Workday: Managing Compensation for Faculty

Central Campus
Topics Covered

Getting Started

Key Concepts of Academic Compensation

Determining the Method of Payment

Academic Compensation and Job Change

Demo of Worksheets

Tips and Important Reminders

Open Questions
Basic assumptions for this course:

- You know the difference between the academic record and the employee record.

- You know the difference between hiring and reappointing a faculty member.

- You know what a supervisory organization is and how to look this up for an employee.
GETTING STARTED
Getting Started

Before starting any transaction in Workday, here are some questions to consider:

- **What do you want to do?**

- *Have you obtained the necessary permissions from the Dean’s and Provost’s Offices?* Do you have supporting documentation?

- *Who is the individual and have you checked Workday to search for a record or to examine the status of the record?*

- *What type of relationship will the individual have, or does the individual have, with Yale?* Is he or she performing work for another unit?
Getting Started

Some questions to consider (con’t):

- *Where will the individual be located primarily, i.e. in your supervisory org or a different one?*
  - Our point of view is that a faculty member should have one stable primary home and that unit takes responsibility for coordinating all payments for him or her.

- *Has this person been paid by Yale during this calendar year?*
  - If so, all payments must be entered into Workday as some form of compensation.
Prior to requesting any compensation changes or one-time payments, all initiators must:

✓ Communicate with all appropriate parties and follow all pre-existing approval processes outside of Workday (i.e., Provost’s Office or Dean’s Office).

*Conversations are still an integral precursor to any business process!*
KEY CONCEPTS
OF ACADEMIC COMPENSATION
Key Concepts of Academic Compensation

**Time Type** – Full time is always only 100% FTE, and part time is anything less than 100%.

*Default Weekly Hours* – The full time number of hours that the employee works. This is always 40 for academics and 37.5 for staff.

*Scheduled Weekly Hours* – The number of hours that the faculty member will work per week.

*These are not exposed on the employee record.*
Key Concepts of Academic Compensation

**Supervisory organization** – The only organization that can pay a faculty member.

**FTE (% time)** – The percent of time that the faculty member is working. This is a Workday calculated field derived by dividing the Scheduled Weekly Hours by the Default Weekly Hours.

Eg. 32 hours / 40 hours = 83%
Key Concepts of Academic Compensation

Annual Work Period (AWP) – The time period when the work is being completed. This sets limitations on the disbursement of pay.

Disbursement Plan Period (DPP) – The period when pay will be generated. If this is not aligned correctly, pay will not be generated.
Key Concepts of Academic Compensation

**Academic Salary** – The compensation plan used for paying all academics.

**Annual** – The amount that would be paid to a faculty member if working full time (100% FTE).

**Prorated** – The amount being paid to a faculty member who is working part time (less than 100% FTE). This does not appear is the faculty member is 100% FTE.
DETERMINING
THE METHOD OF PAYMENT
Determining the Method of Payment

There are three Workday business processes that can be used to adjust pay for faculty:

**Compensation > Request One-Time Payment**
Request one-time payments (extra compensation), such as Bonuses, Awards and Prizes...

**Compensation > Request Compensation Change**
Submit changes to salary* including recurring extra compensation (i.e., Allowances)

**Job Change > Transfer, Promote, or Change Job**
Submit changes to items on the employee record that impact compensation, i.e. FTE %, AWP, and DPP

*Outside of Merit process
**ALL** extra compensation, either one-time or on-going, requires prior approval from the Provost’s Office.

You must complete and submit the Provostial Pre-Approval form in advance of paying any faculty member. ([http://your.yale.edu/policies-procedures/forms/3501-fr08-h-provostial-pre-approval-faculty-extra-compensation](http://your.yale.edu/policies-procedures/forms/3501-fr08-h-provostial-pre-approval-faculty-extra-compensation))

If approved, you will use one of the two **Compensation** processes on the prior page to enter payment in Workday.
REQUEST ONE-TIME PAYMENT
One-Time Payments

Extra Compensation = One-Time Payment

Recurring (on-going) one-time payments should be submitted as an Allowance in the “Request Compensation Change” business process.
One-Time Payments: Reason Codes

Reason codes can have an impact on Labor Distribution and should be selected carefully.

