



### **COMPENSATION GUIDE**





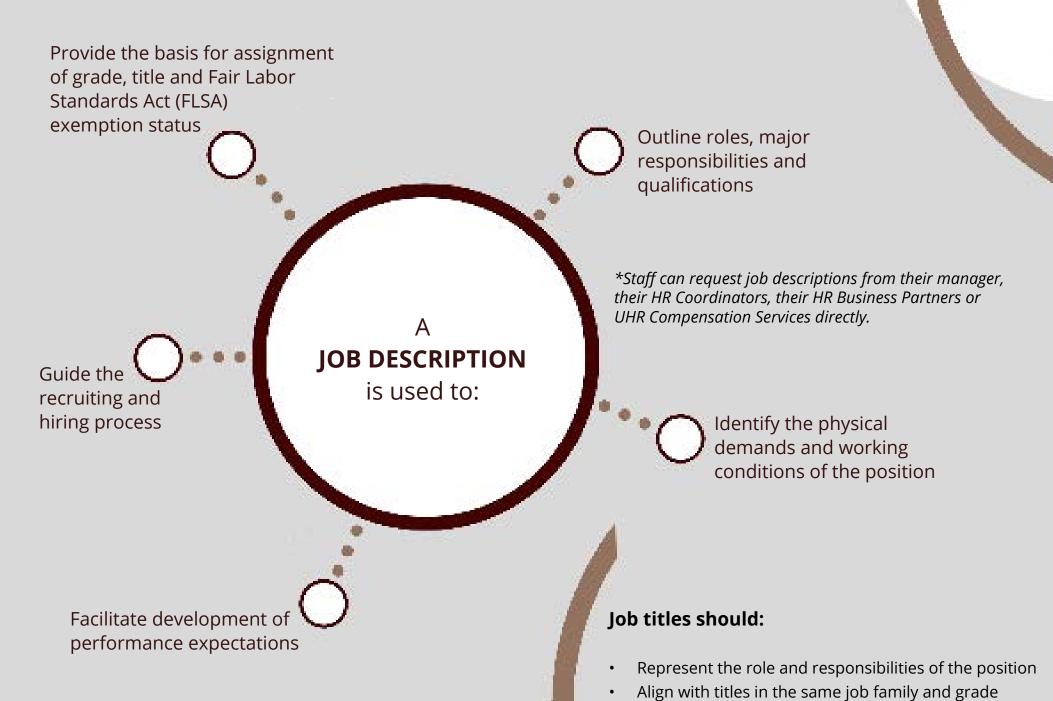
The non-union staff compensation program at Brown University provides total compensation that is externally competitive and internally equitable to recruit, engage, and retain a high-performing, diverse workforce. University Human Resources (UHR)-Compensation Services uses organizational data, internal salaries and external market data to support this effort. UHR-Compensation Services, collaborating with department heads, managers and Human Resources Business Partners (HR Business Partners), advises on job descriptions, job evaluations and salaries for staff.

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Be consistent within a department and division

