# Employment Transformation under the Influence Digitalization and Pandemic in Russia

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*Abstract*— Changes in the labor market under the influence of digitalization and the pandemic create problems for the employment of the able-bodied population of the country. Employment problems are primarily associated with changes in the requirements of organizations for the competencies of employees. The lack of competencies leads to a surprising paradox, when, on the one hand, a category of workers is formed who cannot find their place in the new digital economy, and on the other hand, the digital economy is experiencing a severe staff hunger. To overcome this contradiction, it is necessary to develop a state global comprehensive multi-level training program for transitional competencies based on the use of big data.

*Keywords*—Digital economy, employment, labor market, transformation, competencies, training.

#### I. INTRODUCTION

The digitalization of the economy is rapidly changing the world, aggravated by the Covid-19 pandemic, is changing the labor market with inexorable inevitability, employment problems are becoming more global, truly revolutionary. They are strongly reflected in all aspects of public life, determining in many respects the economic, social and cultural context of the development of the country and the world economy as a whole. At the same time, the peculiarities of the development of each country leave their characteristic imprint on these problems, requiring the development of individual ways of solving the problems that arise. That is why the study of the transformation of employment under the influence of digitalization and the pandemic at the country level is becoming extremely relevant today.

In this regard, 3 questions are considered in these theses [1]:

- how changes in the labor market affect the processes of employment in Russia
- how the requirements of organizations for the competencies of Russian employees are changing
- what are the directions of the transformation of employment in Russia under the influence of digitalization and the Covid 19 pandemic.

### II. CHANGES IN THE LABOR MARKET AND THE PROCESSES OF EMPLOYMENT OF WORKERS IN RUSSIA

Let us first of all consider what changes the Russian labor market has undergone under the influence of digitalization and the pandemic over the past two years. The labor market of Russia in 2021 under the influence of these factors is characterized by the following features: instability, an increase in unemployment (3.4% over the past 2 years), obsolescence and disappearance of a number of professions, emergence of new demanded professions and the qualifications, an increase in demand for new professions, an increase in the need for specialists, primarily with digital competencies, changes in the requirements for the competencies of employees, the formation of competence models necessary for the digital economy in the transition period, changes in employment models, inconsistency of legislation with the needs of the labor market [5].

How did these characteristics affect the employment of labor resources in Russia [7]. Table 1 shows the positive and negative consequences of this influence.

Factors	Impact of changes in the labor market on		
	employment		
	+	-	
Instability	Opportunities for	Stress, confusion,	
	development,	lack of confidence in	
	getting a new	the future. Threats to	
	profession and	health and well-	
	increasing income	being	
Rising	The emergence of	Stress, risks of losing	
unemployment	free time, the search	health. Increased	
	for opportunities	time to find a job, cut	
	for self-realization,	wages, social	
	self-development	stratification, yes-	
	and self-education	unshifting	
Obsolescence	The possibility of	Reduction and	
and	obtaining new	change of staff, loss	
disappearance	professions	of work, reduction of	
of a number of	wages, increase in		
professions		difficulties in finding	
		a job in accordance	
		with the specialty	

Table 1. Impact of changes in the labor market on employment

The emergence	Increased demand	Lack of compliance
of new	for new	of existing
professions	professions.	competencies with
	Growth of wages	the needs of the
	for certain types of	organization, the
	activities	need for retraining
Changes in the	Getting additional	Stress, risks of losing
requirements	education.	health as a result of
for the	Development and	the need for constant
competence of	acquisition of new	training, reduced
employees	competencies	income
	demanded by the	
	market. Income	
	growth	
Changing	The possibility of	Increased social and
employment	remote work,	2
patterns	freelancing,	Social isolation.
	platform	Precariatisation of a
	employment,	part of the population
	harmonization of	
	work and personal	
	life	
		Conflict of interest,
legislation with	freely in a field	
the needs of the	unregulated by law	interacting with
labor market		people and
		organizations

Numerous studies, including the studies of the World Economic Forum (WEF) The Future of Jobs 2020, draw attention to the fact that the labor market expects a paradoxical phenomenon: an increase in unemployment against the background of an increase in new workers jobs that are difficult to provide staff with the necessary competencies "by 2025, automation and a new division of labor between people and machines will lead to a total loss of 85 million jobs in medium and large enterprises in 15 industry sectors.

