**Advantages and disadvantages of hiring full-time workers for business**

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Employees and staff are one of the costliest aspects of any organization. According to statistics, employment accounts for 16-20% of a company's overall expenses, which is a significant sum when considering revenue and turnover.

As a result, it's simple to see why deciding whether or not to recruit someone is a major choice. Do you require a full-time, part-time, or even freelance employee to accomplish a project or assist your team in achieving a business goal?

**What Is a Full-Time Employee?**

You may have heard that an employee is considered full-time if they work 30, 35, or 40 hours a week. However, there is no commonly agreed amount of hours that determines whether an employee is full-time or part-time.

The majority of the time, individuals enquire about full-time and part-time hours in order to qualify for various employment advantages. In many cases, the employer has entire control over whether or not the employee is considered full-time and qualified for corporate benefits. Fringe benefits are not totally prescribed by law; thus, they are under the employer's control. Many firms impose benefit eligibility criteria, such as requiring workers to work a specific number of hours each week. Employers determine how many hours workers work each week, whether it's 30 or 40, and employees are classified as full-time (if they work at or above the line) or part-time (if they work below the line).

Some firms go above and beyond by providing half or full benefits to part-time workers. The amount of hours that define an employee as full-time or part-time is entirely up to the employer, regardless of their benefit eligibility criteria. The terms full-time and part-time are simply terms that are frequently used to distinguish between diverse types of work schedules and whether or not an employee is entitled for benefits.

**How to decide if you need full-time, part-time, or freelance employees?**

Working out how much money you must play with is the first step in determining whether or not this is a worthwhile move. Refer to your reports and look for your operational budget in order to do so.

If you're in severe need of a worker, investigate if there are any places where you may save money so you can afford to hire someone. However, there are a few things to keep in mind.

Of course, finding the proper employees for your organization is critical, especially for small businesses and startups. If you want to recruit a full-time employee, you'll need to utilize your financial data to calculate the person's return on investment.

If you manage a retail store, for example, you can figure out how many hours each person can work and how that would affect your sales. Determine whether or not paying $20,000 per year for this employee's wage is comparable to or will over-compensate for your business's financials in direct sales.

When is the best moment to hire a full-time employee for your startup? If your sales and financial reports are rising, and you're noticing a rapid increase in company demand, it's definitely time to hire someone full-time.

**Pros of hiring full-time employees**

Most organizations will seek to hire someone full-time because of the several advantages that come with it, including increased productivity, stability in workloads, and a better degree of employee loyalty. Because most people only have one full-time job, you'll be able to reap the benefits of employee loyalty and concentration.

You may even train a full-time staff and entrust them with ‘minding the floor' while you're out at meetings or running errands. This gives you a lot more time to take care of other things. A full-time employee must work at least 40 hours each week.

Summarized, some advantages are:

* + **Long-term**. Individuals looking for full-time work are often looking for a job to do long-term.
  + **Investable**. When employees spend more time on the job, it’s easier for employers to invest in them with training and development.
  + **Greater productivity**. More hours clocked in means more work gets completed.
  + **Increased loyalty.** The additional benefits attached to full-time employment tend to create more engagement and dedication.
  + **More responsibility.** Since they spend more time at work, full-time employees can manage more broad responsibilities like management or inventory tracking.

**Cons of hiring full-time employees**

Consider the drawbacks that full-time employees may face. You'll have to pay for a vacation, and in certain situations, you'll have to supply health insurance. This is a list of all the additional fees you'll have to pay.

While this is not inherently a negative to the employee because benefits and healthcare are a crucial element of pay packages, it does imply that your company will incur higher expenditures.

Summarized, disadvantages could be:

* **30-40 hours of work.** Your full-time staff will run out of work and suffer if you don't provide them a stable schedule or set of obligations. There may not be enough work for a full-time employee on temporary or seasonal projects.
* **Greater training requirements**. You must provide onboarding, orientation, and training for full-time workers since they want to stay with the firm for an extended period. Part-time, temporary, or 1099 employees may not require as much onboarding as full-time employees.
* **Increased labor expenses**. Full-time employees inherently cost more in payroll since they work more hours over a longer period of time. If you recruit a full-time employee, make sure the hire will provide a considerable return on investment for the company; otherwise, you're overpaying the full-time employee.
* **Burnout risk.** Longer hours, greater responsibilities, and higher demands can make full-timers feel overwhelmed, exploited, or just weary of their jobs.
* **Less flexibility**. Because they work longer hours, they may not feel as though they can maintain a decent work-life balance.
* **Higher payroll and benefit costs**. You may need to pay them extra for their labor and provide health insurance due to overtime restrictions and ACA obligations.

**Should Your Organization Hire Full-Time Employees?**

Full-time employees are sometimes the greatest option for you and your needs, while other sorts of workers are occasionally superior. Here are various situations where hiring a full-time employee would or would not be the best choice.

Part of the delicate balance between what you can ask of employees and what they're prepared to offer you is understanding how part-time vs full-time status affects people and your business. Many elements, such as your wage package, company culture, and incentives and recognition systems, impact this balancing act. However, as mentioned in the advantages and disadvantages section, the hours that employees work have an impact on all these issues.

Keeping this balance is the key to a happy workplace where people are giving their best for a company they care about. Taking advantage of employees by tampering with their status does not shift the scales in favor of the employer; instead, it tends to upend solid positions and cause unnecessary turnover.

**When to Hire Full-Timers**

* **When you require full-time assistance**. If you require 30 to 40 hours of labor per week, a single full-time employee is preferable than numerous part-time employees. There will be less training, scheduling, and bother with just one person.
* **When positions require an elevated level of expertise and experience**. Full-time employees are ideally suited for more difficult job tasks that require more experience. Part-time job applicants may have less or different qualifications than you require. For positions that demand experience, full-time employees are simpler to find and keep.
* **When internal relationships matter**. A position involving a connection with full-time employees might be complicated by the presence of many part-time workers. Coworkers may become upset if they have to repeat directions, requests, or information to many part-time workers who are completing a position. This can be made easier with a single full-time employee.

**When to Consider Other Options**

* **When only a small amount of effort is necessary**. There are instances when there isn't enough work to justify hiring a full-time employee for 30 hours or more each week. It's critical to balance the intended work hours with the workload available. Part-time employees are ideally suited for certain roles or projects.
* **When you’re in a unique job market.** There aren't many job searchers seeking for full-time work in other markets, such as college towns or rural locations. Some jobs naturally attract more part-time workers than full-time ones. Adapt your task schedules to the resources you have at your disposal.
* **If you're seeking for volunteer work.** Work experience for specialized sectors might be in high demand in some circumstances, and you can recruit people for free. Because it's impractical to expect someone to work full-time for no money, part-time volunteer work is typically the best option.
* **When work is temporary but requires experience.** Where employment is project-based, transient, and needs a certain level of experience, 1099-MISC workers may be a better fit.