Be short and concise

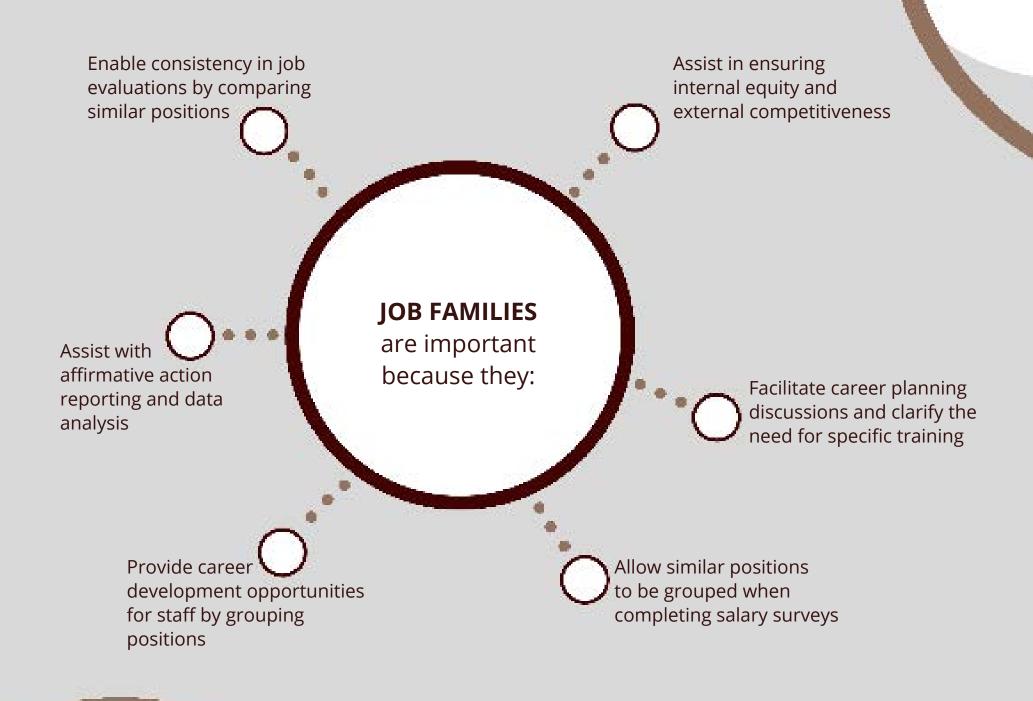
## JOB FAMILIES AND JOB PROFILES

A **job family** is a group of positions involving similar work and requiring similar training, skills, knowledge, and expertise. Within each job family there are job profiles. **Job profiles** link positions with the same grade, similar work and qualifications.

#### Example:

Job Family: Research Administration Job Profile: Grant and Contract Coordinator, Grant Financial Manager





### HOW POSITIONS ARE EVALUATED

The job evaluation process provides a consistent and equitable method of determining the appropriate compensation and grade for a position at Brown University. To ensure consistency, all job descriptions are centrally reviewed by UHR-Compensation Services to determine the grade, title, and the Fair Labor Standards Act (FLSA) exemption status.

### **RESOURCES**

- Job Evaluation Rubric
- FLSA Exemption Classifications
- Non-Exempt Staff Pay Policy
- Exempt Staff Pay Policy
- Understanding Federal and State Laws
   Governing Compensation Online Module
- FLSA Frequently Asked Questions

When evaluating positions, UHR-Compensation works in collaboration with the HR Business Partner and manager to:

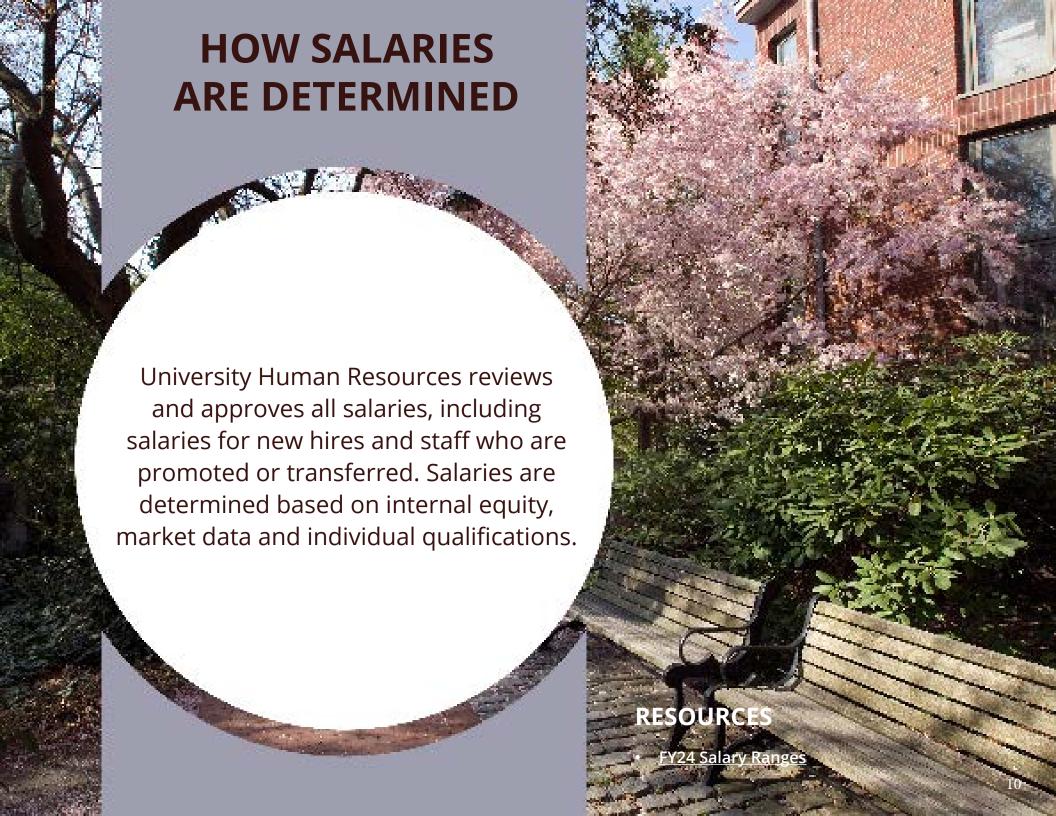
Evaluate the position based on scope, impact on the University, metrics, reporting structure, complexity of the work, and accountability

