

PRESBYTERY OF CINCINNATI 2022 MINIMUM COMPENSATION STANDARDS

Approved 14 August 2021

The Presbytery approved a required 3% increase in minimum effective salary for compensation for full-time pastors, part-time pastors and Commissioned Ruling Elders in 2022 whose salaries currently fall short of the minimum effective salary median. Further, the Presbytery recommend a 3% increase for all pastors, according to the years of service and size of congregation.

MINISTERS OF WORD AND SACRAMENT & CERTIFIED CHRISTIAN EDUCATORS (Full Time)

	WITH MANSE	WITHOUT MANSE
Salary (+Housing/Utilities)	\$27957.00	\$48,457.00
Manse Allowance	\$14,500.00	
EFFECTIVE SALARY	\$48,457.00	\$48,457.00
Board of Pensions	disability and medical plan re Non-installed teaching elders Interim pastors: 100% non-contributory padisability and medical plan Other: BOP pension and death ar positions of 20 hrs/week of 50% of BOP medical dues. Minister's Choice available for	articipation in BOP pension, death and required. Ind disability coverage required; for or more, congregations must pay at least or other (CREs, CE) aived if coverage is otherwise available
Travel Expense	Actual business auto miles drive	
Continuing Education	\$2,000 (pro-rated to time if necessary)	
Vacation	four weeks (including 4 Sunday	s) (pro-rated to time)
Study Leave	two weeks (pro-rated to time)	

NOTE: Effective salary includes any compensation received during a Benefits Plan year by a Plan member, including, but not limited to, any sums paid for housing allowance (including utilities and furnishings); 30% of all other compensation for a manse; deferred compensation (funded or unfunded); bonuses; lump sum allowances; and other items credited to a member by an employing organization during a Plan year. Effective salary does not include amounts received through an accountable reimbursement plan or Social Security up to 50% of a minister's Self-Employment Contribution Act (SECA) obligations. The manse value included in effective salary must be at least 30% of all other compensation.

CERTIFIED ASSOCIATE CHRISTIAN EDUCATORS (Full Time)

EFFECTIVE SALARY	\$38,765.00	
	(= 80% of "effective salary" for teaching elders/Certified CEs)	
Travel Expense	Actual business auto miles driven paid at maximum IRS rate	
Continuing Education	\$2,000 (pro-rated to time if necessary)	
Vacation	four weeks (including 4 Sundays) (pro-rated to time)	
Study Leave	two weeks (pro-rated to time)	

NOTE: The above financial minimums are based on 40 hours/week and may be prorated. Time allowances are defined as: "four weeks" is the amount of time the person ordinarily works in four weeks, and "two weeks" is defined as the amount of time the person ordinarily works in two weeks.

COMMISSIONED RULING ELDERS (Half-Time

Annual Compensation (Salary	\$14,537	
+ Housing/Utilities)	(= 60% of half-time "effective salary" for teaching elders	
Travel Expense	Actual business auto miles driven paid at maximum RS rate	
Continuing Education	\$1,000	
Vacation	four weeks	
Study Leave	two weeks	

NOTE: The above financial minimums are based on 24 hours/week and may be prorated based on a lesser number of hours worked per week. Time allowances for vacation and study leave are not to be prorated based on hours worked per week.

PROFESSIONAL EXPENSES:

Sessions are encouraged to identify other reimbursable business expenses incurred by ruling elders commissioned to pastoral service and pay them an accountable reimbursement plan.

SABBATICAL POLICY

Full-time pastors and certified church educators shall be eligible for sabbatical leave after six consecutive full-time years of service to an individual church/validated ministry. This policy shall be included in the Terms of Call for all Presbytery of Cincinnati pastors. The Session of the congregation and COM must approve the sabbatical at least 3 months in advance so plans can be made for worship and the life of the church.

The recommended length of the sabbatical leave is not less than 60 nor more than 90 days. Accrued vacation time and continuing education time may be attached to the sabbatical leave. Upon completion of the sabbatical leave, the incumbent pastor/educator would ordinarily, continue serving the same congregation for two years beyond the conclusion of such leave. In addition, congregations may limit sabbatical leave to one staff person per year, in multiple staff.

