Approved: February 5, 2007

Date

#### MINUTES OF THE SELECT COMMITTEE ON STATE EMPLOYEE PAY PLAN

The meeting was called to order by Chairman Pat George at 12:00 NOON on January 30, 2007 in Room 292-E of the Capitol.

All members were present.

Committee staff present:

Alan Conroy, Kansas Legislative Research Department J. G. Scott, Kansas Legislative Research Department Julian Efird, Kansas Legislative Research Department Jim Wilson, Revisor of Statutes Office Cyndie Rexer, Committee Assistant

Conferees appearing before the committee:

Neville B. Kenning, Hay Group, Inc., legislative consultant.

Others attending:

See attached list.

The meeting was called to order at 12:00 noon by the Chairman Pat George. The minutes of January 25, 2007 were distributed.

The Chairman ask for any bill introductions. There were none.

Neville B. Kenning was present to answer questions posed by the committee members. Mr. Kenning presented the following materials for review:

State of Kansas Salary Survey Report dated January 30, 2007, Attachment 1

Components of an Effective Classification and Compensation Plan, Attachment 2

Committee members discussed at length the issues of defined versus undefined, classified versus unclassified, steps and grades versus performance based raises and plans for specific occupations such as Higher Education, Law Enforcement and Medical.

<u>Chairman George asked for a motion to accept the minutes of January 25, 2007. Representative Charles Roth so moved and the motion was seconded by Representative Tom Hawk. The minutes were approved.</u>

The Chair announced the next meeting on February 5, 2007 in room 514-S to start at 9:00 a.m. A general background presentation will be given by George Vega, Director of the Division of Personnel Services, Department of Administration.

The meeting was adjourned at 1:00 p.m.

#### HOUSE SELECT COMMITTEE ON STATE EMPLOYEE PAY PLAN

GUEST LIST	DATE January 30, 2007
Your Name	Representing
Kon OHE	Div. Persouvel Sorvices
Kraig Knowlton	DPS.
George Vega	DPS / DOA
Karen Watny	KSDE
Ethan ERICHSON	KDOT
JOHNE DONGHERTY	ESU
SUE PETERSON	12-State

## State of Kansas

## Salary Survey Report

January 30, 2007

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Greg Wolf Consultant

Lisa Bailey Senior Technical Analyst

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### Background and Objective

- While salary surveys have been conducted for selected occupational groups and jobs as part of the ongoing administration of the State's salary plan, it is many years since a comprehensive salary survey has been conducted.
- Against that background, the Legislative Coordinating Council directed the Department of Administration and the Legislative Research Council to prepare a scope of work statement for engaging the Hay Group to:
  - conduct a comprehensive salary survey (Phase I); and
  - evaluate work being done by the Department of Administration in the design of a new compensation plan (Phase II).





## Background and Objective (cont'd)

- The objective of Phase I has been to conduct a salary survey based on a comprehensive list of benchmark positions and comparator organizations and to provide the State with:
  - Analysis of current salary range and actual pay as compared to the market;
  - Provide data that can be used for determining specific occupational groups and/or classifications that should be prioritized for potential future salary changes; and
  - Provide commentary on the construct of the current ranges as one source of input to Phase II.



#### **Project Process**

- The following steps have been undertaken:
  - Initial planning and scoping meeting;
  - Mutual agreement on the benchmark positions and constituency of the comparator market;
  - Collection of current State of Kansas salary data;
  - Design and distribution of customized salary survey instrument;
  - Intensive follow up with identified participants to optimize participation;
  - Analysis of salary data (internal and external).



## Project Process (cont'd)

- Meeting to clarify data "cut" issues and preliminary survey output;
- Presentation of report to leadership of the Department of Administration and the Legislative Research Council; and
- Preparation of this report for key Legislative Leadership.



- 8-1
- While the focus of this study has been on comparison with the external market, it is important to also have data on the current pay practice in terms of:
  - On which step in their current pay ranges employees are paid; and
  - the distribution of employees across the salary ranges.
- It is the understanding of Hay that for the past six years, there was limited or no funding for step movements by employees.
- Accordingly, the level of competitiveness of pay as compared to the external market should be viewed in conjunction with internal pay practice.



## Analysis - Internal Pay Practice (cont'd)

- For example, if the midpoint of a pay range is 10% behind the market and actual pay is on any step below the midpoint of the range, actual pay lags the market by an amount greater than 10%.
- Set out in the table on page 9 is a benchmark summary of pay distribution by compa-ratio.
- Compa-ratio is the actual salary divided by the corresponding salary range midpoint. The midpoint of the range was calculated by averaging the salary range minimum and maximum.
- The table on page 10 shows the overall distribution of employees by step.



## Analysis – Internal Pay Practice (cont'd)

Employee Distribution Analysis - By Number of Employees - Benchmark Jobs Only

Employee Distribution Analysis - By Number of Employees - Benchmark Jobs Only								
	THE REAL PROPERTY.	Comp	a-Ratio Grouping (	Number of Employ		A MARKET AND A STORY	1400000	
Grade	85% - 91%	91% - 97%	97% - 103%	103%-109%	109% - 115%	>115%	Total	
008	14	3	2	1	1	0,	21	
009	195	17	14	15	52	0	293	
010	133	4	5	2	6	0	150	
011	318	19	13	12	43	0	405	
013	44	5	8	9	19	0	85	
014	87	4	0	1	7	0	99	
015	749	160	106	123	280	0	1418	
016	115	16	7	7	12	0	157	
017	715	92	32	49	161	23	1072	
018	201	405	92	99	282	53	1132	
019	456	119	126	84	129	0	914	
020	164	67	37	29	101	0	398	
021	719	257	96	115	131	0	1318	
022	375	132	120	55	80	47	809	
023	40	46	30	4	12	0	132	
024	201	94	51	40	28	1	415	
025	69	39	49	24	207	0	388	
026	290	112	127	57	95	0	681	
027	100	28	21	7	17	0	173	
028	85	27	13	8	10	0	143	
029	287	169	87	46	91	83	763	
030	53	29	23	5	8	1	119	
031	19	11	5	4	9	0	48	
032	26	39	11	25	61	22	184	
033	14	11	9	25 5 2	15	1	55	
034	4	7	10		7	0	30	
035	18	42	31	11	29	0	131	
037	0	4	1 1	3	3	2	13	
038	3	0	4	0	11	0	8	
Total	5494	1958	1130	842	1897	233	11554	