Consult with functional areas of expertise (e.g., IT, Communications, etc)

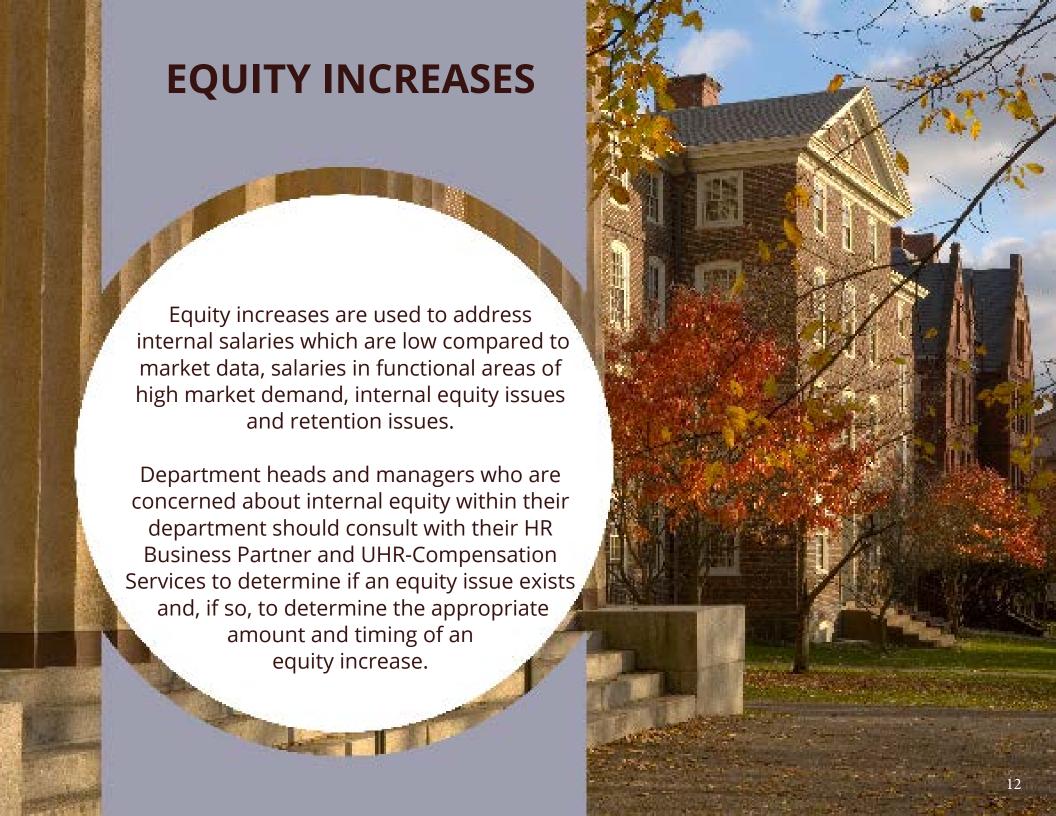
Compare the position in relation to other positions in the department