PARENTAL LEAVE POLICY

- Maternity Leave an eight-week minimum beginning when deemed appropriate by the pastor's physician, no later than at birth. This leave may be in addition to Terms of Call vacation.
- 2. Paternity Leave an eight-week minimum following the birth of the child and within the first year.
- 3. Adoptive Leave an eight-week minimum following the placement of the child and within the first year.

Pastors will communicate their need for parent leave to the church's Session, Personnel Committee, or its equivalent, at least six weeks prior to the expected birth/arrival of the child. Pastor's salary, pension and insurance benefits continue during the leave. Professional reimbursements and continuing education are not available to pastors during parental leave.

SEXUAL AND CHILD PROTECTION POLICIES

All Terms of Call must indicate that the Pastor has reviewed, signed, and intends to comply with Presbytery and church Sexual and child protection policies.

COM FURTHER ENCOURAGES congregations that pay above minimum make at least a 3% increase in compensation for all pastors, according to the years of service and size of congregation.

COM is available to consult with teaching elders, certified Christian educators, and congregations about Healthcare Spending Accounts (such as Section 125s) and 403b Retirement Savings Plans.

Rationale

Ministers and Elders routinely collaborate on matters of faith, spiritual health, and the day-today functioning of the congregation. Then—once a year—they address the sensitive issue of the minister's compensation.

The Committee on Ministry understands, and suggests to Sessions that it might helpful to give the minister's compensation package higher priority and consideration. A church should provide its staff with adequate income so that they can fulfill their roles without undue concern about current and future financial needs. Freedom from financial anxiety lets a pastor focus on his or her service. It also helps your church attract and retain qualified pastoral leadership. A good compensation package is the fair thing to do. It compensates pastoral leaders for their investment in education, as well as for their talent, experience, and effort. Finally, a compensation package serves a managerial and motivational function. It can reward staff for meeting agreed-upon goals.

Often a Session will adjust a compensation package for the following: • Church income, worship attendance, and setting (urban/rural) • Pastor's years of service, education plus additional circumstances such as: • Cost of living in your area/local economy • Pastoral performance, workload • Goodwill • History of previous raises for the pastor and other staff.

The <u>current 2021 minimum compensation salary</u> in each presbytery in the state of Ohio is as follows:

\$54,937	Miami Valley Presbytery (Dayton)
\$51,561	Scioto Valley Presbytery (Columbus)
\$49,903	Western Reserve Presbytery (Cleveland)
\$48,715	Maumee Valley Presbytery (Toledo)
\$48,655	Presbytery of Detroit
\$47,349	Presbytery of Lake Michigan
\$47,046	Presbytery of Cincinnati
\$45,320	Presbytery of Lake Huron
\$45,000	Presbytery of Muskingum Valley
\$43,775	Eastminster Presbytery (Youngstown/Akron)

This indicates that the Presbytery of Cincinnati, the third largest urban area in Ohio, is near the bottom of the compensation scale. We need to aspire to improve our salary expectation for those serving congregations. This also continues to be below Board of Pensions median effective salary for 2022 (\$62,100.00).

We implemented a 3% increase in salary in 2018 and 2019, and agreed (November 2019 Presbytery Gathering) to continue that level of increase for two additional years (2020 and 2021). This would put the minimum compensation for the Presbytery of Cincinnati at about mid-level benchmarked against our peer Presbyteries; this depends partly on the increases they enact in that same time period.

The 3% increase put the 2021 effective minimum salary at \$47,046.00.

The 3% increase for 2022 will be \$48,457.00.

A 5% increase would put us at \$49398.00.

A 3% increase, even if applied over 5 consecutive years, would keep Cincinnati in its current place. A 4% increase over 5 years would bring us in line with Miami Valley <u>if</u> no other Presbytery increased at all over that time period.

Related to 2021, the Social Security Administration recommended a 2.00% cost of living adjustment, and all indications are that the same or slightly lower level will be recommended for 2022. Our recommendation would be in line with the SSA COLA.

Our recommendation is therefore lower than an optimal level of increase but consistent with the Social Security Administration 2021 COLA estimate.

Additionally, most salary studies in mainline denominations (including our own), take into consideration the years of service of the pastor and the size of the congregation when determining salary minimums. The most recent Clergy Effective Salary study completed by the Board of Pensions can be found at

https://www.pensions.org/AvailableResources/BookletsandPublications/Documents/ClergyEffectiveSalaries 2016.pdf