

Innovation Day 2025:

Inside ADP's quest to deliver easy, smart,

human experiences

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Bringing together industry analysts and key partners, ADP's 2025 Innovation Day underscored the company's strategic evolution from being primarily a payroll partner, to becoming a comprehensive HR technology partner. While payroll remains a core strength, ADP is investing heavily in broadening its portfolio with innovative solutions that address the full employee lifecycle. This shift is driven by a vision to create seamless, human-centered experiences that combine deep domain expertise, data, and AI-powered insights.





Introduction

When most people hear the name ADP, they think of payroll. After all, ADP is responsible for processing payroll for over 42 million employees in more than 140 countries and territories around the globe. But payroll is only the beginning for ADP.

After dedicating countless hours and unwavering focus to ensuring employees are paid accurately and on time, ADP has not only built reliable systems but also earned deep trust by mastering the most critical element of the employee experience — pay — laying a strong foundation to expand and serve the broader HR journey.

That expansion was on display loud and clear in their 2025 Innovation Day, which brought together industry analysts and partners to explore ADP's progress and learn about what's next for this HR giant.

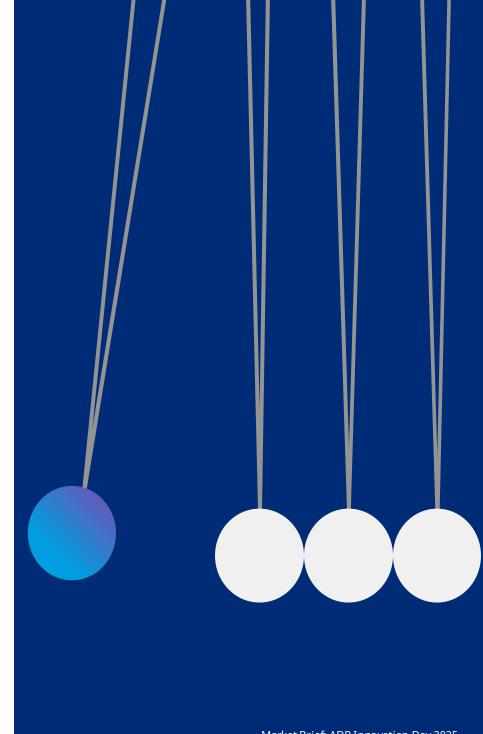




ADP Lyric HCM: Early adoption and strong momentum

Rebranded from Next Gen about a year ago, the ADP Lyric HCM platform has been named a *Top HR Product of the Year* by HR Executive in 2025, adding to their other wins in recent years (ADP Intelligent Self-Service in 2022, and ADP DataCloud Diversity, Equity & Inclusion in 2021). The comprehensive suite includes HR management, talent acquisition, workforce management, payroll, and people analytics features, all backed by ADP Assist, the AI offering that connects all the dots for ADP's enterprise customers.

HR leaders across both new and existing ADP customers are increasingly choosing ADP Lyric HCM for its flexibility in managing complex pay structures, robust support for mobile and distributed workforces, and powerful global capabilities that meet the needs of today's dynamic organizations. Verticals like retail, manufacturing and healthcare are among those seeing more immediate gains from the HCM platform. The combination of breadth, adaptability, and innovation is fueling strong early adoption and positive client referencability, positioning ADP Lyric HCM as a cornerstone of ADP's expanding HR technology portfolio.





Payroll Innovation: Practical Al driving realworld impact

ADP continues to lead payroll innovation by embedding AI capabilities that address critical operational challenges. A standout example is AI-powered anomaly detection, which identifies payroll errors in real time, reducing risk and saving significant time for clients. As ADP President and CEO Maria Black highlighted, while anomaly detection may not be the flashiest AI application, it solves pressing, practical problems that directly impact businesses today.

Even more compelling is ADP's work to integrate time and payroll, combining powerful workforce management insights from the recent acquisition of WorkForce Software with ADP's strong position as a payroll partner. This pay+time offering meets the market squarely where it is as more organizations look for more cohesive strategies to manage pay and time together, instead of treating them as separate siloes. This narrative opens the door for ADP to show up more competitively for its customers while offering a more robust all-in-one HR solution.