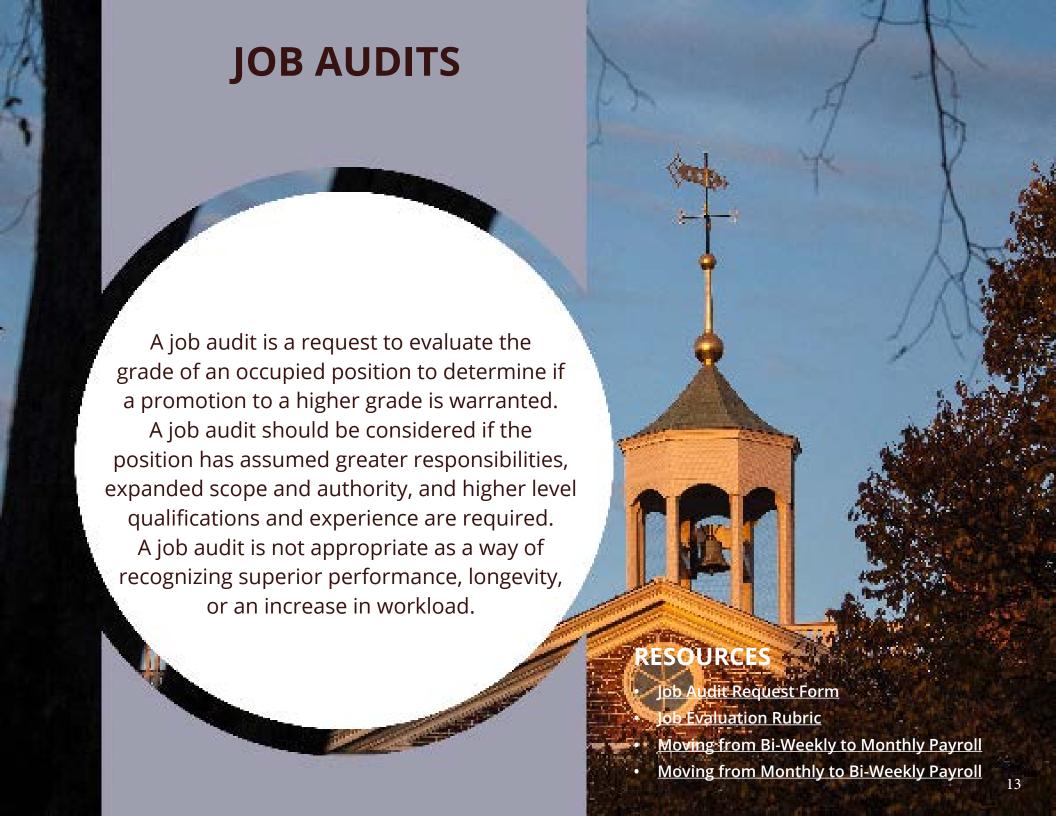
Compare the position to the supervisor's role

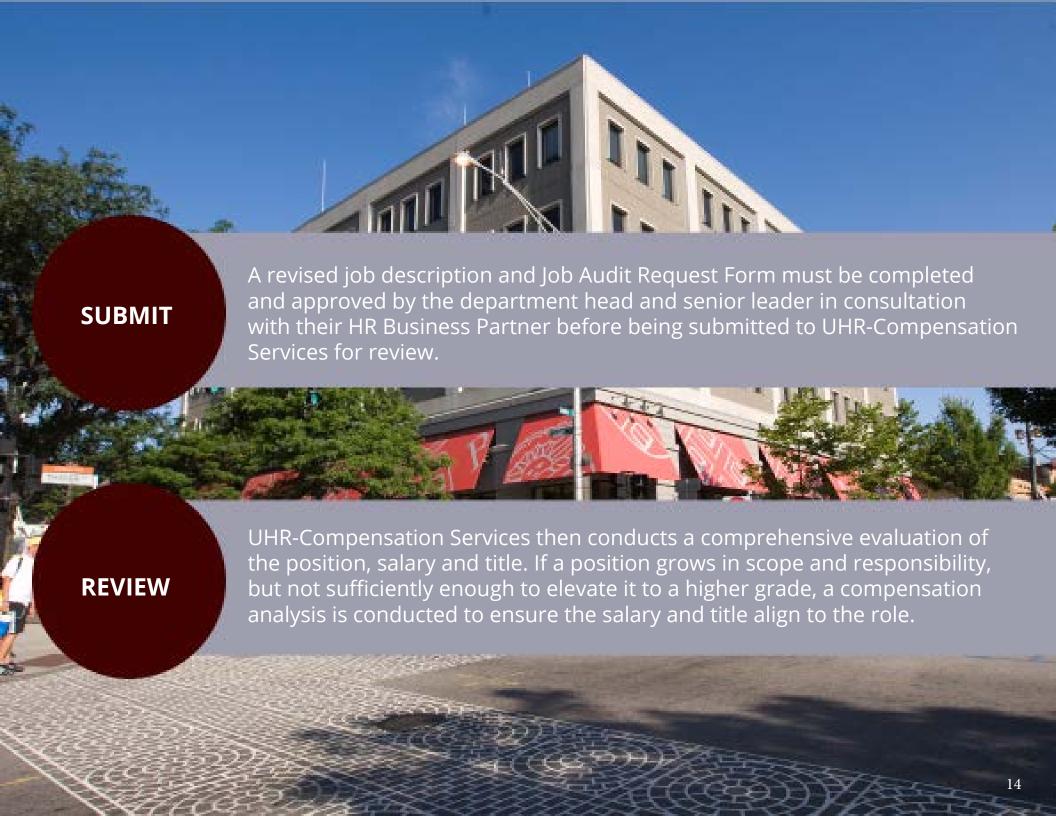
Compare the position to similar positions university-wide (e.g., job family and job profile)







