

**STATE OF LOUISIANA**  
**LOUISIANA TECH UNIVERSITY**

**OPTIONAL PAY ADJUSTMENT POLICY**

**POLICY**

Effective July 7, 2021, Louisiana Tech University will implement the following policy concerning Civil Service Rule 6.16.2 Optional Pay Adjustment.

**APPLICABILITY**

All increases granted according to this policy and Rule 6.16.2 will apply to all permanent, classified employees of the Louisiana Tech University.

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, the Louisiana Tech University will consider granting optional pay to permanent employees in the following circumstances:

**I. COMPRESSION PAY**

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 total state service
- time in current job series
- skills and experience
- education/credentials
- performance

This often happens when the current employee pay hasn't 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 into consideration and only employees at your agency should be compared.

If an agency 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, please contact your Agency Relationship Manager prior to making payment.

When entering compression payments in LaGov, agencies should maintain text about the employee, the comparable employee(s), the 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.

## **II. 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.

## **III. 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 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.

APPROVED:  DATE: 6/15/21  
Appointing Authority  
Director of Human Resources

Attachment: Optional Pay Adjustment Questionnaire