Job and Pay Architecture Overview

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JOB ARCHITECTURE OVERVIEW

Job Architecture is the foundational structure through which we engage, connect, support, value, and reward our talent

AN OPERATING SYSTEM TO ALL THINGS TALENT, ORG, AND REWARDS



POTENTIAL PAIN POINTS

"I'm losing talent to other companies because their pay is higher for the same role."

"Inconsistency of levels and pay across the company is difficult to reconcile."

"There is no Pay Mix Guideline- what % to pay base vs bonus vs equity" "I can't find the right job profile to use for my open position."

"I don't understand why the bonus & equity targets are not consistent."

Job & Pay Architecture

"I can't easily explain the difference between a Principal vs an Advanced engineering job level"

"I don't know which salary structure to use." "I don't understand how our approach to geographic location pay works." "I use whatever job profile is available in WD and try to remember to correct later"

"The job profile and job code are not mapped correctly to individual employees in Workday."

VALUE PROPOSITION

EASIER TO UNDERSTAND, NAVIGATE, AND APPLY

- Design a simplified, scalable job and pay architecture to ensure clear career paths, market competitive rewards, and where appropriate differentiated reward programs.
- Create a career equity baseline through accurate mapping of employees to appropriate job families, job family groups, career tracks, management, and job levels to reinforce consistent expectations for employees at each job level.
- Employees understand how they fit into our job and pay architecture, instilling greater trust and accountability into our Talent and Pay practices.

GUIDING PRINCIPLES

AS WE TAKE ON THIS WORK, WE WILL EMPHASIZE...

- Simplicity, Scalability, and Flexibility
- Intuitiveness and Transparency
- Enabling Business Strategies and Decision Making
- Minimizing Disruption
- Thoughtful Consideration of Program Investments with Business Needs
- Robust Change Management

WHAT WE WILL DELIVER...

An effective job and pay architecture will create...



... making it easier for us to attract, grow and retain employees.

WHAT ARE GLOBAL CAREER TRACKS?

Global Career Tracks provide a common framework for leveling the work being performed across various job profiles. This framework provides a blueprint for how an associate may grow their careers within or between job levels along with serving as an anchor for work performed in job families and assigning competitive pay.

FROM:

Overly complex (and obsolete) leveling process, excessive job levels and weak ties to competitive market.

TO:

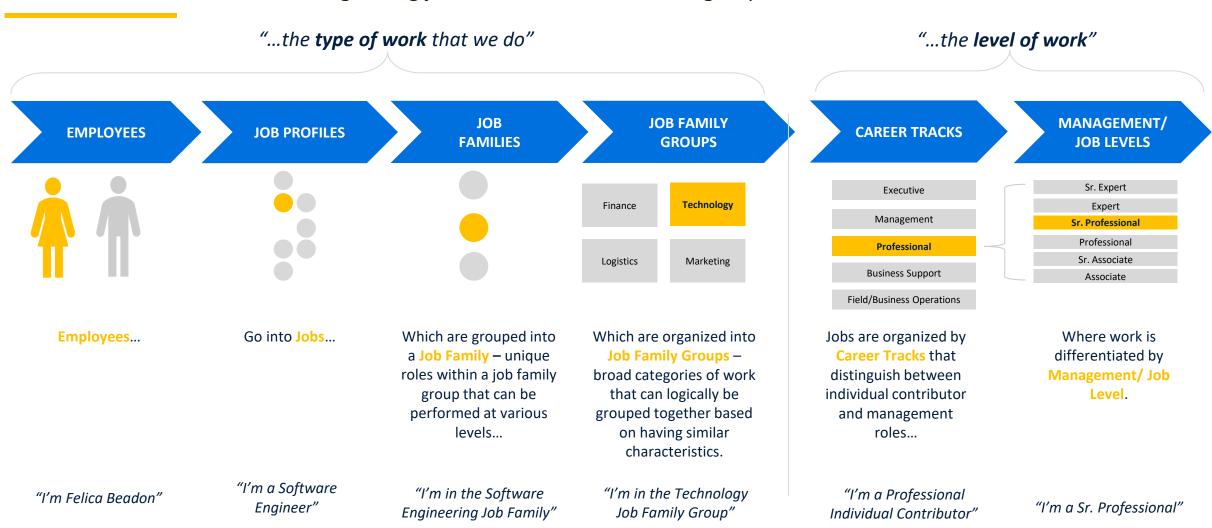
Best practice approach of global job level that creates a 1:1 relationship between job level and global career track — simplifying the way we manage career and pay.