Overall Compa-Ratio:

96.4%

page 1"

## Analysis – Internal Pay Practice (cont'd)

Distribution of Employees by Step - Benchmark Jobs Only

Distribution of Emi	ologoco log otop =	
Step	# of EEs	% of Total EEs
4	842	7.3%
5	3852	33.3%
6	800	6.9%
7	745	6.4%
8	576	5.0%
9	637	5.5%
10	667	5.8%
11	462	4.0%
12	422	3.7%
13	370	3.2%
14	447	3.9%
15	541	4.7%
16	960	8.3%
70-98	233	2.0%
Total	11554	100.0%

### Commentary on Internal Pay Practice

- Overall compa-ratio is 96.4%, indicating that on average, employees are paid below the middle step.
- Of the jobs identified as benchmarks for survey purposes, the number of employees with compa-ratios between 85% and 91% is 5,494 (48% of employees). The number of employees with a compa-ratio greater than 109% is 2,130 (18% of employees).
- 41% of payroll falls in the 85% to 91% compa-ratio grouping and 22% of payroll falls above 109% compa-ratio.
- The largest percent of employees (33%) are paid at step 5. On the other extreme, around 20% of employees (18.9%) are paid at step 14 or above.



- The State and Hay mutually agreed on 232 classifications as benchmark positions. This sample was chosen to ensure that there was a good coverage of all occupational groups and different levels of work.
- For a job family series, the most typical level chosen was the "journey" level.
- 100 Organizations were targeted for participation and data was received from 71. In the opinion of Hay, this is a pleasing response and provides sufficient data to be able to make meaningful and valid comparisons.



 Comparator market organizations were grouped as follows (the numbers in parenthesis show the participants in that group)

- States (7)

Counties (11)

- Cities (10)

School Districts (10)

Private Sector (21)

Health Systems/Facilities (12)



- Part of the brief given by the State was for Hay to provide data by Occupational Group.
- Set out on the following page is a summary of the survey data by Occupational Group.



State of Kansas - Percent From Survey Median and Average

Occup Code	Occupational Group	% From Med	% From Avg	SOK Inc. Wtd % From Med	SOK Inc. Wtd % From Avg
A1	Accountants, Auditors and Financial Examiners	-11.8%	-10.6%	-10.7%	-9.8%
A2	Public Relations, Marketing and Economic Development Professionals	-5.3%	-7.4%	-5.2%	-3.7%
A3	Regulatory and Compliance Inspectors	-8.3%	-9.6%	-1.0%	-5.6%
A4	General Business Administrators and Managers	0.8%	-10.9%	-9.7%	-9.4%
A5	Real Estate and Property Appraisers	16.1%	9.3%	29.6%	25.6%
A6	Human Resources Professionals and Trainers	-5.0%	-8.9%	-2.5%	-7.3%
B1	Architect and Engineer Professionals and Associates	1.1%	-4.3%	-4.1%	-8.5%
C1	Analysts, Consultants and Planners	11.4%	3.6%	12.8%	2.3%
C3	Science Professionals, Technicians and Technologists	-10.9%	-9.1%	-9.4%	6.2%
D1	Psychologists, Social Workers and Rehabilitation Counselors	-4.3%	-4.0%	-8.0%	-9.5%
D2	Human Services Professionals and Technicians	-2.2%	-2.1%	3.7%	-0.3%
D3	Legal Professionals and Technicians	-16.1%	-20.4%	-24.5%	-26.7%
E1	Archival, Historical, Museum & Library Professionals and Technicians	-1.7%	-10.6%	-0.6%	-3.8%
E2	Graphic and Performing Artists	-17.9%	-22.3%	-20.6%	-22.7%
F1	Non-Licensed Medical and Health Technicians	-5.5%	-11.0%	2.8%	-4.9%
F2	Licensed Medical and Health Professionals and Technicians	-4.1%	-6.3%	6.8%	3.5%
F3	Animal Medical and Health Professionals and Technicians	NA	4.8%	NA	4.8%
K1	Administrative Specialists	-6.6%	-11.5%	-10.0%	-16.0%
K2	Office Support Workers	-16.9%	-19.8%	-12.7%	-16.5%
L1	Protective Services Professionals and Technicians	2.1%	-1.6%	2.3%	-1.1%
M1	Conservation, Horticultural & Wildlife/Forestry Professionals and Technicians	-40.3%	-36.2%	-40.3%	-36.2%
M2	Grain Service Inspectors, Operators and Examiners	NA	NA	NA	NA
N1	Printing Workers	-9.4%	-12.4%	-7.6%	-10.0%
N2	Building and Electronic Trades Workers	-16.9%	-18.0%	-19.9%	-20.3%
N3	Vehicle, Equipment and Aircraft Mechanics/Operators	-9.3%	-13.9%	-3.9%	-7.1%
P1	Information Resource Management Professionals and Technicians	-2.6%	-7.2%	3.8%	-1.9%
P2	Data Processing Professionals and Technicians	-12.2%	-15.6%	-4.1%	-9.2%
P3	Telecommunications Professionals and Technicians	-6.5%	-9.6%	-3.3%	-9.5%
R1	Dietetic, Nutrition and Food Services Professionals and Technicians	-8.4%	-12.7%	-7.5%	-12.5%
R2	Miscellaneous Services Professionals and Workers	-11.1%	-9.9%	-17.0%	-19.0%
	Overall	-7.2%	-9.9%	-5.7%	-7.9%



- The State requested data on those classifications that may warrant priority in terms of potential future funding of salary increases. While level of competitiveness should be considered in conjunction with such factors as turnover, time to fill, quality and quantity of candidates, the further pay of a classification lags the market, the more likely it is that the State will have difficulty attracting and retaining the quantity and quality of candidates it seeks.
- Set out on the following page is a summary of those benchmark classifications for which actual pay lags the market median by more than 15% and those benchmark classifications for which actual pay is more than 15% above the market median. Tables are sorted by % from market, followed by tables sorted by classification code.

