

# SURVIVOR STRATEGIES TO GENERATE INCOME: OPPORTUNITIES IN INDEPENDENT CONTRACTING

January 21, 2020 | 2 pm - 3 pm ET

Promoting Employment Opportunities for Survivors of Human Trafficking Project

This project is supported by Grant No. 2017-VT-BX-K001, awarded by the Office for Victims of Crime, U.S. Department of Justice. The opinions, findings, conclusions, and recommendations expressed in this webinar are those of the author(s) and do not necessarily reflect the views of the Department of Justice, Office for Victims of Crime.



# Promoting Employment Opportunities for Survivors of Trafficking (PEOST)

- TTA Project funded through Office for Victims of Crime (OVC), U.S. Department of Justice
- Focused on improving how survivors are connected with meaningful employment to promote economic independence
- Build resources and tools and in-person training opportunities to promote collaboration



# Learning Objectives

As a result of this webinar, participants will be better able to:

- Describe independent contracting and the range of work it may encompass.
- Help survivor explore opportunities to pursue independent contracting including finding work, writing proposals, contracts and invoicing, taxes, and navigating safety.
- Connect survivors to resources and communities for independent workers.



# Today's Experts

# Iliana Perez, PhD

Director of Research & Entrepreneurship

**Immigrants Rising** 

## **Aurelie Drouet**

Partnerships & Business Development Associate

**SamaSchool** 



# IMMIGRANTS

TRANSFORMING LIVES THROUGH EDUCATION



Iliana Perez, PhD
Director of Research & Entrepreneurship

## IMMIGRANTS RISING

Immigrants Rising empowers undocumented young people to achieve educational and career goals through personal, institutional and policy transformation.

# Creating Your Own Opportunities



# IMMIGRANTS RISING





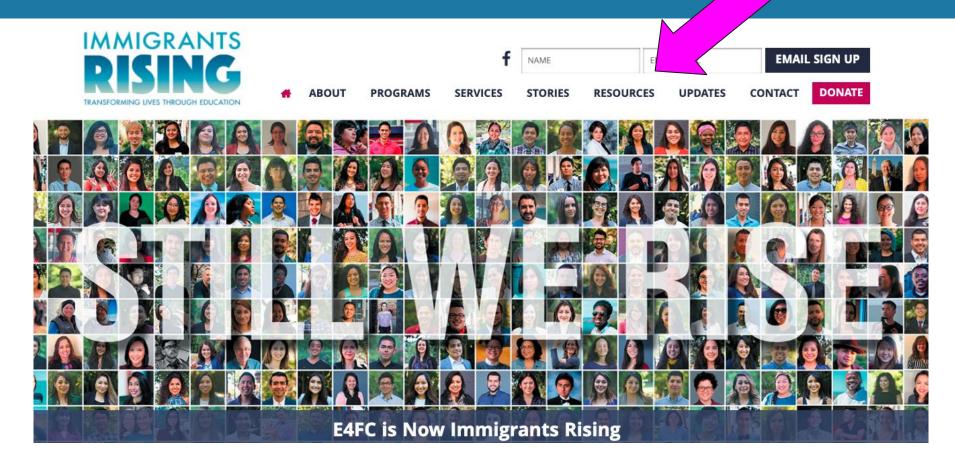
# **Entrepreneurship Activities**

- Resources & Information
- Leadership Development
- Networking
- Financial Support
- Referrals





# Information & Resources



# THEMES/TOPICS Art & Empowerment Entrepreneurship Higher Education

#### GEOGRAPHY

- California
- National

#### KEYWORD(S)

working for yourself ×

Refine your search by adding specific words/phrases



### Basic Facts about Entrepreneurship (Spanish)

A brief overview of the entrepreneurship opportunities that exist for all immigrants, regardless of status.

#### THEMES/TOPICS: Entrepreneurship

Law & Policy

#### GEOGRAPHY:

California, National

#### AUDIENCE:

Ally, Educator, Undocumented Youth

#### RESOURCE TYPE:

Flyer

#### Comenzando Tu Camino de Emprendimiento (Spanish Webinar)

Este seminario web proporcionará información introductoria acerca de cómo trabajar por su cuenta y cómo empezar un negocio. El seminario presentará las experiencias de los empresarios de la comunidad latina en Chicago y Los Ángeles.

#### THEMES/TOPICS:

Entrepreneurship

#### GEOGRAPHY:

California, National

#### AUDIENCE:

Ally, Educator, Undocumented Youth

#### RESOURCE TYPE:

Webinar/Video

#### **#Undocuhustle Film**

Watch this short film to learn more about the #Undocuhustle and Immigrants Rising's entrepreneurship initiatives.