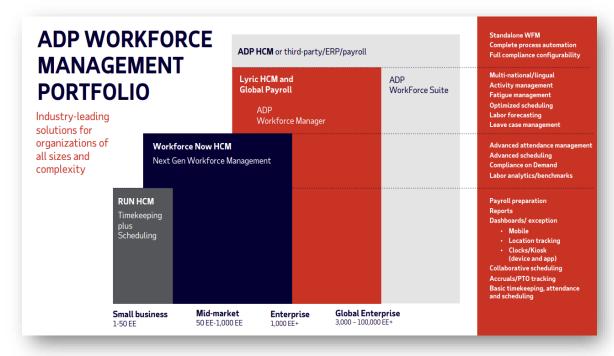


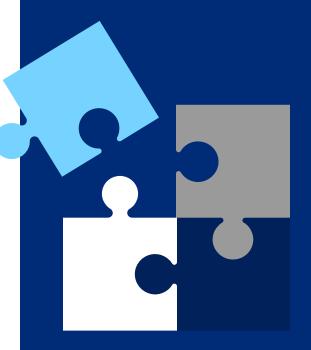


WorkForce Suite: Flexible, integrated workforce management

ADP unveiled *WorkForce Suite* as the new name for its recently acquired WorkForce Software capabilities, signaling a commitment to providing flexible, scalable workforce management solutions to every size business.

The suite is designed to integrate not only with ADP's own HCM but also with all major HCM vendors, enabling clients to leverage ADP's payroll and time capabilities regardless of their core HR system. This flexibility, combined with a modern tech stack and AI capabilities, positions ADP to serve a broad range of mid-market and enterprise clients with workforce management.







Al Embedded Across the Ecosystem: ADP Assist and intelligent agents

A central theme of the day was the pervasive integration of AI across ADP's product suite. **ADP Assist**, the client-facing AI assistant, is being embedded across all major ADP solutions **at no additional cost**, providing real-time answers on payroll, policies, and analytics. This is a huge step for adoption, giving ADP an edge at a time when many vendors are moving fast to monetize AI. That rush can sometimes make organizations cautious, treating AI like the nice dishes you only pull out for special occasions, instead of weaving it into everyday use. But ADP is playing the long-game with AI, working first to help customers gain strong outcomes from it.

With over 5.5 million HR conversations to date, ADP Assist supports everything from simple queries to complex payroll anomaly resolution through a tiered agent system—simple, advanced, and autonomous agents orchestrate workflows with an agent control center providing transparency and oversight into every move made by both humans and AI agents, to maintain trust.



Other key updates





ADP Workforce Now (WFN)

ADP's mid-sized product, serving organizations in the 50-1K employee markets, is seeing its own enhancements, including payroll anomaly detection and natural language search through ADP Assist, as well as continuous payroll processing for real-time visibility and a Visier partnership to deliver better workforce analytics insights.

One of the biggest advances to the ADP WFN offering, however, is their new approach to client onboarding. Their launchpad offering provides AI-assisted implementations that essentially allows new customers to get up and running as quickly as they want. The early results show customers reporting higher net promoter scores and significant time savings.



ADP Talent Pool

Not only do WFN customers get AIpowered payroll and search, they're also getting an upgrade to their recruiting experience with ADP's Talent Pool.

This new sourcing offering allows mid-sized organizations to tap into both past applicants of their own, and a pool of candidates who have opted in to this larger talent community.

Recruiters gain immediate access to millions of candidates from across ADP's client ecosystem with intelligent candidate matching. Candidates gain the benefit of not needing to upload a resume or CV multiple times, but even better: they get AI assistance in understanding their fit for the role and how to best position themselves for it.



Our advice

To ADP

It's clear you're making strides toward evolving from your traditional service powerhouse roots into a true software-driven competitor in the HCM space. Real software leaders don't just acquire products and connect them loosely, they build the plumbing that fully integrates new tools into the company's DNA, creating a platform where the whole is greater than the sum of its parts. Your approach to bringing the WorkForce Software acquisition into the heart of ADP shows a commitment to this more digital-forward approach. You should continue to look for ways to not just build connectors but build true connectivity between your offerings. As AI makes the software UI a concern of the past, more buyers will be focused on the depth of functionality your software brings and how easily it delivers action, which requires intense orchestration.

Looking ahead, your continued success will depend on your ability to deliver solutions that meet clients where they're at while also helping them scale and mature. In particular, as AI becomes a bigger part of the payroll and workforce landscape, your focus should remain on practical, problem-solving applications rather than hype. This is how you continue to build lasting trust and maintain your leadership position in the market.

To HR Leaders

If you've dismissed ADP as only a payroll provider, it's worth taking another look, especially for medium and larger enterprises where ADP continues to invest in developing modern HR experiences.

While they continue to earn the right to win business in the payroll arena, ADP is proving to be much more than that. Their continued integration of their workforce management capabilities into the broader suite of products shows ADP has evolved from simply collecting software and connecting it, to thinking more strategically about the technology experience as a whole.

ADP also offers AI that addresses the practical needs of the market. While some technology feels too bleeding edge for most organizations to take on, ADP is offering ADP that meets clients where they are, helping them realize more immediate gains while freeing up their time to focus on more strategic efforts.

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