At the same time, "the robot revolution will create 97 million new jobs" [3]. This paradox is a kind of test for the state for the effectiveness of managing the socio-economic development of the country. the workforce has the necessary competencies. Let us consider in detail what competencies will be required from a modern employee for successful work. arrangement in the labor market. To date, there is already an extensive literature devoted to this question. From our point of view, this list of "competencies in the transition period to the digital economy" should include, first of all, competencies that can help overcome the identified problems and ensure the entry of the majority of the working-age population into the new reality. In this regard, in table 2. we offer the following list of competencies.

Table 2. List of "transitional competencies" required in the modern world for successful employment [6,8]

Impact of changes in the labor market on employment		Competencies
+	-	
Opportunities for development, getting a new profession and increasing income	Stress, confusion, uncertainty about the future. Threats to health and well-being	Flexibility, adaptability, stress resistance

		-
Free time, search	Stress, risks of losing	Ability for self-
for opportunities	health. Increased job	knowledge and
for self-	search time, reduced	self-regulation,
realization, self-	wages, social	proactivity
development and	stratification,	
self-education	downshifting	
The possibility of	Reduction and change	Ability to learn.
obtaining new	of staff, loss of work,	Self-education
professions	reduction of wages,	ability
1	increase in difficulties	•
	in finding a job in	
	accordance with the	
	specialty	
Increased demand	Lack of compliance	Interest in new
for new	of existing	things,
professions.	competencies with	innovation,
Increase in wages	the needs of the	digital
for certain types of	organization, the need	competencies
activities	for retraining	1
Development and	Stress, risks of losing	Critical
acquisition of new	health as a result of	thinking,
competencies	the need for constant	ability to
demanded by the	training	analyze and set
market	C	goals. Ability
		to manage self-
		development
Remote work	Increased social and	Self-
opportunities,	economic insecurity.	organization,
health in, platform	Precariatisation of a	independence,
employment	part of the population	self-confidence
Opportunities to	Conflict of interest,	Ethics
operate freely in a	difficulties in	
field not regulated	interacting with	
by legislation	people and	
	organizations	

The presented "competencies of the transition period", in addition to digital ones, are specific personal and social qualities that are naturally inherent in a fairly narrow circle of people in the population. So, according to expert estimates, not more than 5% of the population has a pro-activeness, 20% are fully flexible and adaptable, and about 30% are innovatively susceptible.

## III. CONCLUSION

There are several ways to solve this problem [2].

- Increasing the personal responsibility of employees for employment, the development of metacompetencies that can ensure active and responsible behavior of employees in the labor market through the introduction of employment programs in the training systems of students of educational institutions of all levels that develop their abilities to self-knowledge and self-regulation. However, this will only affect the younger generation [9,10].
- Development of corporate training. However, a study of the learning systems widespread in Russian organizations suggests that business today is not yet ready ideologically and economically to solve this problem.

Therefore, it is necessary to change the processes of employment in such a way as to make them more manageable and expedient to provide them with support in the relevant public institutions. The system of state education and training is becoming a key public institution in the Russian Federation that is capable of solving this problem. Therefore, the formation of a model of modern employment should begin with the creation of a state large-scale allencompassing system for teaching competencies in demand in the digital economy. The existing programs for the development of digital literacy and digital competence of the population are limited, since they include only digital training and apply to limited categories of workers. To implement such a program, it is necessary to use the capabilities of digital systems, which, based on an analysis of the level of education of various categories of the population, will create flexible multi-stage training systems with a certification system for all categories of the able-bodied population. Such educational programs should be supported by employment consultants and digital platforms offering employment based on the certificates received, which will focus on the needs of the digital economy. This approach will provide the digital economy with the necessary staff, create a sense of social security, i.e. avoid the above negative consequences of the employment crisis.

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