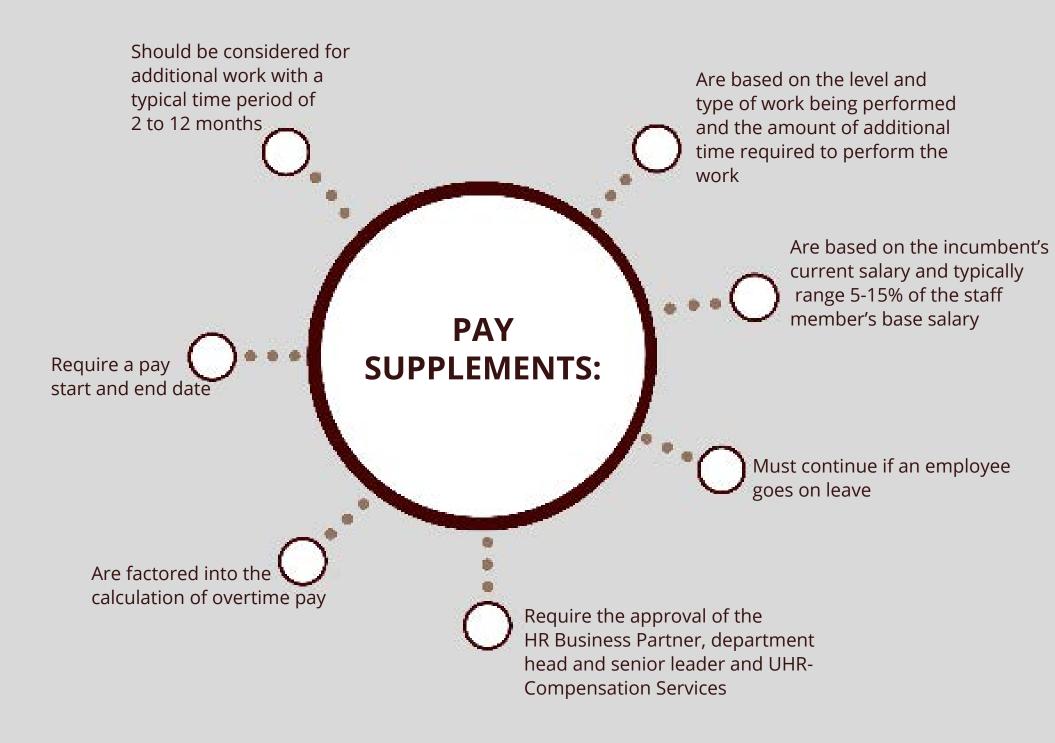




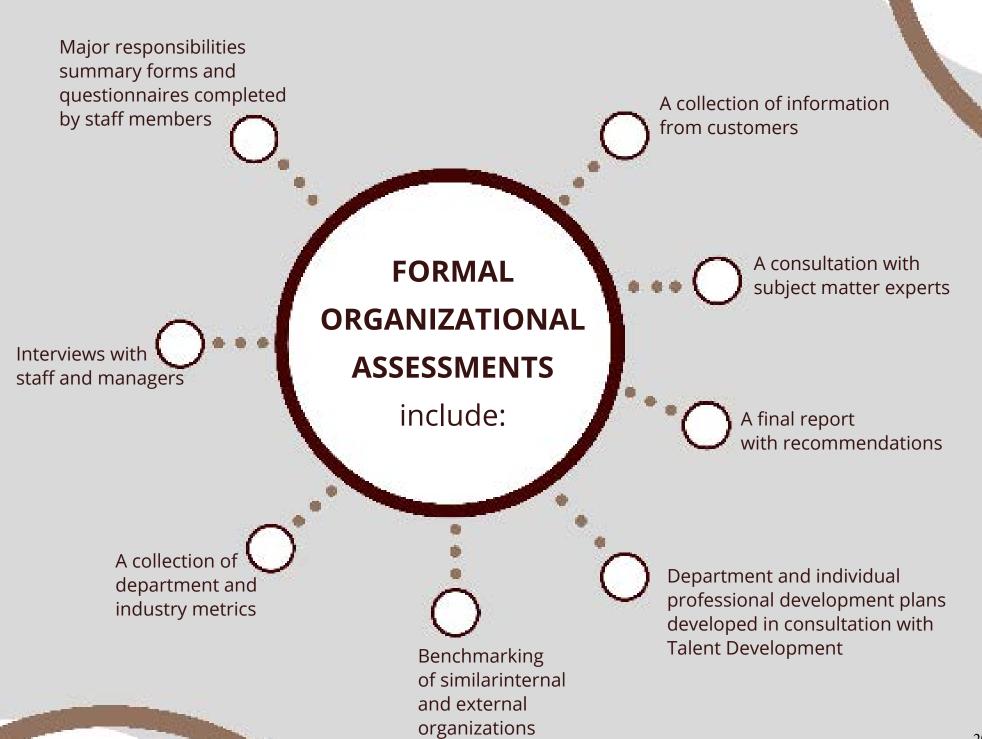














# COMMON MISCONCEPTIONS ABOUT COMPENSATION



### **MISCONCEPTION**

Years of service and experience determine whether an employee should be paid at midpoint.

There is a cap on the percent increase for a promotion.

An employee can be promoted to the next job grade based on seniority.

The current salary of a Brown employee restricts the new salary for a job audit or promotion.

Employees can't apply for a job that is two grades higher than their current grade.

#### **FACT**

The midpoint represents the middle value between the minimum and maximum in the salary range and, therefore, should not be used as the salary target. Instead, the salary target for a position is based on the external market and internal equity.

There is no cap on the percent increase for a job audit or promotion. The salary is based on the market and internal equity.

Promotions/job audits are not based on seniority. Rather promotions/job audits are considered when the position has greater responsibilities, and expanded scope and authority.

Salary increases given for a job audit or promotion are based on the market and internal equity.

Employees can be promoted more than one grade if they meet the minimum requirements of the position.

### GLOSSARY OF COMPENSATION TERMS

This glossary will assist you when learning more obout Brown's staff compensation programs.



**Base Salary:** The salary paid for a job performed. It does not include any premium pay such as shift differentials, overtime pay, supplemental pay or any pay element other than the base rate.

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**Benchmark Job:** A common job used to make pay comparisons either within the organization or to comparable jobs outside the organization. Pay data for these jobs are readily available in published market surveys.

**Bonus:** A discretionary one time award given to attract, retain, motivate or recognize an individual or group of employees. Types of bonuses:

- **Retention** used to motivate key employees to remain at the university for a period of time beyond their potential or targeted departure date
- Sign-On used to attract a prospective employee to fill a position at the university

**Career Path:** A series of defined levels within a job series where the nature of the work is traditionally similar (e.g., accounting, event planning, administrative coordinator) and the levels represent the organization's requirements for increased skill, knowledge and responsibility as the employee moves through a career.

**Compensation Analysis:** A Compensation Analysis is a comprehensive analysis tool used to develop equitable and competitive salary recommendations. It is used primarily to develop salary recommendations for unique and higher-level positions, and for salary offers which require internal analysis. The Compensation Analysis tool includes internal comparisons, average salaries of similar positions, and external market data.