State of Kansas Actual Pay Lags Market Median by Greater than 15% - Sorted by % From Market

SOK OCC		Survey Code	SOK # of EEs	SOK Avg Pay	SOK Median Salary % From Survey Med	SOK Salary % From Survey Avg
Code	The state of the s	509	7	\$20.2	-36%	-38%
F1	Rehab Support Worker I Computer Operations Supervisor	810	16	\$36.6	-35%	-31%
P2 P2	Computer Operations Supervisor  Computer Operations Manager	807	4	\$43.9	-33%	-36%
C3	Environmental Technician II	230	8	\$29.7	-32%	-26%
N2	Electrician	744	13	\$26.6	-32%	-32%
R1	Food Service Manager	901	6	\$33.4	-32%	-30%
N2	Lock System Specialist	750	3	\$27.8	-31%	-28%
N2	Utility Worker	754	150	\$18.0	-31%	-31%
D3	Legal Assistant	315	57	\$30.1	-29%	-31%
N3	Automotive Driver	760	21	\$16.9	-27%	-35%
N2	Plumber	741	9	\$26.4	-27%	-32%
A3	Petroleum Industry Regulatory Technician I	119	4	\$31.5	-26%	-21%
K2	Storekeeper Senior	608	59	\$23.0	-25%	-25%
D1	Social Worker	301	34	\$32.0	-25%	-21%
C3	Environmental Technician IV	231	28	\$41.7	-24%	-25%
P3	Network Control Technician II	820	17	\$39.5	-23%	-26%
N2	Refrigeration and Air Conditioning Service Tech	743	33	\$30.4	-23%	-20%
D3	Attorney I	313	57	\$45.0	-22%	-24%
A1	Accountant IV	103	59	\$50.2	-22%	-24%
E2	Graphic Designer Senior	410	16	\$35.7	-22%	-26%
N3	Mechanic Senior	757	4	\$26.8	-21%	-24%
P3	IT Project Manager	816	11	\$58.2	-21%	-21%
N3	Aviation Technician	756	4	\$40.0	-21%	-23%
C3	Microbiologist I	222	5	\$35.7	-21%	-25%
N2	Power Plant Operator	740	8	\$25.2	-21%	-29%
N2	Buildings System Technician	746	48	\$30.2	-20%	-21%
N2	Carpenter	742	8	\$26.3	-20%	-20%
R2	Custodial Worker	913	198	\$18.2	-19%	-20%

SOK OCC Code	Benchmark Position	Survey Code	SOK # of EEs	SOK Avg Pay	SOK Median Salary % From Survey Med	SOK Salary % From Survey Avg
A1	State Auditor III	111	36	\$50.8	-19%	-16%
A1	State Auditor II	101	68	\$42.9	-19%	-9%
K2	Office Assistant	609	323	\$19.3	-18%	-19%
P1	Technology Support Technician II	804	33	\$32.7	-18%	-21%
A1	Accountant II	102	99	\$37.7	-17%	-16%
K1	Administrative Officer	602	151	\$33.6	-17%	-23%
R2	Custodial Supervisor	912	71	\$24.7	-17%	-22%
F2	Registered Nurse	512	19	\$37.1	-17%	-16%
P2	Computer Operator I	809	16	\$29.3	-16%	-18%
L1	Warden III	733	4	\$67.3	-16%	-21%
A6	Human Resource Professional III	135	36	\$47.2	-16%	-18%
N2	Physical Plant Supervisor Senior	753	42	\$43.1	-16%	-16%
L1	Juvenile Corrections Officer I	701	218	\$27.1	-15%	-12%
N2	Machinist	751	4	\$29.8	NA*	-24%
D3	Administrative Law Judge	312	6	\$62.1	NA*	-24%
E1	Education Specialist	407	3	\$37.8	NA*	-22%
B1	Landscape Architect II	207	2	\$48.7	NA*	-22%
L1	Motor Carrier Inspector II	726	30	\$31.2	NA*	-21%
E1	Historic Site Curator I	404	9	\$29.8	NA*	-21%
N3	Equipment Body Mechanic	761	5	\$33.0	NA*	-20%
F2	Licensed Mental Health Tech	521	78	\$29.9	NA*	-19%
E2	Media Production Technician	411	11	\$31.4	NA*	-18%
P3	Network Control Supervisor	819	2	\$45.2	NA*	-18%
A1	Financial Examiner Administrator	109	2	\$60.8	NA*	-16%
R2	Cosmetologist	910	1	\$24.6	NA*	-16%
P3	Network Service Supervisor	821	2	\$48.7	NA*	-16%
C3	Agricultural Inspector III	227	14	\$39.4	NA*	-15%

<sup>\*</sup>NA: Data is not available because there are fewer than 5 participants reporting a match.





State of Kansas Actual Pay Lags Market Median by Greater than 15% - Sorted by Classification Code

SOK OCC Code	Benchmark Position	Survey Code	SOK # of EEs	SOK Avg Pay	SOK Median Salary % From Survey Med	SOK Salary % From Survey Avg
A1	Accountant IV	103	59	\$50.2	-22%	-24%
A1	State Auditor III	111	36	\$50.8	-19%	-16%
A1	State Auditor II	101	68	\$42.9	-19%	-9%
A1	Accountant II	102	99	\$37.7	-17%	-16%
A1	Financial Examiner Administrator	109	2	\$60.8	NA*	-16%
A3	Petroleum Industry Regulatory Technician	119	4	\$31.5	-26%	-21%
A6	Human Resource Professional III	135	36	\$47.2	-16%	-18%
B1	Landscape Architect II	207	2	\$48.7	NA*	-22%
C3	Environmental Technician II	230	8	\$29.7	-32%	-26%
C3	Environmental Technician IV	231	28	\$41.7	-24%	-25%
C3	Microbiologist I	222	5	\$35.7	-21%	-25%
C3	Agricultural Inspector III	227	14	\$39.4	NA*	-15%
D1	Social Worker	301	34	\$32.0	-25%	-21%
D3	Legal Assistant	315	57	\$30.1	-29%	-31%
D3	Attorney I	313	57	\$45.0	-22%	-24%
D3	Administrative Law Judge	312	6	\$62.1	NA*	-24%
E1	Education Specialist	407	3	\$37.8	NA*	-22%
E1	Historic Site Curator I	404	9	\$29.8	NA*	-21%
E2	Graphic Designer Senior	410	16	\$35.7	-22%	-26%
E2	Media Production Technician	411	11	\$31.4	NA*	-18%
F1	Rehab Support Worker I	509	7	\$20.2	-36%	-38%
F2	Registered Nurse	512	19	\$37.1	-17%	-16%
F2	Licensed Mental Health Tech	521	78	\$29.9	NA*	-19%
K1	Administrative Officer	602	151	\$33.6	-17%	-23%
K2	Storekeeper Senior	608	59	\$23.0	-25%	-25%
K2	Office Assistant	609	323	\$19.3	-18%	-19%
L1	Warden III	733	4	\$67.3	-16%	-21%
L1	Juvenile Corrections Officer I	701	218	\$27.1	-15%	-12%
L1	Motor Carrier Inspector II	726	30	\$31.2	NA*	-21%