#### THEMES/TOPICS:

Entrepreneurship

#### GEOGRAPHY:

California, National

#### AUDIENCE:

Ally, Educator, Undocumented Youth

#### RESOURCE TYPE:

Webinar/Video

# **Income Generation**





# **Income Generation**

- Opportunities for anyone, regardless of immigration status
- Not employment!
- Freelancing
  - Independent contracting
  - Consulting
  - Participating in the gig economy
- Entrepreneurship (business)
  - Sole proprietorship
  - Partnerships
  - C Corporations
  - LLC, Worker Cooperatives





# **Legal Considerations**

- The Immigration Reform and Control Act of 1986 (IRCA) states that it is illegal to knowingly employ unauthorized workers in the United States.
  - The IRCA requires employers to verify that every new employee is legally authorized to work in the U.S., through the "I-9 System".
  - **EXCEPTION:** An individual or entity is not required to obtain Form I-9 from independent contractors or sporadic domestic workers.
- Independent contractors or entrepreneurs may use an ITIN or EIN to legally earn a living in the U.S., as long as they pay taxes.



# **Basic Guidelines for IC Work**

- Payer (client) has the right to control or direct only the result of the work and not what will be done and how it will be done.
- Earning are subject to Self-Employment Tax.
- IRS Common Law Rules
  - Behavioral
  - Financial
  - Type of relationship





### Employees vs. Independent Contractors: Main Differences<sup>30</sup>

An Employee	An Independent Contractor
Has a continuing relationship with an employer	Does the same work for multiple clients
Normally is furnished significant tools, materials, etc. by the employer	Has own tools and equipment and can hire, supervise and pay assistants.
Can quit at any time without incurring liability	Receives all profits and is held liable for all losses and debts
Must comply with instructions about when, where and how to work	Sets his or her own hours and work schedule
Is trained by the employer	Uses his or her own methods



#### **ITIN (Individual Tax Identification Number)**

- IRS issues ITINs regardless of i
- Does not serve any purpose of

#### **How To Get One**

- BY MAIL File form W-7 with inc
- IN PERSON Using the services ( Taxpayer Assistance Center.

#### **Renewal Update**

- All ITINs not used on a federal be valid for use on a tax returi
- All ITINs issued before 2013 b

# ITIN GUIDE: INFORMATION AND UPDATES ABOUT THE IRS'S INDIVIDUAL TAX IDENTIFICATION NUMBER (ITIN)



# Tax Filing Services

#### Consider using a professional tax preparer if it's your first time filing taxes as an IC!

Free file software for income below \$66,0000

- Free filing with easy to use software
- IRS Free File Software Lookup Tool

Recommend working with tax preparer/accountant for income above \$66,000

- Free IRS File Fillable Forms (must know how to file taxes)
- Seek support from local colleges/universities
- Seek support from local non-profit organizations (venturize.org)

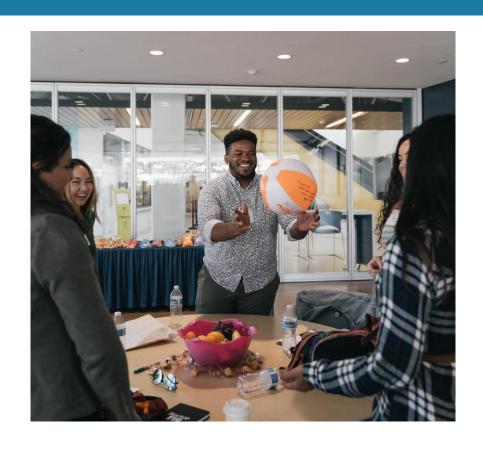
#### Online Resources:

- www.myfreetaxes.com
- CA: www.ftb.ca.gov



# 5 Tips to Get Started as an Independent Contractor/Freelancer

- Develop and entrepreneurial mindset
- Understand Contracting/freelancing considerations
- 3. Learn marketing and promotion strategies
- 4. Access financial capital
- 5. File and pay taxes





## **Additional Resources**

- Entrepreneurs@Immigrants Rising (FB Group) community of immigrant entrepreneurs
- Democracy at Work Institute worker coop model
- **Venturize** local service providers
- SamasSchool training and support for freelancers
- Freelancers Union training and support for freelancers
- Small Business Majority training and support for small business owners
- Massive Open Online Courses (MOOCs) free courses and training on specific topics
- Mission Asset Fund access to financial capital
- **Nonprofit Library** resources for non-profits



# Agenda

- 1. Understanding the gig economy: Trends, platforms, opportunities and challenges
- 2. Samaschool's training and outcomes
- 3. Resources available

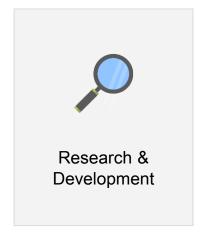
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Our mission is to equip people to benefit from independent work and advocate for an economy in which all workers thrive.

