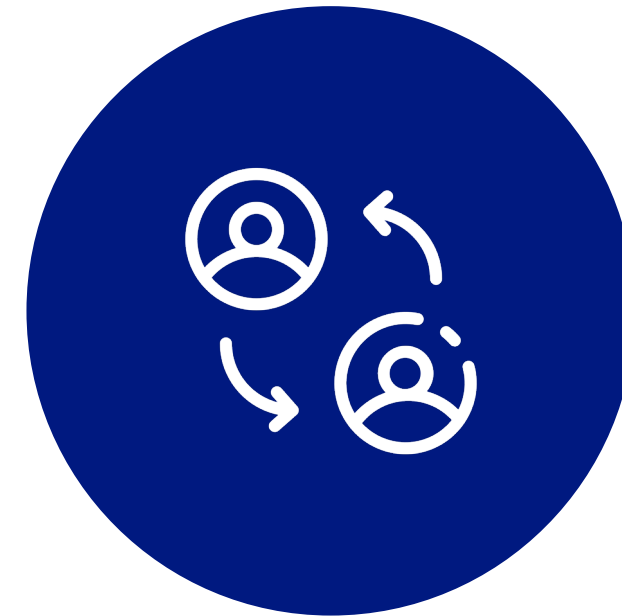
1. Measure Key Talent Sources



Job Boards



ATS/Database



Referrals



Website



Your talent pipeline is your unique value proposition.
Optimizing your sourcing mix drives profitability

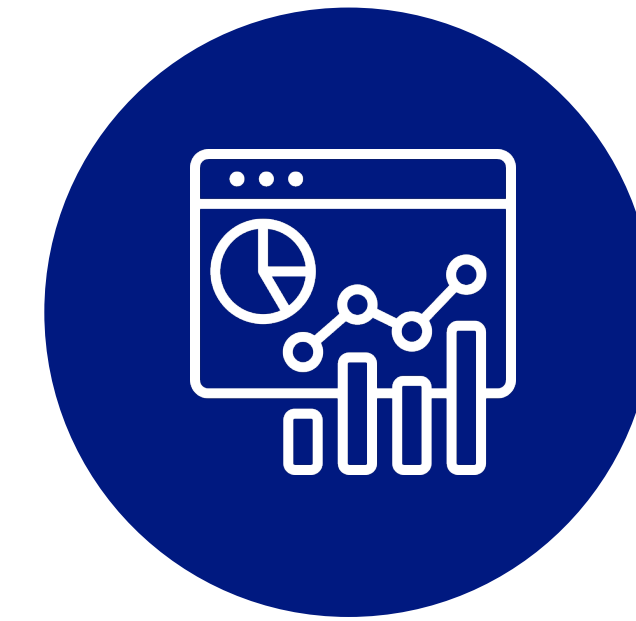
2. Optimize Your Sourcing Mix



Analyze
top CLV source



Focus
your team

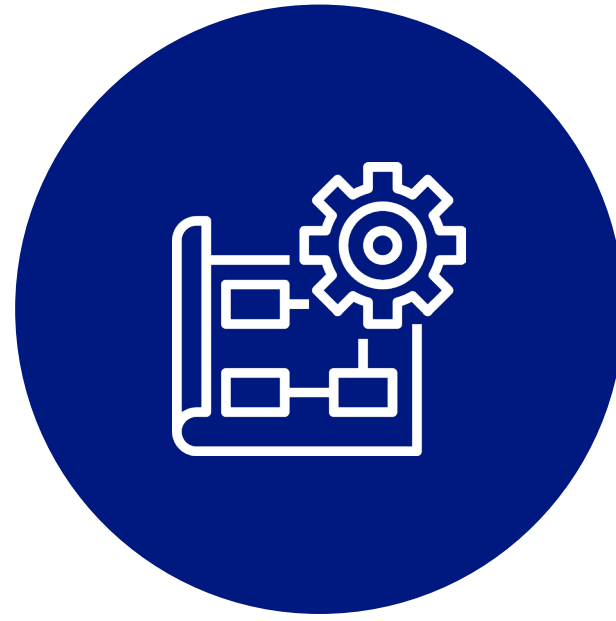


Monitor
results and adjust



Turn your placed talent into your best client lead source
Your talent knows who's hiring before you do

3. Scale Your Most Profitable Source



Automate
top CLV source



Incentivize
drive retention



Segment Data
key interactions



Leverage automation and incentives to maximize growth
Ensure incentives encourage, rather than penalize, referrals


"Efficiency is doing things right;
effectiveness is doing the right things."

