

POLICY NUMBER: <u>SLCC-HR-521</u>

POLICY AND PROCEDURES MEMORANDUM

Title: Optional Pay Adjustments for

Classified Employees

Approval Date: 07/01/2018 Effective Date: 07/01/2018 Date of Last Revision: 07/01/2018

Cancellation: N/A

Office: Human Resources

Optional Pay Adjustments for Classified Employees

Policy

In accordance with State Civil Service Rule 6.16.2, *Optional Pay Adjustments*, it is the policy of South Louisiana Community College to consider granting optional pay adjustments for the recruitment and retention of employees.

Applicability

This policy applies to all full-time permanent, classified employees of South Louisiana Community College.

No employee shall receive more than the maximum amount allowed by State Civil Service Rule 6.16.2 within a fiscal year.

Implementation

This policy becomes effective upon the date approved by the State Civil Service Commission. Subsequent revisions shall become effective on the date revisions are approved by the State Civil Service Commission.

Purpose

Provided that funding is available, South Louisiana Community College will consider granting optional pay to permanent employees in the following circumstances:

I. Matching a Job Offer

To provide for the retention of employees deemed essential to the agency.

An employee deemed by the Appointing Authority to be essential to the agency may receive a base pay increase of up to 10% of the employee's base salary to match a written and verified job offer from a private employer, for an unclassified position at another state agency, or a position at a non-state governmental entity.

Employees at range maximum shall not be eligible for a payment under this provision.

II. Compression Pay

To adjust pay differentials between comparable employees.

The Appointing Authority may grant a base pay increase of up to 10% to an employee to reduce pay compression.

Employees at range maximum shall not be eligible for a payment under this provision.

Salary compression may occur when managers/supervisors are paid at a rate lower than those that they supervise. Please remember that it is perfectly logical that a 20-year employee in a staff level position will have a higher salary than a supervisor with just seven years of service/experience. However, if the supervisor has 20 years of service/experience and makes less than the subordinate with 7 years of service, an agency may want to give an increase to the supervisor.

Salary compression may also be caused when there is only an insignificant difference in pay between employees in the same job series, despite significant differences in merit factors such as:

- length of service
- time in current job series
- skills and experience
- education/credentials
- performance

This often happens when the current employee pay has not kept up with increases in the market pay rate resulting in a situation in which new hires are hired at levels similar to employees who have been with the state for many years. Merit factors should always be taken in to consideration and only employees at South Louisiana Community College should be compared.

If South Louisiana Community College is planning to pay a large group of employees, give compression to the same employee in multiple fiscal years, or would like to address

something the agency feels is compression specifically not listed above, Civil Service should be contacted prior to making the payment.

When entering compression payments in LaGov, agencies should maintain text about the employee, the comparable employee(s), reason for the payment, and any merit factors used to determine that the compression payment is justified. Non-LaGov agencies should keep this information on file.

III. Recruitment

To recruit employees into difficult to recruit jobs.

The Appointing Authority may grant a base pay increase of up to 10%, in addition to any other compensation granted under State Civil Service Rule 6.7, to recruit employees into a position for which recruiting is difficult.

Employees at range maximum shall not be eligible for a payment under this provision.

IV. Additional Duties

To provide compensation for employees who perform additional duties.

A. Permanent Additional Duties

The Appointing Authority may grant a base pay increase or lump sum payment of up to 5% to an employee who is assigned additional duties on a permanent basis. Such permanent duties shall be documented on an official position description and processed by State Civil Service within 30 days prior to granting the adjustment.

An employee may not receive more than 10% in base pay increases for additional duties within three (3) consecutive years.

B. Temporary Additional Duties

The Appointing Authority may grant a lump sum payment of up to 5% to an employee who is assigned additional duties on a temporary basis. Payment of such a lump sum may be made in one payment at the end of the duration of the duties or may be spread among pay periods for the duration of the assignment not to exceed one year. If the duration of the assignment exceeds one year, a request for payment must be resubmitted to the Appointing Authority for approval.

Employees at range maximum who are assigned additional duties shall only be eligible for a lump sum payment under this provision.

An employee shall not be eligible for either a lump sum or base pay increase for additional duties if he/she has already been compensated according to another State Civil Service Rule.

Employees who are at the range maximum cannot receive lump sum payments in consecutive years, even if the reasons for the payments are different.

Posting/Reporting Requirements

This policy shall be posted in a manner that assures its availability to all employees along with a listing of all employees who receive payments according to this policy.

An annual report shall be submitted to the Department of State Civil Service by July 31 detailing payments made to employees under State Civil Service Rule 6.16.2 during the previous fiscal year ending June 30th.

Х	Reviewing Council/Entity	Review Date	Approval Date	Effective Date
Х	Committee for Institutional Policy Review	05/02/2018	07/01/2018	07/01/2018
Х	Executive Committee Approval	05/03/2018	07/01/2018	07/01/2018
Х	Chancellor Approval	05/03/2018	07/01/2018	07/01/2018

Chancellor's Signature/Approval

SIGNATURE:

atalie S. Harden Natalie J Harder, Ph.D

Chancellor

Distribution: Electronic: posted to College's website and sent via email to College personnel

Hard copy: Original to Executive Assistant to the Chancellor for Master Policy Binder, copy to

DATE: 5/3/2018

Chair of Committee of Institutional Policy Review