REPORT OF THE DEPARTMENT OF PERSONNEL AND TRAINING ON

Public School Teacher Compensation

TO THE GOVERNOR AND THE GENERAL ASSEMBLY OF VIRGINIA



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COMMONWEALTH of VIRGINIA

DORTHULA H. POWELL-WOODSON DIRECTOR

Department of Personnel and Training

June 1, 1993

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Dear Governor Wilder and Members of the General Assembly and the Board of Education:

Section 22.1-289.1 of the Code of Virginia requires the Department of Personnel and Training to conduct a biennial review of the compensation of teachers and other occupations requiring similar education and training.

Enclosed for your review and consideration is the 1993 report that has been prepared in response to this Code requirement.

Respectfully submitted,

Darkula N. Powell-Wordson/

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Enclosure

The Honorable Ruby G. Martin cc: Secretary of Administration

PREFACE

Section 22.1-289.1 of the Code of Virginia requires the Director of the Department of Personnel and Training to conduct a biennial review of the compensation of teachers and other occupations requiring similar education and training. This report is submitted in fulfillment of this requirement for 1993.

The study was conducted by the Office of Compensation Management of the Department of Personnel and Training. Assistance was provided by the Virginia Department of Education and the Virginia Education Association. In addition, selected local school boards and private firms throughout the Commonwealth provided information.

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EXECUTIVE SUMMARY

The 1987 Session of the General Assembly amended Section 22.1-289.1 of the Code of Virginia to require a biennial review of the salaries paid to public school teachers in the Commonwealth. A preliminary report was prepared in December, 1987 and the first biennial report was published as House Document Number 4 in June, 1989.

The legislation states that the review of teachers' salaries shall be reported to the Governor, the General Assembly, and the Board of Education by June 1 of each oddnumbered year. The legislation specifies that: "It is a goal of the Commonwealth that its public school teachers be compensated at a rate that is competitive in order to attract and keep competent teachers."

In order to comply with the legislative requirement, two indicators of competitiveness were reviewed:

comparison of Virginia teachers' entry-level salaries with those of jobs in private industry and state government that have similar qualification requirements; and

turnover and recruitment of Virginia teachers.

In comparing Virginia public school teachers' entry-level salaries with entry-level salaries for other jobs with similar qualification requirements in Virginia state government and private industry, the 1993 data show that the competitive position of Virginia public school teachers' salaries has remained relatively constant since the 1991 biennial report was published. In the 1992-93 school year, teachers' entry-level salaries are 1.8% below entry-level private salaries and exceed entry-level salaries of Virginia's state employees by 5.8%. The 1991 report revealed that, in the 1990-91 school year, teachers' entry-level salaries were below entry-level salaries in private industry by 0.5%, but above the entry-level salaries of Virginia state employees by 5.8%.

Localities reported that most teachers who left were leaving because of relocation or transfer to higher paying localities. The only significant turnover and recruitment problems noted by the localities were for special education teachers.

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INTRODUCTION

In reviewing the salary data in this report, it should be noted that summary data in the report compare average *entry-level* salaries paid to Virginia teachers with entry-level salaries paid by private firms and the Commonwealth of Virginia. The average entrylevel salaries paid to Virginia school teachers summarizes salary data from 151 school systems. The school systems establish their teachers' salaries and, therefore, teachers in any one locality may be paid more or less than the average. Thus, the findings of this report may not apply to the competitive position of teachers in each specific school system. ۰ . .

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COMPARISON OF VIRGINIA TEACHERS' ENTRY LEVEL SALARIES WITH PRIVATE INDUSTRY AND STATE SALARIES

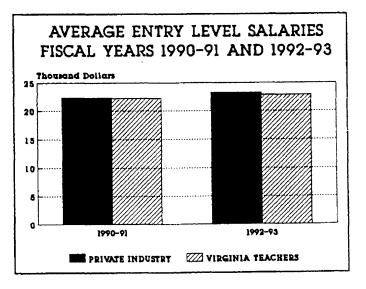
Entry-level salaries for public school teachers were compared to salaries for newly hired employees in private industry. Entry level salaries provide the best measure of the competitiveness of teachers' salaries because the duties of, and market for, experienced teachers and private employees may not be comparable. Additionally, school boards compete with private firms for new college graduates in many of the degree areas that prepare graduates for public school teaching.