- Career Tracks are broad groupings of types of work performed
- A particular job level may have an equivalent level of work in an adjacent Career Track
- Job Levels provide a common level for work performed across Career Tracks

	Career Tracks				
Job Level	Support	Professional	Management	Executive	
A				E3 EVP	
В				E2 SVP	
С		P8 Advanced		E1 VP	
D		P7 Principal	M5 Sr. Director		
Е		P6 Sr. Expert	M4 Director		
F		P5 Expert	M3 Sr. Manager		
G		P4 Sr. Professional	M2 Manager		
Н		P3 Professional	M1 Supervisor		
1	S5 Lead Coordinator II	P2 Sr. Associate			
J	S4 Lead Coordinator I	P1 Associate			
K	S3 Coordinator III				
L	S2 Coordinator II				
M	S1 Coordinator I				
N					

WHAT IS JOB ARCHITECTURE?

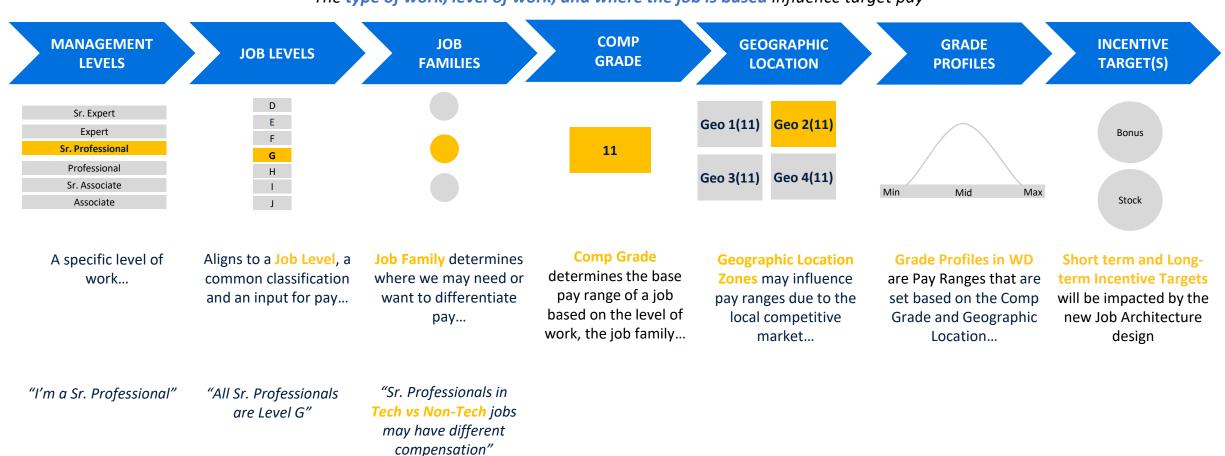
Job Architecture: a structure of organizing jobs and roles into common groups.



WHAT IS PAY ARCHITECTURE?

Pay Architecture: a structure for organizing how we pay our employees, including base pay, bonus and equity.

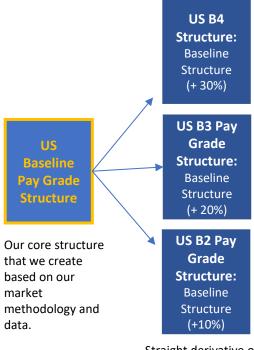
The type of work, level of work, and where the job is based influence target pay



FUTURE STATE- JA PAY ARCHITECTURE BLUEPRINT

Base Pay Framework

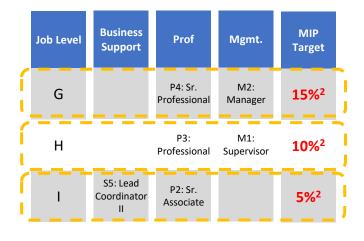
Associate base pay is based on the **type of work** (job family), the **level of work** they do (Global Job Level), and **work location** (geography)



Supports pay segmentation by job family as needed Straight derivative of the National Structure base on a premium applied equally at all grades. Locations are mapped to the geo structure based on best aggregate fit

Bonus Framework

Bonus Targets are **set by Global Job Level**; all employees in that global job level will have the same fixed bonus target % regardless pay range¹

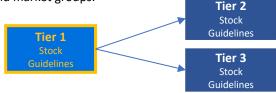


¹ Certain roles in tech (e.g., Principal software engineers may have a different target % or be put on a separate plan)

Stock Framework

Stock Targets are set based on **level of work** they do (Global Career Tracks), stock tier (country), and **market group** (based on job family)

LTI Tiers: Globally, LTI Guidelines are grouped into 3 different tiers. Countries are assigned to a tier based on best fit market practice. Tier 2 and 3 LTI Guidelines are direct derivatives (% premium or discount) of the Tier 1 structure and market groups.



Market Group: Within a Tier group, there are 2 – 4 different market groupings for LTI targets by Global Job Levels.

Global Job Level: LTI targets and ranges are the same for all employees in the same Global Job Level and Market.



E1 Vice President						
Global Job Level	Market Group 1	Market Group 2	Market Group 3	Market Group 4		
С	\$	\$\$	\$\$\$	\$\$\$\$		
M5 Sr. Director						
D	\$	\$\$	\$\$\$	\$\$\$\$		

² Target % for Illustration Purposes Only

ALIGNED MARKET PAY STRUCTURES

- Refocusing on a simplified market aligned structure, as seen below, enables maintenance and improvement of base competitiveness over time
- Rebalances Annual Bonus and LTI and including discontinuation of LTI at job levels H and below
- Our current gap to market makes a one step alignment out of reach in year one

Base Pay Framework

Associate base pay is based on the **type of work**(job family), the **level of work** they do (Global
Job Level), and **work location** (geography)

Comp Grade	Min	Mid	Max
15	\$210,000	\$290,000	\$370,000
14	\$175,000	\$240,000	\$305,000
13	\$145,000	\$200,000	\$255,000
12	\$120,000	\$165,000	\$205,000
11	\$105,000	\$140,000	\$180,000
10	\$90,000	\$120,000	\$155,000
9	\$75,000	\$100,000	\$130,000
8	\$65,000	\$85,000	\$110,000
7	\$55,000	\$70,000	\$90,000
6	\$45,000	\$60,000	\$70,000
5	\$40,000	\$50,000	\$65,000
4	\$35,000	\$45,000	\$55,000
3	\$30,000	\$40,000	\$45,000
2	\$30,000	\$35,000	\$45,000
1	\$25,000	\$30,000	\$40,000

Bonus Framework

Bonus Targets are **set by Global Level**; all employees in that same Job Level will have the same bonus target % regardless of comp grade¹

Stock Framework

Stock Targets are set based on **level of work** they do (Global Job Level), stock tier (country), and **market group** (based on job family)

Level	Bonus Target	LTI Target	LTI Prem 1 Target	LTI Prem 2 Target
Senior Director	30%	\$100,000	\$200,000	\$300,000
Director/Senior Expert	25%	\$75,000	\$150,000	\$250,000
Senior Manager/Expert	20%	\$50,000	\$100,000	\$150,000
Manager/Senior Professional	15%	\$25,000	\$50,000	\$100,000
Supervisor/Professional	10%	\$15,000	\$25,000	\$50,000
Senior Associate/Lead Coordinator II	10%	\$0	\$0	\$0
Associate/Lead Coordinator I/Sr Lead	5%	\$0	\$0	\$0
Coordinator III/Lead	5%	\$0	\$0	\$0
Coordinator II/Sr Coordinator	5%	\$0	\$0	\$0
Coordinator I/Coordinator	5%	\$0	\$0	\$0
Associate Coordinator	0%	\$0	\$0	\$0