- Peter Drucker



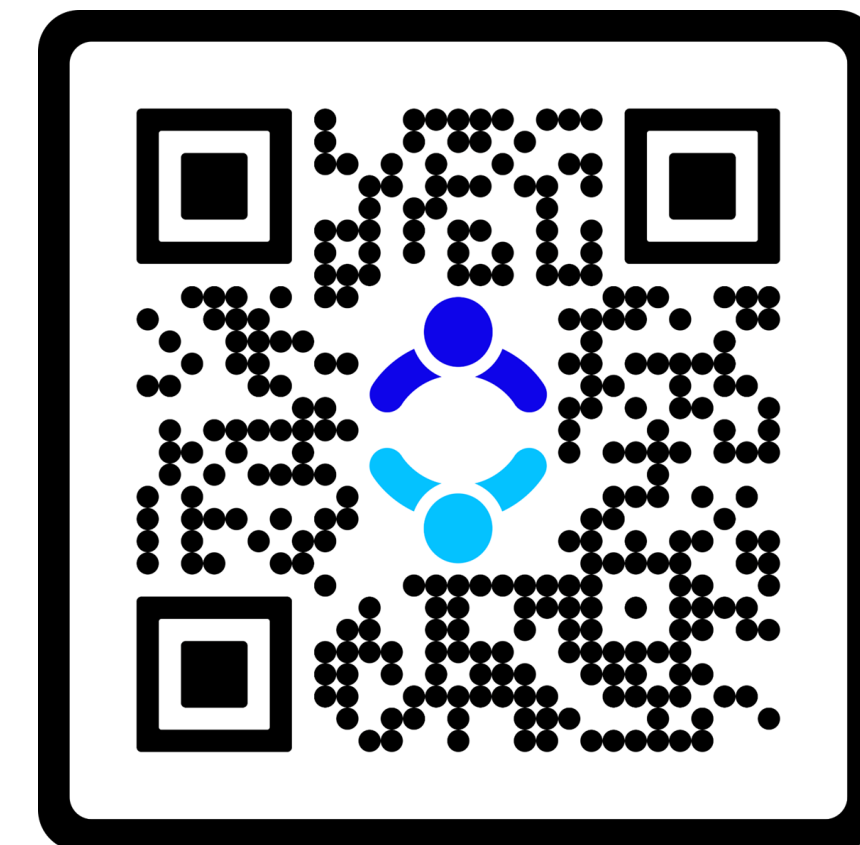
 Host: David Folwell

 Email: david@staffingreferrals.com

 Cell: 571-271-9210

 Web: staffingreferrals.com

Let's connect



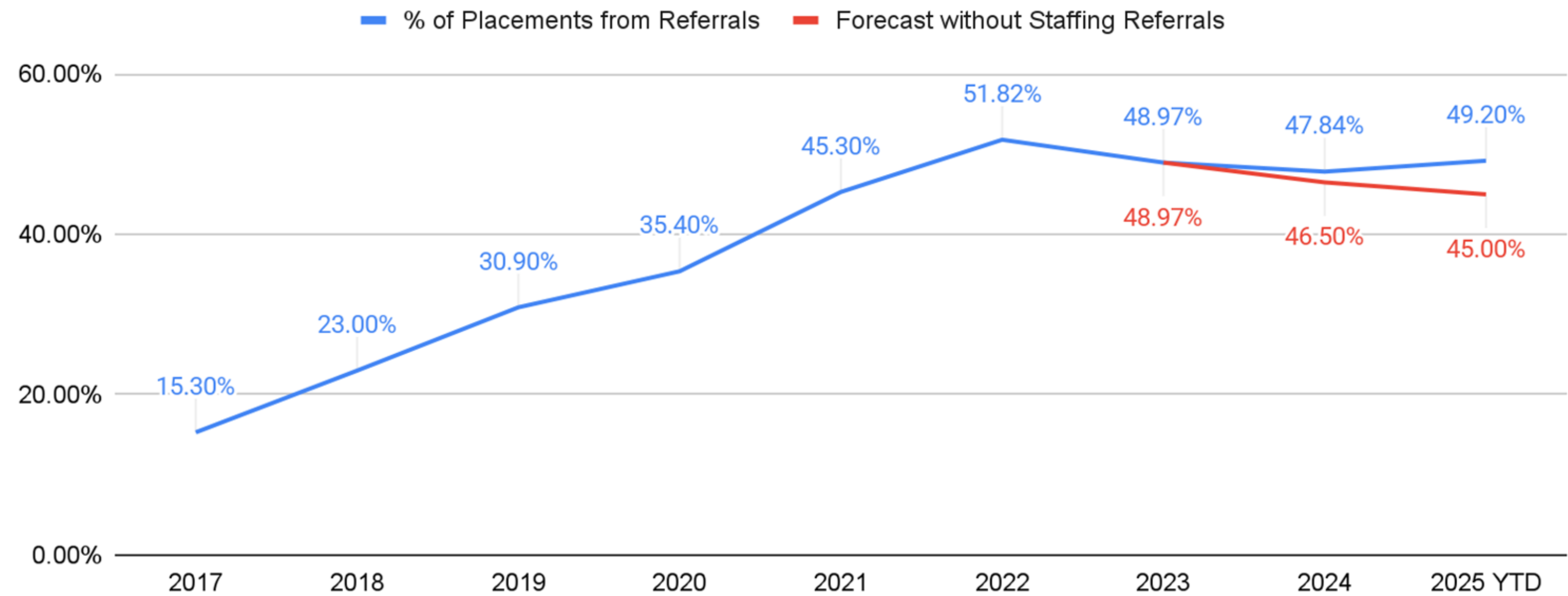
Appendix





Referrals Rebounding with Renewed Focus

Reversed Downward Trend in Referral Placements



Atlas is an industry leader and a top 1% referred agency



Access WSI's Unique Talent Network

Fill Roles Faster with Talent You Can't Find on Job Boards

When you choose WSI, you gain access to our exclusive referral network so you can:

- ✓ Fill roles faster with quality talent
- ✓ Increase retention rates
- ✓ Improve fill rates

Reduce your total cost per hire by increasing your productivity.


Access Our Referral Network

3,548

Active Ambassadors 

Hire Faster

48%

Placement Rate 

Drive Referrals

2,042

Referrals Made 

Hire Quality

+300%

Retention 



WSI is an industry leader and a top 1% referred agency

Example

Access GHR's Talent Network



Find Top Healthcare Talent

When you choose GHR, you gain access to our exclusive referral network so you can:

- ✓ Fill roles faster with quality talent
- ✓ Increase redeployment rates
- ✓ Improve fill rates

Reduce your total cost per hire by increasing your teams' productivity.

Access Our Referral Network

2,142
Ambassadors



Hire Faster

14.5%
Placement Rate



Drive Referrals

2,325
Referrals Made



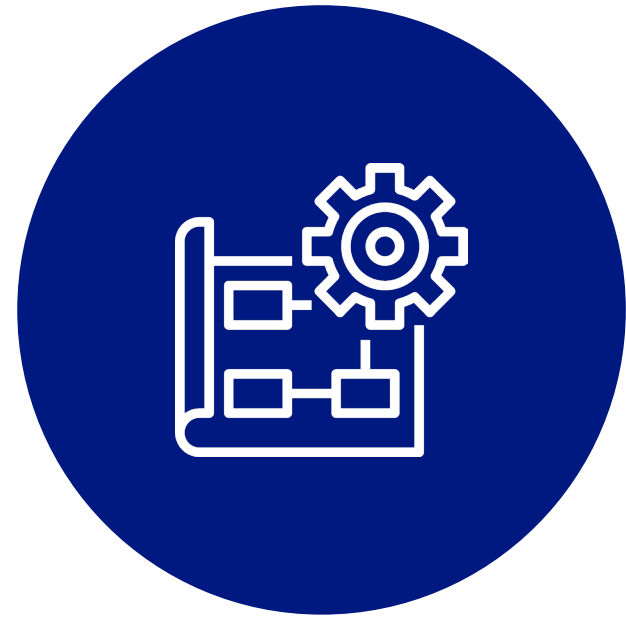
Hire Quality

45%
Redeploy Rate



GHR is an industry leader and one of the most referred agencies

How to Improve Your CLV



Automate your referral program



Create loyalty programs



Double down on redeployment



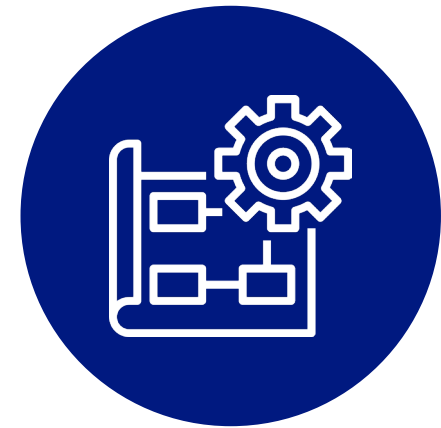
Shift sourcing to optimize your CLV



Turn your placed talent into your best client lead source

Your talent knows who's hiring before you do

Things to Avoid with Referrals



Don't let referral bonuses hit commissions - disempowers recruiters



Don't miss a referral bonus payout - reputational damage



Don't set terms and conditions that are not profitable



Don't overpay for referrals



Use the friend advantage to
80 x your response rates

From a Friend
80 % Response

Cold Outreach
1% Response