A survey was sent to 268 businesses in Virginia requesting hiring, or entry-level, salary data for recent college graduates with specified educational degrees. The degrees selected were comparable to the various subject areas found in the teaching profession. Data also were obtained from several compensation consulting firms. The data were grouped into the following general categories to facilitate the comparison with teachers' salaries:

BUSINESS
SOCIAL SCIENCES
LIFE SCIENCES
HUMANITIES
PHYSICAL SCIENCES

Salaries paid by private industry, other states, and Virginia state government were averaged, weighted by the number of teachers in each major subject area listed above. (See Appendix 1 and Appendix 2 for detailed information on the weighting procedure.)

The 1992-93 school year average entry-level salary for Virginia's public school teachers, with bachelor's degrees and no experience, is \$22,843. The weighted average, entry-level salary of private and state jobs requiring similar education and experience is \$23,245, or 1.8% above the Virginia teacher average entry-level salary. In 1990-91, the private and state average entry-level salary was 0.5% above Virginia's public school teachers.



The 1992-93 average entry-level salary of Virginia state employees in positions requiring similar education and training as that required for teachers (e.g. bachelor's degree) is \$21,600. The average entry-level teacher salary is 5.8% above the state employee entry-level salary average. In 1990-91, the average entry-level teacher salary also was 5.8% above the state employee average. (See Appendix 3 for detailed information.)

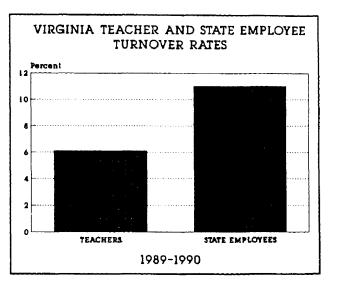
Private industry and state employee salary data are based on the salaries of employees working approximately 234 days a year, whereas teacher salaries represent approximately 200 work days (approximately 14.5 % less than private and state employees). If the salary data are adjusted to reflect this difference, the average entry-level salary for Virginia's public school teachers (\$22,843) becomes 15.0% above the adjusted average entry-level salary of private industry (\$19,868), and 23.7% above the adjusted average for Virginia state jobs (\$18,462).

In considering whether to adjust the salary data to reflect the difference in the number of days worked, it should be noted that teachers do not determine the length of the school year. Individuals deciding between teaching and other occupations may be attracted to the shorter work year, in addition to the income potential of teaching. However, career advancement opportunities for teachers may be more limited than in many other occupations.

TURNOVER AND RECRUITMENT OF VIRGINIA TEACHERS

Turnover and recruitment data are used as measures of competitiveness. It is helpful to separate the non-pay reasons for turnover (i.e., retirement, lay-off, dismissal, and death) and to determine at what point, in years of service, that turnover most frequently occurs. Only total turnover data is available for all Virginia public school teachers.

It is difficult to determine acceptable turnover rates for the teaching profession. For reference, the average turnover rate for state employees in fiscal year 1989-90 was 11.0% and in fiscal year 1991-92 was 12.3%.



The last comprehensive report on turnover among teachers was published by the Virginia Department of Education for the 1989-90 school year. In this report, entitled "Survey of Teacher Contract Terminations," an overall turnover rate of 6.1% was indicated.

The Department of Personnel and Training conducted a turnover survey of a random sample of 30 local school districts in Virginia. The localities were asked to identify the most common reasons for turnover and any difficulties experienced in attracting and retaining teachers in various disciplines. Seventy percent of the localities cited relocation as a major cause of turnover. Spouse transfer was the most common reason for these relocations. Forty-seven percent indicated that "transfer to a higher paying school district" was a major cause of turnover. The third most common reason for turnover, reported by twenty-seven percent of the localities, was retirement.

The most prevalent problem in attracting and retaining teachers was in special education, in which seventy-seven percent of the localities reported such problems. Thirty-three percent of the localities mentioned that recruitment of minorities was difficult. Twenty-three percent of the localities surveyed indicated difficulty in recruiting physics and foreign language teachers.