SOK OCC Code	Benchmark Position	Survey Code	SOK # of EEs	SOK Avg Pay	SOK Median Salary % From Survey Med	SOK Salary % From Survey Avg
N2	Electrician	744	13	\$26.6	-32%	-32%
N2	Lock System Specialist	750	3	\$27.8	-31%	-28%
N2	Utility Worker	754	150	\$18.0	-31%	-31%
N2	Plumber	741	9	\$26.4	-27%	-32%
N2	Refrigeration and Air Conditioning Service	743	33	\$30.4	-23%	-20%
N2	Power Plant Operator	740	8	\$25.2	-21%	-29%
N2	Buildings System Technician	746	48	\$30.2	-20%	-21%
N2	Carpenter	742	8	\$26.3	-20%	-20%
N2	Physical Plant Supervisor Senior	753	42	\$43.1	-16%	-16%
N2	Machinist	751	4	\$29.8	NA*	-24%
N3	Automotive Driver	760	21	\$16.9	-27%	-35%
N3	Mechanic Senior	757	4	\$26.8	-21%	-24%
N3	Aviation Technician	756	4	\$40.0	-21%	-23%
N3	Equipment Body Mechanic	761	5	\$33.0	NA*	-20%
P1	Technology Support Technician II	804	33	\$32.7	-18%	-21%
P2	Computer Operations Supervisor	810	16	\$36.6	-35%	-31%
P2	Computer Operations Manager	807	4	\$43.9	-33%	-36%
P2	Computer Operator I	809	16	\$29.3	-16%	-18%
P3	Network Control Technician II	820	17	\$39.5	-23%	-26%
P3	IT Project Manager	816	11	\$58.2	-21%	-21%
P3	Network Control Supervisor	819	2	\$45.2	NA*	-18%
P3	Network Service Supervisor	821	2	\$48.7	NA*	-16%
R1	Food Service Manager	901	6	\$33.4	-32%	-30%
R2	Custodial Worker	913	198	\$18.2	-19%	-20%
R2	Custodial Supervisor	912	71	\$24.7	-17%	-22%
R2	Cosmetologist	910	1	\$24.6	NA*	-16%

<sup>\*</sup>NA: Data is not available because there are fewer than 5 participants reporting a match.

State of Kansas Actual Pay Above Market Median by Greater than 15% - Sorted by % From Market

SOK OCC Code	Benchmark Position	Survey Code	The second secon	SOK Avg	SOK Median Salary % From Survey Med	SOK Salary % From
A5	Property Appraiser II	126	18	\$47.9	42%	42%
L1	Special Agent in Charge - KBI	729	9	\$73.3	27%	24%
A5	Property Appraiser III	127	10	\$55.6	27%	18%
B1	Professional Environmental Engineer III	213	9	\$76.7	23%	20%
L1	Highway Patrol Master/Technical Trooper	702	184	\$57.7	23%	24%
L1	Senior Special Agent - KBI	711	48	\$62.5	22%	27%
C1	Financial Economist	217	4	\$66.3	18%	13%
P1	Technology Support Consultant II	801	73	\$42.0	17%	9%
C1	Research Analyst III	214	29	\$40.8	15%	-1%
F2	Mental Health Developmental Disability Technician	510	751	\$26.6	15%	14%
D2	Volunteer Services Coordinator	310	8	\$32.3	NA*	15%
R2	Barber/Beauty Shop Inspector	909	1	\$31.3	NA*	17%
C3	Environmental Scientist II	226	113	\$47.5	NA*	30%

<sup>\*</sup>NA: Data is not available because there are fewer than 5 participants reporting a match.



State of Kansas Actual Pay Above Market Median by Greater than 15% - Sorted by Classification Code

SOK OCC Code	Benchmark Position	Survey Code	The state of the state of	SOK Avg Pay	Survey Med	SOK Salary % From Survey Avg
A5	Property Appraiser III	127	10	\$55.6	27%	18%
<b>A</b> 5	Property Appraiser II	126	18	\$47.9	42%	42%
B1	Professional Environmental Engineer III	213	9	\$76.7	23%	20%
C1	Research Analyst III	214	29	\$40.8	15%	-1%
C1	Financial Economist	217	4	\$66.3	18%	13%
C3	Environmental Scientist II	226	113	\$47.5	NA*	30%
D2	Volunteer Services Coordinator	310	8	\$32.3	NA*	15%
F2	Mental Health Developmental Disability Technician	510	751	\$26.6	15%	14%
L1	Highway Patrol Master/Technical Trooper	702	184	\$57.7	23%	24%
L1	Senior Special Agent - KBI	711	48	\$62.5	22%	27%
L1	Special Agent in Charge - KBI	729	9	\$73.3	27%	24%
P1	Technology Support Consultant II	801	73	\$42.0	17%	9%
R2	Barber/Beauty Shop Inspector	909	1	\$31.3	NA*	17%

<sup>\*</sup>NA: Data is not available because there are fewer than 5 participants reporting a match.



