Memo of Understanding Faculty Compensation (Salary and Benefits) 2015-16

After collegial discussions, the Faculty Salary Committee and the Administration have agreed to recommend to the General Faculty for ratification and to the Budget Committee for inclusion in the budget that they submit to the President and the Board of Trustees the following compensation package.

It is understood that if accepted by the General Faculty and Budget Committee and subject to the final approval of the Board of Trustees, through its adoption of the annual budget, all faculty appointments and compensation shall be in accordance with the provisions set forth herein (including the Benefits Plan Overview for Full-Time Faculty) and in the Faculty Handbook as currently amended. All individual, annual letters of appointment will be in accordance with the compensation provisions of this document and with the Faculty Handbook (11th edition, 2013, and subsequent amendments).

In the event that either the General Faculty or the Budget Committee raise objections to the recommended compensation changes, the Faculty Salary Committee and the Administration will hold further meetings with the intention of resolving the objections. In the absence of a resolution, the Annual Budget adopted by the Board of Trustees shall be final regarding faculty compensation for the ensuing academic year. In this case, the Administration will provide the Faculty Salary Committee with the revised information called for in this document. All individual, annual letters of appointment will be in accordance with the revised compensation provisions of this document and with the Faculty Handbook (11th edition, 2013, and subsequent amendments).

Recommended Salary and Benefit Changes.

- A. All faculty will receive compensation and benefits in accordance with the provisions set forth below.
- B. The salary pool will be an increase of 1.5% of the faculty 2014-2015 salary pool. All salary increases are based on an evaluation of performance according to the criteria of the merit plan.
- C. 1. Standard merit is set at 1.5%. Faculty who qualify for standard merit will receive an increase of 1.5% of their salary or 1.5% of the mean of their rank, whichever is greater. Faculty who do not qualify for standard merit will receive no increase.
 - 2. In addition to the increase in C.1, each faculty member will receive an increase of 1% of their 2014-15 salary.

The increase identified in C(2) is agreed to and conditioned on the following stipulations:

(a) all claims regarding past retirement contribution reductions and/or other

undocumented claims are resolved and that going forward, any material commitments be reduced to writing, and

- (b) the agreement to form an appropriate group made up of faculty and administration to discuss in earnest the feasibility of a post-tenure review system that could replace the current merit system and be in place for FY17 (2016-2017). If no change is mutually recommended by this group, it is understood that the current system for distribution of merit remains in full force and effect.
- (c) the faculty acknowledge that the increase does not constitute an offset to or compensation for changes made to health care plan design as set forth in the BPO.
- D. The 2014-2015 mean for each rank and the increase of 1.5% for each mean are:

	Mean	<u>Increase</u>	
Professor	\$121,504	\$1,823	
Associate	\$93,098	\$1,396	
Assistant	\$76,279	\$1,144	
Instructor	\$67,672	\$1,015	

- E. The Senior Vice President for Academic Affairs will work with the Deans to ensure that the results of the merit and self-evaluation process in each curriculum area are appropriate and have a reasonable degree of consistency across curriculum areas, taking into account distinctions in disciplinary approaches and programmatic and curricular goals. The SVPAA and Deans will also ensure that faculty are being given constructive feedback in the merit and self-evaluation process.
- F. As part of the collegial discussions leading up to the 2014-15 MOU, the Administration requested, and the Faculty Salary Committee agreed to defer discussion on a revised benchmarking system for faculty compensation. No discussions took place in academic year 2014-15. The Administration and the Faculty Salary Committee reserve the right to continue discussions on this system as part of the collegial discussions leading up to next year's MOU. The Administration remains committed to the benchmark: maintaining the average of the compensation of the Assistant, Associate and Professor ranks at the 95th percentile for Class IIA institutions in the national AAUP ratings. Implementing this commitment means that if the current average compensation in any rank is below the 95th percentile, then in addition to the increase described in section C, each faculty member in that rank will receive the amount of the difference between Fairfield's average compensation for that rank and the corresponding 95th percentile figure. That difference, plus the standard merit percent of that difference, will be added to the next year's minimum starting salary for that rank. This system will remain until replaced by a

mutually agreed upon revised system, developed through collegial discussions between the Faculty Salary Committee and the Administration as part of the MOU process. Both this commitment and its implementation are subject to financial limitations.