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APPENDIX 1

ENTRY LEVEL SALARIES FOR COLLEGE GRADUATES WITH BACHELOR DEGREE AND NO EXPERIENCE WORKING IN THE PUBLIC SECTOR AND PRIVATE INDUSTRY

| | <u>DPT</u> | STATE <u>EMP</u> | ENDI- COTT | <u>CPC</u> | COMP <u>RSRCS</u> | SE STATES <u>CONF</u> | <u>ECS</u> | DEGREE <u>AVG</u> | GROUP <u>AVG</u> |
|----------------------------------|------------------|---------------------|------------------|------------------|----------------------|-----------------------------|------------------|----------------------|---------------------|
| BUSINESS | | | | | | | | | |
| Accounting Bus Administration | 23,124 23,011 | 21,501 23,505 | 28,518 27,265 | 26,800 22,700 | 27,900 26,300 | 19 ,588 20,951 | 25,500 22,200 | 24,704 23,705 | |
| Economics | 23,958 | 25,695 | 27,819 | 25,200 | 27,400 | | 25,300 | 25,895 | |
| Marketing | 23,997 | 23,505 | 26,638 | 24,000 | 27,400 | | 21,000 | 24,423 | |
| Agriculture Bus | 23,247 | 25,695 | | 22,600 | | | | 23,847 | 24,515 |
| SOCIAL SCIENCES | | | | | | | | | |
| History | 22,075 | 19,668 | | 21,000 | | | | 20,914 | |
| Sociology | 20,671 | 23,505 | | 18,600 | | | | 20,925 | |
| Psychology | 22,112 | 17,992 | | 19,900 | | | 24,800 | 21,201 | 21,014 |
| LIFE SCIENCES | | | | | | | | | |
| Health/Phys Ed | | 20.585 | | 24,000 | | | | 22.293 | |
| Biology | 25,229 | 22,503 | | 25,300 | 28,000 | 20,396 | 21,300 | 23,788 | |
| Nursing | 24.754 | 23,505 | | 32,900 | 28,700 | 21,770 | , | 26,326 | |
| Environmental Sci. | 26,326 | 21,501 | | | 27,800 | | | 25,209 | 24,404 |
| HUMANTTIES | | | | | | | | | |
| Ап | 23.920 | 17,992 | | 20,400 | | | | 20,771 | |
| Fine Arts | | 17,992 | | 20,400 | | | | 19.916 | |
| English | 23,388 | 19,668 | | 20,000 | 24,900 | | 22,200 | 22,031 | |
| Foreign Language | 23,815 | 18,830 | | 21,800 | | | | 21,482 | |
| Communications | | 19,668 | | 21,800 | 24,500 | 18,047 | | 21,004 | 20,897 |
| PHYSICAL SCIENCE | | | | | | | | | |
| Mathematics | 28,252 | | 29,590 | 21,200 | 32,100 | | 29,300 | 28,088 | |
| Statistics | 27,690 | 21,501 | 29,590 | 21,200 | 30,100 | | | 26,016 | |
| Chemistry | 26,865 | 25,695 | 30,481 | 30,600 | 31,700 | 22,862 | 23,900 | 27,443 | |
| Physics | 27,623 | | | 21,500 | 34,900 | 20,521 | 27,200 | 26,349 | |
| Geology | 28,190 | 21,501 | | 24,500 | | 21,517 | | 23,927 | 26,365 |
| SIMPLE AVERAGE | | | | | | | | | 23,439 |
| | OVERA | IL ENTRY | K-LEVEL | PRIVATE | SALARY . | AVERAGE | , WEIGH | TTED | |
| | | E NUMBEI | | | | | | | \$23,245 |

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(Appendix 2 explains the methodology used)

APPENDIX 2

PRIVATE INDUSTRY SALARY AVERAGES WEIGHTED BY NUMBER OF TEACHERS

ELEMENTARY TEACHERS

A representative entry-level private salary average for comparison with elementary teachers is obtained by calculating the entry-level salary average for different types of professions in private industry and government which relate to various established groups of teachers. These groups are Business, Social Sciences, Life Sciences, Humanities, and Physical Science. Elementary teachers' curriculum covers all of these groups; therefore, a simple average of the Appendix 1 group averages is used; the 1992-93 average is \$23,439. (This figure represents 12-month professions.)