#### Commentary on External Competitiveness – All Participants

- Overall, the State of Kansas salary practice lags noticeably behind both the median and average of the market.
- The State of Kansas trails the market in all categories on aggregate:
  - 6 7% behind the Median
  - 9 10% behind the Average
- The following Occupational Codes trail the market median by >10%
  - A1 Accountants, Auditors and Financial Examiners
  - C3 Science Professionals, Technicians and Technologists
  - D3 Legal Professionals and Technicians
  - E2 Graphic and Performing Artists
  - K2 Office Support Workers
  - M1 Conservation, Horticultural & Wildlife/Forestry Profs and Technicians
  - N2 Building and Electronic Trades Workers
  - P2 Data Processing Professionals and Technicians
  - R2 Miscellaneous Services Professionals and Workers



## Commentary on External Competitiveness - All Participants

- The following Occupational Codes lead the market median by >10%
  - C1 Analysts, Consultants and Planners
  - A5 Real Estate and Property Appraisers

#### Analysis – External Competitiveness – States Only

- Set out on pages 24-29 is data showing the results of the survey for State participants only.
- Part of the brief given by the State was for Hay to provide data by Occupational Group.
- Set out on the following page is a summary of the survey data by Occupational Group for State participants only.



## Analysis - External Competitiveness - States Only (cont'd)

State of Kansas - Percent From Survey Median and Average - States Only

Occup Code	Occupational Group	% From Med	% From Avg	SOK Inc. Wtd % From Med	SOK Inc. Wtd % From Avg
A1	Accountants, Auditors and Financial Examiners	0.5%	-5.4%	5.5%	1.1%
A2	Public Relations, Marketing and Economic Development Professionals	-1.2%	-3.4%	-0.6%	-1.7%
A3	Regulatory and Compliance Inspectors	-7.7%	-9.0%	0.4%	-5.0%
A4	General Business Administrators and Managers	0.8%	-10.9%	-9.7%	-9.4%
A5	Real Estate and Property Appraisers	4.3%	1.6%	4.7%	11.5%
A6	Human Resources Professionals and Trainers	4.5%	-2.6%	4.8%	-1.0%
B1	Architect and Engineer Professionals and Associates	6.2%	-1.9%	11.1%	-0.9%
C1	Analysts, Consultants and Planners	12.3%	4.9%	10.8%	3.6%
C3	Science Professionals, Technicians and Technologists	-10.9%	-13.2%	-9.4%	-7.8%
D1	Psychologists, Social Workers and Rehabilitation Counselors	1.3%	-0.8%	-1.9%	-6.2%
D2	Human Services Professionals and Technicians	-2.2%	-2.1%	3.7%	-0.3%
D3	Legal Professionals and Technicians	-1.8%	-18.3%	-0.1%	-22.4%
E1	Archival, Historical, Museum & Library Professionals and Technicians	-0.7%	-10.3%	0.1%	-3.6%
	Graphic and Performing Artists	-1.8%	-11.5%	-0.3%	-10.7%
F1	Non-Licensed Medical and Health Technicians	-4.0%	-8.7%	2.9%	0.4%
F2	Licensed Medical and Health Professionals and Technicians	-3.9%	-7.1%	7.0%	3.3%
F3	Animal Medical and Health Professionals and Technicians	NA	4.8%	NA	4.8%
K1	Administrative Specialists	3.0%	-5.1%	-4.2%	-12.4%
K2	Office Support Workers	-9.2%	-9.0%	-4.3%	-1.4%
L1	Protective Services Professionals and Technicians	1.4%	-1.5%	0.9%	-3.7%
M1	Conservation, Horticultural & Wildlife/Forestry Professionals and Technicians	NA	-21.2%	NA	-21.2%
M2	Grain Service Inspectors, Operators and Examiners	NA	NA	NA	NA
N1	Printing Workers	NA	-4.1%	NA	-6.2%
N2	Building and Electronic Trades Workers	-15.3%	-15.6%	-11.1%	-14.0%
N3	Vehicle, Equipment and Aircraft Mechanics/Operators	-4.2%	-12.6%	-1.0%	-3.2%
P1	Information Resource Management Professionals and Technicians	-1.7%	-3.2%	6.2%	2.5%
P2	Data Processing Professionals and Technicians	-5.7%	-10.1%	2.5%	-2.0%
P3	Telecommunications Professionals and Technicians	-4.5%	-4.4%	0.3%	-3.7%
R1	Dietetic, Nutrition and Food Services Professionals and Technicians	-11.3%	-15.5%	-14.1%	-18.5%
R2	Miscellaneous Services Professionals and Workers	-3.7%	-4.9%	-8.1%	-11.2%
	Overall	-2.1%	-6.9%	-0.1%	-4.8%



#### Analysis – External Competitiveness – States Only (cont'd)

Set out on the following page is a summary of those benchmark classifications for which actual pay lags the market median by more than 15% and those benchmark classifications for which actual pay is more than 15% above the market median as compared to the State only data. Tables are sorted by % from market, followed by tables sorted by classification code.



## Analysis - External Competitiveness - States Only (cont'd)

States Only

State of Kansas Actual Pay Lags Market Median by Greater than 15% - Sorted by % From Market

