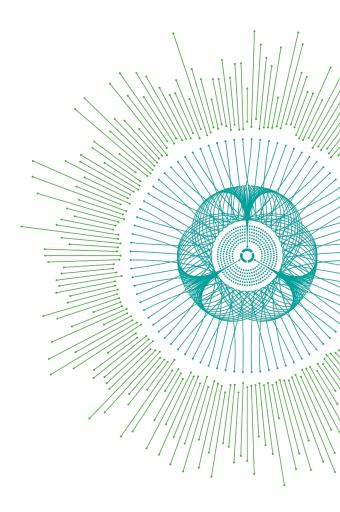


#### Raising the subject of raises

Kevin Goldsmith, CTO

LeadDev Together



Doing compensation fairly is one of the most important things you can do as a people manager.





## Making salary recommendations





• The person's performance relative to their role/level



- The person's performance relative to their role/level
- Their place in the salary band



- The person's performance relative to their role/level
- Their place in the salary band
- Their previous raises

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- Are you promoting them?



- The person's performance relative to their role/level
- Their place in the salary band
- Their previous raises
- Their velocity
- Are you promoting them?
- Your total salary budget

#### The Budget



#### The Budget

• What are the expectations around the budget? Can you go over?



#### The Budget

- What are the expectations around the budget? Can you go over?
- The larger your team is, the closer you should be to hitting your budget exactly.





• Everyone has "over-performed" relative to expectations.



- Everyone has "over-performed" relative to expectations.
- Over-performing after a promotion.



- Everyone has "over-performed" relative to expectations.
- Over-performing after a promotion.
- Tiny (<2%) raises

### Tips



#### Tips

• A small deduction in the raise of someone making a lot can be a big raise to someone making little.



#### Tips

- A small deduction in the raise of someone making a lot can be a big raise to someone making little.
- Rounding down to an even \$/€ amount for someone, can be a big percentage increase for someone else.





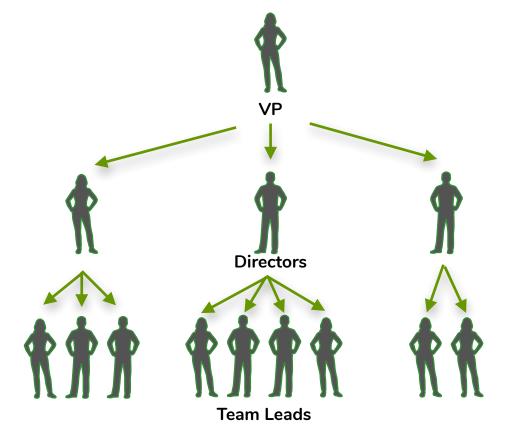
Making sure that salaries are fair



It is critical that salaries and raises are done in a consistent way across the organization

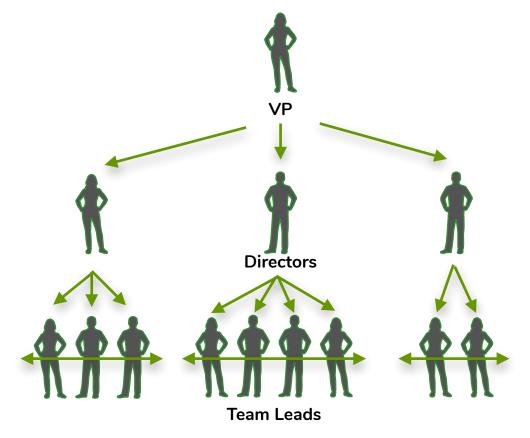


#### **Ensuring fairness**



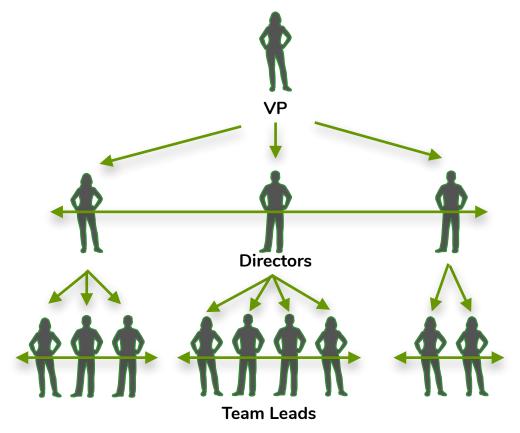


#### **Ensuring fairness**





#### **Ensuring fairness**





If your manager isn't doing this, you and your peers can do it yourselves!





## The review conversation





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- You are representing the company, be prepared to defend the numbers (even if you disagree).
- Your message should be consistent with your performance guidance through the year.
- Do not make a promise you can't keep ("if you do <X> this next period I will get you that raise").



## Final thought



We can fix a lot of the mistakes we make as managers, but a mistake in compensation can have lifelong consequences.



# Make the effort to do it right.

#### Thank You!

#### **Kevin Goldsmith**



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