<table>
<thead>
<tr>
<th>Reason Category</th>
<th>Reason Category</th>
<th>Reason</th>
</tr>
</thead>
<tbody>
<tr>
<td>Adoption Reimbursement</td>
<td>Incremental Teaching</td>
<td></td>
</tr>
<tr>
<td>Affiliated Program</td>
<td>Interim Assignment</td>
<td></td>
</tr>
<tr>
<td>Awards and Prizes</td>
<td>Master Supplement</td>
<td></td>
</tr>
<tr>
<td>Clinical Bonus</td>
<td>Mortgage Supplement</td>
<td></td>
</tr>
<tr>
<td>Departmental Bonus Program</td>
<td>Non-Taxable Moving Expense</td>
<td></td>
</tr>
<tr>
<td>Dependent Care</td>
<td>On Call Pay</td>
<td></td>
</tr>
<tr>
<td>Differential Pay</td>
<td>Retention Bonus</td>
<td></td>
</tr>
<tr>
<td>Extra Compensation</td>
<td>Second Job</td>
<td></td>
</tr>
<tr>
<td>Faculty Education</td>
<td>Special Recognition Award</td>
<td></td>
</tr>
<tr>
<td>Homebuyer Program</td>
<td>Taxable Moving Expense</td>
<td></td>
</tr>
<tr>
<td>Incidental Research Pay</td>
<td>Vehicle Stipend</td>
<td></td>
</tr>
<tr>
<td>Incremental Services</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Biannual Stipend</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bonus</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Housing</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Non-Taxable Moving Expense</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Taxable Moving Expense</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Travel</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Tuition</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
### Oracle Payroll Earnings Element

- Adoption Reimbursement
- Affiliated Program Pay; On Call Pay Flat
- Awards and Prizes
- Clinical Bonus
- Faculty Dependent Care
- FAS Faculty Education Differential Pay
- FAS Faculty Special
- Moving Expense Non-Qualified
- Moving Expense Qualified
- One Time Extra Compensation ; Incremental Service; Incidental Research Pay
- PDF Compensation
- PDF Supplemental Refund
- Sign-on Bonus
- Taxable Reimbursement

### Compensation Plan Name

- Adoption Reimbursement
- Defined Additional Compensation
- Awards and Prizes
- Bonus
- Dependent Care
- Faculty Education
- FAS Faculty Special
- Taxable Moving Expense
- Non-Taxable Moving Expense
- One-Time Extra Compensation
- PDF Compensation
- PDF Supplemental Refund
- Sign-on Bonus
- Taxable Reimbursement

*Compensation Plans* will take the place of *Oracle Payroll Earnings Elements*.
REQUEST COMPENSATION
CHANGE
Use *Request Compensation Change* when you **only** need to make a change to the compensation plan, i.e. salary or allowances.

If you need to make a change to any of the following items, you will need to use the *Job Change > Transfer, Promote or Change Job*:

- FTE % time
- Annual Work Period
- Disbursement Plan Period
Use *Request Compensation Change* when you only need to make a change to the compensation plan, i.e. salary or allowances, this includes adding compensation by changing from $0 to an amount.
Request Compensation Change vs. Job Change

Use *Request Compensation Change* when you *only* need to make a change to the compensation plan, i.e. salary or allowances.

<table>
<thead>
<tr>
<th>Reason</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Additional Duties Adjustment</td>
<td>Change in compensation due to additional duties</td>
</tr>
<tr>
<td>Chair Supplement</td>
<td>Payment for serving as department chair</td>
</tr>
<tr>
<td>Correction to Salary Amount</td>
<td>Correcting a salary that was incorrectly entered previously</td>
</tr>
<tr>
<td>FAS Faculty Special</td>
<td>Change in compensation reserved for Provost Office use</td>
</tr>
<tr>
<td>Interim Assignment</td>
<td>Change in compensation to reflect an interim assignment</td>
</tr>
<tr>
<td>Master Supplement</td>
<td>Supplement to Faculty for serving as a College Master for a residential college, which could be a direct payment, money added to a research account, tuition for child education, etc.</td>
</tr>
<tr>
<td>Mortgage Supplement</td>
<td>Payment to offset mortgage deductions</td>
</tr>
<tr>
<td>Restructuring Faculty Comp Plan</td>
<td>Change in compensation to reflect restructuring of a faculty compensation plan</td>
</tr>
</tbody>
</table>
Request Compensation Change vs. Job Change

Use the *Change Job* business process when any other aspects of the position need to be changed. The *Change Job* business process allows you to make changes to Job Profile, FTE %, Annual Work Period and Disbursement Plan Period, as well as Compensation.

