



South Dakota Synod
Evangelical Lutheran
Church in America
God's work. Our hands.

Compensation and Guidelines for Lay Leaders

2020

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Compensation and Guidelines for Ministers of Word and Sacrament, Ministers of Word and Service and Lay Leaders Recommendations for Conversation

Mutual Ministry—More than a Once-A-Year Conversation

The South Dakota Synod encourages congregations to form a Mutual Ministry Committee for each of its Ministers of Word and Sacrament and Ministers of Word and Service. The function of the Mutual Ministry Committee is to provide a space for conversation between pastoral and congregational leaders in order to grow together in ministry.

The functions of a Mutual Ministry Committee fall into four areas:

1. Identifying professional leadership needs for the congregation, preparing job descriptions, serving as the call or interview committee at the time when a congregation seeks to call a pastor, or as the exit interview group when a pastor leaves. Serving as the personnel committee, dealing with other staff, such as the secretary, organist, choir director, or custodian.
2. Identifying continuing education possibilities with the pastor in light of his/her and the congregation's needs, encourage developing a Continuing Education Covenant between pastor, church council, and the synod. Enabling the pastor to participate in such opportunities.
3. Providing on-going reflection on the needs and expectations of both pastor and congregation, guided by the mission statement of the congregation, and periodically reviewing the call/contract/appointment extended to the pastor, as provided for in the Letter of Call.
4. Serving as the personal and confidential support group to the pastor, and spouse, providing opportunities for open communication between congregation and pastor, initiating possibilities for reconciliation in times of conflict.
5. The synod office suggests a Mutual Ministry resource, "Pastor and People, Making Mutual Ministry Work," which can be ordered at www.augsburgfortress.org.

A Mutual Ministry Committee may be composed of six members, three to be appointed each year for a term of two years. This committee shall be appointed jointly by the council president and pastor (or senior pastor). Committee members will hold no other office in the congregation during their term.

The Compensation Review Task Force

A. Such a task force might be made up of two council members, chair of the Mutual Ministry Committee, and one member at large from the congregation. These should be persons who are representative of all segments of the congregation and they should take into account the following factors when specific dollar figures are recommended:

1. Pastors are professionals by training, qualification and function. Just compensation for the pastor will be parallel to persons who hold similar positions of responsibility in the community (superintendent of schools, principal, hospital administrator, etc.). An appropriate compensation package should be large enough so that a pastor does not have to rely on sporadic honorariums. (Honorariums are expressions of gratitude, not payment for services.)

2. An underpaid pastor will be undervalued. A well paid pastor has added incentive!
3. The salary scale provided in this document represents the minimum compensation for full time leadership. They are a starting point for salary discussions.
4. Other factors which need to be kept in mind are the economics of the parish, the degree of administrative responsibility, geographic location of the parish, non- parish experience of the pastor, the additional education of the pastor, and the effectiveness of the pastor.

B. At the first meeting, the task force meets with the pastor or other staff member in a review of responsibilities, goals attempted, and objectives achieved, inviting the pastor's input into the discussion using the following questions:

1. Briefly review your education and your experience in church work.
2. What has the congregation needed most from you this past year?
3. What was accomplished in the past year? What specific goals did you meet?
4. What are your goals and objectives for the coming year? (Pastors: write out the "specific responsibilities or emphasis" which you think the congregation need from you in the coming year, updating that part of your Letter of Call.)
5. What could the members of the congregation do to make your work more pleasant and effective? What are your family needs?
6. List your community and church activities outside the parish.
7. What do you consider fair compensation and benefits for the coming year? Why?

C. At the second meeting, the task force meets without the pastor/or staff member. Each member of the task force present prepares in written form a response to the following questions:

1. Based on last year's statement of expectations (Letter of Call), how would you evaluate your pastor's work during the past year?
2. What do you see as the special skills or strengths of your pastor (or staff member)?
3. What do you see as especially needed from this pastor (or staff member) in the coming year?
4. Identify your pastor/staff member's community and church-related activities outside the congregation and consider how those relate to the mission of your congregation.
5. How can the congregation or its leaders make your pastor/staff member's work more pleasant and effective?
6. Considering the factors listed above, what would you consider fair compensation and fringe benefits for your pastor (or staff member) for the coming year? Why?

D. At a third meeting, the pastor (or staff member) meets again with the committee and the following items are reviewed and discussed together:

1. The education, experience and special abilities of this pastor/staff member.
2. The specific ways this pastor/staff member's gifts and abilities are needed and used in the congregation.
3. What specific goals and objectives do you have for the congregation for the coming year stated in writing and what is needed from the pastor/staff member to meet those objectives?
4. What can the congregation or its leadership do to make the work of our leaders more pleasant and effective?
5. The activities of your pastor/staff member in your community and beyond it.
6. The task force's recommendations for salary and fringe benefits for the coming year and the rationale behind these recommendations.

Compensation and Guidelines for Lay Support Staff

Non-rostered church workers are professionals and should receive compensation similar to professionals in the community. Congregations must conform to all federal and state laws and provide for appropriate tax with-holding, payment of employer’s share of FICA taxes, provision of workers’ compensation insurance, adherence to applicable minimum wage laws and fair employment practices, etc.

A. Minimum Base Salary

In determining salary for lay staff, consider whether the staff person is in a support role or a program role. Examples of support staff include secretaries and bookkeepers. Program staff included music directors, youth and family ministers, and Christian education directors.