**Equity Increase:** A permanent increase to an employee's base salary made when an employee's salary is low compared to market data or internal peers.

**Exempt Employees:** Exempt employees, as identified by UHR – Compensation Services in accordance with applicable state and federal laws, are exempt from being paid overtime. Employees at Brown must be paid a minimum of \$684 a week (\$48,000 annually) in order to maintain their exempt status.

**Federal and State Wage and Hour Laws:** Federal and state laws governing minimum wage, overtime pay, child labor and record-keeping requirements. These laws also define the differences between exempt and non-exempt work.

**Grade:** Salaries are driven by job families. Therefore, positions that are in the same grade can have different pay levels depending on the job families. A specific component in a salary structure that groups jobs for pay policy application. All jobs in a specific grade have the same salary range: minimum, midpoint and maximum.

**Internal Equity:** Internal equity is the analysis and comparison of similar positions within Brown used to ensure fair pay. Internal equity is assessed by reviewing staff positions in a job family in the same grade or job profile across the University. The incumbent's or candidate's education, skills and total years of related experience are evaluated to determine an appropriate salary when compared to others.

**Job:** The total collection of tasks, duties and responsibilities assigned to one or more individuals who perform the same or similar type of work.

**Job Audit:** A request to evaluate the grade of an occupied position to determine if a promotion to a higher grade is warranted.

**Job Description:** A summary of the most important features of a job, including the general nature of the work performed (core duties and responsibility), percentage of time spent on the responsibilities, and level (skills, education and experience). A job description describes and focuses on the job itself and not on any specific individual who might fill the job.

**Job Family:** A job family is a group of jobs involving similar types of work and requiring similar training, skills, knowledge, and expertise. A job family contains job profiles. Examples of job families include: Administrative Support, Finance/Budget/Planning, and Communications/Marketing/Events/Outreach.

**Job Profile:** The job profile groups positions having the same nature of work and compensation grade, and requiring a similar degree of experience. Examples of Job Profiles include: Administrative Coordinator 2, Financial Analyst 2, and Communications Specialist 2.

**Market Analysis:** An ongoing process conducted by UHR - Compensation Services to analyze job trends and salary levels/rates paid in the market.

**Market Data:** UHR - Compensation Services participates in salary surveys and uses compensation data management tools to access market data. Market data is a key component in Brown's compensation strategy and assists in attracting and retaining staff. UHR - Compensation Services works closely with HR Business Partners to ensure appropriate salary survey matches, and is an active participant on survey committees to ensure survey data collected meets institutions' needs. The compensation data management tools allow market data to be narrowed down by industry, geographic location, and size of institution to reflect the markets where Brown recruits.

The market data is compared across higher education and other industries to develop the right blend for market pricing. Local, regional or national market data is used based on the recruitment area. Typically, Brown targets the 50th percentile for the appropriate market, but this will vary depending on the individual's experience, skills, and internal comparisons.

**Non-exempt Employees:** Non-exempt employees are paid for each hour worked, and track their time worked on an hourly basis. If the employee works more than 40 hours in one workweek, the employee is paid a premium of time and one-half, which is also referred to as overtime compensation.

**Salary Survey:** The gathering, summarizing and analysis of relevant market data on wages and salaries for benchmark jobs. Salary surveys are used to analyze pay and/or adjust pay levels in response to competitive pay changes.

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**Salary Ranges:** The salary ranges for each grade are designed to be broad so they can accommodate the differences in market pay for different job families within each grade. The salary ranges comprise approximately 3,000 positions in 20 job families. Pay within each job grade varies based on the external market for each job family and internal equity. The midpoint represents the middle value between the minimum and maximum in the salary range and, therefore, should not be used as the salary target. Instead, the salary target for a position should be based on the external market and internal equity.

**Staff:** Staff at Brown are categorized as non-union and union employees who are full or part-time and who are employed on a regular, fixed term, or seasonal/intermittent basis. Faculty, postdoctoral students, student workers, and interns are not categorized as staff.

T

**Total Compensation:** The complete pay package for employees, including all forms of salary, base pay supplements, bonuses, and benefits.



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