<table>
<thead>
<tr>
<th>Start</th>
<th>Job</th>
<th>Location</th>
<th>Details</th>
<th>Organization</th>
<th>Compensation</th>
</tr>
</thead>
<tbody>
<tr>
<td>▪ When do you want this change to take effect?</td>
<td>▪ Job Profile</td>
<td>▪ Location</td>
<td>▪ Employee Type</td>
<td>▪ Employee Visibility Date</td>
<td></td>
</tr>
<tr>
<td>▪ Why are you making this change?</td>
<td>▪ Job Title</td>
<td></td>
<td>▪ Work Space</td>
<td>▪ Company</td>
<td></td>
</tr>
<tr>
<td></td>
<td>▪ Business Title</td>
<td>▪ Scheduled Weekly Hours (FTE)</td>
<td>▪ Time Type</td>
<td>▪ Employee Type</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>▪ Total Base Pay</td>
<td></td>
</tr>
</tbody>
</table>
Sample of Job Change

- When do you want this change to take effect?
  
  *Enter date on which it will take effect*

- Why are you making this change?

**Reasons codes matter! They drive subsequent actions.**

<table>
<thead>
<tr>
<th>Reasons for Work Week Change (change in hours)</th>
<th>Description</th>
<th>Benefit Event Kicked off by this Reason</th>
</tr>
</thead>
<tbody>
<tr>
<td>Work Week Change Remaining At/Above 20</td>
<td>Change in the scheduled work week that keeps employee at or above 20 hours per week</td>
<td></td>
</tr>
<tr>
<td>Work Week Change Remaining Below 20</td>
<td>Change in the scheduled work week that keeps employee below 20 hours per week</td>
<td></td>
</tr>
<tr>
<td>Work Week Change to Greater Than or Equal to 20</td>
<td>Change in the scheduled work week that raises employee from less than 20 hours per week to 20 hours or more per week</td>
<td>Yes</td>
</tr>
<tr>
<td>Work Week Change to Less Than 20</td>
<td>Change in the scheduled work week that drops employee from 20 hours or more per week to less than 20 hours per week</td>
<td>Yes</td>
</tr>
</tbody>
</table>
Sample of Job Change

The **Location** tab provides you the ability to edit the following fields:

- **Location** – *Enter the name of the new location, if appropriate.*
  - The *Location* entered may change the Scheduled Weekly Hours
  - FTE = Scheduled Weekly Hours / Default Weekly Hours

- **Scheduled Weekly Hours** – *Enter the number of weekly hours the person will be scheduled to work.*
The **Details** tab provides information such as:

- If a worker’s **FTE** falls below 100% due to a change in hours, you must also update the **Time Type** to reflect that the worker is now **Part Time**.
- Default Weekly Hours should always be 40 for academic appointees.
- The Annual Work Period and Disbursement Plan Period should align with the academic appointment dates.
Sample of Job Change

• If the FTE is less than 100%, Workday will calculate the Prorated Amount. This should match the amount to be paid.

• Frequency should always be “Annual”, never monthly.
Tip on Compensation

- It is not possible to enter “0” as the salary amount.
- To delete salary, click the “X” in the upper right corner of the Salary box.
DEMO OF WORKSHEETS
TIPS AND IMPORTANT REMINDERS
Tips and Important Reminders

✔ Gather supporting documents which clearly state the amount to be paid, period of work, and either describe the work being done or include the appointment rank.

✔ Complete the Charging Instructions form by referencing the supporting documents. This should be an exact match.

✔ Send all documents to faculty.admin@yale.edu, of, if secondary, to primary department.

✔ Enter transaction in Workday.
Tips and Important Reminders

- Always include a comment to describe the event to the next approvers. Think from the perspective of the reader.

- Be sure to Submit your To-Do’s to complete the transaction.

- Reasons codes matter!
  - They guide business processes and integrations.
  - They are used for reporting and analytics.

- For help with tracking business processes, run these reports:
  - Business Process Transactions Awaiting Action by Role – Yale
  - My Business Processes in Flight - Yale
Tips and Important Reminders

- **View Compensation History** provides a view of all compensation related transactions that have ever been initiated.
OPEN QUESTIONS