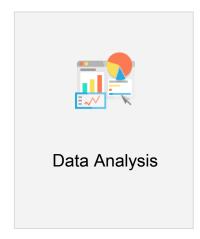


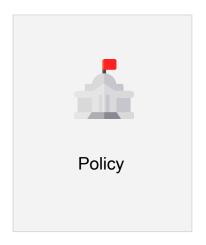
## Approach

We work with partners to equip their beneficiaries to access and succeed at gig work as a source of supplemental income and/or as a step towards a new career.









#### **Nonprofits**











































#### Government













#### Higher Ed













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# Understanding Independent Work

# Independent work also known as...

gig work self-employed freelancing side hustle side job on-demand work consulting



# Freelancing on the rise

The freelance workforce grew 3x faster than the U.S. workforce overall since 2014

36%

of working Americans earned at least **some** income from freelancing in 2017

50%

of all working adults are likely to freelance in some capacity sometime in the next 5-10 years

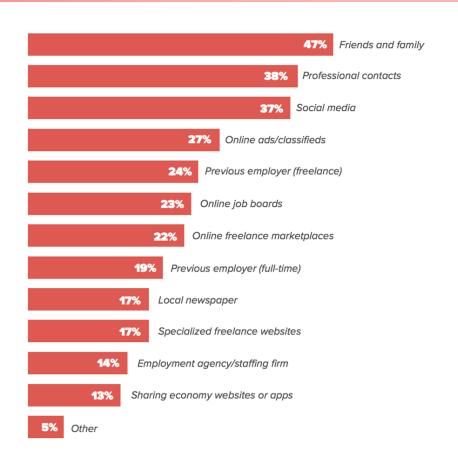
40%

of employers expect to use more independent workers by 2020



## By the numbers

Where do you typically go to find freelance work?



#### Freelance work is available in nearly every industry:



#### Care Services

Babysitting & Childcare Cosmetology & Beauty Dog Walking & Sitting Massage Therapy Care Aid Tutoring & Teaching



#### **Trades**

Plumbing Landscaping Electrical Work Handyman



#### IT, Design, & Development

Web Design
UI/UX Design
Quality Assurance Testing
Graphic Design
Computer Programming
IT Technician & Tech Support



#### Marketing

In-Person Marketing & Events
Social Media Marketing
Online Advertising & SEO
Lead Generation
Digital Marketing & eCommerce



#### Writing & Translation

Writing & Editing
Typing & Transcription
Translation



#### Service & Hospitality

Hotel & Hospitality
Catering & Event Staff
Food Service / Restaurants





#### Online Platforms



















# How can people benefit from freelancing?



#### Earn Extra Income

Cover expenses or support yourself while training, going to college, or starting a business



#### **Try New Careers**

Try new career options, or turn your passion into an income generating side-hustle



#### Find Flexible Work

Work when and where you want in order to accommodate your schedule



#### **Expand Your Network**

Make new professional contacts that can open doors for you in the future



#### **Build Your Resume**

Developing skills and work experience that can be used to get a full-time job

# How Samaschool alumni use freelancing



Lavell Russell
Earned \$30-50/hour while launching his business

Type: Delivery, driving, errands on Taskrabbit & Uber



Wanted to get away from her desk job and be her own boss **Type:** Airbnb management through referrals & networking



Chih Chen
Gained work experience during
IT training program that helped
him secure a full-time job
Type: IT on Fieldnation

Type: IT on Fieldnation



**Anna Huang** 

Kristy O'Brien

Transitioned from working in restaurants to cleaning, increasing her hourly rate from \$9 to \$20+ per hour

Type: Cleaning on Taskrabbit

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# Samaschool's training and outcomes

INDEPENDENT WORKERS	EMPLOYEES
No minimum wage protection	✓ Must receive minimum wage
Paid hourly or on a per-project basis	Paid hourly or salary
☑ Not protected by anti-discrimination laws	✓ Protected by anti-discrimination laws
Must purchase their own health, workers' compensation, and other insurances	✓ May receive insurance coverage through employer
Must pay self-employment tax, comprised of Medicare and Social Security	Pays half of Medicare Social Security tax, other half paid by employer
Typically provides equipment and materials	Employer provides equipment and materials
Greater risk of taking a loss from equipment costs and unreimbursed expenses	✓ Low risk of taking a loss
Free to seek out additional clients and business through marketing	☑ Employer controls how employee allocates time