Still lag when comparing to Market Average instead of Median

Still lag when comparing to Market Average instead of Median

SOK OCC Code		Survey Code	sok	Avg Step Below Middle Step	SOK Avg Pay	SOK Median Salary % From Survey Med	зок	SOK OCC Code		Survey Code	SOK # of EEs	Avg Step Below Middle Step	SOK Avg Pay	SOK Median Salary % From Survey Med	% From Survey Avg
C3	Environmental Technician II	230	8	Yes	\$29.7	-37%	-26%	D3	Attorney I	313	57	Yes	\$45.0	NA*	-27%
F1	Rehab Support Worker I	509	7	Yes	\$20.2	-36%	-38%	P2	Computer Operations Supervisor	810	16	Yes	\$36.6	NA*	-27%
C3	Environmental Technician IV	231	28	Yes	\$41.7	-34%	-40%	N3	Aviation Technician	756	4		\$40.0	NA*	-25%
R1	Food Service Manager	901	6		\$33.4	-33%	-35%	D3	Administrative Law Judge	312	6		\$62.1	NA*	-24%
N2	Utility Worker	754	150	Yes	\$18.0	-29%	-25%	E1	Education Specialist	407	3		\$37.8	NA*	-22%
A1	Accountant IV	103	59	Yes	\$50.2	-27%	-27%	B1	Landscape Architect II	207	2		\$48.7	NA*	-22%
N3	Automotive Driver	760	21	Yes	\$16.9	-27%	-36%	L1	Motor Carrier Inspector II	726	30		\$31.2	NA*	-21%
A3	Petroleum Industry Regulatory Technician	119	4	Yes	\$31.5	-26%	-21%	M1	Grounds Maintenance Super I	734	8	Yes	\$25.7	NA*	-21%
N2	Plumber	741	9	Yes	\$26.4	-25%	-26%	E1	Historic Site Curator I	404	9		\$29.8	NA*	-21%
N2	Electrician	744	13	Yes	\$26.6	-23%	-28%	N3	Equipment Body Mechanic	761	5		\$33.0	NA*	-20%
P2	Computer Operations Manager	807	4		\$43.9	-23%	-25%	D3	Legal Assistant	315	57	Yes	\$30.1	NA*	-19%
R1	Cook	902	60	Yes	\$19.9	-22%	-23%	F2	Licensed Mental Health Tech	521	78		\$29.9	NA*	-19%
C3	Microbiologist I	222	5	Yes	\$35.7	-21%	-25%	E2	Media Production Technician	411	11	Yes	\$31.4	NA*	-18%
N2	Power Plant Operator	740	8		\$25.2	-21%	-29%	P3	Network Control Supervisor	819	2	Yes	\$45.2	NA*	-18%
F2	Registered Nurse Administrator	514	6		\$58.9	-20%	-19%	N2	Physical Plant Supervisor Senior	753	42		\$43.1	NA*	-17%
P3	IT Project Manager	816	11	Yes	\$58.2	-20%	-17%	A1	Financial Examiner Administrator	109	2	Yes	\$60.8	NA*	-16%
P2	Computer Operator I	809	16	Yes	\$29.3	-19%	-17%	R2	Cosmetologist	910	1		\$24.6	NA*	-16%
N2	Carpenter	742	8	Yes	\$26.3	-18%	-17%	P3	Network Service Supervisor	821	2	Yes	\$48.7	NA*	-16%
F2	Registered Nurse	512	19		\$37.1	-18%	-17%	C3	Agricultural Inspector III	227	14	Yes	\$39.4	NA*	-15%
K2	Storekeeper Senior	608	59	Yes	\$23.0	-17%	-14%	R2	Custodial Manager	911	18		\$31.5	NA*	-15%
R1	Food Service Supervisor	904	38	Yes	\$24.8	-16%	-24%								
B1	Architect II	208	3		\$46.0	-16%	-20%								
L1	Warden III	733	4	Yes	\$67.3	-16%	-21%								
L1	Juvenile Corrections Officer I	701	218	Yes	\$27.1	-15%	-12%								
N2	Refrigeration and Air Conditioning Service	743	33	Yes	\$30.4	-15%	-16%								

<sup>\*</sup>NA: Data is not available because there are fewer than 5 participants reporting a match.

#### Positions no longer lag market Median by greater than 15% when compared to States Only. Still lag when comparing to Market Average instead of Median

N3 Mechanic Senior

Custodial Worker

Administrative Officer K1

Office Assistant K2

Technology Support Technician II

Social Worker D1

State Auditor III

Accountant II

Human Resource Professional III A6

Custodial Supervisor

State Auditor II A1

Buildings System Technician

Network Control Technician II

Graphic Designer Senior

Positions From Previous 15% No Longer 3 or More Participants

N2 Lock System Specialist

N2 Machinist





### Analysis - External Competitiveness - States Only (cont'd)

States Only

State of Kansas Actual Pay Lags Market Median by Greater than 15% - Sorted by Classification Code

Still lag when comparing to Market Average instead of Median

Still lag when comparing to Market Average instead of Median

Still lag when comparing to Market Average instead of Median

	State of Kansas Actual Pay I	Lays IVI	aine	INICUIA	ali Dy	Greate	Hulan	10/0	Jorted by Glassification	. 0000					
SOK OCC Code		Survey Code	SOK # of EEs	Avg Step Below Middle Step	sok	SOK Median Salary % From Survey Med	SOK	SOK OCC Code		Survey Code	SOK # of EEs	Avg Step Below Middle Step	SOK Avg Pay	SOK Median Salary % From Survey Med	SOK Salary % From Survey Avg
A1	Accountant IV	103	59	Yes	\$50.2	-27%	-27%	M1	Grounds Maintenance Super I	734	8	Yes	\$25.7	NA*	-21%
A1	Financial Examiner Administrator	109	2	Yes	\$60.8	NA*	-16%	N2	Utility Worker	754	150	Yes	\$18.0	-29%	-25%
Δ3	Petroleum Industry Regulatory Technician	119	4	Yes	\$31.5	-26%	-21%	N2	Plumber	741	9	Yes	\$26.4	-25%	-26%
B1	Architect II	208	3		\$46.0	-16%	-20%	N2	Electrician	744	13	Yes	\$26.6	-23%	-28%
B1	Landscape Architect II	207	2		\$48.7	NA*	-22%	N2	Power Plant Operator	740	8		\$25.2	-21%	-29%
C3	Environmental Technician II	230	8	Yes	\$29.7	-37%	-26%	N2	Carpenter	742	8	Yes	\$26.3	-18%	-17%
C3	Environmental Technician IV	231	28	Yes	\$41.7	-34%	-40%	N2	Refrigeration and Air Conditioning	743	33	Yes	\$30.4	-15%	-16%
C3	Microbiologist I	222	5	Yes	\$35.7	-21%	-25%	N2	Physical Plant Supervisor Senior	753	42		\$43.1	NA*	-17%
C3	Agricultural Inspector III	227	14	Yes	\$39.4	NA*	-15%	N3	Automotive Driver	760	21	Yes	\$16.9	-27%	-36%
D3	Attorney I	313	57	Yes	\$45.0	NA*	-27%	N3	Aviation Technician	756	4		\$40.0	NA*	-25%
D3	Administrative Law Judge	312	6		\$62.1	NA*	-24%	N3	Equipment Body Mechanic	761	5		\$33.0	NA*	-20%
D3	Legal Assistant	315	57	Yes	\$30.1	NA*	-19%	P2	Computer Operations Manager	807	4		\$43.9	-23%	-25%
E1	Education Specialist	407	3		\$37.8	NA*	-22%	P2	Computer Operator I	809	16	Yes	\$29.3	-19%	-17%
F1	Historic Site Curator I	404	9		\$29.8	NA*	-21%	P2	Computer Operations Supervisor	810	16	Yes	\$36.6	NA*	-27%
F2	Media Production Technician	411	11	Yes	\$31.4	NA*	-18%	P3	IT Project Manager	816	11	Yes	\$58.2	-20%	-17%
F1	Rehab Support Worker I	509	7	Yes	\$20.2	-36%	-38%	P3	Network Control Supervisor	819	2	Yes	\$45.2	NA*	-18%
F2	Registered Nurse Administrator	514	6		\$58.9	-20%	-19%	P3	Network Service Supervisor	821	2	Yes	\$48.7	NA*	-16%
F2	Registered Nurse	512	19		\$37.1	-18%	-17%	R1	Food Service Manager	901	6		\$33.4	-33%	-35%
F2	Licensed Mental Health Tech	521	78		\$29.9	NA*	-19%	R1	Cook	902	60	Yes	\$19.9	-22%	-23%
K2	Storekeeper Senior	608	59	Yes	\$23.0	-17%	-14%	R1	Food Service Supervisor	904	38	Yes	\$24.8	-16%	-24%
L1	Warden III	733	4	Yes	\$67.3	-16%	-21%	R2	Cosmetologist	910	1		\$24.6	NA*	-16%
L1	Juvenile Corrections Officer I	701	218	Yes	\$27.1	-15%	-12%	R2	Custodial Manager	911	18		\$31.5	NA*	-15%
L1	Motor Carrier Inspector II	726	30		\$31.2	NA*	-21%								