1. Lay Support Staff

| Years of Experience | Minimum Recommended Salary/hour | Minimum Recommended Salary/hour for Congregations of over 600 Baptized |
|---------------------|---------------------------------|--|
| 0 | \$11.58 | \$11.83 |
| 1 | \$11.93 | \$12.24 |
| 2 | \$12.29 | \$12.95 |
| 3 | \$12.70 | \$13.31 |
| 4 | \$13.06 | \$13.97 |
| 5 | \$13.46 | \$14.69 |
| 6+ | \$13.86 | \$15.13 |

Add 3% to each step per year of experience beyond 5.

2. Lay Program Staff

| Years of Experience | Recommended Minimum Salary | Recommended Minimum Salary for Congregations over 600 Baptized Members |
|---------------------|----------------------------|--|
| 0 | \$ 32,174 | \$ 33,812 |
| 1 | \$ 32,914 | \$ 34,553 |
| 2 | \$ 33,649 | \$ 35,288 |
| 3 | \$ 34,379 | \$ 36,016 |
| 4 | \$ 35,102 | \$ 36,735 |
| 5 | \$ 35,818 | \$ 37,445 |
| 6+ | \$ 36,524 | \$ 38,143 |

Add \$500 per year for each step over 20 years.

B. Social Security

The congregation is responsible for the employer share of the Social Security Tax. The employee share and applicable taxes shall be withheld from the employee's salary including housing if provided.

C. ELCA Pension and Other Benefits Plan

Lay leaders who are employed more than 20 hours per week for at least six months per year are eligible to enroll in the ELCA Pension and Other Benefits plan. Some congregations prefer to provide other benefit options to non-rostered lay staff. Such benefits should be described in the congregation's personnel policies and should be offered to all non-rostered lay staff.

D. Continuing Education

Lay Leaders are encouraged to develop their knowledge, acquire new skills, and experience growth for more effective service. It is recommended that lay staff be eligible for up to 5 days of continuing education and \$450. Continuing Education plans shall be discussed with the lay leader's supervisor or congregational council.

E. Time Off

Recognizing this document cannot be all-inclusive, when special circumstances arise it is best to engage the congregational council in conversation regarding needs and realities. This conversation should be guided by grace and mutual care/respect, recognizing the blessing it can be to the pastor as well as the congregation. As an additional resource in this conversation, the NWPA Synod of the ELCA has adopted the following to help guide their congregations: (http://www.nwpaelca.org/uploads/3/1/5/3/3153921/2012_family_leave_guidelines-1.pdf)

1. Vacation Days

| | |
|-----------|--|
| Years 1-4 | 10 days or two proportional work weeks |
| Years 5-9 | 15 days or three proportional work weeks |
| Years 10+ | 20 days or four proportional work weeks |

Vacation days should not be carried over to the following year.

2. Sick Leave

For accounting purposes sick leave will accrue at two (2) days per month. Sick leave does not carry over. Sick leave accrual is prorated for personnel working 20-40 hours per week, to a maximum of 12 days. Personnel working less than 20 hours per week do not accrue sick leave.

Sick leave is paid at the personnel's base rate.

No payment will be made for unused, accumulated sick leave at the time of separation.

3. Holidays and Leave

Holidays should be granted off in addition to vacation days. When the services of a non-rostered lay staff are required on recognized holidays, time off with pay should be granted at another time with minimal disruption to the congregation. The following days are traditionally considered

holidays: New Year’s Day, Martin Luther King, Jr. Day, Easter Monday, Memorial Day, Fourth of July, Labor Day, Thanksgiving Day, and Christmas Day.

4. Other Benefits

Congregations are encouraged to draft policies for Personal Days, Parental Leave, Bereavement Leave, and Military leave and include them in a personnel policy manual for staff.

Compensation Worksheet for Lay Staff

This worksheet is designed to help congregations build a compensation package for lay staff using the synod’s guidelines. Each item below is described within this document. Use only items which apply.

| | <i>This Year</i> | <i>Guidelines</i> | <i>Proposed</i> |
|---|------------------|-------------------|-----------------|
| I. Salary | \$ _____ | \$ _____ | \$ _____ |
| II. Social Security | \$ _____ | \$ _____ | \$ _____ |
| III. ELCA Pension and Other Benefits¹ | | | |
| A. Pension | \$ _____ | \$ _____ | \$ _____ |
| B. Medical | \$ _____ | \$ _____ | \$ _____ |
| C. Disability | \$ _____ | \$ _____ | \$ _____ |
| IV. Other Benefits | | | |
| A. Insurance | \$ _____ | \$ _____ | \$ _____ |
| B. Pension | \$ _____ | \$ _____ | \$ _____ |

¹ Contact Portico Benefit Services at 1-800-352-2876 (Monday-Friday, 7:30 am-5:00 PM CST) or visit their website for compensation calculators at <https://porticobenefits.org>.

C. Other \$ _____ \$ _____ \$ _____

I. Reimbursements

A. Automobile \$ _____ \$ _____ \$ _____

B. Business/Professional \$ _____ \$ _____ \$ _____

C. Continuing Education \$ _____ \$ _____ \$ _____

E. Other _____ \$ _____ \$ _____ \$ _____

Total Value of Compensation \$ _____ \$ _____ \$ _____

V. Agreements

A. Vacation time of _____ weeks and _____ Sundays.

B. Continuing education time of _____

C. Other _____