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## Curriculum Overview

1 Intro to Freelancing	Independent work pros and cons	Independent work v. traditional jobs	Choosing a work category
Preparing to Freelance	Personal branding & pricing	Where to find work (online and offline)	Assessing & applying for gigs
Succeeding on the Job	Customer service	Time management	Safety
Managing Life as a Freelancer	Contracts	Taxes	Goal setting



### Samaschool Trainee Overview

#### 2017 Trainee Demographics

Age: 51% Young Adults (18-24)

Ethnicity: 81% minority

Household 50% <\$24K income:

Unemployed: 58%, avg. 9 mos

#### **Testimonials**

"It opened up a new avenue for employment possibilities and helped me understand the pros and cons of it very well."

"...The information is really valuable and with it, I will be able to accelerate my professional progression."

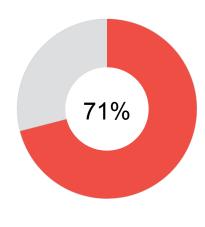
"I think gig work is great to make some extra money and make life a little easier."

### Trainee Results: 2017 Alumni Survey

Samaschool trainees who engaged in independent work earned, on average, \$1,800/month from independent work.

Their average hourly earnings were on par with local living wage rates.

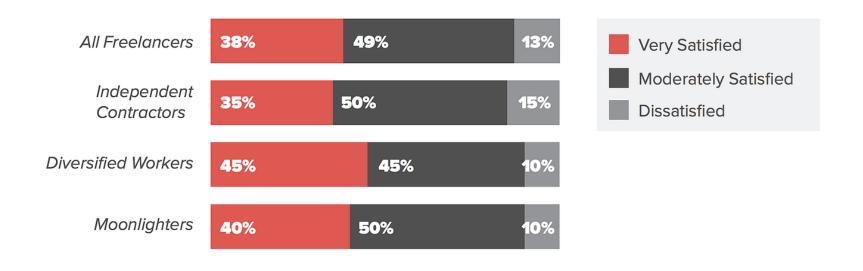




Share of Income From Independent Work

## Trainee Results: 2017 Alumni Survey

More than 85% of alumni reported being moderately to very satisfied with independent work.



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# Resources available



Samaschool is a learning community that helps people start freelancing or grow their existing freelance business.



#### On-demand content

Modular video-based courses accessible 24/7



#### **Competency Mapping & Career Planning**

Al-powered competency mapping & coaching supported career planning



#### Coaching

1:1 support from an experienced freelancer who holds students accountable



#### Community

Discussion forum + Facebook group



#### Live webinars

Topic deep dives, guest speakers, Q&A sessions



#### **Tools**

Templates, Work Finder, curated 3rd party resources

## Participant's Journey

#### Registration

The user signs up through the Student Hub and receives a welcome email with a link to self-schedule their 1:1 onboarding call.

They also gain immediate access to the on-demand courses

#### **Monthly Webinars**

The user joins monthly webinar to get insight from subject matter expert, and ask questions during live Q&A

#### Weekly Check-Ins

The user receives ongoing weekly check-ins from their coach via text message and email.

Reports of successful work attainment are logged by the coach



#### **Discovery & Assessment**

The user finds Samaschool and is educated about the service offering

#### Onboarding

The user has a 1:1 call to get to know their freelance coach.

During this call, the coach explains the next steps of the program (competency mapping/career planning) and assigns relevant on-demand courses

#### On-demand content

The user completes work associated with their Career Plan, completes on-demand courses, begins searching for work, applying for jobs, completing their online work profile, and participating in online community

#### Check-In Calls

The user has two more check-in calls with their coach at 1 and 2 months.

Based on these calls, the coach assigns additional on-demand courses and provides relevant advice.

## Register for Samaschool training

www.samaschool.org/waitlist

### Other free tools

# www.samaschool.org/tools

## What do you need help with?

Online Work Profile Setup

Finding Work

Writing Proposals

Preparing for an Interview

Contracts & Invoices

Insurance

Taxes & Retirement

Community & Blogs

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## **Contact Us:**

adrouet@samaschool.org

## Questions?



Please share in the chat box to the right.



### **Contact Information**

iliana@immigrantsrising.org
Join Entrepreneurs@Immigrants Rising (FB Group)!

adrouet@samaschool.org

## Thank You!

### **Questions? TA Needs?**

Contact:

peost@futureswithoutviolence.org