<sup>\*</sup>NA: Data is not available because there are fewer than 5 participants reporting a match.

#### Positions no longer lag market Median by greater than 15% when compared to States Only.

Accountant II

State Auditor II

Human Resource Professional III

Social Worker

Graphic Designer Senior

K1 Administrative Officer

Office Assistant Buildings System Technician

Mechanic Senior

Technology Support Technician II

Network Control Technician II R2 Custodial Worker

Custodial Supervisor

N2 Lock System Specialist

Positions From Previous 15% No Longer 3 or More Participants

N2 Machinist



#### Analysis – External Competitiveness – States Only (cont'd)

#### **States Only**

State of Kansas Actual Pay Above Market Median by Greater than 15% - Sorted by % From Market

SOK OCC Code	Benchmark Position	Survey Code	SOK # of EEs	Avg Step Below Middle Step	SOK Avg Pay	Survey Med	SOK Salary % From Survey Avg 26%
B1	Professional Civil Engineer II	203	92		\$69.1 \$73.3	35% 27%	24%
L1	Special Agent in Charge - KBI	729 720	18		\$44.4	26%	18%
L1	Fire Prevention Inspector	213	9		\$76.7	23%	20%
B1	Professional Environmental Engineer III	702	184		\$57.7	23%	24%
L1	Highway Patrol Master/Technical Trooper	217	4		\$66.3	21%	15%
C1	Financial Economist	202	111	Yes	\$43.5	21%	9%
B1	Engineering Technician Specialist	106	175	Yes	\$29.9	21%	15%
A1	Accounting Specialist Procurement Officer IV	605	11	Yes	\$55.7	17%	5%
K1		127	10	165	\$55.6	17%	8%
A5	Property Appraiser III Technology Support Consultant II	801	73	Yes	\$42.0	17%	11%
P1		214	29	Yes	\$40.8	15%	-1%
C1	Research Analyst III Mental Health Developmental Disability Technician	510	751	Yes	\$26.6	15%	14%
F2	Mental Health Developmental Disability Technician	310	731	165	Ψ20.0	1376	1476
D2	Volunteer Services Coordinator	310	8	Yes	\$32.3	NA*	15%
P3	IT Security Analyst II	815	5	Yes	\$57.5	NA*	15%
R2	Barber/Beauty Shop Inspector	909	1		\$31.3	NA*	17%
F1	Client Training Supervisor	507	82	Yes	\$34.1	NA*	18%
A5	Property Appraiser II	126	18		\$47.9	NA*	21%
L1	Senior Special Agent - KBI	711	48		\$62.5	NA*	27%

<sup>\*</sup>NA: Data is not available because there are fewer than 5 participants reporting a match.

Positions no longer above market Median by greater than 15% when compared to States Only.

C3 Environmental Scientist II

Bolded, Above, are new to the group.



## Analysis – External Competitiveness – States Only (cont'd)

#### **States Only**

State of Kansas Actual Pay Above Market Median by Greater than 15% - Sorted by Classification Code

	State of Ransas Astaur ay Assort market meanur		SOV # of	Avg Step Below Middle	SOK Avg	SOK Median Salary % From	SOK Salary % From
SOK OCC	Benchmark Position	Survey Code	SOK # of EEs	Step	Pay	The William Street	Survey Avg
A1	Accounting Specialist	106	175	Yes	\$29.9	21%	15%
A5	Property Appraiser III	127	10		\$55.6	17%	8%
A5	Property Appraiser II	126	18		\$47.9	NA*	21%
B1	Professional Civil Engineer II	203	92		\$69.1	35%	26%
B1	Professional Environmental Engineer III	213	9		\$76.7	23%	20%
B1	Engineering Technician Specialist	202	111	Yes	\$43.5	21%	9%
C1	Financial Economist	217	4		\$66.3	21%	15%
C1	Research Analyst III	214	29	Yes	\$40.8	15%	-1%
D2	Volunteer Services Coordinator	310	8	Yes	\$32.3	NA*	15%
F1	Client Training Supervisor	507	82	Yes	\$34.1	NA*	18%
F2	Mental Health Developmental Disability Technician	510	751	Yes	\$26.6	15%	14%
K1	Procurement Officer IV	605	11	Yes	\$55.7	17%	5%
L1	Special Agent in Charge - KBI	729	9		\$73.3	27%	24%
L1	Fire Prevention Inspector	720	18		\$44.4	26%	18%
L1	Highway Patrol Master/Technical Trooper	702	184		\$57.7	23%	24%
L1	Senior Special Agent - KBI	711	48		\$62.5	NA*	27%
P1	Technology Support Consultant II	801	73	Yes	\$42.0	17%	11%
P3	IT Security Analyst II	815	5	Yes	\$57.5	NA*	15%
R2	Barber/Beauty Shop Inspector	909	1		\$31.3	NA*	17%

<sup>\*</sup>NA: Data is not available because there are fewer than 5 participants reporting a match.