G. The new minimum starting salary for each rank for 2015-2016 is as follows:

Rank	Minimum	Maximum
Professor	\$109,351	\$135,576
Associate	\$82,992	\$113,417
Assistant	\$69,939	\$94,728
Instructor	\$57,816	\$69,322

When market conditions require, new faculty members may be hired at salaries exceeding the above-designated maximums. The Senior Vice President for Academic Affairs will inform the Faculty Salary Committee in writing of each new position requiring a salary beyond the designated maximum. In all cases, the Faculty Salary Committee will be informed in writing of each hire that exceeds the above-designated maximum.

- H. In the event of a promotion in rank, the faculty member will receive the greater of the following: a) their current base salary plus annual merit plus 1% of current base salary plus \$1,000, or b) the minimum of the new rank plus any additional merit compensation awarded for previous years beyond standard merit. In either case, if he/she was a full-time faculty member prior to the 1997-1998 academic year, \$1,188 will be added to his/her salary. This additional amount reflects savings from the 1996 change to a new health plan.
- I. The salary paid for part-time instruction to full-time faculty members (beyond normal load) and the salary for credit courses for adjunct faculty who are not full-time faculty members will be as follows. Higher payments are occasionally made as market conditions dictate.

Non-terminal degree	\$4,500
Terminal degree	\$5,000

- The Administration will provide a list of adjunct salaries to the Faculty Salary Committee each semester.
- J. The standard stipend for chairing a department shall be \$6,000 per year. The Senior Vice President for Academic Affairs will inform the Faculty Salary Committee in writing of any exceptions to this stipend amount.
- K. The Faculty Salary Committee and the Administration recognize the need to examine faculty salary distributions for gender inequities, racial inequities, and other inequities covered by federal and state statute as well as inequities created by hiring new faculty

and by market conditions. The redress of such inequities, by adding appropriate increments to faculty base salaries, shall be accomplished by a joint decision of the Faculty Salary Committee and the Administration's Compensation Committee while always protecting the privacy of any individuals involved. If consensus cannot be reached, the Administration cannot be prevented from redressing such inequities. In all cases, the Faculty Salary Committee will be informed in writing of the changes in salary.

- L. On or about October 15th of each academic year, the Administration shall provide to the Faculty Salary Committee a list of all faculty salaries and benefits including rank, school, gender, date of hire and date of rank. The faculty salary committee agrees to maintain confidentiality. They agree not to share or discuss individual salaries with anyone outside the salary committee.
- M. "Benefit Plans Overview for Full-Time Faculty", a summary of existing benefits, is incorporated in this document as Appendix 1.
- N. Both the FACHEX plan and the Tuition Exchange Program are coordinated through the Office of the Dean of Enrollment.
- O. The benefits and conditions stated in this Memo of Understanding shall be reflected in all 2015-2016 letters of appointment. The Faculty Salary Committee and the Administration agree to begin collegial discussions of the 2016-2017 Memo of Understanding on or about October 15, 2015. In the spirit of collegiality, and in furtherance of the President's directive for a more collaborative system of governance, the Administration agrees to work with the Faculty Salary Committee to discuss salaries as well as any and all benefits; to provide all pertinent information; to receive recommendations concerning benefits and any substantive changes to benefits; to discuss salary and benefit changes; to be receptive to faculty participation in a cooperative process with the intent of arriving at a mutually agreed upon Memo of Understanding for 2016-2017.

Faculty Salary Committee:	For the Administration:
Irene Mulvey, Chair	Mark Reed, Chair
Chris Bernhardt	
Deven Crondoll	Tom Pollogring
Bryan Crandall	Tom Pellegrino
Bob Epstein	Jim Simon
Sonya Huber	
Date:	

Approved by the General Faculty on September 2, 2015.