SECONDARY TEACHERS

Secondary teachers are involved in more narrowly-defined academic areas. Thus, the academic groups are used to compute differences in average salary for related professions in private industry and state government. To illustrate, the average entry-level salary for professions in the Physical Sciences group is higher than the average for Social Sciences. A representative entry-level private salary average for secondary teachers is not the simple average of these two groups, but the salary average of each group weighted according to the number of teachers in each group.

| ACADEMIC <u>GROUP</u> | PRIVATE INDUSTRY 12-MONTH ENTRY-LEVEL SALARY AVERAGE | NUMBER OF SECONDARY TEACHERS |
|--------------------------|---|------------------------------------|
| Business | \$24,514 | 3,807 |
| Social Sciences | \$21,014 | 4,045 |
| Life Sciences | \$24,404 | 5,187 |
| Humanities | \$20,897 | 12,882 |
| Physical Science | \$26,365 | 7,090 |

Entry-Level Private Salary Average Weighted By The Number Of Secondary Teachers: \$23,054

Group average data from Appendix 1

APPENDIX 2 continued

COMBINED ELEMENTARY AND SECONDARY TEACHERS

The overall entry-level private salary average weighted by all teachers is computed as follows:

- 1) Multiply the entry-level private salary average that is comparable to elementary teachers (\$23,439) by the number of elementary teachers (32,343)
- 2) Multiply the entry-level private salary average that is comparable to secondary teachers (\$23,054) by the number of secondary teachers (33,011)
- 3) Add the results of 1 and 2, and then divide by the total number of teachers.

| ACADEMIC GROUP | 12 MONTH ENTRY-LEVEL <u>SALARY AVERAGE</u> | NUMBER OF <u>TEACHERS</u> |
|-------------------|--|------------------------------|
| Elementary | \$23,439 | 32,343 |
| Secondary | \$23,054 | 33,011 |

| OVERALL ENTRY-LEVEL | | |
|-------------------------|---|----------|
| PRIVATE SALARY AVERAGE, | | |
| WEIGHTED BY THE NUMBER | | |
| OF ELEMENTARY AND | | |
| SECONDARY TEACHERS: | = | \$23,245 |

Source: Department of Education

APPENDIX 3 COMMONWEALTH CLASSES WHICH COLLEGE GRADUATES WITH NO EXPERIENCE COULD ENTER FOR THE 92-93 FISCAL YEAR

| DEGREE | MATCHING STATE | CLASS | FY 92-93 MINIMUM <u>SALARY</u> | DEGREE AVERAGE | |
|-------------------|----------------------------|----------------|--------------------------------------|-------------------|--|
| | | | SALANT | ATLIAGE | |
| BUSINESS | | | | | |
| Accounting | Accountant | | 21,501 | 21,501 | |
| Bus. Admin. | Agency Management | Analyst | 23,505 | 23,505 | |
| Economics | Planner | • | 25,695 | 25,695 | |
| Marketing | Agricultural Marketin | ig Agent | 23,505 | 23,505 | |
| Agri. Business | Extension Agent Trai | nee | 25,695 | 25,695 | |
| SOCIAL SCIENCE | | | | | |
| History | Historian A | • | 19,668 | 19,668 | |
| Geography | No Match | | 17,000 | 17,000 | |
| Sociology | Probation Counselor | | 23,505 | 23,505 | |
| Psychology | Psychologist Assistant | : | 17,992 | 17,992 | |
| | | | | | |
| LIFE SCIENCES | | | 21 501 | 20 595 | |
| Health/Phys. Ed. | Sanitarian | | 21,501 | 20,585 | |
| Dialam | Health Educator | | 19,668 | N/A | |
| Biology | Microbiologist | . Consistint | 23,505 | 22,503 | |
| Numering | Fisheries Managemer | n specialist | 21,501 | N/A 23,505 | |
| Nursing | Registered Nurse | - Specialist | 23,505 | 23,505 21,501 | |
| Environ. Science | Environmental Progra | am specialist | 21,501 | 21,501 | |
| HUMANITIES | | | | | |
| Art | Graphic Artist | | 17,992 | 17,992 | |
| Fine Arts | Fine Arts Museum E | duc. Asst. | 17,992 | 17,992 | |
| | Fine Arts Museum A | sst. Registrar | 17,992 | N/A | |
| English | Public Relations Asst | . Specialist | 19,668 | 19,668 | |
| Foreign Language | Research Specialist | | 1 7,992 | 18,830 | |
| | Archivist A | | 19,668 | N/A | |
| Communications | Public Relations Asst | . Specialist | 19,668 | 19,668 | |
| PHYSICAL SCIENCE | | | | | |
| Math | No Match | | | | |
| Statistics | Statistical Analyst | | 21,501 | 21,501 | |
| Chemistry | Analytical Chemist | | 25,695 | 25,695 | |
| Physics | No Match | | y | - | |
| Geology | Geologist | | 21,501 | 21,501 | |
| ~ | - | | | 61 (82) | |
| | | Summary Averag | ;e: | 21,600 | |