Positions no longer above market Median by greater than 15% when compared to States Only.

C3 Environmental Scientist II

Bolded, Above, are new to the group.





#### Summary of External Competitiveness

- Overall, the State of Kansas salary practice lags noticeably behind both the median and average of the market.
- The State of Kansas trails the market in all categories on aggregate:

	All Participants	States Only	All Excluding States	Public	Public Excluding States	Private
% Behind Median	6-7%	2%	11-15%	2-4%	10-13%	15-16%
% Behind Average	8-10%	7-8%	13-14%	8%	10-11%	17-18%



#### Construct of Salary Ranges

- The State's current pay structure consists of 34 pay grades, each of which have 13 steps.
- The salary spread from the minimum to maximum is 34% and each step is approximately 2.5% apart.
- Analysis of data from the survey shows the following:
  - Of those using steps, the median number of steps is 13.
    - Only one of the states surveyed reported using a step system.
    - 70% of cities reported using steps.
    - 70% of counties reported using steps.
    - 50% of school districts reported using steps.
  - The median salary range spread from minimum to maximum in the market is 50%.



#### **APPENDIX I**

#### **Definition of Terms**

- The selected Comparator Group organizations are ranked according to the following percentile measures:
- P75 is the 75<sup>th</sup> Percentile, meaning that 25% of the data is above this point, and 75% is below.
- P50 is the Median, meaning that 50% the data is above this point, and 50% is below.
- P25 is the 25<sup>th</sup> Percentile, meaning that 75% of the data is above this point, and 25% is below.
- Average is the sum of the data for each benchmark position divided by the number of participants for that position.



### Definition of Terms (cont'd)

- State of Kansas Average Pay refers to the average of annualized base salaries for incumbents in the benchmark position.
- Annual Range Midpoint refers to the middle of the salary range.
- Compa-ratio refers to an actual salary divided by the corresponding salary range midpoint.
- Overall Compa-ratio refers to the sum of the actual salaries divided by the sum of the salary range midpoints.



#### **APPENDIX II**



## List of Survey Participants

Participants for the 2006 State of Kansas Customized Compensation Survey 100 Participants (71 Received)

Cities (14)	Status (10)	Counties (19)	Status (11)	School Districts (15)	Status (10)
Emporia	Yes	Barton	Yes	Blue Valley	Yes
Hays	Yes	Butler	No	Derby	No
Hutchinson	Yes	Cowley	No	Emporia	Yes
Kansas City	No	Crawford	No	Garden City	Yes
Larned	Yes	Douglas	No	Hays	Yes
Lawrence	Yes	Ellis	Yes	Kansas City, Kansas	No
Lenexa	Yes	Finney	No	Larned	No
Manhattan	Yes	Johnson	Yes	Lawrence	Yes
Olathe	Yes	Labette	Yes	Manhattan	No
Overland Park	Yes	Leavenworth	Yes	Olathe	Yes
Salina	Yes	Lyon	Yes	Pittsburg	Yes
Shawnee	No	Miami	Yes	Salina	Yes
Topeka	No	Pawnee	No	Shawnee Mission Public School	Yes
Wichita	No	Reno	No	Topeka Public Schools	Yes
		Riley	Yes	Wichita	No
		Saline	Yes		
		Sedgwick	Yes		
		Shawnee	Yes		
		Wyandotte	No		

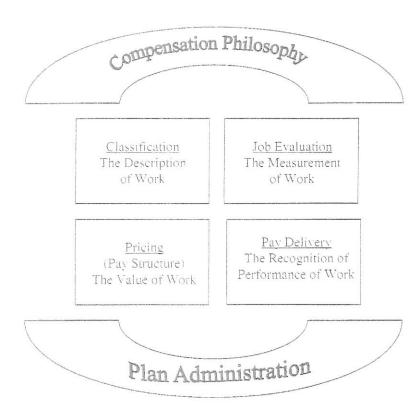


## List of Survey Participants (cont'd)

States (8)	Status (7)	Private Companies (32)	Status (21)	Healthcare Facilities (13)	Status (12)
Arkansas	No	American Century Investments	Yes	Central Kansas Medical Center	Yes
Colorado	Yes	Applebee's International	Yes	Children's Mercy Hospital	Yes
lowa	Yes	Blue Cross and Blue Shield of Kansas	Yes	Heartland Regional Medical Center	Yes
Missouri	Yes	Blue Cross Blue Shield of Kansas City, MO	Yes	Kansas Rehabilitation Hospital	Yes
Nebraska	Yes	Burlington Northern Santa Fe	No	Saint Luke's Health System and Hospitals	Yes
New Mexico	Yes	Cessna Aircraft Co.	Yes	Shawnee Mission Medical Center	Yes
Oklahoma	Yes	Coffeyville Resources	Yes	Sisters of Mercy Health System	Yes
Wyoming	Yes	Debold Larsen & Associates Inc.	Yes	Stormont Vail Health Services	Yes
		Deere	Yes	Truman Medical Center	Yes
		Excel Corp (Cargill)	Yes	Via Christi Regional Medical Center	Yes
		Farmland Foods	Yes	Wesley Medical Center	Yes
	1	Hallmark Cards	Yes	Olathe Medical Center Wellness	No
		Helzberg Diamonds	Yes	Sisters of Charity	Yes
		Jostens Printing and Publishing	No		
	l	Kansas City Life Insurance	Yes		
		Reser's Fine Foods	No		
	1	Southern Union Missouri Gas Energy	Yes		
		Terracon	Yes		
		Westar Energy	No		
	1	Kirkham-Michael	Yes		
	1	Spirit Aero Systems	No		
	1	Payless ShoeSource	Yes		
	1	Security Benefit Group of Companies	Yes		
1	l	Tyson Fresh Meats	No		1
	İ	Quintiles	Yes		
		PEC (Professional Engineering Consultants)	No		
		HNTB Corporation (Kansas)	Yes		
		Geotechnical Services Inc. (GSI)	No		
		Environmental Works Inc.	No		
1		Burns & McDonell	No		
		Johnson County Department of Environment	Yes		
		Johnson County Water District	Yes		
		Bombardier Aerospace Security	Yes		



# Components of an Effective Classification and Compensation Plan



Select State Englance Ottoshamet 2 1-30-2007

attachment 2