



EL 2.8 Compensation and Benefits

Policy Quadrant: Executive Limitations

- Monitoring Time Frame: July 1, 2024 – June 30, 2025
- Date of School Board Monitoring: October 27, 2025

Board Policy Monitoring Motions:

- Operational Interpretation is/is not reasonable
- Board does/does not accept the Superintendent's assertion of compliance/non-compliance

Global Constraint:

With respect to employment, compensation, and benefits to employees, consultants, and contract workers, the Superintendent shall not cause or allow jeopardy to financial integrity or to public image.

OPERATIONAL INTERPRETATION:

Because the global policy is intentionally broad, I interpret compliance with EL 2.8 as being fully demonstrated through compliance with child policies 2.8.1 and 2.8.2, along with evidence of strong fiscal systems and community confidence in the district's compensation and benefits practices.



JUSTIFICATION:

Compensation and benefits are a significant portion of the district budget. The school district has a fiduciary obligation to its owners; therefore, its officers and administration are held to a high standard of conduct and transparency.

MEASUREMENT PLAN:

Compliance with this policy will be demonstrated when:

1. Human Resources and Payroll have systems and processes in place per state and federal law to ensure that employment, compensation, and benefits did not cause or allow jeopardy to financial integrity or to public image. These systems and processes are reviewed on an annual basis through the audit process, as well as an ongoing internal process of separation of duties.
 2. Random sample survey results from Morris Leatherman regarding financial perception remain high in the Minnesota public school context.
 3. Child policies 2.8.1 and 2.8.2 are in compliance.
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EVIDENCE:

1. Human resources and the business office have reviewed processes and procedures and those were reviewed during the annual audit received by the board during the monitoring period. Those results demonstrated strong systems and practices are in place.
 2. The Superintendent did not cause or allow jeopardy to financial integrity or to public image. Financial Perceptions are near or at all time highs based on our latest scientific random sample survey. At the end of the 2024–2025 school year, Morris Leatherman reported they are at or among the highest for public school districts in the state of Minnesota.
 - a. 96% of our Community report the district being a good value and investment
 - b. 75% of our community report strong fiscal management of the district
 3. Child Policies 2.8.1 and 2.8.2 are in compliance.
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STATEMENT OF ASSERTION:

EL 2.8 is reasonable and in compliance.

BOARD NOTES:

2.8.1 Furthermore, the Superintendent shall not: Promise or imply permanent or guaranteed employment.

OPERATIONAL INTERPRETATION:

I interpret this policy to mean that neither I nor any representative of the District shall make oral or written assurances of permanent or guaranteed employment. Employment relationships must always be defined and limited by applicable state statute, collective bargaining agreements, meet-and-confer agreements, or individual at-will contracts.

Specifically, the District maintains the following categories of employment agreements, which clearly establish terms, conditions, and limitations of employment:

- **Certified Staff** (licensed): governed by PELRA, Minn. Stat. §122A.40 (Continuing Contract), and locally negotiated collective bargaining agreements.
- **Classified Staff** (non-licensed): governed by PELRA, applicable Minnesota Statutes, and locally negotiated collective bargaining agreements.
- **Meet & Confer and Individual Employment Agreements**: for licensed or non-licensed employees subject to PELRA but not represented by collective bargaining units.



JUSTIFICATION:

MEASUREMENT PLAN:

Compliance with this policy will be demonstrated when:

1. Human Resources has policies in place to ensure no promises of permanent or guaranteed employment for any position.

EVIDENCE:

1. State and federal law does not allow for permanent or guaranteed employment, and the district has not been found out of compliance with this policy or standing law. No staff members were offered permanent or guaranteed employment.

STATEMENT OF ASSERTION:

EL 2.8.1 is reasonable and in compliance.

BOARD NOTES:



2.8.2

Furthermore, the Superintendent shall not: Establish current compensation and benefits that deviate materially from the geographical or professional market for the skills employed. Further, compensation and benefits must not deviate from Board-established parameters.

OPERATIONAL INTERPRETATION:

1. "Compensation" refers to payment for services rendered. "Benefits" are added services that have value for the employee and are expenditures for the District.
2. I interpret the "geographical" market to mean the public school districts in the immediate area surrounding Eden Prairie.
3. The "professional" market refers to compensation based on the combination of experience, skills, and level of responsibilities that are required by the position's job description. The professional market can be influenced by the geographical market.
4. "Material deviation" in this context is interpreted as a financial condition that would create an unfavorable comparison to the geographical and professional employee market.

JUSTIFICATION:

1. The District routinely competes for employees with local, regional, and national employers. Therefore, it is important that our employee compensation and benefit package remain competitive and yet function within available resources.
2. The District routinely enters into employment agreements with organized groups or at-will individuals via negotiations. Typically, the Administration leads the negotiations process with School Board support. The School Board has retained the authority to determine the level of compensation and benefits offered to employees, which is referred to in this policy as "board-established parameters."
3. The District conducts market place comparisons annually.



MEASUREMENT PLAN:

Compliance with this policy will be demonstrated when:

1. Prior to each bargaining session, a marketplace comparative data analysis will be completed.
 2. Settlements will be within the financial parameters reviewed by the board.
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EVIDENCE:

1. Marketplace comparative data was collected on four (4) bargaining groups prior to 2025 negotiations and parameters to remain comparable were reviewed by the board.
 2. During the monitoring period, the school district entered negotiations with four bargaining/employment groups and settled two (2) bargaining groups/employment agreements within parameters reviewed by the Board during the monitoring period. The other two (2) bargaining groups/employment agreements were also settled within the parameters reviewed by the Board, but will be reported in future monitoring.
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STATEMENT OF ASSERTION:

EL 2.8.2 is reasonable and in compliance.

BOARD NOTES: